

GRAND VENTURE TECHNOLOGY LIMITED

Registration No.: 201222831E

(Incorporated in Singapore)

PROVISION OF SHAREHOLDER'S LOAN AND ADDITIONAL INVESTMENT IN WHOLLY-OWNED SUBSIDIARY, GRAND VENTURE TECHNOLOGY SDN BHD ("GVT PENANG")

The Board of Directors of Grand Venture Technology Limited (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce the following:-

1. PROVISION OF SHAREHOLDER'S LOAN TO GVT PENANG

The Company had provided a shareholder's loan of MYR 2,400,000.00 (equivalent to approximately S\$800,000.00) to its wholly-owned subsidiary, GVT Penang.

The Shareholder's Loan was provided to GVT Penang at an interest of 3% p.a. with no fixed term of repayment.

2. ADDITIONAL INVESTMENT IN GVT PENANG

The Company had increased its investment in the capital of its wholly-owned subsidiary, GVT Penang, from MYR 2,000,000.00 to MYR 5,000,000.00 by subscribing for an additional 3,000,000 ordinary shares in cash, at MYR 1.00 per share (the "**Additional Investment**").

Following the Additional Investment, the Company holds 5,000,000 ordinary shares in GVT Penang (representing 100% of its issued share capital).

The said Shareholder's Loan and Additional Investment were to strengthen the capital base of GVT Penang and to finance its working capital requirements. The above transactions were funded by internal resources of the Group.

As at 31 December 2018, GVT Penang had a net asset value and net tangible assets of approximately S\$ 10,385,057.

The said Shareholder's Loan and Additional Investment are not expected to have any material impact on the net tangible assets and earnings per share of the Company for the current financial year ending 31 December 2019.

None of the Directors or substantial shareholders of the Company has an interest, direct or indirect, in the above transactions, save for their interests arising by way of their shareholdings and/or directorships, as the case may be in the Company.

By Order of the Board

LEE TIAM NAM
Executive Chairman
Date: 7 August 2019

*This document has been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch ("**Sponsor**") in accordance with Rule 226(2)(b) of the SGX-ST Listing Manual Section B: Rules of Catalyst. This document has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.*

The contact person for the Sponsor is Mr Jason Chian, Managing Director, Investment Banking, CIMB Bank Berhad, Singapore Branch, at 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, Telephone: +65 6337 5115.