PARKSON RETAIL ASIA LIMITED
(Co. Reg. No. 201107706H)
(Incorporated in the Republic of Singapore)

RESPONSE TO SGX QUERIES ON THE ANNUAL REPORT AND THE INDEPENDENT AUDITOR'S REPORT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2017

Parkson Retail Asia Limited (the "Company", and together with its subsidiaries, the "Group") has received the following queries from Singapore Exchange Securities Trading Limited ("SGX" or the "Exchange") on 16 October 2017 in relation to the Company's Annual Report and the Independent Auditor's Report for the financial year ended 30 June 2017 ("FY2017").

SGX's Queries

For the Exchange's consideration under Rule 1303(3)(c) and noting the Independent Auditor's findings on going concern issues, please provide the following information:

(a) the Board's opinion if the Company will be able to operate as going concern and basis for the Board's view.

(b) the Board's confirmation that all material disclosures have been provided for orderly trading of the Company's shares to continue.

Company's Responses

(a) As stated in Note 2.1 to the audited financial statements (page 62 of the Annual Report), the board of directors of the Company (the "Board") is of the view that it is appropriate to prepare the Group's financial statements for FY2017 on a going concern basis, as the Company's ultimate holding company, Parkson Holdings Berhad, has agreed to provide financial support for the twelve months following the date of the said financial statements to enable the Group to meet its financial obligations as and when they fall due, and the Board is also of the view that the Group will be able to generate sufficient cash flows from its operations. For the foregoing reasons, the Board is therefore of the view that the Company will be able to operate as a going concern.

(b) The Board confirms that all material disclosures have been provided for orderly trading of the Company's shares to continue.

For and on behalf of the Board
PARKSON RETAIL ASIA LIMITED

Tan Sri William Cheng Heng Jem
Executive Chairman
20 October 2017