LERENO BIO-CHEM LTD.

Company Registration No.: 197401961C
(Incorporated in the Republic of Singapore)

DISPOSAL OF EQUITY INTERESTS IN WHOLLY-OWNED SUBSIDIARY - LBC ESTATE HOLDINGS SDN BHD

The Board of Directors of Lereno Bio-Chem Ltd. (the "Company") wishes to announce that the Company has disposed of its 100% equity interests in the share capital of a wholly-owned subsidiary, LBC Estate Holdings Sdn Bhd ("LBCEH"), a private limited company incorporated in Malaysia to the unrelated parties, Mr Esa Bin Mohamed (50%) and Mr Mohd Hasrulnizam Bin Esa (50%) for an aggregate cash consideration of Six Malaysia Ringgit (RM6) (the "Disposal"). The consideration of the transaction was arrived on a willing-buyer, willing-seller basis.

Investment in LBCEH had been previously fully impaired by the Company in the financial year ended 31 March 2016. The Board considers that the Disposal is in the interest of the Company taking into consideration the financial position and business prospect of LBCEH which has been loss-making.

Following the disposal, LBCEH ceases to be a subsidiary of the Group. The above transaction is not expected to have any material impact on the Group's consolidated net tangible assets and earnings per share for the current financial year ending 31 March 2017.

None of the Directors or Controlling Shareholders or Substantial Shareholders of the Company has any interest, direct or indirect, in such disposal save for their directorships and shareholdings in the Company.

By Order of the Board of Directors
LERENO BIO-CHEM LTD.

Ong Puay Koon
Managing Director and Chief Executive Officer
27 September 2016

This announcement has been reviewed by the Company's Sponsor, RHT Capital Pte. Ltd. for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Company's Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by 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:-
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