**GP Batteries International Limited**

(Incorporated in the Republic of Singapore)
Company Registration No. 199002111N

**RESPONSE TO QUERIES RAISED BY SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ON THE ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2015**

The Board of Directors (the "**Board**") of GP Batteries International Limited (the "**Company**") refers to the Company's Annual Report for the financial year ended 31 March 2015 (the "**Annual Report**") despatched to the shareholders on 15 July 2015 and wishes to announce the following in response to the queries raised by the Singapore Exchange Securities Trading Limited ("**SGX-ST**") on 27 July 2015:-

**SGX-ST's Query 1:**

Guideline 11.3 of the Code states that the Board should comment on the adequacy and effectiveness of the internal controls, including financial, operational, compliance and information technology controls, and risk management systems in the annual report. The Board's commentary should include information needed by stakeholders to make an informed assessment of the company's internal control and risk management systems. The Board should also comment in the company's Annual Report on whether it has received assurance from the CEO and the CFO:

(a) that the financial records have been properly maintained and the financial statements give a true and fair view of the company's operations and finances; and

(b) regarding the effectiveness of the company's risk management and internal control systems.

**Company's response:**

In addition to the disclosure on page 100 of the Company's Annual Report, under the heading "Annual Review of Adequacy and Effectiveness of Risk Management and Internal Control Systems", the Board wishes to provide the following disclosure (the changes are underlined below):-

*"Pursuant to this, the Board has obtained a Declaration of Compliance from the CEO and the CFO:*

*a) that the financial records have been properly maintained and the financial statements give a true and fair view of the Group's operations and finances;*

*b) regarding the effectiveness of the Group's risk management and internal control systems; and*

*c) that there has been full conformance with the risk governance activities and responsibilities stated in the Company's Risk Governance and Internal Control Manual."*

**SGX-ST's Query 2:**

As required under Listing Rule 710, please make disclosure as recommended in the Code; in particular, the effectiveness of the internal controls, including financial, operational, compliance and information technology controls, and risk management systems, or otherwise explain the reason(s) for the deviation.

**Company's response:**

In addition to the disclosure on page 100 of the Company's Annual Report, under the heading "Opinion on Adequacy of the Group's Internal Controls", the Board wishes to provide the following disclosure (the changes are underlined below):-

*"Based on the existing risk governance practices and evaluation of the adequacy and effectiveness of internal control, the work performed by the internal and external auditors and in-house reviews conducted by Management, various Board Committees and the Board, the Audit Committee and the Board are of the opinion that the Company's internal controls over operational, financial, compliance and information technology controls, and the risk management systems, are adequate and effective as at 31 March 2015."*

By Order of the Board

Lynn Wan Tiew Leng
Company Secretary
28 July 2015