

INCREDIBLE HOLDINGS LTD.
(Incorporated in the Republic of Singapore)
Company Registration Number: 199906220H

DIFFERENCES BETWEEN AUDITED AND PREVIOUSLY ANNOUNCED UNAUDITED FINANCIAL FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

Pursuant to Rule 704(5) of the Listing Manual of the Singapore Exchange Securities Trading Limited Section B: Rules of Catalist (“**Catalist Rules**”), Incredible Holdings Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to its unaudited full year financial results for the year ended 31 December 2020 (“**FY2020**”) that was announced on 26 February 2021. Upon the finalization of the FY2020 audit, certain adjustments were made which have a material impact on previously announced FY2020 results. The differences between the previously announced with the explanations for the material differences are set out below.

1. The Group’s statement of profit or loss and other comprehensive income for financial year ended 31 December 2020 (“FY 2020”)

	Note	Group Year Ended 31 December 2020			
		Audited	Previously announced	Variance	
		S\$’000	S\$’000	S\$’000	%
Continuing operations					
Revenue		3,258	3,258	-	-
Cost of Sales		(2,878)	(2,878)	-	-
Gross profit		380	380	-	-
Other operating income	1a	170	227	(57)	(25.11)
Allowance for impairment on amount due from an associated company	1b	(500)	-	500	NM
Selling & distribution expenses	1c	(228)	(26)	202	776.92
Administrative expenses	1d	(2,709)	(2,911)	(202)	(6.94)
Other operating expenses	1e	(381)	(882)	(501)	(56.80)
Share of loss of associates		(54)	(54)	-	-
Loss from operations		(3,322)	(3,266)	56	1.71
Finance expenses		(6)	(6)	-	-
Loss before income tax		(3,328)	(3,272)	56	1.71
Income tax expenses		-	-	-	-
Loss from continuing operations		(3,328)	(3,272)	56	1.71
Loss from discontinued operations	1f	(796)	(14)	782	5,585.71
Loss for the year		(4,124)	(3,286)	838	25.50
Other comprehensive income:					
Items that may be reclassified subsequently to profit or loss:					
- Foreign currency translation gain/ (loss)		191	191	-	-
- Reclassification of currency translation reserve to profit or loss upon disposal of subsidiaries and associated company	1g	838	-	838	NM
Total comprehensive loss for the year		(3,095)	(3,095)	-	-

2. The Group's statement of financial position as at 31 December 2020

	Group Statement of Financial Position as at 31 December 2020		Variance	
	Audited	Previously announced	S\$'000	%
	S\$'000	S\$'000		
Non-current assets				
Property, plant and equipment	113	113	-	-
Intangible assets	949	949	-	-
Total non-current assets	1,062	1,062	-	-
Current assets				
Inventories	520	520	-	-
Trade and other receivables	811	811	-	-
Due from associate	1,171	1,171	-	-
Cash and cash equivalents	840	840	-	-
Total current assets	3,342	3,342	-	-
Current liabilities				
Trade and other payables	(1,247)	(1,213)	34	2.80
Lease liabilities	(64)	(64)	-	-
Loan from shareholders	(2,215)	(2,249)	(34)	(1.51)
Total current liabilities	(3,526)	(3,526)	-	-
Net current assets	(184)	(184)	-	-
Non-current liabilities				
Lease liabilities	(42)	(42)	-	-
Total non-current liabilities	(42)	(42)	-	-
Net assets	836	836	-	-
Share capital	38,852	38,852	-	-
Translation reserve	(518)	(518)	-	-
Accumulated losses	(37,498)	(37,498)	-	-
Total equity	836	836	-	-

NM: Not Meaningful

3. The Group's statement of cash flows for the year ended as at 31 December 2020

		Group Year Ended 31 December as at 31 December 2020			
		Audited	Previously announced	Variance	
		S\$'000	S\$'000	S\$'000	%
Cash flows from operating activities:					
		(3,328)	(3,272)	(56)	1.71
		(796)	(14)	(782)	5,585.71
	2a				
Adjustment for:					
		78	78	-	-
		154	179	(25)	(13.97)
	2b				
		782	-	782	NM
	2c				
		-	(79)	79	NM
	2d				
		(26)	(3)	23	766.67
	2e				
		500	500	-	-
		73	155	(82)	(52.90)
	2f				
		54	54	-	-
		6	6	-	-
		(2,503)	(2,396)	(107)	4.47
Operating loss before working capital changes					
Change in working capital:					
		103	77	26	33.77
	2g				
		390	(26)	416	(1,600)
	2h				
		252	179	73	40.78
	2i				
		156	-	156	NM
	2j				
		(1,602)	(2,166)	564	(26.04)
Cash used in operations					
		-	(6)	6	NM
		(1,602)	(2,172)	570	(26.24)
Net cash used in operating activities					
Cash flows from investing activities:					
		(2)	-	(2)	NM
	2k				
		(1,261)	(949)	(312)	32.88
	2l				
		(2)	-	(2)	NM
	2m				
		1,100	1,165	(65)	(5.58)
	2n				
		(165)	216	(381)	(176.39)
Net cash used in investing activities					
Cash flows from financing activities:					
		422	-	422	NM
	2o				
		(536)	-	(536)	NM
	2p				
		2,215	2,249	(34)	(1.51)
	2q				
		(6)	(7)	1	(14.29)
	2r				
		(61)	(65)	4	(6.15)
	2s				
		(31)	-	(31)	NM
	2t				
		2,003	2,177	(175)	(8.04)
Net cash generated from financing activities					
		236	221	15	6.79
Net decrease in cash and cash equivalents					
		606	606	-	-
		(2)	13	(15)	(115.38)
	2u				
		840	840	-	-

