

InnoTek Limited

(Company Registration No. 199508431Z)
(Incorporated in the Republic of Singapore)

RESPONSE TO SGX'S COMMENT REGARDING THE ANNUAL REPORT 2018

The Board of Directors of InnoTek Limited (the "Company") refers to its Annual Report 2018 and wishes to provide the following clarification in response to the comment raised by the Singapore Exchange Securities Trading Limited ("SGX-ST") on 24 April 2019.

SGX-ST Comment:

We would appreciate it if you can address the following query in a clarification announcement:-

Guideline 11.3 of the Code of Corporate Governance 2012 (the "Code") states 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. The Board's commentary should include information needed by stakeholders to make an informed assessment of the company's internal control and risk management systems. 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 system.

Company's Response

The Company refers to the statements made on the Group's internal controls as set out on page 26 of its Annual Report and confirms the following opinion, in compliance with Listing Rule 710:

"Based on the work performed by the internal auditors during the financial year as well as the statutory audit by the external auditors, and reviews performed by Management, the Board with the concurrence of the ARMC, is of the opinion that the Group's system of internal controls including financial, operational, compliance and information technology risk controls and risk management systems were adequate and effective as at 31 December 2018 in providing reasonable assurance of the effectiveness of the Group under the current business environment.

The Board has received assurance from the Chief Executive Officer, Chief Administration Officer (Mansfield), Chief Financial Officer (Mansfield) and the General Managers and Deputy General Managers of the Business Units, Head of Internal Audit Department and the Corporate Controller of the Company that as at 31 December 2018:

- (a) The financial records of the Group have been properly maintained and the financial statements for the year ended 31 December 2018 give a true and fair view of the Group's operations and finances; and
- (b) The system of risk management and internal controls in place for the respective business divisions were adequate and effective as at 31 December 2018 to address the Group's financial, operational, compliance and information technology risks which the business divisions consider relevant and material to their operations."

By Order of the Board
InnoTek Limited
Linda Sim Hwee Ai
Company Secretary

25 April 2019