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Copies of this Document are being sent to Shareholders. If you have sold or otherwise transferred all of your shares in Grand Group Investment PLC please forward this Document and the accompanying Form of Proxy and Form of Instruction at once to the purchaser or transferee or to the stockbroker or other agent through whom the sale or transfer was effected for delivery to the purchaser or transferee. If you have sold or transferred part only of your holding in shares in **Grand Group Investment PLC** you should retain this Document and consult the stockbroker, bank or other agent through whom the sale or transfer was effected.

The distribution of this Document in jurisdictions other than the UK may be restricted by law and therefore persons into whose possession this Document comes should inform themselves about and observe such restrictions. Any failure to comply with these restrictions may constitute a violation of the securities laws of any such jurisdiction. This Document does not constitute any offer to issue or sell or a solicitation of any offer to subscribe for or buy shares in **Grand Group Investment PLC**.

A beneficial shareholder who receives a voting instruction form cannot use that form to vote Ordinary Shares directly at the Annual General Meeting. The voting instruction form must be returned to Computershare Investor Services (Cayman) Limited, c/o The Pavilions, Bridgwater Road, Bristol, BS99 6ZY (or instructions respecting the voting of Ordinary Shares must be communicated to Computershare Investor Services (Cayman) Limited, c/o The Pavilions, Bridgwater Road, Bristol, BS99 6ZY well in advance of the Annual General Meeting in accordance with the procedures set forth in the form) in order for a beneficial shareholder to have its Ordinary Shares voted at the Annual General Meeting.

GRAND GROUP INVESTMENT PLC

(incorporated in the Cayman Islands with registration number 285708)

Notice of 2017 Annual General Meeting of Shareholders

Notice of a Meeting of Shareholders to be held at No.23, Huize Road, Wuxi, Jiangsu Province, China at 17:00 Beijing time (10:00 BST) on 18 August 2017 is set out at the end of this document. A Form of Proxy for holders of Ordinary Shares for use at the Annual General Meeting of Shareholders accompanies this Document and, to be valid, must be completed and returned to Grand Group Investment PLC, No.23, Huize Road, Wuxi, Jiangsu Province, China. As an alternative to mailing the hard-copy Form of Proxy, you can also send the Form of Proxy electronically to us at the following address sue@grdipo.com. In either case the Form of Proxy must be returned as soon as possible but in any event to be received not later than 10 a.m. BST on 16 Aug 2017 or 48 hours before any adjourned meeting. A Form of Instruction for holders of Depositary Interests for use at the Annual General Meeting of Shareholders accompanies this Document and, to be valid, must be completed and returned to Computershare Investor Services (Cayman) Limited, c/o The Pavilions, Bridgwater Road, Bristol, BS99 6ZY as soon as possible but in any event to be received not later than 10 a.m. BST on 15 Aug 2017 or 72 hours before any adjourned meeting. The lodgement of a completed Form of Proxy or Form of Instruction will not prevent you from attending the Annual General Meeting of Shareholders and voting in person if you wish to do so (and are so entitled).

A summary of the action to be taken by Shareholders of the Company is set out in the Notice of Meeting of Shareholders set out at the end of this Document.

Depositary Interest holders wishing to attend and/or vote at the meeting should notify the Depositary in writing or email [!UKALLDITeam2@computershare.co.uk](mailto:UKALLDITeam2@computershare.co.uk).

EXPECTED TIMETABLE OF PRINCIPAL EVENTS

Event	Expected time / date
Publication of this document	28 July 2017
Latest time and date for receipt of Forms of Instruction	10 a.m. 15 August 2017
Latest time and date for receipt of Forms of Proxy	10 a.m. 16 August 2017
Meeting of Shareholders	10 a.m. 18 August 2017

Notes:

- (1) All times shown in this document are London BST times unless otherwise stated. The dates and times given are indicative only and are based on the Company's current expectations and may be subject to change. If any of the times and/or date above changes, the revised times and/or dates will be notified to Shareholders by announcement through the Regulatory News Service of the London Stock Exchange.
- (2) If the Annual General Meeting of Shareholders is adjourned, the latest time and date for receipt of Forms of Proxy and Forms of Instruction for the adjourned meeting will be notified to Shareholders by announcement through the Regulatory News Service of the London Stock Exchange.

