

GRP LIMITED

(Company Registration No: 197701449C)

(Incorporated in the Republic of Singapore)

INCORPORATION OF ASSOCIATE COMPANY – NAKHODA FISHERY (SARAWAK) SDN. BHD.

The Board of Directors (the “**Board**”) of GRP Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that the Company, through its wholly-owned subsidiary, GRP Development Sdn Bhd., has incorporated a 49% owned associate, namely Nakhoda Fishery (Sarawak) Sdn. Bhd. (“**Nakhoda**”), with a paid-up share capital of 10,000 ordinary share of RM1/- each (the “**Incorporation**”) on 19 June 2020.

Nakhoda is 49% owned by GRP Development Sdn. Bhd. and 51% owned by Mr Philip Ong Liang Kui (“**Mr Ong**”). The principal activities of Nakhoda are to own and operate fishing related infrastructure and facilities in Sarawak, Malaysia. Mr Ong is a Sarawakian, he is a lawyer and he owns a law firm in Sarawak, Malaysia. Mr Ong is not related to the Company, the Directors or the controlling shareholders of the Company and their respective associates.

Nakhoda will be applying to acquire a strategic land to build and own a Fish Landing Complex (“**FLC**”) in Sarawak, with facilities for fish processing plants, cold storage warehouses, fishing vessel mooring and repair centre; all integrated with a fish market centre with food & restaurant outlets, and other related services to the fishing and tourism industries. Nakhoda will also be applying for licenses for deep sea fishing, fishing training centre, seafood wholesale export, wholesale buying and collection centre with the aim to attract international players leasing space in the FLC. This is in line with the group strategy to own, operate and lease out property for recurring income on its property business.

If the land is acquired , the FLC will be built in phases to cater to the surging demand related to food storage, production, logistics and other related services and applicable to the food security strategy adopted by major countries. It will be partially funded by the company internal cash and partially through external debt.

The incorporation is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Company and the Group for the financial year ending 30 June 2020.

None of the Directors or Substantial Shareholders of the Company has any interest in the Incorporation, direct or indirect, other than through their shareholdings in the Company.

BY ORDER OF THE BOARD

Kwan Chee Seng
Executive Director
22 June 2020