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CMON LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1792)

DELAY IN PUBLICATION OF ANNUAL RESULTS AND POSSIBLE DELAY IN DESPATCH OF ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2019 AND POSTPONEMENT OF BOARD MEETING

This announcement is made by CMON Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rules 13.09 and 13.49(3) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

DELAY IN PUBLICATION OF ANNUAL RESULTS AND POSSIBLE DELAY IN DESPATCH OF ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2019

The board (the “**Board**”) of directors (the “**Director(s)**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) that there will be a delay in the publication of the annual results for the year ended 31 December 2019 (the “**2019 Annual Results**”) as additional time is required for the Company to provide all necessary information and documents to the auditors in relation to (1) a distributor agreement with transaction value of approximately US\$1.5 million, (2) the rationale and substance of the significant increase in the prepayment balances as at 31 December 2019, and (3) other information as required by the auditors for their audit procedures on certain audit issues including going concern (collectively, the “**Audit Issues**”).

Due to the delay in the publication of the 2019 Annual Results, it is expected that the Company may not be able to despatch the 2019 Annual Report to the Shareholders on or before 30 April 2020.

Pursuant to Rules 13.49(1) and 13.46(2)(a) of the Listing Rules, the Company is required to publish the 2019 Annual Results on or before 31 March 2020, and to despatch the 2019 Annual Report to the Shareholders on or before 30 April 2020. The delay in publication of the 2019 Annual Results constitutes non-compliance of Rule 13.49(1) of the Listing Rules, and the possible delay in despatch the 2019 Annual Report, should it happen, will constitute non-compliance of Rule 13.46(2)(a) of the Listing Rules.

Rule 13.49(3) of the Listing Rules provides that where an issuer is unable to issue its preliminary results, it must announce its results based on the financial results which have yet to be agreed with the auditors (so far as the information is available). The Board, after due and careful consideration, is of the view that it would not be appropriate for the Company to publish the unaudited management accounts of the Group for the year ended 31 December 2019 at this stage as it may not accurately reflect the financial performance and position of the Group.

The Company will continue to cooperate with the auditors to complete their audit work as soon as possible, including forming an independent investigation committee comprising all members of the audit committee of the Company and such additional professional party as may be reasonably required to commission an independent investigation on the relevant matter arising from the Audit Issues. The expected date of the publication of the 2019 Annual Results and the despatch of the 2019 Annual Report will be further agreed with the auditors.

POSTPONEMENT OF BOARD MEETING

Reference is made to the announcement of the Company dated 18 March 2020 in relation to the convening of a meeting (the “**Board Meeting**”) of the Board on Monday, 30 March 2020 for the purposes of, among other things, considering and approving the 2019 Annual Results and its publication.

The Board announces that due to the delay in the finalisation of the 2019 Annual Results, the Board Meeting originally scheduled will be postponed to another date to be fixed by the Board upon receipt of the 2019 Annual Results.

FURTHER ANNOUNCEMENT(S)

The Company will publish further announcement(s) to inform Shareholders and potential investors any material developments in connection with the above matters as and when appropriate.

Shareholders and potential investors of the Company should exercise caution when dealing in the securities of the Company.

By Order of the Board

CMON Limited

Ng Chern Ann

Chairman, Joint Chief Executive Officer and Executive Director

Singapore, 26 March 2020

As at the date of this announcement, the executive Directors are Mr. Ng Chern Ann, Mr. David Doust and Mr. Koh Zheng Kai; the non-executive Director is Mr. Frederick Chua Oon Kian; and the independent non-executive Directors are Mr. Chong Pheng, Mr. Tan Lip-Keat and Mr. Seow Chow Loong Iain.