

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

**ADJUSTMENTS TO EXERCISE PRICE OF SHARE OPTIONS
AND THE NUMBER OF OPTIONS GRANTED**

The Board of Directors of Sino Grandness Food Industry Group Limited (the “Company” or “Group”) wishes to announce that the exercise price and the number of the outstanding share options granted (the “Options”) be adjusted pursuant to the rules of the Sino Grandness Employee Share Option Scheme (the “Scheme”), as a result of the increase and variation of the total issued share capital of the Company arising from the rights issue.

Pursuant to Rule 10 of the Scheme, if a variation in the issued share capital of the Company whether by way of a capitalisation issue and other circumstances such as rights issue, capital reduction, subdivision or consolidation of shares or distribution should take place, then, amongst others, the exercise price and the number of shares comprised in the Options to the extent unexercised, may be adjusted in such manner as the Committee may determine to be appropriate including retrospective adjustments where such variation occurs after the date of exercise of an Option but the Record Date (as defined in the rules of the Scheme) relating to such variation precedes such date of exercise and, except in relation to a capitalisation issue, upon the written confirmation of the Auditors (acting only as experts and not as arbitrators), that in their opinion, such adjustment is fair and reasonable.

Based on the recommendation of the Committee and the written confirmation of the External Auditors of the Company (acting only as experts and not as arbitrators) that in their opinion, the adjustments being made to the exercise price and number of the outstanding Options (the “Adjustments”) are fair and reasonable, the exercise price and number of outstanding Options granted will be adjusted in the following manner (the “Adjusted Options”):

Grant Date of Options	Number of Outstanding Options granted before adjustments	Exercise Price Before Adjustments	Number of Outstanding Options granted after adjustments	Exercise Price After Adjustments
9 April 2015	7,150,000	S\$0.33	7,857,509	S\$0.30
9 April 2015	9,750,000	S\$0.26	10,714,785	S\$0.24
20 May 2016	14,513,750	S\$0.49	15,949,919	S\$0.45

The Adjustments have been made in accordance with the rules of the Scheme and the Company’s External Auditors (acting only as experts and not as arbitrators) has confirmed that in their opinion the Adjustments performed by an independent third party valuer, Jones Lang LaSalle Corporate and Appraisal Advisory Limited are fair and reasonable. The Adjustments shall take effect immediately.

As of the date of this announcement, the number of Adjusted Options granted to the Directors and a Director of the Company who is also an Associate of Controlling Shareholder are as follow:

Name of Director	Number of outstanding Options granted on 9 April 2015 before adjustment at S\$0.33 per Options	Number of outstanding Options granted on 9 April 2015 after adjustment at S\$0.30 per Options	Number of outstanding Options granted on 9 April 2015 before adjustment at S\$0.26 per Options	Number of outstanding Options granted on 9 April 2015 after adjustment at S\$0.24 per Options	Number of outstanding Options granted on 20 May 2016 before adjustment at S\$0.49 per Options	Number of outstanding Options granted on 20 May 2016 after adjustment at S\$0.45 per Options
Zhu Jun	800,000	879,161	700,000	769,266	800,000	879,161
Soh Beng Keng	200,000	219,790	200,000	219,790	200,000	219,790
Wong Chee Meng, Lawrence	100,000	109,895	200,000	219,790	200,000	219,790

Name of Director who is also an Associate of Controlling Shareholder	Number of outstanding Options granted on 9 April 2015 before adjustment at S\$0.33 per Options	Number of outstanding Options granted on 9 April 2015 after adjustment at S\$0.30 per Options	Number of outstanding Options granted on 9 April 2015 before adjustment at S\$0.26 per Options	Number of outstanding Options granted on 9 April 2015 after adjustment at S\$0.24 per Options	Number of outstanding Options granted on 20 May 2016 before adjustment at S\$0.49 per Options	Number of outstanding Options granted on 20 May 2016 after adjustment at S\$0.45 per Options
Huang Yushan	645,000	708,824	645,000	708,824	800,000	879,161

By Order of the Board

Huang Yupeng
Chairman and CEO
25 October 2018