

SINO GRANDNESS FOOD INDUSTRY GROUP LIMITED

(Company Registration No. 200706801H)

(Incorporated in Singapore)

(the “Company”)

APPLICATION 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 and 9 July 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 of Directors of the Company wishes to announce that the Company had, on 25 September 2020, applied to the Singapore Exchange Securities Trading Limited (the “SGX-ST”):

- For a further extension of time to hold its AGM for FY2019 from the current deadline of 29 June 2020 to 26 December 2020;
- For an extension of time to issue its Sustainability Report for FY2019 from the current deadline of 28 July 2020 to 26 December 2020;
- For a further extension of time to release its 1Q2020 Results Announcement from the current deadline of 15 May 2020 to 26 December 2020; and
- For waiver to comply with Rule 705(2) of the Listing Manual of the SGX-ST and extension of time to release its 2Q2020 Results Announcement from the current deadline of 14 August 2020 to 26 December 2020

(collectively referred to as the “Application”).

The Company had made the Application to the SGX-ST 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 raised 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, distribute 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 will also be submitting an application to ACRA for the extension of time to 31 December 2020.

The Company will release announcement(s) on the outcome of its Application in due course.

By Order of the Board

Huang Yupeng
Chairman and CEO
25 September 2020