CHINA STAR FOOD GROUP LIMITED

(Company Registration No.: 200718683N)
(Incorporated in the Republic of Singapore)

RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE OF UP TO 296,909,050 NEW ORDINARY SHARES IN THE CAPITAL OF THE COMPANY

- **RESULTS OF THE RIGHTS ISSUE AND LISTING AND QUOTATION OF THE RIGHTS SHARES**

*Unless otherwise defined, all terms used herein shall bear the same meanings as in the Company's announcements released on 10 December 2018, 21 March 2019, 15 April 2019 and 25 April 2019 in relation to the Rights Issue (the "**Earlier Announcements**") and in the offer information statement dated 25 April 2019 (the "**Offer Information Statement**").*

The board of directors (the "**Board**" or the "**Directors**") of China Star Food Group Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the Earlier Announcements and the Offer Information Statement.

1. RESULTS OF THE RIGHTS ISSUE

1.1. Level of Subscription

The Board wishes to announce that, as at the close of the Rights Issue on 14 May 2019 (the "**Closing Date**"), valid acceptances and valid Excess Applications for a total of 383,773,275 Rights Shares were received. This represents approximately 129.26% of the 296,909,050 Rights Shares available for subscription under the Rights Issue, fractional entitlements to be disregarded.

Taking the above into consideration, the Rights Issue is fully subscribed.

Details of the valid acceptances and valid Excess Applications for the Rights Shares received are as follows:

	Number of Rights Shares	**As a percentage of the total number of Rights Shares available for subscription under the Rights Issue (%)**
Valid acceptances	256,014,400	86.23
Valid Excess Applications	127,758,875	43.03
Total	383,773,275	129.26

1.2. Allocation of Rights Shares for valid Excess Applications

A total of 40,894,650 Rights Shares, comprising:

(a) fractional entitlements that were disregarded in arriving at Shareholders' entitlements to the Rights Shares;

(b) Right Shares that were not validly taken up by the Entitled Shareholders, the original allottee(s) or their respective Renouncee(s) or the Purchaser(s) of the provisional allotments of Rights Shares together with the aggregated fractional entitlements to the Rights Shares; and

(c) Rights Shares that were otherwise not allotted for whatever reason in accordance with the terms and conditions contained in the ARE and the Offer Information Statement,

were allotted to partially satisfy valid Excess Applications for the Rights Shares.

As valid Excess Applications for a total of 127,758,875 Rights Shares were received, not all valid Excess Applications were satisfied in full.

The Company had, in the allotment of Excess Rights Shares, given preference to the rounding of odd lots, and Directors and Substantial Shareholders who have control or influence over the Company in connection with the day-to-day affairs of the Company or the terms of the Rights Issue, or have representation (direct or through a nominee) on the Board were ranked last in priority for the rounding of odd lots and allotment of Excess Rights Shares.

1.3. Allotment of Rights Shares

In the case of Entitled Depositors, Purchasers and Entitled Scripholders and their Renouncees with valid acceptances and successful applications of Excess Rights Shares and who have furnished valid Securities Account numbers in the relevant form comprised in the PAL, share certificate(s) representing such number of Rights Shares will be sent to the CDP within ten (10) Market Days after the Closing Date and the CDP will thereafter credit such number of Rights Shares to their relevant subscribers stating the number of Rights Shares. Subsequently, the CDP will credit such number of Rights Shares to their relevant Securities Accounts. The CDP will then send to the relevant subscribers by ordinary post and at their own risk, to their mailing addresses in Singapore in the records of the CDP, a notification letter stating the number of Rights Shares that have been credited to their Securities Accounts.

In the case of Entitled Scripholders and their Renouncees with valid acceptances and successful applications of Excess Rights Shares and who have, *inter alia*, failed to furnish or furnished incorrect or invalid Securities Account numbers in the relevant form comprised in the PAL, share certificate(s) representing such number of Rights Shares will be sent by **ordinary post and at their own risk**, to their mailing addresses in Singapore as maintained with the Share Registrar within ten (10) Market Days after the Closing Date.

1.4. Sale of Nil Paid Rights Relating to Foreign Shareholders

None of the "nil-paid" rights which would otherwise have been provisionally allotted to Foreign Shareholders have been sold on Catalist. As such, there are no proceeds from the sale of such "nil-paid" rights which would otherwise have been provisionally allotted to Foreign Shareholders.