DEFINITIONS

The following definitions apply throughout this document unless the context requires otherwise:

“AIM”	AIM, a market operated by the London Stock Exchange;
“AIM Rules”	the rules of the London Stock Exchange governing admission to, and operation of, AIM and comprising the AIM Rules for Companies and the AIM Rules for Nominated Advisers;
“Annual General Meeting of Shareholders” or “Meeting”	the annual general meeting of shareholders to be held at No.23, Huize Road, Wuxi, Jiangsu Province, China at 17:00 Beijing time (9:00 BST) on 18 August 2017 notice of which is set out at the end of this document, or any adjournment of that meeting;
“CREST”	the computerised settlement system used to facilitate the transfer of title to shares in uncertificated form;
“Depositary”	Computershare Investor Services PLC, c/o The Pavilions, Bridgwater Road, Bristol, BS99 6ZZ;
“Depositary Interests”	interests representing Ordinary Shares, issued through the Depositary, held by investors in the Company in CREST;
“Directors” or the “Board”	the directors of the Company whose names are set out on page 3 of this document;
“Investing Policy”	the investing policy of the Company in place at Admission of the Company’s shares to trading on AIM on 27 January 2015;
“Form of Instruction”	the form of instruction for holders of Depositary Interests in connection with the Annual General Meeting of Shareholders;
“Form of Proxy”	the form of proxy for use by holders of Ordinary Shares in connection with the Meeting of Shareholders;
“Notice”	the notice of the Meeting of Shareholders set out at the end of this document;
“Ordinary Shares”	ordinary shares of GBP 0.00004 each in the capital of the Company;
the “Company”	Grand Group Investment PLC (incorporated in the Cayman Islands with registration number 285708) whose registered office is at Elian Fiduciary Services (Cayman) Limited 89 Nexus Way Camana Bay Cayman Islands KY1-9007;
“Registrar”	Computershare Investor Services (Cayman) Limited, c/o The Pavilions, Bridgwater Road, Bristol, BS99 6ZZ;
“Resolutions”	the resolution set out in the Notice to be proposed at the Meeting of Shareholders;
“Shareholders”	holders of Ordinary Shares.

PART I

LETTER FROM THE CHAIRMAN

Grand Group Investment PLC

(incorporated in the Cayman Islands with registration number 285708)

Directors:

Registered Office:

Mr Mark Hemmann (<i>Non-Executive Director</i>)	Eliau Fiduciary Services (Cayman) Limited
Mr Yang Xiao (<i>Executive Director, and acting Chairman</i>)	89 Nexus Way
Mr Zhou Jiang (<i>Executive Director</i>)	Camana Bay
Mr Li Chuang (<i>Executive Director</i>)	Cayman Islands
	KY1-9007

To the holders of existing Ordinary Shares

28 July, 2017

Dear Shareholder

Notice of Annual General Meeting of Shareholders

1. Introduction

This letter explains the business set out in the Notice convening the Company's Annual General Meeting of Shareholders for No.23, Huize Road, Wuxi, Jiangsu Province, China at 17:00 Beijing time (10:00 BST) on 18 August 2017. The Company's Annual Report and Financial Statements for the year ended 31 December 2016 were posted to Shareholders on 27 June 2017.

This letter also explains why the Directors recommend that Shareholders vote in favour of the Resolutions proposed at the Annual General Meeting of Shareholders.

2. Resolutions at the Annual General Meeting of Shareholders

Resolution 1

To receive and, if thought fit, to accept the reports of the Directors and Auditors and the audited financial statements for the year ended 31 December 2016.

Resolution 2

To re-appoint Moore Stephens LLP as Auditors until the conclusion of the Annual General Meeting of the Company in 2018 and to authorise the Directors to agree their remuneration.

Resolution 3

To reappoint Zhou Jiang, who retires and, being eligible, offers himself for re-election as a director.

Resolution 4

To reappoint Li Chuang, who retires and, being eligible, offers himself for re-election as a director.

