GRP LIMITED
(Company Registration Number 197701449C)
(Incorporated in the Republic of Singapore)

NON-CURRENT ADVANCE PAYMENT RECOVERABLE FROM THE PRC AUTHORITY

The Board of Directors ("**Board**") of GRP Limited ("**Company**" and together with its subsidiaries, the "**Group**") wishes to inform the shareholders on the matter of the non-current recoverable from the PRC Authority ("**Recoverable**") by the Tangshan GRP Trading Co Ltd ("**Tangshan GRP**"), the Company's indirect wholly-owned subsidiary.

In October 2023, management visited and met with officers of the People's Government of Kaiping District, Tangshan City, PRC ("**PRC Authority**"). Following this visit, the PRC Authority has agreed to refund in five instalments by December 2024 to Tangshan GRP, a total of RMB25.44 million (approximately S$4.75 million); and they deemed that Tangshan GRP must pay a land tax plus penalty of RMB1.23 million (approximately S$0.23 million).

Consequently, on 10 November 2023, Tangshan GRP has received a partial refund of RMB2,047,900 (approximately S$382,404) of the advance payment recoverable from the PRC authority; and have received notice of the land tax and penalty payable ("**Notice**"). Tangshan GRP has promptly settled the Notice, by the payment of RMB1,233,232 (approximately S$230,281) to the Kaiping District Tax Bureau of PRC on 15 November 2023.

The total Recoverable was RMB25.7 million and the Group had fully impaired the Recoverable in financial year ended 30 June 2023. The Group will reverse the impairment provision as and when the instalments are received from the PRC Authority.

The Group will provide update on this Recoverable as and when, we receive subsequent instalments, or if there is any material information available.

BY ORDER OF THE BOARD

Colin Tay Yong Lee
Managing Director
16 November 2023