



STAMFORD TYRES CORPORATION LIMITED

Company Registration No.: 198904416M
(Incorporated in the Republic of Singapore)

RESPONSE TO SUBSTANTIAL AND RELEVANT QUESTIONS BY SHAREHOLDERS IN RELATION TO THE ANNUAL REPORT 2022

The Board of Directors of Stamford Tyres Corporation Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) would like to thank shareholders for submitting their questions in advance of the Annual General Meeting to be held by electronic means on 31 August 2022. The response to the questions sent in are set out as follows:

Q1: What is the nature of the collaboration between Stamford Tyres and B-Quik of Thailand?

Response: As disclosed on page 17, the Group has 900 dealers for Falken and Sumo Firenza (made in Thailand) tyres and SSW wheels. B-Quik is an established chain of car service centres in Thailand and forms part of the afore-mentioned dealers network. B-Quik is a frequent and close collaborator with Stamford Tyres Distributor Co Ltd in the promotion and retailing of Sumo Firenza tyres and SSW wheels in Thailand.

Q2: What accounted for Falken Tyre India’s (“FTI”) revenue plunge to S\$3.2mil in FY22 from S\$16.7mil in prior year? What were the measures taken to prevent substantial increase in loss?

Response: As disclosed in Note 15 of the FY2021 Annual Report, the financials and operations of FTI were affected by the market disruptions arising from the import restrictions in India in prior year. The decline in revenue in FY22 was a result of the on-going import restrictions in India. The management of FTI had taken steps to downsize its operations with reduction in operating costs from S\$5.4mil in FY21 to S\$1.5mil in FY22, in order to cap operating loss at S\$0.4mil in FY22. The Company holds 40% of FTI’s equity.

Q3: The annual report gives the land and gross floor area of 21 Lok Yang Way. What were the figures for 19 Lok Yang Way?

Response: The land area of 19 Lok Yang Way is 13,257.7m² and the gross floor area is 18,024.7m².

Q4: Is the land at Klang devoted for warehouse only?

Response: Yes, as disclosed on page 17, it serves as a consolidated warehouse and logistics facility in supporting our tyre distribution operations in Malaysia.

Q5: What is the aggregate market value of leasehold land and buildings and leasehold improvements in Singapore compared with S\$31.3mil book value?

Response: As its properties are mainly held-for-own-use in operations, the Group does not have a policy of conducting a formal valuation exercise to determine the market value of its properties.

In addition to the above, we will be addressing key issues which we think are of interest to our shareholders and interested investors in our Management Presentation during our electronic Annual General Meeting on 31 August 2022. We will upload the presentation slides via SGXNet together with the results of the AGM.

By Order of the Board

Heng Michelle Fiona
Company Secretary
24 August 2022