



LUZHOU BIO-CHEM TECHNOLOGY LIMITED

(Incorporated in the Republic of Singapore under Registration Number 200412523N)

RESPONSE TO QUERY REGARDING ANNUAL REPORT

The Board of Directors of Luzhou Bio-Chem Technology Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to respond to the query from the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on 17 April 2014, as follows:

Question 1: As required by Rule 710 of the Listing Manual, please make disclosure as recommended in the Code of Corporate Governance 2012 (the “Code”) or explain the reason(s) for the deviation from the recommendation under Guideline 11.3 relating to the Board’s comment on the adequacy and effectiveness of the risk management systems.

Response: In addition to the statement on page 29 of the Annual Report, the Board wishes to clarify that based on the various internal controls put in place by the Group, the work performed and reports submitted by the external and internal auditors of the Group and the reviews carried out by the Board and the Audit Committee, the Board, with the concurrence of the Audit Committee, is of the opinion that the internal controls of the Group, including financial, operational, compliance and information technology controls, and risk management systems, were adequate as at 31 December 2013.

By order of the Board

Niu Ji Xing
Executive Chairman
23 April 2014