CHINA STAR FOOD GROUP LIMITED

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

ANNOUNCEMENT OF COURT JUDGEMENT

Unless otherwise defined herein, all capitalised terms used in this announcement shall bear the same meanings as ascribed to them in the Company's announcements made on 20 August 2016, 30 August 2016, and 3 November 2016.

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 previous announcement made on 3 November 2016 in relation to the service of the Writ of Summons on the Company by Mr Cheong Chee Hwa ("**CCH**"). Pursuant to the Writ, CCH had made a claim for the sum of S$2,544,696.00 or damages to be assessed, for certain breaches alleged to have been committed by the Company under a sale and purchase agreement dated 5 November 2014 previously entered into between, *inter alia*, the Company and CCH (the "**SPA**"), as was subsequently amended or supplemented (the "**Supplemental Agreement**"), in relation to the sale of CCH's shares in China Star Food Holdings Pte. Ltd. to the Company in connection with the Company's reverse takeover.

The Board wishes to announce that the trial has been concluded and that the Singapore High Court (the "**Court**") had released its written judgement on 29 March 2019 (the "**Judgement**"). The Court had dismissed CCH's claims against the Company. The salient points of the Judgement are:

(i) CCH had failed to show that there had been a breach of the SPA or the Supplemental Agreement;

(ii) CCH had failed to prove the implied term in which he had alleged that the Company was not to unilaterally undermine the value of the shares, and hence the value of the shares issued to him; and

(iii) costs of the lawsuit are to be awarded to the Company.

CCH has one (1) month from the date of the Judgement to appeal the decision to the Court of Appeal of Singapore, that is, by 29 April 2019.

BY ORDER OF THE BOARD

CHINA STAR FOOD GROUP LIMITED
Liang Cheng Wang
Executive Chairman and Chief Executive Officer

1 April 2019

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**") for compliance with the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Joseph Au, Associate Director, Continuing Sponsorship (Mailing address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).