

YORKSHINE HOLDINGS LIMITED

Registration No. 198902648H

Incorporated in the Republic of Singapore

REPLY TO SGX QUERIES

The Board of Directors of Yorkshine Holdings Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the queries raised by the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) in its email dated 24 January 2018 and wishes to respond as follows:-

SGX-ST’s Queries:-

It was disclosed in the Company’s announcement of 19 January 2018 (the “**Announcement**”) regarding the removal of Mr. Chow Kin Wa (“**Mr. Chow**” or “**CEO**”) from his office as CEO that “Mr. Chow failed to cooperate and provide the Company with access to all the requested books and records of certain subsidiaries of the Company where Mr. Chow is one of the directors”. In this regard, please disclose:-

Query 1: The nature of books and records the access of which was requested by the Company but declined by Mr. Chow.

The Company’s responses to Query 1 are as follows:-

The nature of books and records the access of which was requested by the Company but declined by Mr. Chow includes:

- (a) physical copies of accounting vouchers of the Group before October 2015;
- (b) the complete set of bank loan agreements and banking facilities;
- (c) fixed assets register;
- (d) other trading related contracts such as sale and purchase contracts, letters of credit and shipping documents;
- (e) correspondences (electronic and hard copies) with customers and suppliers; and
- (f) accounting records (both electronic and hard copies) of all disposed/wound-up subsidiaries of the Company.

As announced by the Company on 7 February 2018, it was brought to the attention of the Board that certain books and records of the Group are missing, destroyed and cannot be located and the Company has filed a report with the Hong Kong Police on 6 February 2018 (“**Further Announcement**”). Further announcement(s) will be made by the Company as and when appropriate.

Query 2: The implications for the Company being unable to gain access to such books and records.

The Company’s responses to Query 2 are as follows:-

The Company will not be in a position to accurately ascertain nor evaluate the potential impact of loss until the Hong Kong Police has investigated and ascertained the facts surrounding the books and records which are missing, destroyed and cannot be located.

Query 3: Efforts and steps that the Company will take to obtain access to such books and records.

The Company’s responses to Query 3 are as follows:-

As stated in the Further Announcement, the Company has filed a report with the Hong Kong Police on 6 February 2018.

The Company would arrange third party internal control reviewer to undertake a review of the internal control system of the Group and adopt appropriate remedial measures. All the Group’s assets would be rechecked again for the physical existence. Books and records would be placed in filing rooms inside premises controlled by the Company and only limited authorized personnel will be granted access into the filing room.

BY ORDER OF THE BOARD

Zhu Jun
Executive Chairman and Executive Director
9 February 2018