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(Incorporated in the Republic of Singapore on 20 April 2007)
(Company Registration No. 200706801H)
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Capitalised terms not defined herein shall bear the same meaning ascribed to them in the Company's announcements dated 1 March 2016 and 28 June 2017.

NEWS RELEASE

SINO GRANDNESS ENTERS INTO RESTRUCTURING AGREEMENT WITH BONDHOLDERS

SINGAPORE – 10 July 2017 – Mainboard-listed Sino Grandness Food Industry Group Limited 中华食品工业集团有限公司 ("**Sino Grandness**" or the "**Company**" and together with its subsidiaries, the "**Group**"), wishes to announce that the Company has entered into a restructuring agreement ("**2017 Restructuring Agreement**") with among others, CDIB Capital Investment I Limited ("**CDIB Capital**"), CDIB & Partners Investment Holding (Cayman) Ltd ("**CDIB Partners**"), Goldman Sachs Investments Holdings (Asia) Limited ("**GS**"), the Company's indirect wholly-owned subsidiaries, Garden Fresh (HK) Fruit & Vegetable Beverage Co., Limited ("**Garden Fresh (HK)**"), Garden Fresh Group Holding Co., Ltd ("**Garden Fresh Cayco**") and Garden Fresh Beverage Group Co., Ltd ("**Garden Fresh BVICo**") for a further restructuring of the 2011 Bonds, the 2012 Bonds, the 2011 SB2 Bonds and the 2012 SB2 Bonds in light of them having matured on 1 March 2017 (the "**Proposed 2017 Restructuring**").

Key points of the Proposed 2017 Restructuring as announced on 28 June 2017:

i) full redemption of the 2011 SB2 Bonds and 2012 SB2 Bonds with aggregate principal sum of RMB178.6m;

ii) substitution of the 2011 Bonds into 2011 Preference Shares and 2012 Bonds into 2012 Preference Shares, on and subject to the terms of the 2017 Restructuring Agreement;

iii) 2011 Preference Shares may be converted into 3.876% stake of Garden Fresh Cayco and 2012 Preference Shares may be converted into 13.000% stake of Garden Fresh Cayco;

iv) the Company shall seek new investors to invest in Garden Fresh Cayco shares for an aggregate minimum sum of RMB210 million within 15 months from the date of the 2017 Restructuring Agreement;

v) on the basis that certain prescribed circumstances are met, the redemption rate in respect of the 2011 Preference Shares and the 2012 Preference Shares shall be 7% per annum (as set out in more detail below) (as compared to the redemption rates in respect of the 2011 Bonds and the 2012 Bonds which were at 25% and 20% respectively);

vi) the redemption rate in respect of the 2011 Preference Shares and the 2012 Preference Shares shall be 7% per annum from the original issue date of the 2011 Bonds and the 2012 Bonds respectively, if Garden Fresh Cayco (or a subsidiary of Garden Fresh Cayco holding all of the shares in Shenzhen WOFE and Hubei WOFE, where agreed by GS and CDIB) has not made a Qualified Listing Application 30 months after the date of issuance of the 2011 Preference Shares and the 2012 Preference Shares, with the redemption date being the date falling 30 months after the issuance of the 2011 Preference Shares and the 2012 Preference Shares. If such Qualified Listing Application has already been made but has been rejected, withdrawn or has lapsed after the Call Date, the 2011 Preference Shares and the 2012 Preference Shares shall be redeemed on any day falling 30 days or more after the date on which the Qualified Listing Application is rejected, withdrawn or has lapsed, in each case at a redemption rate of 7% per annum from the original issue date of the 2011 Bonds and the 2012 Bonds respectively;

vii) the redemption rate in respect of the 2011 Preference Shares and the 2012 Preference Shares shall be 9% per annum in the event of any breach by the Company of its obligations under the 2011 Preference Shares or 2012 Preference Shares (as the case may be), the subscription or purchase of the New Investor Qualifying Shares not being completed within 15 months from the date of the 2017 Restructuring Agreement or the failure to redeem or purchase any outstanding 2011 Preference Shares or 2012 Preference Shares according to the terms of the 2017 Restructuring Agreement; and

