

UNITED FOOD HOLDINGS LIMITED

(Incorporated in Bermuda as an exempted company limited by shares)

(Company Registration Number: 28925)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (“SGX-ST”)

The Board of Directors (the “**Board**”) of United Food Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to its announcements dated 4 June 2019 and 6 June 2019 in relation to the notification of inclusion on the Watch-list due to the Financial Entry Criteria and Minimum Trading Price (“**MTP**”) Entry Criteria pursuant to Listing Rule 1311 with effect from 6 June 2019 and regulatory announcement issued by Singapore Exchange Regulation on 11 May 2020 in relation to removal of MTP rule with effect from 1 June 2020.

Pursuant to Rule 1313(2) of the Listing Manual of the SGX-ST, the Company must, for the period in which it remains on the Watch-list, provide the market with a quarterly update on its efforts and the progress made in meeting the exit criterion of the Watch-list.

Update on Unaudited Financial Performance and Financial Position

The Group’s revenue decreased by 29.7% from RMB0.5 million in first quarter ended 30 June 2021 to RMB0.4 million in the first quarter ended 30 June 2022 (“**1QFY2023**”). The revenue was mainly from the Group’s Additives Related Segment.

For more details on the results and financial position of the Group and of the Company, please refer to the unaudited financial statements announcement for 1QFY2023 released via SGXNET on 14 August 2022.

Update on Future Direction and Other Material Development

The Company has engaged KPMG Services Pte. Ltd. to perform a special audit on the following matters:-

- a) Veracity of transactions involving Hebei Xingrun Shengwu Keji Gufen Co., Ltd. and Chengde Purun Shengwu Zhiyao Co., Ltd.; and
- b) Inconsistencies of bank balances with respect to Shenzhen Yi Kei Logistics Supply-Chain Ltd and Shenzhen Bao Yao Agricultural Products Ltd.

The special audit report is not able to complete by 30 July 2022 and the reason had been announced in the announcement dated 4 August 2022.

The Audit Committee of the Company has subsequently held a discussion with the special auditors on the status of the special audit report and the special audit is working towards for completion by mid of September 2022.

The Company is preparing to seek approval on further extension of time from the SGX-ST.

Save for the above, there are no other material developments that may have a significant impact on the financial position of the Group or any other updates on its future direction.

The Company will continue to make efforts and consider various options to meet the requirements of Rule 1314 of the SGX-ST’s Listing Manual pursuant to the Financial Entry exit criteria and would update its shareholders in due course.

BY ORDER OF THE BOARD

Song Yanan
Non-Executive Chairman
14 August 2022