Cash and cash equivalents		
- Continuing operations	840	840
- Discontinued operations	-	-
Cash and cash equivalents at end of the year	<u>840</u>	<u>840</u>

NM: Not Meaningful

Note:

As a result of the adjustment and reclassification made to the consolidated statement of financial position and consolidated income statement, correspondent changes have been made to the consolidated statement of cash flows; and it should be read in conjunction with the audited consolidated statement of financial position and audited consolidated income statement.

Explanatory Notes:

Note 1a

The variance is due to the reclassification of loss on disposal of subsidiaries to loss from discontinued operations.

Note 1b

The variance is due to the reclassification from other operating expenses.

Note 1c

The variance is due to the reclassification from the administrative expenses.

Note 1d

The variance is due to the reclassification to the selling & distribution expenses.

Note 1e

The variance is due to the reclassification to allowance for impairment on amount due from an associated company.

Note 1f

The variance is due to the reclassification of currency translation reserve to loss from discontinued operations upon disposal of subsidiaries.

Note 1g

The variance is due to the reclassification of currency translation reserve to loss from discontinued operations upon disposal of subsidiaries and associated company.

Note 2a

The variance is due to the reclassification of currency translation reserve to loss from discontinued operations upon disposal of subsidiaries and associated company as stated in Note 1f.

Note 2b

The variance is due to the reclassification of inventories written off during the year from operating loss before working capital changes to change in working capital under inventories.

Note 2c

The variance is due to the reclassification of currency translation reserve to loss from discontinued operations upon disposal of subsidiaries.

Note 2d

The variance is due to the reclassification of currency translation reserve to loss from discontinued operations upon disposal of subsidiaries as stated in Noted 1f.

Note 2e

The variance is due to the reclassification of currency translation reserve to loss from discontinued operations upon disposal associated company.

Note 2f

The variance is due to the reclassification between unrealised exchange loss and currency translation adjustments in operations and net cash outflow due to disposal of subsidiary and net cash inflow from disposal of an associated company in investing activities.

Note 2g

The variance is due to the reclassification between operating loss before working capital changes and change in working capital under inventories as stated in Note 2b.

Note 2h

The variance is due to the reclassification between trade and other receivables under cash used in operations and website development as intangible assets in investing activities.

Note 2i

The variance is due to the reclassification between trade and other payables in operations and advances from a director, repayment to a director and interest free loan from shareholders of the Company in financing activities.

Note 2j

The variance is due to the reclassification between unrealised exchange loss and currency translation adjustments in operations and net cash outflow due to disposal of subsidiary and net cash inflow from disposal of an associated company in investing activities.

Note 2k

The variance is due to the reclassification from website development as intangible asset.

Note 2l

The variance is due to the reclassification between trade and other receivables under cash used in operations and website development as intangible assets in investing activities stated in Note 2h.

Note 2m

The variance is due to disposal of net cash outflow arising from disposal of subsidiary.

Note 2n

The variance is due to recognition of proceeds from disposal of an associated company at gross.

Note 2o

The variance is due to the reclassification between trade and other payables in operations and advances from a director, repayment to a director and interest free loan from shareholders of the Company in financing activities stated in Note 2i.

Note 2p

The variance is due to the reclassification between trade and other payables in operations and advances from a director, repayment to a director and interest free loan from shareholders of the Company in financing activities stated in Note 2i.

Note 2q

The variance is due to the reclassification between trade and other payables in operations and advances from a director, repayment to a director and interest free loan from shareholders of the Company in financing activities stated in Note 2i.

Note 2r

The variance is due to lease modification.

Note 2s

The variance is due to lease modification.

Note 2t

The variance is due to reclassification from trade and other payables in operations.

Note 2u

The variance is due to the adjustment for currency translation differences arising from translation of opening cash and cash equivalent of foreign subsidiaries.

By Order Of The Board

Christian Kwok-Leun Yau Heilesen

Executive Director

Date: 14 April 2021

This announcement has been reviewed by the Company's Sponsor, Hong Leong Finance Limited. It has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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