

**SINO GRANDNESS FOOD INDUSTRY GROUP LIMITED**  
(Company Registration No. 200706801H)  
(Incorporated in Singapore)  
(the “Company”)

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**USE OF NET PROCEEDS FROM PLACEMENT OF 170,000,000 ORDINARY SHARES**

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*Where capitalised terms are used in this announcement and not otherwise defined, such capitalised terms shall bear the same meanings as ascribed to them in the Company’s announcements on 25 March 2019, 3 May 2019, 24 May 2019 and 14 June 2019 in relation to the proposed placement of 170,000,000 new ordinary shares in the share capital of the Company (the “**Earlier Announcements**”)*

The Board of Directors (the “**Board**”) of the Company refers to the placement of 170,000,000 ordinary shares which was partially completed on 13 June 2019 (the “**Placement**”), and the Company’s announcements dated 25 March 2019, 3 May 2019, 24 May 2019 and 14 June 2019.

The Board wishes to announce that the Company has utilised 60% from net proceeds of the First Tranche Placement Shares for repayment of outstanding sums due to Soleado.

The aforesaid utilisation is in accordance with the use of proceed from the Placement.

The Board will make further announcements when the balance net proceeds from the Placement are materially disbursed.

**By Order of the Board**

Huang Yupeng  
Chairman and CEO  
20 June 2019