

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

RESPONSE TO SGX’S QUERIES REGARDING TRADING ACTIVITY

In response to the query from Singapore Exchange Securities Trading Limited in their letter dated 14 January 2019 via SGXNet, the Board of Directors of the Company wishes to provide the information as set out below:

Query 1

Are you (the issuer) aware of any information not previously announced concerning you, your subsidiaries or associated companies which, if known, might explain the trading? Such information may include events that are potentially material and price-sensitive, such as discussions and negotiations that may lead to joint ventures, mergers, acquisitions or purchase or sale of a significant asset. You may refer to paragraph 8 in Appendix 7.1 of the Mainboard Rules for further examples. If yes, the information shall be announced immediately.

Company’s Response to Q1

The Company has on 14 January 2019, effected a trading halt. Prior to the trading halt, the Company (i) received via email a letter of demand issued by Soleado Holdings Pte. Ltd. (the “Lender”) on 8 January 2019 for repayment of the sum demanded; (ii) management immediately commenced negotiations with the Lender to resolve the matter amicably; and (iii) the Board was notified on 12 January 2019.

The Company and the Lender are currently still in negotiation and an announcement relating to the service of letter of demand has been released on 16 January 2019.

The Company also refers to an earlier announcement dated 28 June 2017 (the “Earlier Announcement”) in respect of the agreement referred to in the Earlier Announcement (“Original Agreement”) and the extension of bond repayment dates contemplated thereunder (the “Bonds Repayment Extension”). The Company wishes to update shareholders that all parties, including Goldman Sachs Investments Holdings (Asia) Limited and CDIB Capital Investment Limited have agreed to an amended Bonds Repayment Extension proposal and to this end, the Company has on 14 January 2019 entered into an amended and restated original agreement (the “Amended and Restated Agreement”) with the bondholders. An announcement relating to the Amended and Restated Agreement will be released shortly. The trading halt will continue pending the release of this announcement.

Save as above, the Company is not aware of any information not previously announced concerning the Company, its subsidiaries or associated companies which, if known, might explain the trading of the Company’s shares.

Query 2

Are you aware of any other possible explanation for the trading? Such information may include public circulation of information by rumours or reports.

Company's Response to Q2

Save as disclosed above, the Company is not aware of any other possible explanation for the trading.

Query 3

Can you confirm your compliance with the listing rules and, in particular, Mainboard Rule 703?

Company's Response to Q3

The Company confirms that it has complied with the listing rules and, in particular, Mainboard Rule 703.

The Board of Directors collectively and individually take responsibility for the accuracy of the aforesaid replies to the queries by the SGX-ST.

By Order of the Board

Huang Yupeng
Chairman and CEO
16 January 2019