

BEST WORLD INTERNATIONAL LIMITED

Company Registration No. 199006030Z

APPROVAL FOR FURTHER EXTENSION OF TIME TO HOLD THE ANNUAL GENERAL MEETING FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

The Board of Directors (the “**Board**”) of Best World International Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the Company’s announcements dated:

- (a) 23 February 2019, 19 March 2019 and 15 July 2019 in relation to the independent review of the Franchise Model adopted by the Group in China in 2018 (the “**Review**”);
- (b) 17 April 2019, 27 April 2019, 7 May 2019, 25 June 2019 and 3 July 2019 in relation to the Company’s application to SGX RegCo and ACRA for an extension of time to hold the AGM in respect of FY2018,

(collectively, the “**Previous Announcements**”).

Unless otherwise defined, all capitalised terms used herein shall bear the meanings ascribed to them in the Previous Announcements.

Extended Waiver

The Company wishes to announce that further time will be required to complete the Expanded Review than originally anticipated, notwithstanding the significant resources dedicated by the Group towards completing the Expanded Review. As previously disclosed, the Board believes that the objective of the Review would be better achieved if the AGM is postponed until the Independent Reviewer completes the Review and the executive summary of its key findings have been announced on SGXNet. This would enable the Shareholders to have more information on the Group’s Export Model and Franchise Model and to clarify any questions that they may have at the AGM. Accordingly, the Company applied for a further four (4) month extension to hold the AGM for FY2018 on or before 29 February 2020.

The Company is pleased to announce that based on the Company’s submissions and representations to SGX RegCo, SGX RegCo has informed the Company that it has no objection to the Company’s application for an extension of time of four (4) months till 29 February 2020 to convene the AGM with regard to compliance with Rule 707(1) of the Listing Rules (the “**Extended Waiver**”), subject to the following conditions:

- (a) the Company announcing the Extended Waiver granted, the reasons for seeking the Extended Waiver, the conditions as required under Rule 107 of the Listing Rules and if the Extended Waiver conditions have been satisfied. If the Extended Waiver conditions have not been met on the date of the announcement, the Company must make an update announcement when the conditions have all been met; and
- (b) the Company convening the AGM by 29 February 2020;
- (c) the submission of all documents by 8 November 2019 of the Primary Import Agent as required by the Independent Reviewer for the Expanded Review; and
- (d) the Company announcing the progress of the Independent Reviewer’s Expanded Review, reasons for the delay in the Expanded Review and disclosure of the Company’s commitment to complete the Expanded Review, including the indicative timeline for the Expanded Review.

Following the disclosures in this announcement, the Company has complied with condition (a) and (d) of the Extended Waiver set out above.

The Company will submit an application to ACRA for an extension of time to hold the AGM under Section 175(1) of the Companies Act and to lodge its annual return for FY2018 under Section 197(1) of the Companies Act today.

Notwithstanding the extension granted, the Board recognises that the significant delay in holding the AGM for FY2018 has not been a desirable outcome for Shareholders, not least due to delay in paying out final dividends for FY2018, which must be approved at the AGM. The Board will continue to reassess the situation on an ongoing basis, and may convene the AGM prior to the completion of the Expanded Review should the Board determine that doing so is beneficial to Shareholders.

Update on the Independent Review

The Group has dedicated significant time, costs and human resources towards assisting and cooperating with the Independent Reviewer in order to complete the Expanded Review as early as possible. However, completion of the Expanded Review has been delayed as the Primary Import Agent only agreed in late October to grant the Independent Reviewer access to all the documents requested following lengthy negotiations.

Following the Primary Import Agent's agreement to provide the Independent Reviewer access to the documents requested, the Independent Reviewer travelled to Changsha, China to undertake its review of the additional documents made available. The Company understands that more time will be needed to complete the review of such documents, as the Primary Import Agent will require more time to retrieve these documents. The Company is fully committed to continue working closely with the Independent Reviewer to address any further queries that the Independent Reviewer may have in connection with the Expanded Review.

Please refer to the indicative timeline at the end of this announcement for further information on the expected timeline for holding the AGM.

Further Announcements

The Company will make further announcements to update Shareholders as and when the conditions of the Extended Waiver have been complied with and on the outcome of the application to ACRA.

BY ORDER OF THE BOARD

Huang Ban Chin
Director and Chief Operating Officer
1 November 2019

Indicative Timeline

Shareholders should note that this timeline is indicative only and was prepared based on the Company's best estimate of the time required to complete the Expanded Review.

DATE	EVENTS
Mid-December 2019	Completion of fieldwork for the Expanded Review.
Early January 2020	Draft report to be provided to SGX RegCo for review.
Month of January 2020	SGX RegCo to review and discuss the draft report with the Independent Reviewer, and the Audit Committee (if applicable).
Early February 2020	Completion and issuance of the report on the Expanded Review. Announcement of executive summary of key findings of the Expanded Review on SGXNet. Despatch of Notice of AGM and FY2018 Annual Report to the Shareholders
Late-February 2020	AGM