

SAKAE HOLDINGS LTD.

Company Registration Number 199604816E

(Incorporated in the Republic of Singapore)

ANNOUNCEMENT PURSUANT TO RULES 704(6) OF THE LISTING MANUAL IN RELATION TO MATERIAL DIFFERENCE BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025 ("FY2025")

The Board of Directors (the "**Board**") of Sakae Holdings Ltd. (the "**Company**", and together with its subsidiaries, collectively the "**Group**") refers to the announcement on the unaudited financial statement for the financial year ended 30 June 2025 (the "**Preliminary Results**") released on 29 August 2025 and the audited financial statements for the financial year ended 30 June 2025 (the "**Audited Financial Statements**") released on 10 October 2025 and sent to shareholders as part of its annual report for the financial year ended 30 June 2025.

Since the release of the Preliminary Results, the audit of the consolidated financial statements of the Group and the financial statements of the Company for FY2025 has been completed. Pursuant to Rule 704(6) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"), the Board wishes to announce and clarify the differences between the Preliminary Results and the Audited Financial Statements.

The variances in the Statements of Financial Position and Consolidated Statement of Cash Flows of the Group and Company as compared to the Preliminary Results are set out in the comparative table below together with the accompanying Explanatory Notes:

Statements of Financial Position

Group	Audited Financial Statements S\$'000	Preliminary Results S\$'000	Variance S\$'000	Refer to Explanatory Note
Non-Current Liabilities				
Lease liabilities	(12,267)	(12,244)	(23)	(a)
Current Liabilities				
Lease liabilities	(1,649)	(1,672)	23	(a)
Trade payables	(895)	(1,090)	195	(b)
Other payables and accruals	(1,589)	(1,394)	(195)	(b)
Company				
Trade receivables	232	1,645	(1,413)	(c)
Amount due from subsidiaries	2,042	-	2,042	(c)
Amount due to subsidiaries	(7,650)	(7,021)	(629)	(c)
Trade payables	(164)	(283)	119	(d)
Other payables & accruals	(1,289)	(1,170)	(119)	(d)

Consolidated Statement of Cash Flows

Group	Audited Financial Statements S\$'000	Preliminary Results S\$'000	Variance S\$'000	Refer to Explanatory Note
Net cash generated from operating activities	188	955	(767)	(e)
Net cash generated from investing activities	(282)	(216)	(66)	(f)
Net cash used in financing activities	(2,177)	(2,789)	612	(e)
Effects of exchange rate changes on cash and cash equivalents	(38)	(259)	221	(g)

Explanatory Note:

- (a) The differences were due to reclassification of certain lease liability (\$23,000) from Current liability to Non-current liability.
- (b) The differences were mainly due to reclassification of balances (\$195,000) from Trade payables against Other payables and accruals.
- (c) The differences were mainly due to reclassification of intercompany balances (\$2,042,000) from Trade receivables to Amount due from subsidiaries and Amount due to subsidiaries.
- (d) The differences were mainly due to reclassification of GST payables (\$119,000) from Trade payables to Other payables and accruals.

There are no changes to Net assets value after the above reclassifications.

- (e) The differences were mainly due to:
 - (i) Reclassification of interest on lease liabilities (\$607,000) during the year included in cash flows used in financing activities to cash flows used in operating activities resulting in a decrease in net cash flows generated from operating activities and a corresponding decrease in net cash flows used in financing activities.
 - (ii) Reclassification of income tax paid (\$292,000) during the year to be included as cash used in operating activities.
 - (iii) Reclassification of loss on disposal of property, plant & equipment and fair value (gain)/loss on investment property (\$132,000) during the year to be included as cash generated in operating activities.
- (f) The differences were mainly due to reclassification of renovation works as cash used in investing activities.
- (g) Resulting effects of exchange rate changes on Cash and cash equivalents following the reclassifications mentioned above.

There are no changes to Cash and cash equivalents at the end of the financial year after the above reclassifications.

The Company would like to inform 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 of the opinion that these reclassifications are therefore not material, except for those set out in this announcement reclassifications set out above.

Shareholders are advised to read the Audited Financial Statements set out in the Company's annual report for FY2025 in its entirety.

By Order of the Board

Chan Lai Yin
Company Secretary
14 October 2025