



MATERIAL DIFFERENCES BETWEEN THE AUDITED FINANCIAL STATEMENTS AND THE UNAUDITED FINANCIAL RESULTS ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

The Board of Directors (the “**Board**”) of Hor Kew Corporation Limited (the “**Company**”) and together with its subsidiaries (the “**Group**”) refers to the unaudited full year results announcement for the financial year ended 31 December 2023 (“**FY2023**”) released on 29 February 2024 (the “**Unaudited Full Year Results**”), as well as the audited financial statements for FY2023 subsequently released on 15 April 2024 (the “**Audited Financial Statements**”).

Pursuant to Rule 704(6) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Board wishes to highlight that there were certain material differences between the Audited Financial Statements and the Unaudited Full Year Results in respect of FY2023 following the finalisation of the audit. Details of and explanations for the differences are set out as follows:-

A) Consolidated statement of profit or loss and other comprehensive income

	Audited Financial Statements \$'000	Unaudited Full Year Results \$'000	Variance \$'000	Notes
Other income	3,583	3,391	192	1
Profit before tax	7,581	7,363	218	2
Tax expense	(169)	(2,165)	(1,996)	3
Profit for the financial year	7,412	5,198	2,214	4
Total comprehensive income for the financial year	6,478	4,171	2,307	4

Notes:

1. Increase mainly due to increase in rental income recognition of \$315,000.
2. Increase mainly due to increase in other income of \$192,000.
3. Decrease mainly due to deferred taxation credit from recognition of \$1,844,000 deferred tax assets and reversal of \$501,000 deferred tax liabilities for a subsidiary that turned profitable in FY2023 and expected to continue to be profitable in the future, partially offset by higher income tax expense for the Group of \$243,000.
4. Increase mainly due to decrease in tax expense of \$1,996,000 and increase in other income of \$192,000.

B) Statements of Financial Position (The Group)

	Audited Financial Statements \$'000	Unaudited Full Year Results \$'000	Variance \$'000	Notes
Trade receivables (non-current)	7,106	7,468	(362)	1
Deferred tax assets	1,850	-	1,850	2
Trade receivables (current)	21,268	20,884	384	3
Deferred tax liabilities	1,296	1,900	(604)	4
Tax payables	2,111	1,825	286	5

Notes:

1. Decrease mainly due to reclassifications of \$362,000 from non-current trade receivables to current trade receivables for retention sums of projects due within next twelve months.
2. Increase mainly due to recognition of \$1,844,000 deferred tax assets for a subsidiary that turned profitable in FY2023 and expected to continue to be profitable in the future.
3. Increase mainly due to reclassifications of \$362,000 from non-current trade receivables to current trade receivables for retention sums of projects due within next twelve months.
4. Decrease mainly due to reversal of \$501,000 deferred tax liabilities for a subsidiary that turned profitable in FY2023 and expected to continue to be profitable in the future.
5. Increase mainly due to higher chargeable income.

BY ORDER OF THE BOARD

MS KOH GEOK HOON
COMPANY SECRETARY
15 April 2024