

HONG FOK CORPORATION LIMITED

(Company Registration No. 196700468N)

RESPONSE TO SGX'S QUERIES REGARDING THE COMPANY'S 2012 ANNUAL REPORT

The Board of Directors of Hong Fok Corporation Limited (the "**Company**") refers to the query received from the Singapore Exchange Securities Trading Limited (the "**SGX**") on 26 April 2013 regarding the Company's 2012 annual report and would like to respond as follows:

Query:

On page 48 of the 2012 annual report, the SGX notes that the Company paid \$101,050 of non-audit fees to its auditors in FY2012 which is a significant increase from the \$40,900 non-audit fees to its auditors in FY2011. The FY2012 non-audit fees represented 54.8% of the audit fees received by the auditors from the Company. Therefore, please elaborate on the nature of the non-audit fees paid to the auditors and explain for the significant increase in FY2012.

Response:

The nature of non-audit fees mainly relates to services rendered in connection with the Group's income tax compliance and Multicurrency Medium Term Note Programme ("**MTN Programme**") established during FY2012.

The increase in non-audit fees was mainly attributable to other assurance service performed in relation to the aforementioned MTN Programme.

BY ORDER OF THE BOARD

CHEONG HOOI KHENG
Director

Singapore
29 April 2013