
REPLY TO SGX QUERIES REGARDING THE GROUP'S ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2017

The Board of Directors (the “Board”) of ValueMax Group Limited (the “Company” together with its subsidiaries, the “Group”) refers to the following query raised by the Singapore Exchange Securities Trading Limited on 27 April 2018 and would like to provide additional information in relation to the Group’s annual report for the financial year ended 31 December 2017, as follows:

Query

Guideline 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 Board’s commentary should include information needed by stakeholders to make an informed assessment of the company’s internal control and risk management systems. The Board should also comment in the company’s Annual Report on whether it has received assurance from the CEO and the CFO:

- (a) that the financial records have been properly maintained and the financial statements give a true and fair view of the company’s operations and finances; and
- (b) regarding the effectiveness of the company’s risk management and internal control systems.

As required under Listing Rule 710, please make disclosure as recommended in the Code; in particular, (i) the opinion of the board on the effectiveness of the internal controls, including financial, operational, compliance and information technology controls and risk management systems

Response

The Board has received assurances from the CEO and Chief Financial Officer on the effectiveness of the Group’s risk management and internal control systems, and that the financial records have been properly maintained and the financial statements give a true and fair view of the Group’s operations and finances.

Based on the internal controls established and maintained by the Group, work performed by the internal and external auditors, and reviews performed by management and the Audit Committee, the Board and the Audit Committee are of the opinion that the system of internal controls, including financial, operational, compliance and information technology controls as well as risk management systems, were adequate and effective to address the risks which the Group considers relevant and material to its operations.

By Order of the Board

Lotus Isabella Lim Mei Hua

Company Secretary

2 May 2018