INTERNATIONAL CEMENT GROUP LTD.
(Incorporated in Singapore)
(Company Registration No. 201539771E)

MATERIAL VARIANCES BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

The Board of Directors (the "Board") of International Cement Group Ltd. (the "Company", and together with its subsidiaries, collectively the "Group") refers to the full year financial results announcement of the Group for the financial year ended 31 December 2019 made on 26 February 2020 via SGXNET ("Preliminary Unaudited Results FY2019").

Pursuant to Rule 704(6) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the "SGX-ST"), the Board wishes to announce that subsequent to the release of the Preliminary Unaudited Results FY2019 and finalisation of the audit, there were material variances between the Preliminary Unaudited Results FY2019 and Audited Financial Statements for the financial year ended 31 December 2019.

Details and clarifications of the variances are set out as follows:

	Audited S$'000	**Unaudited S$'000**	**Variance S$'000**	**Notes**
Company				
Statement of Financial Position (extract)				
Assets				
Subsidiaries	185,453	183,285	2,168	1, 2
Trade and other receivables (non-current)	34,873	27,124	7,749	1
Equity				
Capital reserve	(1,033)	-	(1,033)	3
Accumulated losses	16,171	20,279	(4,108)	1, 2, 3
Liabilities				
Loans and borrowings (non-current)	(33,186)	(28,410)	(4,776)	1

Notes:

1. During the year, the Company granted interest-free loans of S$39.8 million to an indirect subsidiary. As the difference between the fair value and face value of the loans represents a contribution from the Company to the indirect subsidiary, the amount should be recognised as an additional investment in the indirect subsidiary instead of "interest expense" in profit or loss. In addition, the interest rate used to compute the fair value of the loans was revised, resulting in an increase of S$7.7 million in the fair value of the loans.

2. During the year, the Company received interest-free loans of S$23.6 million from a subsidiary. As the difference between the fair value and face value of the loans represents a return of investment to the Company, the amount should be recognised against the cost of investment in the subsidiary instead of "interest income" in profit or loss. In addition, the interest rate used to compute the fair value the loans was revised, resulting in an increase of S$4.8 million in the fair value of the loans.

3. During the year, the Company's major shareholder, Victory Gate Ventures Limited, granted interest-free loans of S$13.6 million to the Company. As these interest-free loans represent "transactions with owners", the difference between the fair value and face value of the loans amounting to S$1.0 million should be recorded in equity instead of "interest income" in profit or loss.

The above variances are eliminated at the Group level, except for #3 which has been adjusted for at the Group level but is not material to the Group's profit or loss.

On behalf of the Board

Ma Zhaoyang
Chairman and Executive Director

6 April 2020