Resolution 5

To reappoint Yang Xiao, who retires and, being eligible, offers himself for re-election as a director and Chairman.

Resolution 6

To reappoint John Mark Hemmann who retires and, being eligible, offers himself for re-election as a director.

Resolution 7

That by a special resolution the Company's Investing Policy be expanded in the following matter:

Grand Group Enlarged Investing Policy

Investment Objective

The Company's objective is to generate an attractive rate of return for Shareholders, predominantly through capital appreciation. The Directors will however consider payment of dividends on an annual basis.

Investing Policy

The Company seeks to be an active value-added investor and to operate as a later stage, value adding incubator fund. The Company will seek to identify potential investee companies where its access to research, technology support can have a positive effect on the investee companies.

The Company aims to provide equity and equity-related investment capital, such as convertible loans, to companies which are seeking capital for growth and development, consolidation or acquisition, or as a pre-IPO round of financing. These investments may be made in combination with additional debt or equity-related financing and, in appropriate circumstances, in collaboration with other financial and/or strategic investors.

The Company will aim to invest primarily in private companies with high growth potential, where a timely investment will allow the investee to increase market share and create shareholder value. The Company will target small and mid-sized companies and will seek substantial minority stakes with potential or actual board representation to enable participation in management with a view to improving performance and growth of the investee business. The Company intends to work closely with the management of each investee company to create value by focusing on driving growth through revenue creation, margin enhancement and extracting cost efficiencies, as well as by creating appropriate capital structures to enhance returns. The Company may on occasion take controlling stakes where sufficient separation is maintained between the Company and the investment to ensure that the Company does not become a trading company.

The Company may also invest up to 15 per cent. of its gross assets at the time of investment in publicly traded securities. No restrictions will be placed on the size of any public companies in which the Company may make an investment. The Company may in addition invest up to 20 per cent. of its gross assets at the time of investment in other collective investment undertakings, which themselves have substantially similar investing policies as the Company. Crossholdings between investments are possible. The Company will not invest in derivative financial instruments, money market instruments or currencies other than for the purposes of efficient portfolio management.

Grand will now expand its investing policy to invest in companies operating not only within the Greater China Region, but in the Asean region, Europe and North America as well. The regional strategy is now to seek investments that not only have a China focus, but potential to expand into other markets around the world as well. The Company will not invest in the natural resource or real estate sectors. In addition to its initial focus on the Education Technology ("EdTech") space, the Company will now consider investments in Financial Technology ("Fin Tech") and the broader Media Sector, where the management team have significant experience and expertise, with a specific emphasis on opportunities in the Financial Media space.

Typical investments are now expected to range in size from £2 million - £50 million. There is no limit on the maximum size of an investment, nor any minimum number of investments. As investments are made and new opportunities arise, further equity funding of the Company may be required.

It is intended that any borrowing would only be used where the Directors believe gearing will enhance returns to Shareholders. The Company will not be subject to any borrowing or leveraging limits.

The Company expects to derive returns on investments principally through capital gains and/or the receipt of dividends from investee companies. For private investee companies, the typical investment holding period is currently expected to be between two and four years. Exits may be effected by flotation on an international or domestic stock exchange, trade sale, secondary private equity buy-out, sale to institutional and/or private investors, or structured exit by contract. On flotation of any investee company, Grand would likely retain a part of its investment in the listed entity going forward. For publicly quoted investee companies the objective is to maximize capital appreciation without any generally expected investment holding period. Should the Company consider that any capital appreciation of a

particular public equity investment has peaked or is likely to or has begun to decline, then the Company will consider the sale of that investment.

The Directors are confident that the Investing Policy can be substantially implemented within eighteen months of the current AGM, failing which they will seek the consent of Shareholders for the Investing Policy at the Company's next ensuing annual general meeting and on an annual basis thereafter until such time as its Investing Policy has been substantially implemented. If it appears unlikely that the Investing Policy can be substantially implemented at any time, the Directors may consider returning any remaining funds to Shareholders. The Investing Policy can only be varied materially by the prior consent of Shareholders in a general meeting.

