ITE ELECTRIC CO LTD
(Incorporated in the Republic of Singapore)
(Company Registration Number: 198201457Z)
(the "**Company**")

REPLY TO QUERY REGARDING TRADING ACTIVITY

The Board of Directors (the "Board") of ITE Electric Ltd. (the "Company", and together with its subsidiaries, collectively the "Group") would like to respond to the queries from the Singapore Exchange Securities Trading Limited (the "SGX-ST") dated 14 September 2016, regarding the unusual volume movements in the shares of the Company. The Company sets out below its responses to the queries raised by the SGX-ST:

Question 1:

Are you (the issuer) aware of any information not previously announced concerning you, your subsidiaries or associated companies which, if known, might explain the trading? Such information may include events that are potentially material and price-sensitive, such as discussions and negotiations that may lead to joint ventures, mergers, acquisitions or purchase or sale of a significant asset. You may refer to paragraph 9 in Appendix 7A of the Catalist Rules for further examples.

- **If yes, the information shall be announced immediately.**

Answer:

The Board is not aware of any information not previously announced concerning the Company or the Group which, if known, might explain the trading.

Question 2:

Are you aware of any other possible explanation for the trading? Such information may include public circulation of information by rumours or reports.

Answer:

The Board is not aware of any other possible explanation for the unusual volume movements in the shares of the Company.

Question 3:

Can you confirm your compliance with the listing rules and, in particular, Catalist Rule 703?

Answer:

The Board confirms that the Company is in compliance with the Catalist Rule of SGX-ST and, in particular, Catalist Rule 703.

BY ORDER OF THE BOARD

Zhang Zhi Liang
Executive Director and Chief Executive Officer
14 September 2016

This announcement and its contents have been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. ("**Sponsor**"), for compliance with the relevant rules of the SGX-ST. The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Nathaniel C.V., Registered Professional, RHT Capital Pte. Ltd., Six Battery Road, #10-01 Singapore 049909, telephone (65) 6381 6757.