

CHINA MERCHANTS HOLDINGS (PACIFIC) LIMITED

(Incorporated in the Republic of Singapore)

Company Registration Number 198101278D

ANNOUNCEMENT

Response to SGX-ST Query on Annual Report for FY2013

China Merchants Holdings (Pacific) Limited (the “Company” or “CMHP”) refers to the Singapore Exchange Securities Trading Limited’s (“SGX-ST”) query on the Company’s Annual Report for the financial year ended 31 December 2013 (“FY2013”). The Company’s response is as follows:-

Question:

As required by paragraph 11.3 of the Code of Corporate Governance 2012 (the “Code”), please make disclosures on the Company’s risk management systems as recommended in paragraph 11.3 of the Code or otherwise explain the reason(s) for the deviation from the following Code recommendations:-

“Paragraph 11.3 states that the Board should comment on the adequacy and effectiveness of the internal controls, including financial, operational, compliance and information technology controls, and risk management systems, in the company’s Annual Report.”

Response:

Reference is made to Page 25 “Corporate Governance” in the Annual Report, second paragraph of the “Principle 11: Risk Management and Internal Controls” section.

The original paragraph read as follows:-

“Based on the internal controls established and maintained by the Group, work performed by the internal and external auditors and reviews by the management, AC and the Board, the Board with the concurrence of the AC, is of the opinion that the system of internal controls in place are adequate in meeting the current scope of the Group’s business operations and addressing the Group’s financial, operational, compliance and information technology risks. The Company is in compliance with Rule 1207(10) of the SGX-ST Listing Manual.”

In response to the SGX-ST Query, the above paragraph should be read as follows:-

“Based on the internal controls established and maintained by the Group, work performed by the internal and external auditors and reviews by the management, AC and the Board, the Board with the concurrence of the AC, **are satisfied that the system of internal controls in place are adequate in meeting the current scope of the Group’s business operations and addressing the Group’s financial, operational, compliance and information technology risks, and risk management systems.** The Company is in compliance with Rule 1207(10) of the SGX-ST Listing Manual.”