

SAMURAI 2K AEROSOL LIMITED
(Company Registration Number: 201606168C)
(Incorporated in the Republic of Singapore)

**MATERIAL VARIANCES BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED
FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023**

The Board of Directors (the “**Board**” or “**Directors**”) of Samurai 2K Aerosol Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to its unaudited full year financial result announcement for the financial year 31 March 2023 (“**FY2023**”) published on 30 May 2023 (the “**Unaudited Results**”).

Pursuant to Rule 704(5) of the Listing Manual Section B: Rules of Catalyst of the Singapore Exchange Securities Trading Limited, the Board wishes to announce that subsequent to the release of the Unaudited Results, the external auditor has proposed certain audit adjustments and reclassifications between the Unaudited Results and FY2023 audited financial results (the “**Audited Financial Statements**”) which the management of the Company has adopted accordingly. The details and explanation of the material variances between the Audited Financial Statements and the Unaudited Results are shown below:

1. Consolidated Statement of Comprehensive Income for FY2023:

Consolidated Statement of Comprehensive Income	Audited Financial Statements	Unaudited Results	Variance	Note
	MYR'000	MYR'000	MYR'000	
Cost of Sales	(49,299)	(47,990)	(1,309)	A
Administrative expenses	(17,542)	(16,924)	(618)	B
Loss for the financial year	(11,445)	(9,395)	(2,050)	A&B

2. Consolidated Statement of Financial Position as at 31 March 2023:

Consolidated Statement of Financial Position	Audited Financial Statements	Unaudited Results	Variance	Note
	MYR'000	MYR'000	MYR'000	
Current assets				
Trade and other receivables	17,960	26,542	(8,582)	C
Inventories	16,831	18,149	(1,318)	A
Tax receivable	4,035	-	4,035	C

Non-current assets				
Trade and other receivables	4,764	-	4,764	C
Property, plant and equipment	47,820	48,586	(766)	B

3. Consolidated Statement of Cash Flows for FY2023

Consolidated Statement of Cash Flows	Audited Financial Statements	Unaudited Results	Variance	Note
	MYR'000	MYR'000	MYR'000	
Net cash flows used in operating activities	(14,882)	(15,650)	768	A-C
Net cash flows used in investing activities	(25,118)	(26,476)	1,358	D
Net cash flows generated from financing activities	1,328	3,568	(2,240)	D

- A. Variance in the cost of sales and inventories was due to inter-company stock elimination.
- B. Variance in the administrative expenses and property, plant and equipment was mainly due to adjustment made to right-of-use assets.
- C. Variance in trade and other receivables were due to reclassification from current to non-current as well as a separate disclosure on tax receivable which was previously being grouped under trade and other receivables in the Unaudited Results.
- D. Variance in cash used in investing activities is due to adjustment made for purchase of PPE and the prepayment of the intangible asset. The variance for net cash generated from financing activities mainly due to adjustment made to repayment of lease liabilities and drawdown of bank borrowings.

BY ORDER OF THE BOARD

Ong Yoke En
Executive Director
13 July 2023

This announcement has been prepared by Samurai 2K Aerosol Limited (the "Company") and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "Sponsor") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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