1.5. Net Proceeds from the Rights Issue

As the Rights Issue has been fully subscribed, the Company has raised Net Proceeds of approximately S$4.32 million (after deducting estimated professionals' fees and related expenses of approximately S$0.13 million incurred in connection with the Rights Issue). The Company intends to utilise the Net Proceeds for the Partial Capital Contribution and working capital purposes, in the proportions as disclosed in the Offer Information Statement.

Pending the deployment of the Net Proceeds for the uses identified above and in the Offer Information Statement, the Net Proceeds may be deposited with banks and/or financial institutions, invested in short-term money markets and/or marketable securities, or used for any other purpose on a short-term basis, as the Directors may, in their absolute discretion, deem appropriate in the interests of the Company.

2. REFUND FOR INVALID OR UNSUCCESSFUL ACCEPTANCES OF RIGHTS SHARES AND EXCESS APPLICATIONS

Where any acceptances for Rights Shares and/or (if applicable) Excess Application is invalid or unsuccessful, the amount paid on acceptance and/or application, or the surplus application monies, as the case may be, will be returned or refunded to such applicants by CDP on behalf of the Company without interest or any share of revenue or other benefit arising therefrom within 14 days after the Closing Date by any one or a combination of the following:

(a) where the acceptance and/or application had been made through Electronic Applications through an ATM, by crediting the relevant applicant's bank account with the relevant Participating Banks at the relevant applicant's own risk, the receipt by such bank being a good discharge of the Company's and the CDP's obligations, if any, thereunder;

(b) where the acceptance and/or application had been made through the Share Registrar, by means of a crossed cheque drawn in Singapore currency on a bank in Singapore and sent by ordinary post at the relevant applicant's own risk to the relevant applicant's mailing address as recorded with the Share Registrar; and/or

(c) where the acceptance and/or application had been made through the CDP, by means of a crossed cheque drawn in Singapore currency drawn on a bank in Singapore and sent by ordinary post at the relevant applicant's own risk to the relevant applicant's mailing addresses in Singapore as maintained with the CDP or the Company or in such other manner as they may have agreed with the CDP for the payment of any cash distributions, as the case may be.

3. ALLOTMENT AND ISSUANCE OF THE RIGHTS SHARES

The Board is pleased to announce that, pursuant to the Rights Issue, 296,909,050 Rights Shares were allotted and issued by the Company today. Following the allotment and issuance of the 296,909,050 Rights Shares, the number of issued and paid up Shares in the capital of the Company has increased from 296,909,050 Shares to 593,818,100 Shares.

The allotted and issued Rights Shares rank *pari passu* in all respects with the then existing Shares in issue, save for any dividends, rights, allotments or other distributions, the Record Date for which falls before the date of issue of the Rights Shares.

4. LISTING AND QUOTATION OF THE RIGHTS SHARES

The 296,909,050 Rights Shares will be listed and quoted on Catalist on 23 May 2019, and trading of the Rights Shares will commence with effect from 9.00 a.m. on the same day.

5. TRADING OF ODD LOTS

Shareholders should note that the Rights Shares are quoted on Catalist in board lot sizes of 100 Rights Shares.

Following the Rights Issue, Entitled Shareholders who hold odd lots of Shares (i.e. less than 100 Shares) and who wish to trade in odd lots of Shares on the Catalist should note that they will be able to do so on the Unit Share Market of the SGX-ST which allows trading of odd lots with a minimum of one (1) Share. The market for trading of such odd lots of Shares may be illiquid.

Shareholders who hold odd lots of the Rights Shares and who wish to trade in odd lots on the Catalist should note that there is no assurance that they can acquire such number of Shares to make up one (1) board lot of 100 Shares respectively, or to dispose of their odd lots (whether in part or in whole) on the Unit Share Market.

The Company wishes to take this opportunity to thank Shareholders for their support towards the successful completion of the Rights Issue.

BY ORDER OF THE BOARD

CHINA STAR FOOD GROUP LIMITED
Liang Chengwang
Executive Chairman and Chief Executive Officer

21 May 2019

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*This announcement has been prepared by the Company and reviewed by the sponsor, Novus Corporate Finance Pte. Ltd. (the "**Sponsor**") in compliance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalist.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST 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 accuracy, completeness or correctness of any of the information, statements or opinions made, or reports contained in this announcement is the sole responsibility of the Company's board of directors and management.

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