

QAF LIMITED
Company Registration No. 195800035D
(Incorporated in the Republic of Singapore)
("the Company")

RESPONSE TO SGX QUERY ON ANNUAL REPORT 2014

With reference to the captioned subject, QAF Limited ("the Company") wishes to inform of the following query from the Singapore Stock Exchange:-

Query: Principle 9.2 of the Code of Corporate Governance 2012 (the "Code") states that *"The company should fully disclose the remuneration of each individual director and the CEO on a named basis. For administrative convenience, the company may round off the disclosed figures to the nearest thousand dollars. There should be a breakdown (in percentage or dollar terms) of each director's and the CEO's remuneration earned through base/fixed salary, variable or performance-related income/bonuses, benefits in kind, stock options granted, share-based incentives and awards, and other long-term incentives."*

As the Company is required under Listing Rule 1207(12) to make disclosure as recommended in the Code or otherwise disclose and explain any deviation from the recommendation, please disclose whether the Company has complied with the Code on the above item.

Company's response:

The Company has disclosed in the Annual Report the breakdown of the executive Director's remuneration in the narrow bands of S\$150,000 for each executive Director on a named basis and with breakdown in percentage terms. The Company believes that such disclosure is able to indicate closely the actual remuneration of the named directors and is sufficient for shareholders to have an adequate appreciation of the remuneration packages of the executive Directors and the CEO of the Company.

By Order of the Board

Lee Woan Ling
Company Secretary

22 May 2015