The Investment Process

The Directors intend to source and identify potential investments through their own research and network of contacts. The Company intends to become actively involved with potential investee companies. The Directors will be responsible for managing the investment process and monitoring the investee companies' operating performance thereafter. The proposed exit route will form a key consideration of the initial investment analysis.

The Directors will undertake due diligence reviews on potential investments. In assessing potential investee companies, the Directors will give consideration to, amongst other factors, each entity's medium to long term prospects and will have regard to the entity's growth potential, accounting transparency, competency and motivation of management, Grand's ability to add value and viable exit opportunities within a reasonable time scale.

The Company will not proceed with an investment in cases of non-compliance with any licensing requirements. The Company will not invest in any business which has not adopted or does not adhere to the relevant code of conduct or best practice endorsed by the applicable trade association or equivalent body in the area(s) in which the proposed investee company operates.

When investing in publicly quoted companies, the Company will seek to select companies with a strong market position or strong growth potential in their respective segments. The Directors intend to make investments in companies or businesses with attractive valuations, with competent and motivated management, which enjoy brand recognition, have scalable business models, have strong relationships with customers and which have in place transparent and recognised accounting policies and good corporate governance practices.

Directors or other employees of the Company may, in certain circumstances, be invited to co-invest alongside the Company. In such cases, the co-investment will be subject to the unanimous approval of the non-interested Board members and compliance with the AIM Rules for Companies and in aggregate will be limited to a maximum of 25 per cent. of any investment made the Company.

Net Asset Value Publication and Valuation Methodology

Valuations will occur twice yearly to coincide with the preparation by the Company of its interim half yearly report and its annual accounts by its auditor.

Investments by the Company will initially be recognised at cost as at the date of investment and will subsequently be re-measured at fair value or at cost less provision for impairment in value where no reasonable range of fair values can be determined.

Fair value for private company investments will be determined in accordance with the guidelines and principles for valuation of portfolio companies set out in the International Private Equity and Venture Capital Valuation Guidelines.

In estimating fair value for an investment, the Directors will apply a methodology that is appropriate in light of the nature, facts and circumstances of the investment and its materiality in the context of the total investment portfolio and will use reasonable assumptions and estimations.

Valuation methodologies will incorporate available information about all factors that are likely materially to affect the fair value of the investment. Methodologies will be applied consistently from period to period, except where a change would likely result in a better estimate of fair value. Any changes in valuation methodologies will be clearly stated.

Widely used methodologies include cost of recent investment, earnings multiple, net assets, discounted cash-flows, industry valuation benchmarks and available market prices. Publicly traded securities will be valued by reference to their bid prices on the relevant exchange.

Ongoing and Annual Expenses

The Company will incur ongoing and annual expenses including fees payable to management, bank charges, due diligence expenses, regulatory fees, legal fees, audit fees, referral or finders' fees and other applicable expenses. The Company will target an annual total expense ratio (excluding formation and initial expenses and the costs of the Placing and Admission) of 1.5 per cent. per annum of the opening Net Asset Value.

3. The Board

The Board believes that its broad collective experience in investing in relevant sectors together with their extensive network of contacts in the region will assist them in the identification, evaluation, structuring and funding of appropriate investment opportunities. When necessary, external consultants and professionals will be engaged to assist in the evaluation of prospective targets, their management teams and the respective market place.

Director Biographies

Mr Yang Xiao, Executive Director

Mr Yang initiated Grand's focus on the SME technology innovation PE fund, backed by his strong relationships with the TKK Society and its network. Mr Yang has worked in media and the brand marketing industry for over 25 years during which period he successfully completed a series of marketing strategies for Chinese SMEs, many of which are listed on international stock markets. He was also in charge of a number of business, financial and political TV programs. During his time with Chinese SMEs and politicians, Mr Yang developed an in-depth understanding of their importance to China's economy, their potential and their constraints to growth. He has also established strong relationships with entrepreneurs and high net worth individuals.

Mr Yang has experience of investing in the media and culture sectors. Mr Yang planned the "Evening Fashion Show Club" in Shenzhen in 2012 which is an up-market social club for high net worth individuals and entrepreneurs in the area.

