

EASTGATE TECHNOLOGY LTD

(Registration No. 198905519R)

**ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2014 –
EXPLANATION AND CONFIRMATION**

The Board of Directors (the “Board”) of Eastgate Technology Ltd (the “Company”) refers to the annual report for the financial year ended 31 August 2014 and wishes to inform that:

- (a) the Code of Corporate Governance 2012 recommends for full disclosure on the remuneration of each individual director on a named basis, rounded off to the nearest thousand dollars for administrative convenience. After considering this matter carefully, the Board has decided that disclosure of the directors’ detailed remuneration will not be in the interests of the Company given the wage discrepancies in the industry and the competitive pressures that may result from such disclosure.
- (b) the audit committee of the Company (“AC”) hereby confirms that it has reviewed the non-audit services provided by the external auditors to the Group. The amount of non-audit fees paid to the Group’s external auditors for their non-audit services was approximately \$6,740. The AC is satisfied that the independence of the external auditors has not been impaired by the provision of those services. The external auditors have also provided a confirmation of their independence to the AC.

By Order of the Board

Submitted by Wong Siew Chuan, Company Secretary on 26 December 2014 to the SGX