



LUZHOU BIO-CHEM TECHNOLOGY LIMITED

(Incorporated in the Republic of Singapore with Registration Number 200412523N)

LEASE OF PRODUCTION FACILITY

The Board of Directors (the “**Board**”) of Luzhou Bio-chem Technology Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that the Animal Feed Branch Office of the Group’s wholly-owned subsidiary, Luzhou Bio-chem Technology (Shandong) Co., Ltd. (鲁洲生物科技（山东）有限公司饲料分公司) (the “**Lessor**”) has entered into a lease agreement (the “**Lease Agreement**”) with Shandong Nuoda Animal Feed Co., Ltd. (山东诺达饲料有限公司) (the “**Lessee**”), pursuant to which the Lessee shall lease the animal feed production facility and related equipment (the “**Facility**”) from the Lessor for a term of five years from 1 June 2018, subject to renewal by mutual agreement.

Under the Lease Agreement, the Lessee shall pay an annual rent of RMB1.2 million, subject to a rent-free period of the first year of the term. The Lessee shall be responsible for maintaining the Facility and shall bear the utilities expenses arising from the operation of the Facility.

The Lease Agreement is not expected to have a material impact on the earnings per share or net tangible assets per share of the Company for the current financial year ending 31 December 2018.

None of the Directors or controlling shareholder of the Company has any interest, directly or indirectly, in the Lease Agreement, save through his shareholding in the Company (if any).

By order of the Board

Niu Ji Xing
Executive Chairman and CEO
28 June 2018