
RESPONSE TO QUERIES FROM SGX-ST

The Board of Directors (the “**Board**”) of Raffles Infrastructure Holdings Limited (the “**Company**”, together with its subsidiaries, referred to as the “**Group**”) would like to provide the following information in response to the queries from the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) in respect to the Company's announcement dated 7 May 2018 titled "General Announcement:: (1) Resumption of Trading Proposal (2) Proposed Change of Name of the Company", when the Company was then known as "China Fibretech Ltd".

At Section B of the announcement, "SGX REGULATION'S DECISION", paragraph (d)(vi), the Board was required to appoint a suitable Chief Financial Officer ("CFO"), acceptable to SGX RegCo, within 6 months of trading resumption. Till to date, we note the Company has not appointed a CFO. Please clarify:

QUERY A

Who is presently overseeing and maintaining the financial records of the Company;

RESPONSE: The oversight and maintenance of the financial records of the Company is by Mr. Jack Jiang, our Accountant based in our Chengdu subsidiary office and assisted by Ms. Amy Zhang, our Assistant Manager based in our Singapore head office.

The Company's management accounts are reviewed by Mr Eric Choo, our Executive Director and Chief Executive Officer together with our Audit Committee.

QUERY B

To disclose and elaborate on the Board's views on whether the internal financial records have been properly maintained till to date;

RESPONSE: The Board is of the view that the internal financial records have been properly maintained to date. The Board's view is based on the view of its AC Committee (which reviews the unaudited financial accounts) and its statutory auditor when annual audits are performed on the Company and/ Group's financial statements.

QUERY C

To disclose the Board's views on whether the Company has an adequate and effective internal audit function and to provide the basis to substantiate the Board's views;

RESPONSE: The Board is of the view that the Company has an adequate and effective internal control audit function with reference to the internal audit report issued in April 2019 by a professional firm. Subsequent to the completion of its first round of fieldwork, the management team has adopted and implemented the recommendations made by the internal auditor. The continuous conduct of fieldwork will further strengthen the internal controls.

QUERY D

To explain with reasons why the Board has not appointed a CFO;

RESPONSE: The Company has advertised for the position of a Group Financial Controller / CFO and has also interviewed a few candidates through referrals. The Company has eventually shortlisted two candidates. However, one candidate has expressed preference of 're-visiting the opportunity of working together' after completion of the Special Audit that the Company was undergoing and the other has salary expectation that is beyond the Company's budget. While the Company reaches out to the shortlisted candidate again with the completion of Special Audit, it will continue to qualify new candidates for this position.

QUERY E

To disclose the composition of the Board of Directors.

- i. Eric Choo Han Kiat (Executive Director & Chief Executive Officer)
- ii. Li Jia Chen (Non-Executive Non-Independent Director)
- iii. Leow Yong Kin (Non-Executive Lead Independent Director)
- iv. Toh Tiong San (Non-Executive Independent Director)
- v. Toh Hai Joo (Non-Executive Independent Director)

By Order of the Board

Choo Han Kiat, Eric

Executive Director and Chief Executive Officer

16 August 2019