

GLOBAL PALM RESOURCES HOLDINGS LIMITED
(Company Registration No. 200921345M)
(Incorporated in the Republic of Singapore)

RESPONSE TO SGX QUERY ON ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014 (the “Annual Report”)

The Board of Directors of Global Palm Resources Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) makes this announcement in response to query by the Singapore Exchange Limited (the “**SGX**”) in its email on 20 April 2015 in connection with the Annual Report issued by the Company for its financial year ended 31 December 2014 (the “**Annual Report**”) released on 8 April 2015.

Extract of SGX’s query

“Please make the requisite announcement in relation to Guideline 11.3 of the Code of Corporate Governance (on the CEO and CFO Assurance) which was omitted from the Company’s Annual Report. Please also note that Guideline 11.3 also requires 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.” In this regard, it would be appreciated if the clarification announcement could include the Board’s commentary on the effectiveness as well.

In addition, please also disclose the following in an SGXNET announcement:

1. Page 28 of the Annual Report – We note that Tan Hung Hwie @ Winoto Adijanto was disclosed in the Company’s Full Year financial statements as a person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13). From our telephone conversation last week, it was understood that Mr Tan Hung Hwie did not receive any remuneration for his directorships in dormant subsidiaries. For the purposes of proper disclosure, could the Company clarify in an announcement why Mr Tan was not included in the disclosure of remuneration of immediate family members of CEO and Executive Directors.

2. Page 35 of the Annual Report – We note that the Company disclosed that “S\$8.5 million and S\$1.0 million were used for general working capital of the Indonesia’s office and Singapore’s office respectively.” Pursuant to Listing Rule 1207(20), please provide a breakdown with specific details on how the proceeds from the IPO have been used for working capital purposes.”

Company’s Response

Assurance from the CEO and CFO:

The Board has received assurances from the CEO and the CFO that:-

(a) the financial records of the Group for the financial year ended 31 December 2014 have been properly maintained and the financial statements give a true and fair view of the Group’s operations and finances in accordance with the applicable financial reporting framework that are free from material misstatement; and

(b) the system of risk management and internal controls in place within the Group is adequate and effective in addressing the material risks in the Group in its current business environment including material financial, operational, compliance and information technology risks.

Remuneration of Immediate Family Members of CEO and Executive Directors:

The Company did not include Mr Tan Hung Hwie @ Winoto Adijanto's (brother of Executive Chairman and CEO, Dr Tan Hong Kiat @ Suparno Adijanto) remuneration in the Annual Report as he did not receive any remuneration from the Group for the financial year ended 31 December 2014.

Breakdown of the use of IPO Proceeds for working capital of S\$9.5 million

As at 31 January 2015, the use of net proceeds from the IPO for working capital is as follows:

	Indonesia Office (S\$' million)	Singapore Office (S\$' million)	Amount utilised (S\$' million)
Plantation & Mill Expenses	1.26	-	1.26
Purchase of FFB	1.76	-	1.76
Transport & Freight	0.36	-	0.36
Fertilizers	1.57	-	1.57
Purchase Fuel	0.35	-	0.35
Suppliers	0.65	-	0.65
Administration Expenses	0.49	1.00	1.49
Bank Interest	0.11	-	0.11
Leasing	0.09	-	0.09
Tax Payment	1.86	-	1.86
Total	8.50	1.00	9.50

By Order of the Board

Dr Suparno Adijanto
Executive Chairman and CEO
23 April 2015