

# CHINA SHENSHAN ORCHARD HOLDINGS CO. LTD.

(Incorporated in Bermuda)  
(Company Registration No. 41457)

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## QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

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### 1. INTRODUCTION

- 1.1. China Shenshan Orchard Holdings Co. Ltd. (formerly known as Dukang Distillers Holdings Limited) (the “**Company**” and collectively with its subsidiaries, the “**Group**”) was placed on the watch-list under the financial entry criteria pursuant to Rule 1311(1) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on 4 December 2019.
- 1.2. 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 criteria of the watch-list (“**Quarterly Update**”).

### 2. UPDATE ON THE GROUP'S FINANCIAL SITUATION

- 2.1. On 13 August 2021, the Company released the Group's condensed interim consolidated financial statements for the six months ended 30 June 2021 (“**HY2021**”), which was prepared in respect of the Group's business of production and sale of baijiu products (“**Baijiu Business**”) prior to the Completion (as defined below), as well as its previous Quarterly Update. Please refer to the aforementioned announcements released on 13 August 2021, which are available via SGXNet for further details.
- 2.2. Subsequent to HY2021 and as announced by the Company on 3 July 2021, the Company had completed the acquisition of Great Resolute Limited and the disposal of its Baijiu Business through Sea Will International Limited. Following completion of the aforementioned transactions (“**Completion**”), the Group is now principally engaged in the business of planting, cultivating and sale of kiwifruits (also known as Chinese gooseberries) (“**Kiwifruit Business**”).
- 2.3. Pursuant to Rule 705(1) of the Listing Manual of the SGX-ST, the Company will prepare the Group's condensed interim consolidated financial statements for the financial period ending 31 December 2021 (covering a financial period of eighteen (18) months from 1 July 2020 to 31 December 2021) in respect of the Kiwifruit Business and release the same on or before 1 March 2022.

### 3. UPDATE ON FUTURE DIRECTION, OTHER MATERIAL DEVELOPMENTS, AND EFFORTS FOR SATISFYING THE FINANCIAL EXIT CRITERION

- 3.1. The Company's Taiwan Depository Receipts (“**TDRs**”) had been delisted from the Taiwan Stock Exchange (“**TWSE**”) with effect from 31 August 2021. Please refer to the Company's announcements dated 27 July 2021, 30 July 2021 and 13 August 2021 for further details on the potential implications to the Company, its relevant directors, shareholders and TDRs holders arising from the TDRs' delisting from TWSE. In this regard, the Company will provide relevant updates (if any) via the SGXNet as required under the Listing Manual of the SGX-ST.
- 3.2. Pursuant to Rule 1314 of the Listing Manual of the SGX-ST, the Company will be assessed by the SGX-ST for removal from the watch-list if it records a consolidated pre-tax profit for the most recently completed financial year (based on the audited full year consolidated accounts) and has an average daily market capitalisation of S\$40 million or more over the last six (6) months, within thirty-six (36) months from 4 December 2019 (i.e. by 3 December 2022), failing which the SGX-ST would either delist the Company or suspend trading of the Company's shares with a view to delisting the Company.

- 3.3. The Company and its board of directors (the “**Board**”) intend to take active steps and consider various options to satisfy the abovementioned requirements and will update shareholders of the Company on any material developments and make such necessary announcements as and when appropriate. However, the Board wishes to highlight that there is no assurance that the Company will be successful in exiting the watch-list of the SGX-ST within the prescribed time period.

By Order of the Board

Hu Chao  
Executive Director and Chief Executive Officer  
12 November 2021