



GRAND BANKS YACHTS LIMITED

(Company Reg. No.: 197601189E)

RECEIPT OF NOTICE OF INTENTION TO CALL FOR EXTRAORDINARY GENERAL MEETING OF THE COMPANY PURSUANT TO SECTION 152(2) READ WITH SECTION 185 OF THE COMPANIES ACT (CAP. 50)

The Board of Directors of the Company ("Board") wishes to inform shareholders that it has received a notice of intention ("Notice") to call for an extraordinary general meeting of the Company pursuant to Section 152(2) read with Section 185 of the Companies Act (Cap. 50) from members Cheng Lim Kong and Kwah Yeow Khong.

A copy of the Notice is attached to this announcement for the reference of shareholders.

The Notice states that

- a) *"We the undersigned being two members of the Company holding no less than 10% of the total issued share capital of the Company, hereby give SPECIAL NOTICE to the Company of our intention to call for an EXTRAORDINARY GENERAL MEETING of the Company (the "EGM") to be held for the purpose of, and if thought fit to pass" a series of resolutions which would remove all four of the Company's existing directors and replace them with three new independent directors and one new executive director. The names of the proposed new directors are set out in the Notice; and*

- b) *In addition, a resolution will also be tabled at the EGM "that any directors of the Company who may be appointed between the date of this Special Notice and the date of the EGM be removed."*

The Board will keep shareholders updated of further developments relating to the above.

By Order of the Board

GRAND BANKS YACHTS LIMITED

30 July 2012