

SAN TEH LTD

(Company Registration No. 197901039W)

RESPONSE TO QUERY RAISED BY SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ("SGX-ST")

In response to the query raised by the SGX-ST on 27 August 2014 with regards to the Second Quarter Financial Statement Announcement for the period ended 30 June 2014 which was released on 13 August 2014, the Directors of San Teh Ltd (the "Company" and together with its subsidiaries, the "Group") would like to provide following additional information:

SGX-ST's query:

The Company explained that the Group's trade and other payables increased from S\$20.4 million as at 31 December 2013 to S\$28.7 million as at 30 June 2014 "principally due to temporary advances by a director". Please disclose the amount advanced by the director, the terms of the loans and the use of proceeds for such loans.

The Company's response:

The amount advanced by the director are approximately S\$5.4 million and S\$12.3 million as at 31 December 2013 and 30 June 2014 respectively. The terms of the loans are unsecured, repayable on demand and interest-free. The proceeds of the loans are for the property development projects of the subsidiaries.

BY ORDER OF THE BOARD

Lim Wee Tziang
Company Secretary

28 August 2014