

BEST WORLD INTERNATIONAL LIMITED

Company Registration No. 199006030Z

EXPANDED SCOPE OF INDEPENDENT REVIEW

The Board of Directors (the “**Board**”) of Best World International Limited (the “**Company**” or and together with its subsidiaries, the “**Group**”) refers to the Notice of Compliance issued by SGX RegCo on 13 May 2019 (the “**Notice**”) and the announcement dated 19 March 2019 in relation to the appointment of the independent reviewer (the “**Independent Review Announcement**”). Unless otherwise defined, capitalised terms used in this announcement (this “**Announcement**”) shall have the meanings given in the Independent Review Announcement.

Objectives of the Independent Review

Following the issuance of the Notice, SGX RegCo has required the Company to expand the scope of the independent review. The Company would like to announce that the scope of the expanded independent review has been finalised and approved by SGX RegCo with the following objectives:

- (a) To establish the facts and circumstances surrounding the establishment, appointment and business relationship with Changsha Best (the “**Primary Import Agent**”).
- (b) To verify the sales to the Primary Import Agent and other import agents used by the Group in the China market, if any, for the period from FY2015 to FY2018 under the export model, and ascertain if these transactions were on normal commercial terms and conducted at an arm’s length basis.
- (c) To validate the cash received from the sales to the distributors/ customers by the Primary Import Agent.
- (d) To identify any lapses in the Group’s internal control procedures and its corporate governance practices in respect of the work and make appropriate recommendations on any internal control weakness(es).
- (e) To identify any potential breaches of Singapore listing rules, regulations or laws.

The independent review is currently in progress. The Independent Reviewer will report its findings directly to SGX RegCo. The Company will publish an executive summary of all key findings of the Independent Reviewer on SGXNet.

The Company will make further announcement(s) as and when there are material developments on this matter.

BY ORDER OF THE BOARD

Huang Ban Chin
Director and Chief Operating Officer
15 July 2019