TYE SOON LIMITED
Company Registration No. 195700114W

RESPONSE TO QUERIES IN RELATION TO THE ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

The Board of Directors of Tye Soon Limited (***Company***) wishes to announce the following in response to the queries raised by the Singapore Exchange Securities Trading Limited (***SGX-ST***) to the Company on 17 April 2017.

SGX-ST's Query 1

Guideline 9.3 of the Code of Corporate Governance (***Code***) recommends the disclosure of the total remuneration paid to the top five key management personnel (who are not directors or the CEO). In this regard, please disclose the total remuneration paid to the top five key management personnel as recommended by the Code, or otherwise disclose and explain for the deviation from the Code as required by Listing Rule 1207(12).

Company's response

The Company did not disclose the remuneration of the key executives in dollar terms, both at the individual level and on aggregate, because such disclosure can adversely affect the Company's talent retention efforts.

SGX-ST's Query 2

Guideline 11.3 recommends that the Board should comment on the adequacy and effectiveness of the internal controls, including financial, operational, compliance and **information technology controls** (emphasis added), and risk management system, in the company' annual report. The Board's commentary should include information needed by stakeholders to make an informed assessment of the company's internal controls and risk management systems. In this regard, please disclose the Board's commentary on the adequacy and effectiveness of the Company's information technology controls as recommended by the Code, or otherwise disclose and explain for the deviation from the Code as required by Listing Rule 710.

Company's response

The Board had directed the Company's management to put in place a system of risk management and internal controls including financial, operational, compliance and information technology controls to safeguard company assets and shareholders' interests. Key features of the risk management system and internal controls are disclosed in the first paragraph under Principle 11 on page 90 of the annual report.

The Board has reviewed the adequacy and effectiveness of the Group's risk management processes and internal controls. Key processes and features of the review framework are disclosed in the second and third paragraphs under Principle 11 on page 91 of the annual report.

Based on the above framework, results of control self-assessments by management, reviews by both internal and external auditors, and the assurance from the Managing Director and the Group Financial Controller, the Board with the concurrence of the Audit Committee, is of the opinion that the Group's risk management system and internal controls are adequate and effective in addressing the

financial, operational, compliance and information technology control needs that the Group considers relevant and material to its operations.

BY ORDER OF THE BOARD

David Chong
Managing Director
21 April 2017