
RESPONSE TO QUERIES FROM THE SINGAPORE EXCHANGE ON THE AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2025

The Board of Directors (the “**Board**”) of Addvalue Technologies Ltd (the “**Company**”) refers to the queries the Company received from the Singapore Exchange Regulation on 23 July 2025 on the audited financial statements for the financial year ended 31 March 2025 (“**FY2025**”), and append the Company’s corresponding response as follows:

Query 1

It is disclosed on page 68 that “Amba Partners CPA Limited is appointed as the external auditors of the Company’s subsidiary incorporated in Hong Kong, the Board and the ARC are satisfied that the appointment of different auditors would not compromise the standard and the effectiveness of the audit of the Group and that Rule 716 of the Listing Rules has been complied with.”

However, it is disclosed on page 121 that Addvalue Global limited, being the Company’s only subsidiary incorporated in Hong Kong, was not required to be audited by law in the country of incorporation. Please reconcile these two statements.

Company’s response

Addvalue Global Limited, being the Company’s only subsidiary incorporated in Hong Kong, was not required to be audited by law in the country of incorporation owing to its dormant status hence exemption under the Companies regulations. However, the Company has voluntarily appointed Amba Partners CPA Limited to perform an audit of this subsidiary. This decision was made to ensure the integrity and completeness of the Group’s consolidated financial statements.

Query 2

Pursuant to Rule 1207(10C), the annual report must contain the Audit Committee’s (“**AC**”) comment on whether the internal audit (“**IA**”) function is independent, effective and adequately resourced.

It is disclosed on page 70 that “the ARC is generally satisfied with the independence, adequacy and effectiveness of the current internal audit arrangement, and will continue to assess its effectiveness regularly”.

Please provide the Audit Committee’s comment(s) on whether the internal audit function is adequately resourced.

Company’s response

The Company had since FY2020 engaged In.Corp Business Advisory Pte Ltd (“**In.Corp**”) as the internal auditors for the Group (“**IA**”). The AC noted that In.Corp is independent as no conditions being imposed on the internal audit activity to carry out internal audit responsibilities in an unbiased manner. The internal review by In.Corp is conducted in accordance with the International Standards for the Professional Practice of Internal Auditing issued by The Institute of Internal Auditors. Pursuant to Rule 1207(10C), the Audit Committee’s (“**AC**”) is satisfied that the internal audit (“**IA**”) function is independent, effective and adequately resourced. Please see the details as follows:

- i. The size of In.Corp’s IA is 12 persons. The size of the IA engagement team servicing Addvalue Technologies Ltd is 4 persons.
- ii. The IA Partner has more than 16 years of audit experience serving various Public Listed Companies, Ministries, Organs of State, Statutory Boards, Institutions of Higher Learning, Financial Institutions, Charities and Institutions of a Public Character and holds the relevant qualifications and professional memberships, including:
 - Certified Internal Auditor (IIA)
 - Chartered Accountant, Singapore (ISCA)
- iii. The IA team is led by Senior Managers/Managers who hold Certified Internal Auditor and Chartered Accountant (Singapore) qualifications and have 5 to 8 years of relevant audit experience and are members of the Institute of Internal Auditors Singapore (IIA). The IA team is also supported by Senior Associates with 3 to 4 years of relevant audit experience.
- iv. The IA Partner and team serve as the Internal Audit Function for publicly listed companies in various industries.
- v. The IA Partner has prior experience providing IA services to SGX-listed entities of similar industry and operations sizes as the Company.

- vi. The standards applied by the IA comply with the Standards for Professional Practice of Internal Auditing set by the Institute of Internal Auditors.

Query 3

We refer to explanatory note 1 of the Notice of AGM. Please provide declarations (a) to (k) in Appendix 7.4.1 for Mr Chua Chwee Koh.

Company's response

Mr Chua Chwee Koh had responded with 'no' replies to all items (a) to (k) listed in Appendix 7.4.1. (Announcement of Appointment) of the Listing Manual of the SGX-ST.

BY ORDER OF THE BOARD

Tan Khai Pang
Chief Executive Officer
25 July 2025