



**NAM CHEONG LIMITED**  
**(Incorporated in Bermuda)**  
**(Company Registration Number 25458)**

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**VARIANCE BETWEEN THE UNAUDITED FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

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The Board of Directors ("Board") of Nam Cheong Limited (the "Company", and together with its subsidiaries, the "Group") refers its announcement dated 28 February 2025 in relation to the unaudited financial statements for the financial year ended 31 December 2024 ("Unaudited FY2024 Results") and wishes to announce that certain adjustments have been made to the Audited Financial Statements for the financial year ended 31 December 2024 ("Audited FY2024 Financial Statements") as compared to what was disclosed in the Unaudited FY2024 Results.

The details and explanations of the material variances between the Unaudited FY2024 Results and the Audited FY2024 Financial Statements are set out below:

**(a) Consolidated Statement of Profit or Loss and Other Comprehensive Income**

	<b>Unaudited FY2024 Results RM'000</b>	<b>Audited FY2024 Financial Statements RM'000</b>	<b>Variance RM'000</b>	<b>Notes</b>
Revenue	689,409	684,714	(4,695)	Mainly due to the elimination of intercompany transaction against the Cost of sales
Cost of sales	(323,286)	(321,429)	1,857	Mainly due to the elimination of intercompany transaction against the Revenue; and reclassification from Other income and Selling and administrative expenses.
Gross profit	366,123	363,285	(2,838)	
Other income	564,039	552,350	(11,689)	Mainly due to the adjustment to reverse the cost related to the previous share grant plan amounted to RM4.5 million directly to Accumulated losses; over recognition of: (1) foreign exchange gain of RM3.2 million and (2) impairment losses on trade and other receivables reversed of RM1.3 million; and reclassification of gain on discounting of trade payables of RM1.5 million to Cost of sales
Selling and administrative expenses	(62,987)	(59,762)	3,225	Mainly due to reclassification of expenses to Cost of sales and over provision of share grant expenses
Finance cost	(18,984)	(18,365)	619	Mainly due to the over accrual of interest on loans and borrowings.
Taxation	(51,486)	(45,749)	5,737	Mainly due to the adjustment for over provision of current year tax expenses.
Profit for the year	805,309	800,198	(5,111)	

**(b) Statements of Financial Position**

	Group (RM'000)		Company (RM'000)		Variance		
	Unaudited FY2024 Results	Audited FY2024 Financial Statements	Unaudited FY2024 Results	Audited FY2024 Financial Statements	Group (RM'000)	Company (RM'000)	Notes
Non-Current Assets	752,914	753,724	261,130	1,558,181	810	1,297,051	<p><b><u>Group</u></b> Mainly due to the under recognition of property, plant and equipment.</p> <p><b><u>Company</u></b> Mainly due to the reversal of impairment of investment in subsidiaries as well as reclassification of amount due from subsidiaries from Current Assets to Non-Current Assets. These adjustments are eliminated at the group level and therefore have no impact to the group consolidated figures.</p>
Current Assets	518,516	525,148	577,647	454	6,632	(577,193)	<p><b><u>Group</u></b> Mainly due to the reclassification of advance payment to trade creditors from Trade and other payables to Trade and other receivables.</p> <p><b><u>Company</u></b> Mainly due to reclassification of amount due from subsidiaries to Non-Current Assets. This adjustment is eliminated at the group level and therefore has no impact to the group consolidated figures.</p>

(b) Statements of Financial Position (Cont'd.)

	Group (RM'000)		Company (RM'000)		Variance		Notes
	Unaudited FY2024 Results	Audited FY223 Financial Statements	Unaudited FY2024 Results	Audited FY2024 Financial Statements	Group (RM'000)	Company (RM'000)	
Total Equity	570,623	574,562	564,451	1,284,309	3,939	719,858	
Non-Current Liabilities	465,304	463,696	209,487	213,080	(1,608)	3,593	<b>Group</b> Mainly due to the reclassification of the current portion of the trade payables from Non-Current Liabilities to Current Liabilities  <b>Company</b> Mainly due to the reclassification of the non-current portion of the borrowings from Current Liabilities to Non-Current Liabilities
Current Liabilities	235,503	240,614	64,839	61,246	5,111	(3,593)	<b>Group</b> Mainly due to the reclassification of advance payment to trade creditors from Trade and other payables to Trade and other receivables.  <b>Company</b> Mainly due to the reclassification of the non-current portion of the borrowings from Current Liabilities to Non-Current liabilities.

This announcement is to be read in conjunction with the Audited FY2024 Financial Statements included in the Company's annual report for FY2024.

**BY ORDER OF THE BOARD  
NAM CHEONG LIMITED**

Peck Jen Jen  
Company Secretary

7 April 2025