



**SDAI LIMITED**

(Company Registration No. 201107179D)  
(Incorporated in the Republic of Singapore)

---

**ENTRY INTO A NON-BINDING MEMORANDUM OF UNDERSTANDING BETWEEN THE  
COMPANY AND HUBEI QIAI GROUP CO., LTD.**

---

**1. INTRODUCTION**

- 1.1. The board of directors (the **"Board"**) of SDAI Limited (the **"Company"**) wishes to announce that the Company has on 9 December 2025 entered into a non-binding memorandum of understanding (the **"MOU"**) with Hubei Qiai Group Co., Ltd. (湖北蕲艾集团有限公司) (**"Hubei Qiai"**), a well-established manufacturer and retailer of mugwort products in the People's Republic of China.
- 1.2. Pursuant to the MOU, the Company and Hubei Qiai intend to collaborate to jointly establish a platform for the international operations and market expansion of the mugwort business outside of the People's Republic of China, focusing on global brand promotion, international channel development, pricing system design, and sales conversion.

**2. THE MOU**

- 2.1. The MOU is intended as a statement of intent to foster genuine and mutually beneficial cooperation and collaboration between the Company and Hubei Qiai (collectively, the **"Parties"**) and is not intended to create any legally binding responsibilities or obligations as between the Parties, save for the provisions pertaining to the (a) term of the MOU, (b) exclusivity period of the MOU, (c) confidential information, (d) trading restrictions in relation to the securities of the Company, (e) announcements, (f) costs, (g) prevailing language and (h) governing law of the MOU.
- 2.2. As such, if the Parties agree subsequent or pursuant to the MOU to undertake any specific cooperation and/or collaboration with intended legally binding obligations, they will enter into separate written agreement(s) for such cooperation and/or collaboration.
- 2.3. The MOU is effective from the date of the MOU for a period of three (3) months and will be automatically renewed thereafter for subsequent periods of three (3) months, unless terminated at any time by any Party upon 30 days' prior written notice to the other Party of such termination.
- 2.4. Pursuant to the terms of the MOU, the Company and Hubei Qiai have a period of three (3) months from the date thereof (or such longer period as the Parties may otherwise agree) to exclusively discuss and pursue the matters mentioned in paragraph 1.2 of this announcement.

### 3. FURTHER ANNOUNCEMENTS AND CAUTION IN DEALING

- 3.1. The Company will make the necessary announcements, in compliance with the requirements of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”), as and when there are material developments in respect of any cooperation and collaboration between the Parties pursuant to the MOU.
- 3.2. Shareholders and potential investors of the Company should note that the MOU is non-binding and there is no certainty or assurance as at the date of this announcement that any separate legal binding agreement(s) for the cooperation and/or collaboration between the Parties will be entered into. Notwithstanding that the shares in the Company have been suspended from trading on the SGX-ST since 12 July 2021, shareholders and potential investors of the Company are advised to read this announcement and any further announcements by the Company carefully.
- 3.3. Shareholders and potential investors of the Company are advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests and to exercise caution when dealing in the securities of the Company. In the event of any doubt, shareholders and potential investors of the Company should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

By Order of the Board of  
**SDAI Limited**

Mdm Hao Dongting  
Executive Chairperson  
9 December 2025

---

*This announcement has been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the “Sponsor”).*

*This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (the “SGX-ST”) and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.*

*The contact person for the Sponsor is Ms Yang Zhenni, ZICO Capital Pte. Ltd. at 77 Robinson Road, #06- 03 Robinson 77, Singapore 068896, telephone (65) 6636 4201.*