



IEV HOLDINGS LIMITED

(Company Registration No: 201117734D)
(Incorporated in the Republic of Singapore on 26 July 2011)

MATERIAL DIFFERENCES BETWEEN THE AUDITED FINANCIAL STATEMENTS AND THE UNAUDITED FINANCIAL RESULTS ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

The Board of Directors (the “**Board**” or “**Directors**”) of IEV Holdings Limited (the “**Company**”, and together with its subsidiaries, “**IEV**” or the “**Group**”) refers to the unaudited full year results announcement for the financial year ended 31 December 2019 (“**FY2019**”) made on 28 February 2020 (the “**Unaudited Results**”).

Pursuant to Rule 704(5) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited, the Board wishes to announce the material variances between the audited financial statements of the Group for FY2019 (the “**Audited Results**”) and the Unaudited Results.

Details and clarifications of the differences are as follows:

Consolidated statement of profit or loss and other comprehensive income

	Group			Note
	Audited FY2019 RM'000 (A)	Unaudited FY2019 RM'000 (B)	Differences RM'000 (C = A – B)	
Continuing operations				
Other operating expenses	(4,058)	(1,686)	2,372	N.1
Loss for the year from continuing operations	(10,109)	(7,510)	2,599	N.1
Discontinued operations				
Profit for the year from discontinued operations	10,425	9,221	1,204	N.2
Other comprehensive income (loss)				
Exchange differences on transaction of foreign operations	275	(403)	678	N.3

Explanatory Notes:

N.1	The difference is due to the following:	RM'000
(i)	impairment of goodwill arising from acquisition of a wholly-owned subsidiary, Lady Paradise (M) Sdn Bhd that was recorded under other operating expenses	(1,302)
(ii)	expected credit loss allowance due from an associate that was recorded under other operating expenses	(1,167)
(iii)	additional accrued expenses	(129)
		<u>(2,599)</u>

N.2	The difference is due to the following:	RM'000
	(i) over-recognition of loss from liquidation of a subsidiary	1,204
		<u>1,204</u>
N.3	The difference is due to the following:	RM'000
	(i) reclassification of cumulative exchange differences upon deconsolidation of subsidiary	678
		<u>678</u>

Statement of financial position

	Group			
	Audited As at 31-Dec-2019 RM'000 (A)	Unaudited As at 31-Dec-2019 RM'000 (B)	Differences RM'000 (C = A - B)	Note
Current assets				
Trade receivables	995	7,220	(6,225)	N.4
Other receivables and prepayments	584	1,055	(471)	N.5
Non-current assets				
Goodwill	6,132	7,434	(1,302)	N.1(i)
Current liabilities				
Trade payables	2,013	6,605	(4,592)	N.6
Other payables and other provisions	9,429	11,544	(2,115)	N.7

Explanatory Notes:

N.4	The difference is due to the following:	RM'000
	(i) offsetting of trade receivables and trade payables with an associate pursuant to an offsetting agreement with associate, IEV Malaysia Sdn. Bhd. (" IEV Malaysia ")	(3,662)
	(ii) offsetting of trade receivables and other payables with an associate pursuant to an offsetting agreement with IEV Malaysia	(1,396)
	(iii) expected credit loss allowance due from an associate as set out above in Note N.1(ii)	(1,167)
		<u>(6,225)</u>
N.5	The difference is due to the following:	RM'000
	(i) offsetting of other receivables and other payables with an associate pursuant to an offsetting agreement with IEV Malaysia	(471)
		<u>(471)</u>
N.6	The difference is due to the following:	RM'000
	(i) offsetting of trade receivables and trade payables with an associate as set out in Note N4(i)	(3,662)
	(ii) reclassification of trade payables to other payables to an associate	(524)
	(iii) elimination of inter-company accrued project costs	(372)
	(iv) others	(34)
		<u>(4,592)</u>

N.7	The difference is mainly due to the following:	RM'000
(i)	offsetting of trade receivables and non-trade payables with an associate as set out in Note N.4(ii)	(1,396)
(ii)	offsetting of other receivables and other payables with an associate as set out in Note N.5(i)	(471)
(iii)	assignment of debt due to associate to subsidiary within the Group	(275)
		(2,088)

Consolidated statement of cash flows

	Audited FY2019 (RM'000) (A)	Unaudited FY2019 (RM'000) (B)	Differences (RM'000) (C = A - B)	Note
Net cash generated from investing activities	173	395	(222)	N.8
Net cash generated from financing activities	5,932	5,574	358	N.9

Explanatory Notes:

N.8	The difference is due to the following:	RM'000
(i)	adjustment for the net cash received from the disposal of subsidiaries	115
(ii)	adjustment of cash arising from the liquidation of a subsidiary	(338)
		(222)

N.9	The difference is due to the following:	RM'000
(i)	adjustment on repayment of lease liabilities in Audited Results	358
		358

BY ORDER OF THE BOARD

CHRISTOPHER NGHIA DO

PRESIDENT & CEO

Date: 14 May 2020

MEDIA CONTACT

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This announcement has been reviewed by the Company's sponsor, SAC Capital Private Limited (the "Sponsor"). This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited ("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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