

Casa Holdings Limited (the "**Company**")
 Company Registration No. **199406212Z**
 (Incorporated in the Republic of Singapore)

ANNOUNCEMENT

**MATERIAL VARIANCES BETWEEN UNAUDITED FINANCIAL STATEMENTS
 AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR
 ENDED 30 SEPTEMBER 2015**

The board of directors (the "**Board**") of Casa Holdings Limited (the "**Company**"), and together with its subsidiary corporations, (the "Group") refers to the announcement on unaudited full year financial statements for the financial year ended 30 September 2015 released by the Company on the SGXNet on 25 November 2015.

The Board wishes to announce and clarify material differences between the unaudited financial statements and audited financial statements for the financial year ended 30 September 2015. The material variances and the reasons for the material differences are set out in the explanatory notes below.

Consolidated Statement of Comprehensive Income for financial year ended 30 September 2015

	Audited S\$('000)	Unaudited S\$('000)	Variances S\$('000)	Note
Selling and distribution	(1,488)	(1,565)	77	A
Administrative	(7,570)	(7,493)	(77)	A
Gain on disposal of a subsidiary corporation	3,728	2,128	1,600	B
Currency translation differences arising from consolidation - (loss)/gain	(1,753)	(7,861)	6,108	C
Share of other comprehensive losses of associated companies	(6,108)	-	(6,108)	C
Total comprehensive (loss)/income	(1,848)	(3,448)	1,600	B

The material audit adjustments and reclassifications are as below:

Note

- A.** Due to reclassification of repair and maintenance costs from selling and distribution to administrative expenses.
- B.** Gain on disposal of a subsidiary corporation increased due to adjustments wrongly credited against minority interests in the unaudited financial announcement on 25 November 2015. This was pointed out after auditor's review and adjusted accordingly in the audited financial statements. As a result, the total comprehensive loss decreased by \$1.6 million and retained profits increased by the same amount.

- C. Currency translation differences arising from consolidation - (loss)/gain decreased due to reclassification of \$6.1 million to share of other comprehensive losses of associated companies. This will better present the currency translation differences arising from consolidation of associated companies using equity method.

Statements of Group Financial Position for financial year ended 30 September 2015

	Audited S\$('000)	Unaudited S\$('000)	Variances S\$('000)	Note
Non-current liabilities				
Other payables	3,005	3,165	(160)	D
Provisions	160	-	160	D
Equity				
Retained profits	36,554	34,954	1,600	C
Non-controlling interests	4,866	6,466	(1,600)	A

Statements of Company Financial Position for financial year ended 30 September 2015

	Audited S\$('000)	Unaudited S\$('000)	Variances S\$('000)	Note
Current assets				
Trade and other receivables	8,403	82	8,321	E
Amount due from subsidiary corporations	-	8,321	(8,321)	E
Current liabilities				
Trade and other payables	7,525	200	7,325	F
Amount due to subsidiary corporations	-	7,325	(7,325)	F

Note

- D.** Provision for demolition costs is reclassified from other payables to better reflect the nature of the line items. The former is a future event that has yet to occur and based on estimation while the latter had already occurred and no estimation is required.
- E.** Trade and other receivables increased by \$8.3 million due to reclassification from amount due from subsidiary corporations to comply with FRS 1: Presentation of Financial Statements, paragraph 78(b).
- F.** Trade and other payables increased by \$7.3 million due to reclassification from amount due to subsidiary corporations to comply with FRS 1: Presentation of Financial Statements.

Consolidated Statement of Cash Flows for financial year ended

	Audited S\$('000)	Unaudited S\$('000)	Variiances S\$('000)	Note
Net cash used in operating activities	(525)	(1,152)	627	G
Net cash provided by financing activities	2,262	2,602	(340)	H

Note

G. Decrease in net cash used in operating activities is due to increase in net profit, disclosing gain on disposal of a subsidiary corporation as a separate line item, decrease in unrealized translation loss and increase in trade and other payables.

H. Decrease in in net cash provided by financing activities is due to increase in interest paid.

BY ORDER OF THE BOARD

Lim Soo Kong
Chief Executive Officer

28 December 2015