



SSH CORPORATION LTD.

新順發股份有限公司

Co. Reg. No. 197600985C

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**RESPONSE TO QUERIES RAISED BY SGX-ST IN RELATION TO THE FULL YEAR FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2009**

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The Board of Directors of SSH Corporation Ltd. (the "Company") wishes to provide the following information in response to queries raised by Singapore Exchange Securities Trading Limited ("SGX-ST") in its email dated 18 August 2009 ("SGX Queries") in relation to the Company's Full Year Financial Statements for the financial year ended 30 June 2009 released on 12 August 2009:-

**SGX Queries**

We note on Pg 1 of the results announcement the Company reported a 'Provision for inventories write down' of S\$9.7m for the full year ended 30 June 2009. Please elaborate on the (i) type of inventories being written down; (ii) the circumstances giving rising to the write down including whether further write down is expected. If so, please quantify.

**Company's Response**

- (i) The types of inventories in the provision for write down comprise mainly steel plates and pipes.
- (ii) The provision for write-downs is in accordance with the accounting policy for the valuation of inventories at the lower of cost and net realizable value, following the decline in steel prices worldwide. Further provision for write-downs will have to be considered if there is a further decline in steel prices.

By Order of the Board  
Shirley Lim

Company Secretary

Date: 19 August 2009