

SINO GRANDNESS FOOD INDUSTRY GROUP LIMITED

(Company Registration No. 200706801H)

(Incorporated in Singapore)

(the “Company”)

APPROVAL FOR FURTHER EXTENSION OF TIME TO HOLD ANNUAL GENERAL MEETING AND ISSUANCE OF SUSTAINABILITY REPORT FOR FINANCIAL YEAR ENDED 31 DECEMBER 2019 AND RELEASE OF RESULTS ANNOUNCEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2020 AND SECOND QUARTER ENDED 30 JUNE 2020

The Board of Directors of Sino Grandness Food Industry Group Limited (the “Company” or “Group”) refers to the Company’s earlier announcements dated 11 February 2020, 2 March 2020, 6 April 2020, 30 April 2020, 27 May 2020, 9 July 2020 and 25 September 2020 (the “Earlier Announcements”). Unless otherwise defined, capitalised terms used herein shall have the same meanings ascribed to them in the Earlier Announcements.

The Board wishes to announce that the SGX-ST has informed the Company that it has no objection to grant the following extensions of time to the Company:-

- a) A further extension of time of 5 months from 29 June 2020 to 29 November 2020 for the Company to hold its FY2019 annual general meeting;
- b) An extension of time of 6 months and 14 days from 15 May 2020 to 29 November 2020 for the Company to announce its 1Q2020 Financial Statements;
- c) An extension of time of 3 months and 15 days from 14 August 2020 to 29 November 2020 for the Company to announce its 2Q2020 Financial Statements; and
- d) A further extension of time of 4 months and 1 day from 28 July 2020 to 29 November 2020 for the Company to issue its sustainability report for FY2019.

(collectively, the “Waiver”), subject to the following:-

- a) The Company announcement the Waiver granted, the reasons for seeking the Waiver, the conditions as required under Mainboard Listing Rule 107 and if the Waiver conditions have been satisfied. If the Waiver conditions have not been met on the date of the announcement, the Company must make an update announcement when the conditions have all been met;
- b) The submission of a written confirmation from the Company that it is not aware of any information that will have a material bearing on investors’ decision which has yet to be announced by the Company; and
- c) The Company convening the annual general meeting by 29 November 2020.

(collectively, the “Waiver Conditions”).

The Waiver will not be effective if any of the Waiver Conditions have not been fulfilled.

As disclosed in the Company’s announcement dated 25 September 2020, the Company sought the Waiver based on the reasons set out below:-

- (a) The Company had initially sought time extension via the 9 July 2020 Application mainly because of (i) prolonged lockdown, travel restrictions and/or other measures imposed by Singapore and China governments in response to the COVID-19 outbreak, (ii) the external auditors are required to consider the impact on the operations of the Group and conduct an assessment of the Group's going concern due to the COVID-19 situation, (iii) the finance team of two key wholly-owned subsidiaries are unable to facilitate the audit work of the external auditors as the subsidiaries only received approval from the relevant authority to resume operations on 8 June 2020, and (iv) the change of key personnel in finance team of the Group (i.e. Finance Manager and Chief Financial Officer) in February 2020, April 2020 and May 2020.
The above were elaborated in the 9 July 2020 Application and the Company's announcement dated 9 July 2020.
- (b) There has been a delay in the completion of the audit of FY2019 as a result of the above and also the following factors:
- (i) the delay in audit confirmations from counterparties due to the COVID-19 situation;
and
 - (ii) additional time required to address the queries raise by the external auditor and to assess the impact of the COVID-19 on the Group.
- (c) 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.
- (d) The information in the FY2019 financial statements are critical inputs for the Company's Sustainability Report for FY2019. As such, the Company is of the view that it would be more appropriate to prepare its Sustainability Report with the audited FY2019 financial statements.
- (e) In light of the above, the Company expects to be able to announce its FY2019 annual report together with 1Q2020 and 2Q2020 results in December 2020 upon the completion of the audit. With the audited financial statement for FY2019, the Company is able to present the result announcement for 1Q2020 and 2Q2020 in a more appropriate manner.

The Company confirms that it is not aware of any information that will have a material bearing on investors' decision which has yet to be announced by the Company and the Waiver will not be in contravention of any laws and regulations governing the Company and the Constitution of the Company.

The Board confirms that the conditions (a) and (b) have been fulfilled and will provide further updates on condition (c) once it has been fulfilled.

The Company has on 25 September 2020 submitted an application to ACRA for an extension of time to hold its AGM for FY2019 and will make further announcements to update its shareholders on the outcome of the application to ACRA in due course.

By Order of the Board

Huang Yupeng
Chairman and CEO
8 October 2020