



GRAND BANKS YACHTS LIMITED

(Company Reg. No.: 197601189E)

TEMPORARY CLOSURE OF MALAYSIAN YARD TO COMPLY WITH GOVERNMENT ORDER

The Board of Directors (“Board”) of **Grand Banks Yachts Limited** (“Grand Banks” or the “Group”) refers to the 14-day Movement Control Order (“Order”) issued by the Government of Malaysia, under the provisions of the Prevention and Control of Infectious Diseases Act 1988 and the Police Act 1967, which is effective from 18 – 31 March 2020 (“Period”).

In compliance with the Order which is intended to contain the spread of the Covid-19 infection within the country, the Group’s manufacturing yard in Pasir Gudang, Malaysia, will be closed during the Period. All operations have been halted at the yard. The Group’s manufacturing yard in Berkeley Vale, Sydney, Australia, will continue with operations.

The Group has been taking stringent health measures since 11 February 2020 to prevent infection of its employees. These measures include temperature checks, following up with sick workers, as well as logging every worker’s travel history. As of 17 March 2020 (last day of work), none of the 763 employees at the Pasir Gudang Yard have been infected by the virus.

The temporary cessation of operations in Pasir Gudang is not expected to have a material financial impact on the earnings per share and net asset value per share of the Group for the financial year ending 30 June 2020.

The Group will resume its business operations fully after the expiry of the Period, subject to any further directive from the Government of Malaysia.

The Board will continue to monitor the evolving situation and will make the appropriate announcement(s) as and when there are material developments on this matter.

By Order of the Board

Mark Richards
Chief Executive Officer

19 March 2020