



(Incorporated in the Republic of Singapore)
Company Registration No. 196700511H

REPLY TO QUERIES BY SGX-ST REGARDING THE COMPANY'S 2013 ANNUAL REPORT

The Board of Directors (the "**Board**") of Far East Orchard Limited (the "**Company**") refers to the following queries raised by the Singapore Exchange Securities Trading Limited ("**SGX-ST**") on 21 April 2014 and would like to provide additional information in relation to the Company's Annual Report for the financial year ended 31 December 2013 ("**2013 Annual Report**") as follows:

SGX-ST's Query 1:

The total remuneration in aggregate paid to the top five key management personnel has not been disclosed as per the recommendation under Guideline 9.3 of the Code of Corporate Governance 2012. Please provide the disclosure in an announcement on SGXNET. Otherwise, please disclose the basis for which the above has not been disclosed (Page 33 of the 2013 Annual Report).

Company's response:

The Board was of the view that full disclosure in aggregate of the total remuneration paid to the top five key management personnel would not be in the interests of the Company as such information was confidential and sensitive and could be exploited by competitors. The Board was of the opinion that the information disclosed in the 2013 Annual Report would be sufficient for shareholders to have an adequate appreciation of the Company's compensation policies and practices in respect of the Company's key management personnel.

SGX-ST's Query 2:

Please make the necessary disclosures pursuant to Rule 907 of the SGX-ST Listing Manual (Page 39 of the 2013 Annual Report).

Company's response:

The query relates to the disclosure of Interested Person Transactions ("IPTs"). The Company confirms that it did not have any IPTs during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920).

By Order of the Board

Jessica Lien Mei Jin

Company Secretary

24 April 2014