

8TELECOM INTERNATIONAL HOLDINGS CO. LTD.

(UNDER JUDICIAL MANAGEMENT)

(Incorporated in Bermuda)

(Company Registration: 34713)

MEMORANDUM OF UNDERSTANDING

The judicial managers of 8Telecom International Holdings Co. Ltd. (under judicial management) (the “**Company**”) wishes to announce that the Company had on 14 February 2020 entered into a memorandum of understanding (“**MOU**”) with Kossen Co., Ltd. (“**Kossen**”) to explore a proposed restructuring of the Company (“**Proposed Restructuring**”), through the potential transfer of the Company’s listing status to BiogenicsKorea Co., Ltd (the “**Target Company**”).

Kossen is listed on the KOSDAQ board of Korea, and is mainly engaged in the manufacturing and sale of stainless steel products and the largest shareholder, (40.2%) of the Target Company. The Target Company is in the business of manufacturing, wholesale and retail of lactobacillus health products. Tardis Capital (Singapore) Pte. Ltd. has been appointed as the adviser to Kossen and the Target Company in relation to the Proposed Restructuring, and is the introducer for the transaction.

The MOU is not legally binding except for certain terms as to its legal status, requirements on giving notices to either party, confidentiality, exclusivity and governing law. The exclusivity provision commits both parties to exclusive negotiations for 30 days (or longer if agreed between the parties) with a view to arriving at a definitive agreement on the Proposed Restructuring.

There is no certainty or assurance that the definitive agreement will be entered into at this juncture, and if entered into, whether the transactions contemplated therein can or will proceed. Shareholders are advised to read this announcement and any further announcements by the Company carefully. Persons who are in doubt as to the action they should take should consult their stockbrokers, bank managers, solicitors, or other professional advisers immediately.

Further announcement will be made as and when there are material developments.

**Submitted by the Judicial Managers
For and On Behalf of the Company**

Andrew Grimmett and Lim Loo Khoon
Deloitte & Touche LLP
14 February 2020

Information in this announcement relating to the Kossen and the Target Company have been provided by Kossen and/or its advisers or agents, or extracted or reproduced from published or otherwise publicly available sources. Shareholders are cautioned that the Judicial Managers have not independently verified the accuracy and correctness of such information, and accordingly do not accept any responsibility for any such information.