

SINO GRANDNESS FOOD INDUSTRY GROUP LIMITED

(Company Registration No. 200706801H)

(Incorporated in Singapore)

(the "Company")

**APPLICATION FOR EXTENSION OF TIME TO HOLD ANNUAL GENERAL MEETING
FOR FINANCIAL YEAR ENDED 31 DECEMBER 2018 AND RELEASE OF RESULTS
ANNOUNCEMENT FOR FIRST QUARTER ENDED 31 MARCH 2019**

The Board of Directors of Sino Grandness Food Industry Group Limited (the "Company") wishes to announce that the Company had, on 14 March 2019, applied to the Singapore Exchange Securities Trading Limited (the "SGX-ST"): -

- (i) For waiver to comply with Rule 707(1) of the Listing Manual of the SGX-ST and extension of time to hold its annual general meeting ("AGM") for the financial year ended 31 December 2018 ("FY2018") from the current deadline of 30 April 2019 to 31 May 2019; and
- (ii) For waiver to comply with Rule 707(1) of the Listing Manual of the SGX-ST and extension of time to release its financial results for the first quarter ended 31 March 2019 ("1Q2019 Results Announcement") from the current deadline of 14 May 2019 to 14 June 2019.

(the "Application").

The reasons for the Application are set out as follows: -

- (a) The Company is currently working towards to address the default loan from Soleado Holdings Pte. Ltd. (as announced by the Company on 16 January 2019 and 23 January 2019);
- (b) The Company experienced high staff turnover and reduced staff strength in the finance team of the Group in FY2018. The disruption of the staff movement has an impact on the accuracy of the financial information which causes delay in finalising the financial results for FY2018;
- (c) As the current market capitalisation of the Group is lower than the net assets of the Group, the Company's external auditors had requested formal valuations to be done on property, plant and equipment of the Company's principal subsidiaries namely Grandness (Sichuan) Foods Co., Ltd., Grandness (Shanxian) Food Co., Ltd., Garden Fresh (Hubei) Food & Beverage Co., Limited and Grandness (Anhui) Foods Co., Ltd.;
- (d) There will be a delay in finalising the financial statements and annual report for FY2018 as more time is needed by the Management and external auditor to obtain certain outstanding audit confirmation replies and to follow up on pending matters such as distributors site visit, other smaller subcontractor suppliers site visit and site visit with contractors for the deposit placed for plant and equipment and construction of buildings

raised during the last Board meeting in order to satisfactory conclude the audit procedures and finalise the financial statements. The Company and its external auditor have been working very closely together and are currently addressing and resolving these matters; and

- (e) The Company also requires time thereafter to print, perform accuracy checks, distributes its annual report and to observe the 14 days' notice to its shareholders.

The Company will release announcement(s) on the outcome of its Application in due course.

By Order of the Board

Huang Yupeng
Chairman and CEO
14 March 2019