

SUNTAR ECO-CITY LIMITED

(Company Registration No. 200613997H)
(Incorporated in the Republic of Singapore)

CLARIFICATION ON THE ANNUAL REPORT 2015

The Board of Directors (the “Board”) of Suntar Eco-City Limited (the “Company”) refers to the query raised by the Singapore Exchange Securities Trading Limited (“SGX-ST”) in its email of 28 April 2016 relating to the Company’s Annual Report 2015.

The Board wishes to provide clarification in response to the SGX-ST’s query as follows:-

SGX-ST’s Query 1:

On Page 24, it was disclosed that S\$7,482,000 was used for general working capital purposes. Please provide the specific details and breakdown on how the working capital was deployed.

Company’s Response to SGX-ST’s Query 1:

The amount of S\$7,482,000 was utilized by the Company’s then principal subsidiary, Jiangxi New Reyphon Biochemical Co., Ltd., in year 2007. The details for general working capital purposes of the Group are as follows:-

	S\$’000
Purchase of raw materials	6,162
Employee salary expenses	1,012
Tax expenses	76
Miscellaneous expenses	232
Total	<u>S\$7,482</u>

BY ORDER OF THE BOARD

Dr Lan Weiguang
Non-Independent Non-Executive Chairman

3 May 2016