

CNA GROUP LTD.
(Company Registration No. 199000449K)

QUERY FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (“SGX-ST”) ON ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2013 (“FY 2013”)

The Board of Directors of CNA Group Ltd (the “Company”) refers to the following queries from the SGX-ST on the FY 2013 Annual Report and wishes to respond to the queries as follows:-

- “ a. Please disclose a status report on the use of proceeds from the placement exercises undertaken in FY2013.*
- b. Please explain the reason(s) for the material differences in the amounts disclosed in the audited Consolidated Statement of Cash Flows disclosed on pages 48 to 49 of the annual report with the announced financial statements dated 28 February 2014. “*
- a. The proceeds from the placement exercises undertaken in FY2013 have been fully utilized as announced on 28 May 2013 and 20 September 2013 respectively.
- b. The material differences in the amounts disclosed in the audited Consolidated Statement of Cash Flows disclosed on pages 48 to 49 of the annual report with the announced financial statements dated 28 February 2014 are as follows:

(S\$'000)	Note	Per Announcement	Per annual report	Difference
Changes in trade and other payables	(a)	(2,570)	(1,683)	887
Interest received	(b)	80	-	(80)
Interest paid	(c)	(1,453)	-	1,453
Acquisition of intangible assets	(a)	-	(285)	285
Interest received	(b)	-	(80)	80
Balances with related parties	(a)	1,042	440	(602)
Interest paid	(c)	-	(1,453)	(1,453)

Note:

- (a) Changes in trade and other payables were reduced from \$(2,570) to \$(1,683). The difference of \$887 was analysed as acquisition of intangible assets of \$285 and a reduction of balances with related parties of \$602.
- (b) Interest received of \$80 was reclassified from operating activities to investing activities as the auditors felt that this was more appropriate.
- (c) Interest paid of \$(1,453) was reclassified from operating activities to financing activities as the auditors felt that this was more appropriate

By order of the Board of CNA Group Ltd

Joint Company Secretary,
 Lee Thiam Chye

28 April 2014