

NUTRYFARM INTERNATIONAL LIMITED
(Company Registration Number: 32308)
(Incorporated in Bermuda)

**RESPONSES TO QUESTIONS FROM SHAREHOLDER ON
NUTRYFARM INTERNATIONAL LIMITED'S EXTRAORDINARY GENERAL MEETING**

The Board of Directors (the “**Board**”) of NutryFarm International Limited (the “**Company**”) would like to thank the shareholder for submitting the questions ahead of the Company’s Extraordinary General Meeting (“**EGM**”) to be held by electronic means on 12 August 2021 at 10a.m. (Singapore time). The Company’s responses to the questions received are set out below.

1.	<p>Pertaining to the non-binding framework agreement with ANHUI Import and Export Co. Ltd, there was no follow up announcement if a binding definitive agreement was subsequently signed. Also, per previous updates of the fruits business, it seems that the company has yet to deliver or fulfil any part of this agreement with ANHUI Import and Export Co. Ltd. Some clarity on this piece of business would be appreciated as the size of this agreement constitute to almost one third of the total durian business for this year.</p>
	<p><u>Company’s Response</u></p> <p>The Company is still in discussions with Anhui Import and Export Co., Ltd (“AIEC”) for the signing of a definitive agreement and for the first shipment this month. There are two main durian harvest cycles in Thailand each year. The first harvest cycle is from Eastern Thailand which stretches from April to June. The second harvest cycle is from Southern Thailand which stretches from July to September. AIEC has requested for the Southern Thailand durian cultivars.</p> <p>The Company will make the appropriate announcements as necessary, to update shareholders on material developments in respect of the above.</p>
2.	<p>Referring to point 2.3.4 where it is mentioned that the company is currently outsourcing its warehousing and packing to 3rd parties for the interim period as the company has yet to develop its own infrastructure. Is the company planning on building these capabilities and infrastructures? If so, how long will the company need to build up such capabilities, what is the estimated capital expenditure (CAPEX) to build such capabilities and what is the potential cost savings expected or ROI of such investment.</p>
	<p><u>Company’s Response</u></p> <p>The Company will be looking at building its own capabilities, which will include the renting of warehouses. Subject to approval being obtained from shareholders of the proposed diversification at the EGM and the completion of the proposed placement announced by the Company in June 2021, the Company will look to build up some capabilities on an incremental basis. The Company does not intend to make significant CAPEX investments and currently intends to rent warehousing facilities.</p>

	As the Company does not intend to undertake significant CAPEX investments, the Company is unable to provide an indicative figure in respect of potential cost savings or ROI. Notwithstanding the foregoing, the Company expects its margins to improve after successfully building its own capabilities.
3.	Looking into the next 1 year of the new business, what is the next immediate vertical or focus the company is looking to build on. Will it be to focus on the trading business and build on internal capabilities such as the cleaning, warehousing and packaging of durians to reduce overall cost and improve margins? Or will the company be looking to expand aggressively into other upstream (Plantation) and/or downstream (Distribution) durian businesses?
	<u>Company's Response</u> The priority of the Company is to build its own internal capabilities.

BY ORDER OF THE BOARD

Cheng Meng

Chief Executive Officer and Executive Director

11 August 2021