Mr Zhou Jiang, Executive Director

Mr Zhou is currently Chief Secretary of the TKK Society (China), Director of the TKK innovation fund of Jiangnan University, Director of the Institute of Light Industry of Jiangnan University (joint funded by the Xinya Group), a director of Victory Cayman and a director of Great International Wealth & Wisdom Holding Limited. Mr Zhou previously headed up the China Project Group of Lion Global Investors Limited. Before Mr Zhou joined the TKK Society he worked in the marketing and advertising industry in China for over 10 years. He was in charge of a series of business cooperation with international brands including Pierre Cardin, Apple, Coca-Cola and Wuxi government associated business brands including TianJiao.

Mr Zhou has a Master's Degree from the Nanjing University Philosophy Faculty and is now chief counsellor of the China Zhou Dunyi Seminar. He has brought strong external resources including university technologies and government contacts to Grand's investee companies. Mr Zhou is also responsible for the identification of target investee and pipeline companies and liaising with universities associated with the TKK Society to help potential investee companies establish their R&D function.

Mr Li Chuang, Executive Director

Mr Li is the Executive Director of New Horizons Strategy Investment Co., Limited and a member of the TKK International Society. Previously, he was investment project manager at Lion Global Investors Limited. Lion Global Investors Limited is a subsidiary investment fund management firm of OCBC Bank which represents certain of OCBC's investments in the Greater China Region. Mr Li has experience in private investment and fundraising for large scale projects in cultural education, new material, new energy, TMT, IT engineering, technology industrialization and technology incubation in China. Mr Li has completed a number of large scale private investment projects as chief investment project manager including: Ruiyun Cloud Computing R&D and Construction Co., Ltd, ENN Group, Fortune Media (Group) Culture Development Co., Ltd. and an O2O Company.

Mark Hemmann, non-executive Director

Mr Hemmann is a private equity, banking and finance executive with a broad background in capital markets, Chinese companies, aviation, leasing, and operations garnered over the past 16 years. In addition to his current position as an

independent director with Grand Group, he currently is leveraging his broad experience in China and along with Shanghai's Southwind Equity Management Company, has founded one of China's first distressed asset funds, China Special Situations Fund I. Mr Hemmann has invested in Chinese firms and assisted them in finding funding in the US capital markets with the goal of listing them on NASDAQ. He spent more than five years at WestLB Bank as a Director of Capital Markets where he was responsible for originating, syndicating, and structuring deals across a variety of asset classes for public and private companies, including certain distressed assets. Prior to banking, Mr Hemmann held a number of positions spanning most aspects of finance and leasing.

Mr Hemmann earned both his M.B.A and M.A. from The George Washington University in Washington, DC, studied at Philipps Universität in Marburg, Germany, and received his B.A. in International Relations from Pomona College in Claremont, CA. He maintains speaking, reading and writing proficiency in German and a conversational knowledge of Mandarin Chinese, and has lectured on various subjects at major universities and conferences in the US and China.

4. Action to be taken by Shareholders

A Form of Proxy or a Form of Instruction for use at the Meeting of Shareholders is enclosed with this document.

Whether or not you intend to be present at the Meeting, Shareholders are requested to complete, sign and return your Form of Proxy to Grand Group Investment PLC, No.23, Huize Road, Wuxi, Jiangsu Province, China. As an alternative to mailing the hard-copy Form of Proxy, you can also send the Form of Proxy electronically to us at the following address sue@grdipo.com. In either case the Form of Proxy must be returned as soon as possible but in any event to be received not later than 10 a.m. BST on 16 August 2017 or 48 hours before any adjourned meeting. The completion and return of a Form of Proxy will not preclude you from attending the Meeting of Shareholders and voting in person should you wish to do so.

Holders of Depositary Interests are requested to complete, sign and return your Form of Instruction appointing Computershare Company Nominees Limited (the "Custodian") to vote the underlying Ordinary Shares on their behalf at the Meeting of Shareholders to Computershare Investor Services (Cayman) Limited, c/o The Pavilions, Bridgwater Road, Bristol, BS99 6ZZ, as soon as possible but, in any event, so as to arrive no later than 10 a.m. BST on 15 August 2017. If a holder of Depositary Interests wishes to attend and/or vote at the Meeting of Shareholders they should request a Letter of Representation from the Custodian in accordance with the instructions on the Form of Instruction.

