

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

**UPDATE ON THE PROPOSED DISPOSAL
AND/OR MATERIAL DILUTION OF 20% OR MORE
OF THE COMPANY'S SHAREHOLDING INTEREST IN A PRINCIPAL SUBSIDIARY
OF THE COMPANY UNDERTAKING THE BEVERAGES BUSINESS,
PURSUANT TO THE PROPOSED LISTING**

Sino Grandness Food Industry Group Limited (the "**Company**") refers to its announcement released on 31 March 2016 (the "**31 March Announcement**").

The Company disclosed in the 31 March Announcement that the Company's wholly owned subsidiary Garden Fresh Group Holding Co., Ltd ("**Garden Fresh**") has submitted an application to The Stock Exchange of Hong Kong ("**HKSE**") for the Proposed Listing on 31 March 2016 ("**HKSE Application**"), and that Garden Fresh has submitted a draft prospectus (the Application Proof) ("**AP Prospectus**") as part of the HKSE Application and the AP Prospectus will be published on the website of the HKSE and is accessible at:

<http://www.hkexnews.hk/APP/SEHKAPPMainIndex.htm>.

Further to the 31 March Announcement, the Company wishes to update shareholders that the Company, together with DBS Asia Capital Limited as the sole sponsor of Garden Fresh in relation to the HKSE Application, are continuing their ongoing efforts towards obtaining the approval for the Proposed Listing by the HKSE.

The Company wishes to highlight that there can be no assurance that the approval for the Proposed Listing will be granted by the HKSE. In the event that the approval for the Proposed Listing is not granted by the HKSE, the Company will not be able to proceed with the Proposed Listing. The Proposed Listing is subject to, inter alia, the approval of the HKSE, on terms and conditions satisfactory to the Company, as well as the prevailing market conditions. Subject to the listing rules of the SGX-ST and the HKSE, the Company will announce any material updates in connection with the Proposed Listing.

Shareholders of the Company are advised to exercise caution when dealing in the shares of the Company, and should consult their professional advisers in the event that they have any doubt about the actions they should take.

BY ORDER

By Order of the Board

Huang Yupeng
Chairman and CEO
30 September 2016