LTC CORPORATION LIMITED
(formerly known as Lion Teck Chiang Limited)
(Company Registration No. 196400176K)
(Incorporated in the Republic of Singapore)

RESPONSE TO SGX-ST'S QUERY ON ANNUAL REPORT 2014

The board of directors (the "**Board**") of LTC Corporation Limited (formerly known as Lion Teck Chiang Limited) (the "**Company**") refers to the query received from the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") on 30 October 2014 in relation to the Company's Annual Report for the financial year ended 30 June 2014 ("**Annual Report 2014**").

Query:

Paragraph 2.4 of the Code of Corporate Governance 2012 states that the independence of any director who has served on the Board beyond nine years from the date of his first appointment should be subject to particularly rigorous review. In doing so, the Board should also take into account the need for progressive refreshing of the Board. The Board should also explain why any such director should be considered independent.

Company's Response:

For good corporate governance, the Board carries out rigorous review of the contributions and independence of directors who have served on the Board beyond nine years from their first appointment, and if necessary, exercises its discretion to extend the tenures of these directors.

Currently, Mr. Ong Teong Wan, Mr. Chay Yee and Dato' Mazlan Bin Dato' Seri Harun (the "**Directors**") have served as independent directors of the Company for more than nine years. As stated on page 11 of the Annual Report 2014, the Directors have contributed effectively by providing impartial and autonomous views, advice and judgment and have continued to demonstrate strong independence in character and mind. The Board is of the opinion that their length of service has not, in any way diminished their independence. There were also no relationships with management or substantial shareholders or circumstances which were likely to affect, or could appear to affect their independence or impair their fair judgment.

The Board also reviews the performance of the Directors and considers that the Directors who have gained valuable insight and good understanding of the Company through their years of involvement in the Company and together with their diverse experience and expertise, will be able to continue to greatly benefit the Company by providing impartial and autonomous views, advice and judgment.

The Board holds the view that continuity and stability of the Board is important and considers it is not currently in the interests of the Company and shareholders to require directors who have served for nine years or longer to retire. The Board nevertheless will on a continual basis, review the need for progressive refreshing of its Board.

BY ORDER OF THE BOARD

Silvester Bernard Grant
Company Secretary
31 October 2014