

LERENO BIO-CHEM LTD.

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

UNQUALIFIED OPINION BY THE INDEPENDENT AUDITOR WITH AN EMPHASIS OF MATTER ON THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 APRIL 2017 TO 31 DECEMBER 2017

Pursuant to Rule 704(4) of the Catalist Rules of the Singapore Exchange Securities Trading Limited (“SGX-ST”), the board of directors (the “Board”) of Lereno Bio-Chem Ltd. (the “Company”) wishes to announce that the Company’s independent auditor, Foo Kon Tan LLP, without qualifying its opinion, has included in the Independent Auditor’s Report an emphasis of matter on the consolidated financial statements of the Group for the financial period from 1 April 2017 to 31 December 2017 (the “Audited Financial Statements FY2017”).

Please refer to the attached aforesaid Independent Auditor’s Report and Note 2 to the Audited Financial Statements FY2017 for information.

The Board is of the opinion that the continuing use of going concern assumption in the preparation of the financial statements is appropriate on the basis that the Group has the continuing financial support from one of the Company’s substantial shareholders to meet its liabilities and its normal operating expenses to be incurred.

In addition, the Company had on 6 February 2018, obtained an approval from SGX-ST for a further 6.5-months extension (i.e. till 31 August 2018) for the completion of proposed acquisition of Knit Textile and Apparel Pte. Ltd., to meet the requirements of a new listing under Catalist Rule 1017(2). Please refer to Note 2 to the Audited Financial Statements FY2017 attached herein.

The Board (i) is in the opinion that sufficient information has been disclosed for trading of the Company’s securities to continue in an orderly manner; and (ii) confirmed that all material disclosures have been provided for trading of the Company’s shares to continue.

Shareholders of the Company (“Shareholders”) are advised to read the Audited Financial Statements FY2017 in its annual report, which will be despatched to Shareholders in due course.

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

Ong Puay Koon
Managing Director and Chief Executive Officer
23 March 2018

This announcement has been prepared by the Company and its contents have been reviewed by the Company’s Sponsor, SAC Capital Private Limited (the “Sponsor”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “Exchange”). The Company’s Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the Exchange and the Exchange 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 Mr. Ong Hwee Li (Telephone: 65-6532 3829) at 1 Robinson Road, #21- 02 AIA Tower, Singapore 048542.