
RESPONSE TO SGX QUERY ON ANNUAL REPORT FOR FY2014

The Board of Directors of Petra Foods Limited (**Company**) refers to its Annual Report for the financial year ended 31 December 2014 (**Annual Report**) and wishes to provide the following additional information in response to the query by the Singapore Exchange Securities Trading Limited (**SGX**) on 28 April 2015.

SGX's Query:

We note from page 66 of the Annual Report the following disclosure: "The Company has clear policies and guidelines for dealings in securities of the Company by directors and officers, in conformity with the rules relating to dealings in securities in Rule 1207(19) of the Listing Manual. The Company prohibits selected employees from trading in its securities for a period commencing 1 month before the announcement of full year financial results and two weeks from the release of quarterly financial results."

Pursuant to Listing Rule 1207(19), it requires a statement in the Annual Report on "whether and **how** the issuer has complied with the following best practices on dealings in securities:-

...

(b) An **officer should not deal in his company's securities on short-term considerations**; and..."

Please clarify how the Company has complied with the above rule in its Annual Report.

Response:

The Company has issued internal guidelines on dealings in the securities of the Company to the Directors and employees of the Company and its subsidiaries.

The Directors and officers of the company, together with all of the Senior Managers and a wide group of employees, are advised of the prohibitions in dealings in the securities of the Company during the period commencing two weeks before the announcement of the Group's quarterly financial statements, and one month before the Group's full year financial statements, and ending on the respective announcement dates, and while they are in possession of unpublished price-sensitive information. The Directors and employees are also reminded not to trade on short-term considerations and to observe insider trading laws at all times even when dealing in securities within permitted trading periods.

On behalf of the Board

Chuang Yok Hoa / Madelyn Kwang Yeit Lam

Company Secretaries
30 April 2015