
**RESPONSE TO THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED
(THE “SGX-ST”) QUERIES ON THE ANNUAL REPORT 2020**

The Board of Directors of Pharmesis International Ltd. (the “Company”) wishes to respond to the queries raised by the SGX-ST on 21 April 2021 in relation to the Company’s Annual Report 2020:

SGX’s Query

We refer to Pharmesis International Ltd’s announcement of its Annual Report on 12 April 2021 for the financial period ended 31 December 2020.

1. On page 30 of the Annual Report, it was stated that the Company had outsourced its internal audit function to a professional firm. Please provide the name of the firm that the Company has outsourced the internal audit function to. Please also provide information on the relevant experience of the firm and the engagement team and whether and how the internal audit of the Company has been adequately resourced. To also disclose the internal audit standards that applied in the internal audit process and review for the Company.

Company’s response:

The Company has engaged Sichuan WeiCheng Certified Public Accountants Co., Ltd (四川维诚会计师事务所有限公司)(“WeiCheng CPA”) as the internal auditor to perform the Company’s internal audit function. WeiCheng CPA was established in 2008 with more than 12 years of auditing experience. WeiCheng CPA is also part of the Sichuan WeiCheng Group, which is a comprehensive enterprise mainly engaged in audit, evaluation and consulting services. WeiCheng CPA was rated as Sichuan Province AAA-level accounting firm for six consecutive years. WeiCheng CPA is adequately resourced, with staff strength of over 60 certified public accountants and the engagement team is led by a certified public accountant team leader with more than 11 years of experience. The internal audit standards applied in the internal audit process and review is based on “No. 3101 of Chinese Certified Public Accountants Auditing Standards—Assurance Service other than Historical Financial Information Audit or Review”, “Enterprise Internal Control Regulations” and related regulations.

BY ORDER OF THE BOARD

Wu Xuedan
Executive Director and Chief Executive Officer
23 April 2021