



GRAND BANKS YACHTS LIMITED
(Company Reg No.: 197601189E)

**COURT APPLICATION BY MR CHENG LIM KONG IN RESPECT OF VOTING
RIGHTS OF PLACEMENT SHARES**

- DISMISSED WITH COSTS

All capitalised terms used herein, unless otherwise defined, shall have the meanings ascribed in the Company's announcements of 1 October 2012 and 2 October 2012 in relation to the Application by Mr Cheng Lim Kong to the High Court of Singapore for a declaration in relation to voting rights attached to the placement shares issued by the Company on 25 September 2012 to Exa Limited and Mr Koh Cheng Keong.

The Board is pleased to update shareholders that the High Court of Singapore has today **DISMISSED** the Application, with the Company's legal costs to be borne by Mr Cheng.

The results of the Application affirmed the Board's view that the Application has no merit whatsoever.

The Board would like to remind shareholders that the EGM will be held tomorrow and that the new placement shares will carry voting rights as confirmed by the court.

By Order of the Board

GRAND BANKS YACHTS LIMITED

9 October 2012