



YUUZOO CORPORATION LIMITED
(Incorporated in Bermuda)
(Company Registration Number: 36658)

ANNOUNCEMENT IN RELATION TO RECENT ARTICLES IN BUSINESS TIMES

With reference to 6 recent articles in Business Times, namely “YuuZoo financial controller leaves; parties disagree on reason for departure” on May 4th, “Former execs dispute YuuZoo’s breach of contract claims” on 5 May 2017, “YuuZoo ex-group financial controller’s exit preceded by refusal to affirm revenue policy” on 6 May 2017, “YuuZoo Corporation: a governance nightmare” on 5 July 2017, “YuuZoo: More troubling issues” on 6 July 2017, and “YuuZoo riddled with contradictions” on 11 July 2017, as well as claims made in public and privately by the former Financial Controller of YuuZoo Corporation Ltd (“YuuZoo”), the board of YuuZoo Corporation Ltd (“YuuZoo”) wishes to state the following:

Since YuuZoo terminated the employment contract of its former Financial Controller in early May, Business Times (“**BT**”) has published no fewer than 6 articles containing various statements and claims against the Company that YuuZoo find inaccurate or misleading.

Immediately after the first and second articles were published on May 4th and May 5th, YuuZoo invited the BT journalist who wrote the articles to its office, and shared with him documents that showed that statements and claims made in both of his articles were wrong. Despite this, a third article followed the next day, with additional claims and statements YuuZoo finds wrong and misleading. YuuZoo then sent a reply to BT, which reply was not published by the newspaper.

This is all surprising as YuuZoo sees Business Times as a reliable, fair and trustworthy newspaper with accurate, precise and factual news reporting.

On two consecutive days, just before YuuZoo’s AGM on July 7, BT then published two long articles on its “Opinion” page, both almost one full page long, with new allegations against YuuZoo. YuuZoo addressed the allegations in two SGX announcements. The writer of the two articles, who is not a BT journalist and by his own admission also not a YuuZoo shareholder, then attended YuuZoo’s AGM as a proxy, as did the BT reporter who wrote the 3 articles in May.

At the AGM, the writer of the two articles published on July 5th and 6th raised several questions. The Executive Chairman publicly thanked the writer for bringing up corporate governance issues that the Company could improve on, and stated that the Company always welcomes open and constructive criticism and dialogue.

Every single question raised at the AGM was addressed and answered by the Company. The Chairman of YuuZoo also publicly invited the writer, who is a professor in corporate governance, to become an advisor for YuuZoo, so that he could help the Company strengthen corporate governance in areas he felt it was needed. Instead of accepting the invitation to help the Company improve its governance, the writer continued making public allegations against YuuZoo in yet another BT Opinion article on Tuesday July 11th.

The Company notes that the inaccurate statements and claims made in the abovementioned articles published in BT have been picked up by other media, including online discussion groups. The Company also notes that the share price of the Company in the meantime has declined. The Company believes the decline in share price can be linked to the inaccurate statements and claims made in the articles.

Many issues raised in the articles were already during the audit of FY2016 reviewed by YuuZoo’s auditors, who gave YuuZoo a clean audit.

Despite this, the Board of the Company has, at the suggestion of the Company’s Executive Chairman, decided on the following initiatives to put an end to further speculation and misleading public claims:



1. To appoint an independent third party to investigate the following claims and statements, and to report its findings and recommendations to Anthony Williams, the Company's Lead Independent Director and a partner at the world's largest law firm, for follow-up action:
 - a. All claims raised in the 6 Business Times articles quoted above;
 - b. All allegations raised by YuuZoo's former Financial Controller, which allegations he at the request of the Company wrote down, and which allegations together with all material linked to them during the audit of FY 2016 were handed over to the auditors;
 - c. All claims raised by YuuZoo's former Financial Controller in an email sent to the SGX after he was terminated;
 - d. All claims filed by former YuuZoo employees against YuuZoo's former Financial Controller, including but not limited to two different police reports, one of which was filed for extortion, and five different complaints against him filed with YuuZoo's management.
2. The Executive Chairman of the Company, who has not been accused of any wrongdoing, has informed the Board of the Company that he for the duration of the independent review, which review he has proposed and the Board has approved, will step down from his executive position, to ensure that there can be no claims of executive interference in the process.
3. YuuZoo also wishes to inform that it has written to Business Times, formally requesting at least half of the space that was given to the opinion pieces that on July 5th, July 6th and July 11th made several claims and allegations against YuuZoo, to reply to those allegations as well as to the claims made in the articles published on May 4th, 5th and 6th.

By Order of the Board
Mohandas
COO
17th July 2017