

SAN TEH LTD

(Company Registration No. 197901039W)

RESPONSE TO QUERY RAISED BY SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ("SGX-ST")

The Directors of San Teh Ltd (the "Company" and together with its subsidiaries, the "Group") would like to clarify that the total investment securities of the Group as at 30 June 2014 was approximately S\$23.0 million, of which approximately S\$9.9 million was quoted securities. The aggregate cost of investment of these quoted securities represents approximately 4.85% of the latest audited consolidated net tangible assets of the Group as at 31 December 2013. The remaining investment securities of approximately S\$13.1 million principally consists of unquoted bonds and unit trusts.

After the Group divested its cement operation, the Group has acquired investment securities as a temporary deployment of surplus funds from the proceeds of the disposal of cement operation to enhance shareholders' return and for cash management purposes.

BY ORDER OF THE BOARD

Lim Wee Tziang
Company Secretary

2 September 2014