viii) Garden Fresh Cayco shall use its best efforts to make a formal application in good faith for the initial public offering of the ordinary shares of Garden Fresh Cayco to the Mainboard market of Hong Kong Stock Exchange or, where agreed by GS and CDIB, of a subsidiary of Garden Fresh Cayco holding all of the shares in Shenzhen WFOE and Hubei WFOE on the A share market of the Shanghai Stock Exchange or the Shenzhen Stock Exchange.

Mr Huang Yupeng 黄育鹏, Chairman and CEO of Sino Grandness said, "*I am glad that we have successfully concluded discussions with bondholders to restructure the outstanding bonds. The restructuring essentially includes repayment of 2011 SB2 Bonds and 2012 SB2 Bonds as well as the extension of the maturity dates for the 2011 Bonds and the 2012 Bonds as such outstanding bonds have been exchanged into redeemable preference shares with lower redemption rates. In particular, on the basis that certain prescribed circumstances are met, the redemption rate in respect of the 2011 Preference Shares and the 2012 Preference Shares shall be 7% per annum, as compared to the redemption rates in respect of the 2011 Bonds and the 2012 Bonds which were at 25%*

and 20% per annum respectively. This would represent substantial savings for the Company in the event of redemption in future. The extension of the maturity dates will give us time to continue with our on-going efforts relating to the proposed spin-off of the beverage business under Garden Fresh Cayco."

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About Sino Grandness Food Industry Group Limited
Headquartered in Shenzhen the PRC, Sino Grandness is an integrated manufacturer and distributor of own-branded beverage product, canned food as well as snack food. Since its establishment in 1997, the Group has rapidly grown to become the No.1 brand for loquat fruit juice in China as well as one of the top exporters of canned asparagus, long beans and mushrooms from China. The Group's products are distributed globally across Europe, North America and in Asia, in renowned supermarkets, discount stores and convenience stores including as Lidl, Rewe, Carrefour, Walmart, Huepeden, 7-Eleven and Metro.

With stringent quality control and procedures implemented in its manufacturing processes, Sino Grandness' canned products are compliant with international standards, including Hazard Analysis and Critical Control Point ("HACCP") food safety system, British Retail Consortium ("BRC"), International Food Standard ("IFS") and International Organization for Standardization ("ISO") certifications. As such, Sino Grandness is able to export its canned products to customers globally including the European Union, which has enforced import restrictions (commonly known as "Green Barriers") since 2000 on the grounds of environmental and food safety issues.

Sino Grandness' production plants in China are strategically located in four provinces, namely Shandong, Shanxi, Sichuan and Hubei – all of which are key agricultural belts. The production bases straddle different climatic regions so that production activities can be carried throughout the year.

In recognition of the Group's R&D and brand building efforts, Garden Fresh juices have been accorded the "Innovative, Outstanding and Nutritious Award" by the PRC Food Industry in 2010 as well as "Top 100 Brand in China" by the joint agency of Global times, Asia Brand Association and China Economic Herald in 2013. Garden Fresh is ranked as the leading loquat juice brand in China in 2015 according to a market research report by Euromonitor.

Note:
This release may contain predictions, estimates or other information that may be considered forward-looking statements. Actual results may differ materially from those currently expected because of a number of factors. These factors include (without limitation) changes in general industry and economic conditions, interest rate movements, cost of capital and capital availability, competition from other companies and venues for sale/manufacture/distribution of goods and services, shift in customer demands, changes in operating expenses, including employee wages and raw material prices, governmental and public policy changes, social and political turmoil and major health concerns. You are cautioned not to place undue reliance on these forward-looking statements, which are based on current view of management on future events. The Company undertakes no obligation to publicly update or revise any forward looking

statements, whether as a result of new information, future events or otherwise, except as required by law.

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