



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

**ACQUISITION OF THE ENTIRE ISSUED AND PAID-UP SHARE CAPITAL OF PALM BEACH
MOTOR YACHT CO PTY LTD**

- PAYMENT OF SECOND TRANCHE CONSIDERATION

Unless otherwise defined herein, all terms and references used in this announcement shall bear the meanings ascribed to them in the Company's announcements dated 11 April 2014 and 1 August 2014.

The Board of Directors of the Company wishes to announce that, pursuant to the Option Agreement, following completion of the acquisition of Palm Beach Motor Yacht Co Pty Ltd on 1 August, 2014, the Target Profits for the financial years ended 30 June 2014 and 30 June 2015 have been met, and accordingly, the Second Tranche Consideration and final payment of AUD4,000,000 has been paid by the Company to the Vendor, Mr. Mark Richards.

By Order of the Board

GRAND BANKS YACHTS LIMITED

12 October 2015