

VALUETRONICS HOLDINGS LIMITED
(Incorporated in Bermuda with limited liability)
(Company Registration Number 38813)

RESPONSE TO QUERY FROM SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (“SGX-ST”) ON ANNUAL REPORT FY2015

The Board of Directors (the “**Board**”) of VALUETRONICS HOLDINGS LIMITED (the “**Company**”) refers to the query raised by the SGX-ST on 23 July 2015 and would like to provide additional information in relation to the Company’s annual report (“**Annual Report**”) for the financial year ended 31 March 2015 (“**FY2015**”), as follows:

SGX-ST’s Query:

Please also note that Guideline 11.3 of the Code of Corporate Governance 2012 requires 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 this regard, the Company should provide the Board’s commentary on the adequacy and effectiveness of the risk management systems in an announcement on SGXNET.

Company’s response:

In addition to and based on the reviews performed by Management and Risk Management Committee on the risk management activities within the Group, the Board is satisfied that the Group’s risk management system in place is effective and adequate in the Group’s current business environment for FY2015.

BY ORDER OF THE BOARD

TSE CHONG HING
Chairman and Managing Director

24 July 2015