
RESEARCH AND DEVELOPMENT (“R&D”) UPDATE: MUTUAL TERMINATION OF COOPERATION AGREEMENT

The Board of Directors of Grand Venture Technology Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to provide an update to the Company’s R&D discussed on pages 116 and 117 of the Offer Document dated 15 January 2019 (the “**Offer Document**”).

Unless otherwise defined here, capitalised terms used in this announcement shall have the meanings ascribed to them in the Offer Document.

In 2018, the Company had entered into a ten (10) year Cooperation Agreement with SICO Technology GmbH and SICO Asia Quartz Pte. Ltd., (together “**SICO**”) to develop quartz and ceramic machining capabilities along with other commercial arrangements. However, there have not been significant business dealings and/or commercial benefits for both parties over the past two (2) years. Therefore, SICO and the Company have mutually agreed to terminate such Cooperation Agreement on 7 September 2020.

The mutual termination of the Cooperation Agreement is not expected to materially affect the financial performance of the Group nor its business plans moving forward.

The Group shall continue in its endeavours to enhance capabilities in advanced precision engineering technologies – Most notably are the PACT programs in conjunction with Singapore’s Economic Development Board (“**EDB**”), as follows:

No.	Details	Status
(i)	Joint development with a customer in the Life Sciences segment to localise the manufacture of a critical sub-assembly (previously being done in a technologically advanced European country).	Completed
(ii)	Joint development with a customer in the Life Sciences segment on capabilities in manufacturing ceramic precision components.	In-progress

Therefore, the Group will be on a constant look out for suitable opportunities to stay abreast in its technological developments and shall keep shareholders informed of any material developments as and when they arise.

BY ORDER OF THE BOARD

LEE TIAM NAM

Executive Chairman

7 September 2020

*This document has been reviewed by the Company’s Sponsor, CIMB Bank Berhad, Singapore Branch (“**Sponsor**”) in accordance with Rule 226(2)(b) of the SGX-ST Listing Manual Section B: Rules of Catalist. This document has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document. The contact person for the Sponsor is Mr Jason Chian, Managing Director, Investment Banking, CIMB Bank Berhad, Singapore Branch, at 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, Telephone: +65 6337 5115.*