Holders of Depositary Interests in CREST may transmit voting instructions by utilising the CREST voting service in accordance with the procedures described in the CREST Manual. CREST personal members or other CREST sponsored members, and those CREST members who have appointed a voting service provider, should refer to their CREST sponsor or voting service provider, who will be able to take appropriate action on their behalf.

In order for instructions made using the CREST voting service to be valid, the appropriate CREST message (a "CREST Voting Instruction") must be properly authenticated in accordance with Euroclear's specifications and must contain the information required for such instructions, as described in the CREST Manual (available via www.euroclear.com/CREST).

To be effective, the CREST Voting Instruction must be transmitted so as to be received by the Company's agent (3RA50) 6ZY no later than 10 A.M. BST on 15 August 2017. For this purpose, the time of receipt will be taken to be the time (as determined by the timestamp applied to the CREST Voting Instruction by the CREST applications host) from which the Company's agent is able to retrieve the CREST Voting Instruction by enquiry to CREST in the manner prescribed by CREST. Holders of Depositary Interests in CREST and, where applicable, their CREST sponsors or voting service providers should note that Euroclear does not make available special procedures in CREST for any particular messages. Normal system timings and limitations will therefore apply in relation to the transmission of CREST Voting Instructions. It is the responsibility of the Depositary Interest holder concerned to take (or, if the Depositary Interest holder is a CREST personal member or sponsored member or has appointed a voting service provider, to procure that the CREST sponsor or voting service provider takes) such action as shall be necessary to ensure that a CREST Voting Instruction is transmitted by means of the CREST voting service by any particular time. In this connection, Depositary Interest holders and, where applicable, their CREST sponsors or voting service providers are referred, in particular, to those sections of the CREST Manual concerning practical limitations of the CREST system and timings.

5. Board Recommendation

The Board unanimously recommends that Shareholders vote in favour of the Resolutions at the Meeting of Shareholders as they intend to do in respect of their own beneficial holdings of Ordinary Shares (in aggregate representing 22 per cent. of the current issued ordinary share capital).

For the above reason, the Board has unanimously approved the Proposed Investing Policy and encourages all Shareholders to vote to approve the same at the Meeting of Shareholders.

Yours sincerely,

Mr Yang Xiao
Interim Chairman

PART II

GRAND GROUP INVESTMENTS PLC

(incorporated in the Cayman Islands with registration number 285708)

NOTICE OF ANNUAL GENERAL MEETING OF SHAREHOLDERS

NOTICE IS HEREBY GIVEN that the FIRST ANNUAL GENERAL MEETING of Grand Group Investment PLC 高睿德集团投资有限公司 (the “Company”) will be held at No.23, Huize Road, Wuxi, Jiangsu Province, China at 17:00 Beijing time (9:00 a.m. BST) on 18 August, 2017 at which the following resolutions will be proposed: -

As ordinary business:

Ordinary Resolution 1

To receive and, if thought fit, to accept the reports of the Directors and Auditors and the audited financial statements for the year ended 31 December 2016.

Ordinary Resolution 2

To re-appoint Moore Stephens LLP as Auditors until the conclusion of the Annual General Meeting of the Company in 2018 and to authorise the Directors to agree their remuneration.

Ordinary Resolution 3

To reappoint Zhou Jiang, who retires and, being eligible, offers himself for re-election as a director.

Ordinary Resolution 4

To reappoint Li Chuang, who retires and, being eligible, offers himself for re-election as a director.

Ordinary Resolution 5

To reappoint Yang Xiao, who retires and, being eligible, offers himself for re-election as a director and Chairman.

Ordinary Resolution 6

To reappoint John Mark Hemmann, who retires and, being eligible, offers himself for re-election as a director.

As special business:

Special Resolution 7

That by a special resolution the Company's Investing Policy be expanded in the following matter:

Grand Group Enlarged Investing Policy

Investment Objective

The Company's objective is to generate an attractive rate of return for Shareholders, predominantly through capital appreciation. The Directors will however consider payment of dividends on an annual basis.

