



PAN-UNITED CORPORATION LTD

(Incorporated in the Republic of Singapore)

(Company Registration No: 199106524G)

RESPONSE TO SGX-ST'S QUERY ON THE ANNUAL REPORT 2015

The Board of Directors of Pan-United Corporation Ltd (the "Company" together with its subsidiaries, the "Group") wishes to respond to a query raised by the SGX-ST on 20 April 2016 in relation to the Company's Annual Report 2015:

SGX-ST's Query

As required under Listing Rule 710, please make disclosures as recommended in the Code of Corporate Governance 2012 (the "Code") or otherwise explain the reason(s) for the deviation from the following Code guideline:-

- a. Guideline 11.3 of the Code states, *inter alia*, that the Board should also comment in the company's Annual Report on whether it has received assurance from the CEO and the CFO:
 - (a) that the financial records have been properly maintained and the financial statements give a true and fair view of the company's operations and finances; and
 - (b) regarding the effectiveness of the company's risk management and internal control systems.

The Company's Response

In the Report of Corporate Governance of our Annual Report 2015, on page 26, it is stated that the Audit Committee and the Board have received a written assurance from the CEO and the Executive Director, who oversees the areas which would have been under the charge of a Chief Financial Officer, that for FY2015, the relevant financial statements of the Group, prepared in accordance with SFRS, presented a true and fair view of the state of affairs of the Group and the Group's risk management and internal control systems, including but not limited to financial, operational, compliance and information technology controls, in place were adequate and also provided a reasonable assurance that assets were safeguarded against unauthorised loss or disposition.

Further to this statement, the Board wishes to add that the Audit Committee and the Board have also received assurance from the CEO and the Executive Director that for FY2015, the financial records of the Group have been properly maintained and the financial statements give a true and fair view of the Group's operations and finances; and the Group's risk management and internal control systems are adequate and effective.

By order of the Board

Lynn Wan Tiew Leng
Joint Company Secretary
21 April 2016