

RESPONSE TO SGX-ST'S QUERY ON ANNUAL REPORT 2016

The board of directors (the "Board") of LTC Corporation Limited (the "Company") refers to the query received from the Singapore Exchange Securities Trading Limited (the "SGX-ST") in relation to the Company's Annual Report for the financial year ended 30 June 2016 ("Annual Report 2016").

Query :

Paragraph 11.3 of the Code of Corporate Governance 2012 (the "Code") 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.

The Exchange noted that the Annual Report did not disclose the Board's comments on the effectiveness of the aforementioned the internal controls, including financial, operational, compliance and information technology controls, and risk management systems. As recommended in paragraph 11.3 of the Code and pursuant to Rule 710 of the Listing Manual, please disclose the Board's comment on the effectiveness of the Company's internal controls addressing financial, operational, compliance and information technology controls, and risk management systems. Otherwise explain the reason(s) for the deviation from the Code.

Company's Response:

Based on the internal controls established and maintained by the Group, work performed by the internal and external auditors, and reviews performed by Management, the Audit Committee and the Board are of the opinion that the Group's internal controls, including financial, operational, compliance and information technology controls, and risk management systems were adequate and effective as at 30 June 2016 to meet the needs of the Group in its current business environment.

BY ORDER OF THE BOARD

Silvester Bernard Grant
Company Secretary
21 October 2016