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The Company may also invest up to 15 per cent. of its gross assets at the time of investment in publicly traded securities. No restrictions will be placed on the size of any public companies in which the Company may make an investment. The Company may in addition invest up to 20 per cent. of its gross assets at the time of investment in other collective investment undertakings, which themselves have substantially similar investing policies as the Company. Crossholdings between investments are possible. The Company will not invest in derivative financial instruments, money market instruments or currencies other than for the purposes of efficient portfolio management.

Grand will now expand its investing policy to invest in companies operating not only within the Greater China Region, but in [the Asean region], Europe and North America as well. The regional strategy is now to seek investments that not only have a China focus, but potential to expand into other markets around the world as well. The Company will not invest in the natural resource or real estate sectors. In addition to its initial focus on the Education Technology (“EdTech”) space, the Company will now consider investments in Financial Technology (“Fin Tech”) and the broader Media Sector, where the management team have significant experience and expertise, with a specific emphasis on opportunities in the Financial Media space.

Typical investments are now expected to range in size from £2 million - £50 million. There is no limit on the maximum size of an investment, nor any minimum number of investments. As investments are made and new opportunities arise, further equity funding of the Company may be required.

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The Directors are confident that the Investing Policy can be substantially implemented within eighteen months of the current AGM, failing which they will seek the consent of Shareholders for the Investing Policy at the Company's next ensuing annual general meeting and on an annual basis thereafter until such time as its Investing Policy has been substantially implemented. If it appears unlikely that the Investing Policy can be substantially implemented at any time, the Directors may consider returning any remaining funds to Shareholders. The Investing Policy can only be varied materially by the prior consent of Shareholders in a general meeting.

The Investment Process

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Net Asset Value Publication and Valuation Methodology

Valuations will occur twice yearly to coincide with the preparation by the Company of its interim half yearly report and its annual accounts by its auditor.

Investments by the Company will initially be recognised at cost as at the date of investment and will subsequently be re-measured at fair value or at cost less provision for impairment in value where no reasonable range of fair values can be determined.

Fair value for private company investments will be determined in accordance with the guidelines and principles for valuation of portfolio companies set out in the International Private Equity and Venture Capital Valuation Guidelines.

In estimating fair value for an investment, the Directors will apply a methodology that is appropriate in light of the nature, facts and circumstances of the investment and its materiality in the context of the total investment portfolio and will use reasonable assumptions and estimations.

Valuation methodologies will incorporate available information about all factors that are likely materially to affect the fair value of the investment. Methodologies will be applied consistently from period to period, except where a change would likely result in a better estimate of fair value. Any changes in valuation methodologies will be clearly stated.

Widely used methodologies include cost of recent investment, earnings multiple, net assets, discounted cash-flows, industry valuation benchmarks and available market prices. Publicly traded securities will be valued by reference to their bid prices on the relevant exchange.

Ongoing and Annual Expenses

The Company will incur ongoing and annual expenses including fees payable to management, bank charges, due diligence expenses, regulatory fees, legal fees, audit fees, referral or finders' fees and other applicable expenses. The Company will target an annual total expense ratio (excluding formation and initial expenses and the costs of the Placing and Admission) of 1.5 per cent. per annum of the opening Net Asset Value.

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By order of the Board

Mr Yang Xiao

Interim Chairman
28 July 2017

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A member entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and vote in his or her stead. A proxy need not also be a member of the Company. To be effective, forms of proxy and any authority under which it is signed (or a copy of the authority certified notarially or in any other way approved by the Directors) must be lodged with Grand Group Investment PLC, No.23, Huize Road, Wuxi, Jiangsu Province, China, sue@grdipo.com not less than 48 hours before the time appointed for holding the meeting. Lodgement of the form of proxy will not preclude a Shareholder from attending the meeting and voting in person.

Note:

The following documents will be available for inspection at the registered office of the Company during usual business hours on any weekday (except Saturdays, Sundays and public holidays) until the date of the meeting and at the place of the meeting for a period of 15 minutes prior to and during the meeting:

- a) A statement of Directors' interests in the share capital of the Company; and

b) The Memorandum and Articles of Association.