

Response to SGX Queries::

Issuer & Securities

Issuer/ Manager	THAKRAL CORPORATION LTD
Securities	THAKRAL CORPORATION LTD - SG1AJ2000005 - AWI
Stapled Security	No

Announcement Details

Announcement Title	Response to SGX Queries
Date & Time of Broadcast	31-Dec-2018 12:23:57
Status	New
Supplementary Title	On Other Announcements
Others (Please Specify)	Announcement dated 21 December 2018 on Increase in Interest in Thakral Japan Properties Pte Ltd
Announcement Reference	SG1812310THRS9QS
Submitted By (Co./ Ind. Name)	Anil Daryanani
Designation	Chief Financial Officer
Description (Please provide a detailed description of the change in the box below)	Please refer to attachment.
Attachments	ThakralCorp Annmt SGXQueriesReply TJP 20181231.pdf Total size =79K



THAKRAL CORPORATION LTD

(Incorporated in the Republic of Singapore on 7 October 1993)
(Company Registration No. 199306606E)

ANNOUNCEMENT

REPLY TO SGX QUERIES REGARDING INCREASE IN INTEREST IN THAKRAL JAPAN PROPERTIES PTE LTD

Unless otherwise defined, all capitalised terms used herein shall bear the same meanings as in the Company's announcement dated 21 December 2018.

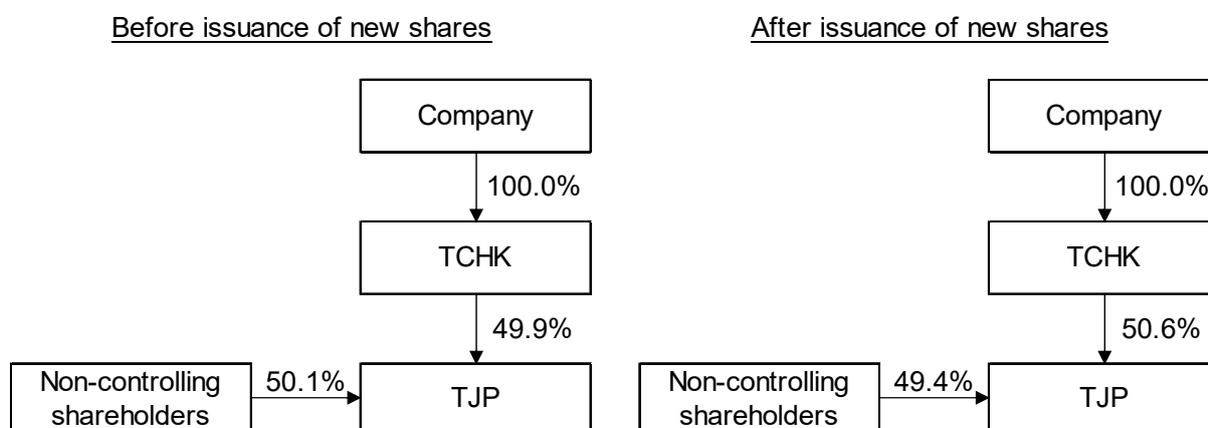
The board of directors (the "**Board**") of Thakral Corporation Ltd (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the announcement on the Increase in interest in Thakral Japan Properties Pte Ltd dated 21 December 2018 (the "**Announcement**") and the queries subsequently received by the Company on 28 December 2018 from the Singapore Exchange Securities Trading Limited regarding the Announcement (the "**SGX Queries**").

The Board wishes to provide the following information in response to the SGX Queries:

SGX Query (a)

We refer to the announcement issued by the Company on 21 December 2018 entitled "Increase in interest in Thakral Japan Properties Pte Ltd". Please provide a diagrammatic illustration of the shareholding structure for the Company, Thakral Japan Properties Pte. Ltd. ("TJP") and Thakral Corporation (HK) Limited ("TCHK") before and after the issuance of new shares.

Company's Response to SGX Query (a)



SGX Query (b)

What is the basis of the capitalization of loan of JPY 24.8 million due to TCHK?
Please state the factors taken into account.

Company's Response to SGX Query (b)

TCHK had advanced funds to TJP for the purpose of payment of expenses and premium for foreign exchange option contract since the incorporation of TJP; such advanced sums amounted to JPY24.8 million (equivalent to about S\$0.3 million).

In view of the limited free cash available in TJP, after obtaining consent by all the non-controlling shareholders, the amount owing to TCHK is capitalized. The number of shares issued are based on the adjusted net asset value of TJP.

The Board believes that the capitalization of the loan will generate positive return.

SGX Query (c)

Please disclose information required under Listing Rule 1010 (5).

Company's Response to SGX Query (c)

The value of the shares allotted represent the adjusted net asset value of TJP when the funds were advanced. No valuation was commissioned by the Company in respect of the allotment.

On behalf of the Board

Natarajan Subramaniam
Independent Non-Executive Chairman

Singapore, 31 December 2018