



(Company Registration No.: 201301440Z)
(Incorporated in the Republic of Singapore)

CLARIFICATION ON THE COMPANY'S ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

Soilbuild Construction Group Ltd. (the “**Company**”) had on 19 April 2021 received the following query from the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on the Company’s Annual Report for the financial year ended 31 December 2020:

Question 1

“Listing Rules 1207(10C) requires the Audit Committee’s comments on whether the internal audit function is independent, effective and adequately resourced. Please provide the Audit Committee’s comment’s as required. Please also provide information on whether the internal audit function has the relevant experience and qualifications.”

In response, the Company would like to clarify that the Group has outsourced its internal audit function to RSM Risk Advisory Pte Ltd, a professional company with qualified accountants specialised in providing management consultancy and internal audit services, which meets the standards set by international recognised professional bodies including the Standards for the Professional Practice of Internal Auditing set by The Institute of Internal Auditors. The engagement team of RSM Risk Advisory Pte Ltd, in providing internal audit services to the Company, is led by Mr Dennis Lee, a Chartered Accountant of Singapore and Certified Public Accountant, Australia, who has over twenty years of experience in the related field.

The engagement of RSM Risk Advisory Pte Ltd, including the internal audit plan, the scope of the internal audit, the internal audit work and the internal audit report thereon, the engagement team and the relevant experience of the engagement team, have been reviewed by the Audit Committee to ensure the internal audit function is independent, effective and adequately resourced. The Audit Committee has met up with the engagement team of RSM Risk Advisory Pte Ltd without the presence of the management. Following such review and meeting, the Audit Committee is satisfied that the internal audit function is independent, effective and adequately resourced, and has provided its comments and recommendations to the Board.

In addition, as disclosed on page 43 of the FY2020 Annual Report, the Board has reviewed the adequacy and effectiveness of the internal controls and risk management systems and is satisfied that the internal audit team is adequately resourced and has appropriate standing within the Company.

BY ORDER OF THE BOARD
SOILBUILD CONSTRUCTION GROUP LTD.
Ganessaraj Soocelaraj
Group Chief Executive Officer
21 April 2021