



GRAND BANKS YACHTS LIMITED

(Company Reg. No.: 197601189E)

CLARIFICATION OF STATEMENT IN THE ANNUAL REPORT 2012 WITH RESPECT TO “DEALING IN SECURITIES”

The Company wishes to clarify the statement on page 30 in the Company’s Annual Report 2012 with respect to “Dealing in Securities” which states that “Directors and senior executives of the Group are advised not to deal in the Company’s shares...”.

“Directors and senior executives” include the following classes of employees:

- 1) All officers and directors;
- 2) All sales managers and those sales employees managing the independent dealers who sell our yachts;
- 3) All significant participants in the financial consolidation process;
- 4) Others with significant management responsibility whose decisions can materially impact the Company’s financial results; and
- 5) Certain administrative personnel who assist both the Company’s Chief Financial Officer and Company Secretary in preparing all public announcements and materials distributed to the Board of Directors.

By Order of the Board

GRAND BANKS YACHTS LIMITED

19 October 2012