



**THAKRAL CORPORATION LTD**

(Incorporated in the Republic of Singapore on 7 October 1993)  
(Company Registration No. 199306606E)

**ANNOUNCEMENT**

**REPLY TO QUERIES REGARDING FINANCIAL STATEMENTS AND RELATED  
ANNOUNCEMENT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2016**

The Board of Directors (the “**Board**”) of Thakral Corporation Ltd (the “**Company**”) refers to its unaudited financial results for the third quarter ended 30 September 2016 (“**3QFY2016**”) (the “**Announcement**”) released on 2 November 2016 and the queries from the Singapore Stock Exchange Securities Trading Limited (“**SGX-ST**”) on 7 December 2016 regarding the Company’s 3QFY2016 results.

The Board wishes to provide the following information in response to the queries from the SGX-ST as follows:

**SGX-ST's Queries**

Please provide an explanation for the following:

- i. Increase in the allowance for doubtful debts; and
- ii. Increase in Depreciation expense, in particular, please provide details of the assets that were affected by the accelerated amortization.

**Company's Reply**

- i. The reversal in allowance for doubtful debts disclosed in Note 4 on page 3 of the Announcement arose from the recovery of a trade debt from a customer in China in the current period, which had been provided for previously. The narrative for this line should have read ‘Reversal (Allowance) for doubtful debts’.
  - ii. The increase in depreciation for the latest quarter was due to the accelerated amortization of leasehold improvements, furniture and fixtures and office equipment by a subsidiary in the Lifestyle Division in Singapore upon the down-sizing of its operations.
  - iii. In addition, on page 14 of the Announcement, in the performance review for the Investments Division, the last sentence should have read ‘Settlement of the Vida project in Brisbane is expected to occur in Q4-FY16’.
- There are no other similar errors in the Announcement.

On behalf of the Board

Natarajan Subramaniam  
Independent Non-Executive Chairman

Singapore, 9 December 2016