



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

RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE OF 57,669,749 NEW ORDINARY SHARES (THE "RIGHTS SHARES") IN THE CAPITAL OF GRAND BANKS YACHTS LIMITED (THE "COMPANY") AT AN ISSUE PRICE OF S\$0.22 FOR EACH RIGHTS SHARE, ON THE BASIS OF ONE (1) RIGHTS SHARE FOR EVERY TWO (2) EXISTING ORDINARY SHARES IN THE CAPITAL OF THE COMPANY HELD AS AT THE BOOKS CLOSURE DATE, FRACTIONAL ENTITLEMENTS DISREGARDED (THE "RIGHTS ISSUE")

- RESULTS OF THE RIGHTS ISSUE

Unless otherwise defined, all terms and references used herein shall bear the same meaning ascribed to them in the offer information statement dated 1 October 2013 ("Offer Information Statement") in relation to the Rights Issue.

1. RESULTS OF RIGHTS ISSUE

1.1 Level of Subscription

The Board of Directors (the "**Board**") of the Company wishes to announce that as at the close of the Rights Issue on 18 October 2013 ("**Closing Date**"), valid acceptances and excess applications were received for a total of 68,459,234 Rights Shares pursuant to the Rights Issue, representing approximately 118.7% of the total number of 57,669,749 Rights Shares available for subscription under the Rights Issue after disregarding fractional entitlements.

Details of the valid acceptances and excess applications for the Rights Shares received are as follows:

	Number of Rights Shares	As a percentage of the total number of 57,669,749 Rights Shares
Valid Acceptances	29,348,229	50.9%
Excess Applications	39,111,005	67.8%
Total	68,459,234	118.7%

1.2 Excess Applications

A total of 28,321,520 Rights Shares which were not validly taken up will be allotted to satisfy excess applications. In the allotment of Excess Rights Shares, preference will be given to the rounding of odd lots, and Directors and Substantial Shareholders who have control or influence over the Company in connection with the day-to-day affairs of the Company or the

terms of the Rights Issue, or have representation (direct or through a nominee) on the Board will rank last in priority for the rounding of odd lots and allotment of the Excess Rights Shares.

1.3 Allotment of the Rights Shares

In the case of Entitled Depositors, Purchasers and Entitled Scripholders and their renounees (who have furnished valid Securities Account numbers in the relevant form comprised in the PAL) with valid acceptances of Rights Shares and/or successful applications for Excess Rights Shares, share certificate(s) representing such number of Rights Shares will be sent to CDP within 10 Market Days after the Closing Date and CDP will thereafter credit such number of Rights Shares to their relevant Securities Accounts. CDP will then send to the relevant subscribers, at their own risk, a notification letter stating the number of Rights Shares that have been credited to the relevant Securities Accounts of such subscribers.

In the case of Entitled Scripholders and their renounees with valid acceptances of Rights Shares and successful applications for Excess Rights Shares and who have, *inter alia*, failed to furnish or furnished incorrect or invalid Securities Account numbers in the relevant form comprised in the PAL, share certificate(s) representing such number of Rights Shares will be sent by ordinary post, at their own risk, to mailing addresses in Singapore as maintained with the Share Registrar within 10 Market Days after the Closing Date.

1.4 Sale of “nil-paid” rights relating to Foreign Shareholders

“Nil-paid” Rights in respect of a total of 113,338 Right Shares which would otherwise have been provisionally allotted to Foreign Shareholders were sold on the SGX-ST. The net proceeds from all such sales, after deduction of all expenses therefrom, will be pooled and thereafter distributed among the Foreign Shareholders in proportion to their respective shareholdings or, as the case may be, the number of Shares standing to the credit of their respective Securities Accounts as at the Books Closure Date and sent to them at their own risk, by means of a crossed cheque drawn on a bank in Singapore by ordinary post to their mailing addresses as recorded with CDP or in such other manner as they may have agreed with CDP for the payment of any cash distributions. If the amount of net proceeds to be distributed to any single Foreign Shareholder is less than S\$10.00, such net proceeds will be retained or dealt with as the Directors may, in their absolute discretion, deem fit in the interests of the Company and no Foreign Shareholder shall have any claim whatsoever against the Company, the Share Registrar or CDP in connection therewith.

1.5 Refund for invalid/unsuccessful acceptances and excess applications

When any acceptance of Rights Shares and/or applications for Excess Rights Shares is invalid or unsuccessful, in full or in part, the amount paid on acceptance and/or application or the surplus application monies, as the case may be, will be returned or refunded to such applicants without interest or any share of revenue or other benefit arising therefrom within 14 days after the Closing Date:

- (a) where the acceptances and/or applications had been made through CDP, by means of a crossed cheque drawn on a bank in Singapore and sent by ordinary post at the relevant applicant's own risk to their mailing addresses in Singapore as maintained with CDP or in such other manner as they may have agreed with CDP for the payment of any cash distributions;

- (b) where the acceptances and/or applications had been made through the Share Registrar, by means of a crossed cheque drawn on a bank in Singapore and sent by ordinary post at the applicant's own risk to the applicant's mailing address in Singapore as maintained with the Share Registrar; or
- (c) where the acceptances and/or applications had been made through Electronic Applications, by crediting their bank accounts with the relevant Participating Banks at the applicant's own risk, the receipt by such bank being good discharge to the Company and CDP for their obligations, if any.

2. ISSUE AND LISTING OF RIGHTS SHARES

2.1 Issue of Rights Shares

The Company expects that the 57,669,749 Rights Shares will be allotted and issued on or about 25 October 2013.

2.2 Listing of Rights Shares

The Company expects that the Rights Shares will be listed and quoted on the Main Board of the SGX-ST on or about 28 October 2013 and trading of the Rights Shares will commence with effect from 9.00 a.m. on the same date.

The Company will, in due course, release an announcement to inform Shareholders of the date for the listing of and quotation for the Rights Shares on the SGX-ST.

2.3 Trading of Odd Lots

The Shares are currently traded in board lot sizes of 1,000 Shares in the ready market. Following the Rights Issue, Shareholders who hold odd lots of the Rights Shares (i.e. less than 1,000 Shares), and who wish to trade in odd lots on the SGX-ST should note that they are able to do so on the unit share market of the SGX-ST.

By Order of the Board

GRAND BANKS YACHTS LIMITED

23 October 2013

Important Notice

This Announcement is for information purposes only and does not constitute or form part of any offer or invitation to sell or issue, or any solicitation of any offer to acquire, any security or to take up any entitlements to securities in any jurisdiction in which such an offer or solicitation is unlawful.