

SINO GRANDNESS FOOD INDUSTRY GROUP LIMITED
(Company Registration No. 200706801H)
(Incorporated in Singapore)

**LOAN TRANSACTION BETWEEN
SOLEADO HOLDINGS PTE. LTD. AND
SINO GRANDNESS FOOD INDUSTRY GROUP LIMITED**

The board of directors (the “**Board**”) of Sino Grandness Food Industry Group Limited (the “**Company**”) refers to the announcement dated 13 April 2016 (the “**Announcement**”) in relation to the convertible loan granted by Soleado to the Company. Unless otherwise defined, capitalized terms herein shall have the same meaning as ascribed to them in the Announcement.

The Board wishes to announce that all conditions precedent under the Loan Agreement for Soleado to make available the Loan has been satisfied. Accordingly, in accordance with the terms and conditions of the Loan Agreement, the Company has drawn down on the Loan of US\$20 million, and the full amount thereof has been disbursed by Soleado to the Company on 17 May 2016.

The Company will be convening an extra-ordinary general meeting to seek specific approval of Shareholders for the Conversion Option and the allotment and issuance of the New Shares to Soleado in the manner required under the relevant provisions of the Listing Manual.

A circular containing information in connection therewith will be despatched to the Shareholders in due course. The Company will make further announcements relating to the Loan and the New Shares as and when necessary.

BY ORDER

By Order of the Board

Huang Yupeng
Chairman and CEO
17 May 2016