

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

NOTICE OF GRANT OF OPTIONS

Pursuant to Rule 704(29) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Board of Directors of Sino Grandness Food Industry Group Limited (the “Company” or “Group”) wishes to announce that the Company has on 20 May 2016 made an offer to grant the employee share options (the “Options”) described below pursuant to the rules of the Sino Grandness Employee Share Option Scheme (the “Scheme”):-

Grant of Options under Scheme

- | | | |
|---|---|--|
| a) Date of grant | : | 20 May 2016 |
| b) Exercise price of options granted
(average closing prices for the Company’s shares for the five (5) consecutive trading days on which transactions in the Company’s shares were recorded immediately preceding the date of grant of the Option. The said average closing prices is subject to a further 20% discount) | : | S\$0.49 |
| c) Number of options granted (other than controlling shareholders and their associates) | : | 12,500,000 |
| d) Market price of its securities on the date of grant
(weighted average price per share) | : | S\$0.618 |
| e) Number of options granted to directors (other than controlling shareholders and their associates)
[** Please refer to the table below.] | : | 2,200,000 |
| f) Validity period of the options | : | At any time after the second (2 nd) anniversary of the date of grant of the Options and up to the tenth (10 th) anniversary therefrom. |

** The options granted to each director of the Company are tabulated below as follows:

<u>Name of Director</u>	<u>Number of options granted</u>
Zhu Jun	800,000
Zeng Ming	800,000
Soh Beng Keng	200,000
Wong Chee Meng, Lawrence	200,000
Liu Ling	200,000

Grant of Options to a Director of the Company who is also an Associate of Controlling Shareholder

- a) Date of grant : 20 May 2016
- b) Exercise price of options granted : S\$0.49
(average closing prices for the Company's shares for the five (5) consecutive trading days on which transactions in the Company's shares were recorded immediately preceding the date of grant of the Option. The said average closing prices is subject to a further 20% discount)
- c) Number of Options granted to Ms Huang Yushan, an associate of a controlling shareholder : 2,013,750
- d) Market price of its securities on the date of grant : S\$0.618
(weighted average price per share)
- e) Approval to grant of Options : Approval obtained during the Annual General Meeting held on 25 April 2016
- f) Validity period of the options : At any time after the second (2nd) anniversary of the date of grant of the Options and up to the tenth (10th) anniversary therefrom.

By Order of the Board

Huang Yupeng
Chairman and CEO
20 May 2016