



KTL GLOBAL LIMITED

(Incorporated in the Republic of Singapore under Registration Number 200704519M)

CLARIFICATION IN RELATION TO ANNUAL REPORT

The Board of Directors of KTL Global Limited (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to respond to the request by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") for clarification on the annual report sent to the shareholders on 11 October 2016 (the "**Annual Report**") as follows:

Question 1

Guideline 11.3 of the Corporate Governance Code ("**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 Company's annual report.

It was disclosed on page 25 of the FY2016 annual report the Board's comment on the adequacy of internal control. In this regard, please disclose the Board's comment on the effectiveness of the internal controls, including financial, operational, compliance and information technology controls, and risk management systems, as recommended by the Code; or otherwise provide an explanation for the deviation from the Guideline pursuant to Listing Rule 710.

Response

Based on the assurance from the CEO and Chief Financial Officer referred to in paragraph 4, page 25 of the Annual Report, the various internal controls put in place by the Group, the work performed and reports submitted by the external and internal auditors of the Group and the reviews carried out by the Board and the AC, the Board, with the concurrence of the AC, is of the opinion that the internal controls of the Group, addressing financial, operational, compliance and information technology risks, and risk management systems were adequate and effective as at 30 June 2016.

BY ORDER OF THE BOARD

Tan Kheng Yeow
Chief Executive Officer
21 October 2016