TRAVELITE HOLDINGS LTD.
(Incorporated in Singapore)
(Company Registration Number: 200511089K)

RESPONSE TO QUERIES FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ON ANNUAL REPORT 2016

In response to the queries raised by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") on 14 July 2016 in relation to the Company's annual report 2016, the Board of Directors of Travelite Holdings Ltd. (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to provide the following additional information:

Queries

On page 28 of the Company's annual report, the Company stated that the Company did not enter into interested person transactions during FY2016.

(a) We note on page 54 of the Company's annual report of a related party transaction and the "related party, Jong Fresh Supplies Pte Ltd., and the Company have a common director who has significant influence" and another related party transaction and the related party is a director of an ex-subsidiary and in 2015 it was a firm belonging to the wife of an ex-subsidiary director. Please disclose whether these are interested person transactions under the Listing Rule and if so, to disclose in the format required under Listing Rule 907.

(b) We note on page 74 that under 'Trade receivable' there is 'less allowance for impairment – related parties' of amount S$249,000 and under 'Other receivable' there is 'Related parties' of amount of S$434,000. Please explain what is the nature of these transactions and what is the relationship and why are these transactions not interested person transaction.

Response

(a) On page 28 of the Company's annual report, it was stated that *"The Company did not enter into interested person transactions which are required for disclosure pursuant to Rule 1207(17) of the SGX-ST Listing Manual during FY2016"*. The transaction with Jong Fresh Supplies Pte Ltd is an interested person transaction as defined under Chapter 9 of the SGX-ST Listing Manual. However, as the value of such transaction was S$38,000 (as stated in note 3B on page 54 of the annual report), the transaction is not required to be disclosed pursuant to Rule 907 of the SGX-ST Listing Manual which excludes transactions less than S$100,000.

The transaction with the director of an ex-subsidiary and his wife is not an interested person transaction as defined under Chapter 9 of the SGX-ST Listing Manual as they are not related to any of the directors or controlling shareholders of the Company.

(b) The trade receivables of S$249,000 were due from companies owned by a joint venture partner of the Group and full provision in respect of these receivables were made in FY2012. The Group sold ladies' handbags to these companies. The joint venture partner is not related to any of the

directors or controlling shareholders of the Company and as such, transactions with him are not interested person transactions as defined under Chapter 9 of the SGX-ST Listing Manual.

The other receivables of S$434,000 consisted of loans and recharges of expenses of S$427,000 due from Global Brands Studio Co., Ltd. and payments on behalf of S$7,000 due from Jong Fresh Supplies Pte Ltd.

Global Brands Studio Co., Ltd. is a 50%-owned joint venture company of the Company and the remaining shareholding interest of 50% was held by an independent third party. As such, transactions with Global Brands Studio Co., Ltd. are not interested person transactions as defined under Chapter 9 of the SGX-ST Listing Manual.

The transaction with Jong Fresh Supplies Pte Ltd is an interested person transaction as defined under Chapter 9 of the SGX-ST Listing Manual. However, as the value of such transaction was S$7,000, the transaction is not required to be disclosed pursuant to Rule 907 of the SGX-ST Listing Manual which excludes transactions less than S$100,000.

By Order of the Board

Hoe Kee Kok
Executive Director
15 July 2016