

27 July 2012

Grand Banks Yachts Limited
541 Orchard Road
#11-04 Liat Towers
Singapore 238881

**BY HAND AND FAX (+65 6733 1527)
IMMEDIATE ATTENTION**

Attention: The Board of Directors

Dear Sirs,

GRAND BANKS YACHTS LIMITED (THE "COMPANY") – SPECIAL NOTICE PURSUANT TO SECTION 152(2) READ WITH SECTION 185 OF THE COMPANIES ACT (CAP. 50)

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 the following resolutions:

1. That Mr Basil Chan be removed from his office as a director of the Company with effect from the date of the EGM.

[Resolution 1]
2. That Mr Jeffrey Stewart Bland be removed from his office as a director of the Company with effect from the date of the EGM.

[Resolution 2]
3. That Mr Heine Askaer-Jensen be removed from his office as a director of the Company with effect from the date of the EGM.

[Resolution 3]
4. That Mr Peter Kevin Poli be removed from his office as a director of the Company with effect from the date of the EGM.

[Resolution 4]
5. 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.

[Resolution 5]
6. That Mr Cheng Lim Kong be appointed as an executive director of the Company with effect from the date of the EGM.

[Resolution 6]
7. That Mr Mahtani Bhagwandas be appointed as an independent director of the Company with effect from the date of the EGM.

[Resolution 7]
8. That Mr Rohan s/o Suppiah be appointed as an independent director of the Company with effect from the date of the EGM.

[Resolution 8]
9. That Mr Seah Cheng San be appointed as an independent director of the Company with effect from the date of the EGM.

[Resolution 9]


10. To transact any other business.

[Resolution 10]

It is our firm belief that the Proposed New Directors, with their extensive management experience and professional expertise, will be able to improve and enhance the operations of the Company, and act for the benefit and interest of the Company and its shareholders.

For avoidance of doubt, this letter shall constitute the **SPECIAL NOTICE** required under Section 152(2) read with Section 185 of the Companies Act (Cap. 50).

Yours faithfully,



Signature of Member

Name: **Cheng Lim Kong**

NRIC : S0073168(D)

Number of shares: [9,700,000]



Signature of Member

Name: **Kwah Yeow Khong**

NRIC S6829277H

Number of shares: [1,000,000]

PURSUANT TO AN EXERCISE OF RIGHTS OF THE MEMBERS OF THE COMPANY UNDER SECTION 177 OF THE COMPANIES ACT (CAP. 50).