



AF Global Limited

Company Registration No. 197301118N
(Incorporated in the Republic of Singapore)

Response to Query from the Singapore Exchange Securities Trading Limited ("SGX-ST") on the Company's Annual Report 2018 ("AR2018")

The Board of Directors of AF Global Limited (the "**Company**") refers to the query raised by the SGX-ST on 16 April 2019 and respond as follows:-

SGX-ST's Query

"In the Company's Annual Report 2018, it was disclosed that interest income received from Aspial Corporation Limited and its subsidiary companies amounts \$248K. Please explain why this interest income received was not disclosed as an interested person transaction on page 28 of the Company's Annual Report."

The Company's Response

The interest income of S\$248,000 as disclosed in Note 31 to the Financial Statements (page 96 of AR2018) was in respect of interest income recognised by a subsidiary of the Company during the financial year 2018 on its investments in bonds issued by subsidiaries of Aspial Corporation Limited ("**Aspial**").

The abovementioned investments in bonds and related interest receivable over the terms of the bonds, had been disclosed as interested person transactions at the time of purchase under Corporate Governance Reports in the respective financial years in accordance with Chapter 9 of the Listing Manual of SGX-ST. For the Corporate Governance Report 2018 (page 28 of AR2018), the Company had disclosed the purchase of bond issued by a subsidiary of Aspial during the year and interest receivable over the 3-year term of the bond amounting to S\$3,558,000, as an interested person transaction.

BY ORDER OF THE BOARD

Lim Swee Ann
Company Secretary

18 April 2019