



ANAN INTERNATIONAL LIMITED

(Incorporated in Bermuda)

(Company Registration No. 35733)

DIFFERENCE BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021

The Board of Directors (“**Board**”) of AnAn International Limited (“**Company**”, and together with its subsidiaries, “**Group**”) refers to the unaudited full year financial results announcement for the financial year ended 31 December 2021 (“**FY2021**”) released via the SGXNet on 25 February 2022 (“**Unaudited Financial Statements**”). Further reference is made to the Audited Financial Statements of the Company for FY2021 (“**Audited Financial Statements**”) which will be provided to shareholders and the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) in due course.

Pursuant to Rule 704(6) of the Listing Manual, the Board wishes to highlight that there are certain adjustments made to the consolidated financial statements of the Group in the Audited Financial Statements compared to what was disclosed in the Unaudited Financial Statements. The adjustments were made following the finalisation of the audit and a summary of the adjustments is set out below.

Consolidated Statement of Profit or Loss and Other Comprehensive Income

<u>Group</u>	Twelve	Twelve	Variance	Note
	months	months		
	ended	ended		
	31 Dec 2021	31 Dec 2021		
	US\$'000	US\$'000	US\$'000	
	(Audited)	(Unaudited)		
Revenue	1,926,396	1,926,396	-	
Cost of sales	(1,832,320)	(1,832,320)	-	
Gross profit	94,076	94,076	-	
Other income	345	401	(56)	(b)
Selling and distribution expenses	(61,226)	(61,226)	-	
Administrative expenses	(4,782)	(4,764)	(18)	(a),(b)
Other operating expenses	(9,699)	(10,075)	376	(b),(c)
Reversal of allowance on receivables	218	-	218	(c)
Bad debt written off	(539)	-	(539)	(c)
Finance costs	(2,819)	(2,819)	-	
Share of results of associates and joint ventures (net of tax)	1,065	1,065	-	
Profit before income tax	16,639	16,658	(19)	(a)
Income tax expense	(4,856)	(4,856)	-	
Profit for the year	11,783	11,802	(19)	(a)
Other comprehensive income/(loss):				
Item that may be reclassified subsequently to profit or loss				
Currency translation differences arising from consolidation	(4,427)	(4,427)	-	
Other comprehensive loss, net of tax	(4,427)	(4,427)	-	
Total comprehensive income for the year	7,356	7,375	(19)	(a)
Profit attributable to:				
Equity holders of the Company	5,018	5,037	(19)	(a)
Non-controlling interests	6,765	6,765	-	
Profit for the year	11,783	11,802	(19)	(a)
Total comprehensive income attributable to:				
Equity holders of the Company	2,451	2,470	(19)	(a)
Non-controlling interests	4,905	4,905	-	
Total comprehensive income for the year	7,356	7,375	(19)	(a)

Explanatory Notes: -

- (a) The difference of US\$19,000 was due to FY2021 audit adjustment for under-provision of FY2021 audit fee of the Group.
- (b) The difference was due to reclassification of accounts.
- (c) The difference was due to reclassification of reversal of allowance on receivables and bad debt written off from other operating expenses.

The Company would like to highlight to shareholders that there are other reclassifications made to certain line items in the Audited Financial Statements which do not have any net impact on the Group's financial results. The Board is hence of the opinion that these reclassifications are not material, except for the adjustment and reclassifications set out in above explanatory notes.

Shareholders are advised to read the Audited Financial Statements set out in the Company's annual report for FY2021 in its entirety, which will be despatched in due course.

BY ORDER OF THE BOARD

Zang Jian Jun
Executive Director and Executive Chairman
12 June 2023