

GRP LIMITED

Company Registration No.: 197701449C
(Incorporated in the Republic of Singapore)

BANK ACCOUNT IN CHINA – ACCOUNT FROZEN BY BANKER

The Board of Directors (the “**Board**”) of GRP Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that Bank of China has frozen the bank account of our indirect wholly owned subsidiary, Tangshan GRP Trading Co Ltd (“**Tangshan GRP**”).

On 24 June 2020, the Company became aware of the action taken by the bank on the bank account of Tangshan GRP, and have commenced enquiries with the bank, to determine and evaluate for the reason for their action. The affected bank account maintained in Bank of China has a balance of RMB746,688.20 (approximately S\$147,627.72) as at 21 May 2020. If and when deemed appropriate, Tangshan will be appointing legal counsel, to facilitate the resolution of the matter.

At this juncture it is premature to determine the financial impact on the Group relating to the freezing of the bank account. Tangshan GRP has minimum business activities, the Group will be able to settle any obligations or liabilities payable to our vendors and our employees in China.

As announced by the Company on 21 June 2020 and 22 June 2020, Starland Holdings Limited, the 83.17% indirectly owned subsidiary, has a total bank balance of RMB25,387,235.08 being frozen by banks in China. Together with the freeze of the Tangshan GRP’s bank account, the total bank balances of the Group being frozen in China is RMB26,133,923.28 (approximately S\$5,166,937.97), this represent about 11.25% of the total cash and bank balances of S\$45.91 million as at 31 December 2019.

The Company will update the shareholders via SGXNet announcement as and when there is further development on this matter.

BY ORDER OF THE BOARD

Kwan Chee Seng
Executive Director
25 June 2020