
**MATERIAL VARIANCES BETWEEN UNAUDITED FINANCIAL STATEMENTS AND
AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31
DECEMBER 2022**

The Board of Directors (the “**Board**”) of International Cement Group Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the announcement made on 27 February 2023 via SGXNet relating to the Condensed Consolidated Interim Financial Statements for the six months and full year ended 31 December 2022 (the “**FY2022 Unaudited Financial Statements**”).

Pursuant to Rule 704(6) of the Listing Manual of the SGX-ST, the Board wishes to announce that subsequent to the release of the FY2022 Unaudited Financial Statements and finalisation of the audit, there were material variances between the FY2022 Unaudited Financial Statements and the Audited Financial Statements for the year ended 31 December 2022.

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

	Audited S\$'000	Unaudited S\$'000	Variance S\$'000	Note
<u>Consolidated statement of cash flows (extract)</u>				
Cash flows from operating activities				
Changes in:				
- inventories	(7,540)	(8,906)	1,366	1
- trade and other payables	5,751	216	5,535	1
Net cash from operating activities	<u>63,990</u>	<u>57,089</u>	<u>6,901</u>	
Cash flows from investing activities				
Acquisition of non-controlling interest	–	(7,669)	7,669	2
Net cash used in investing activities	<u>(47,130)</u>	<u>(54,799)</u>	<u>7,669</u>	
Cash flows from financing activities				
Acquisition of non-controlling interest	(7,669)	–	(7,669)	2
Dividends paid to non-controlling interest	(8,081)	(4,596)	(3,485)	1, 3
Proceeds from loans from non-controlling interest	–	3,416	(3,416)	3
Net cash used in financing activities	<u>(17,517)</u>	<u>(2,947)</u>	<u>(14,570)</u>	

Notes:

1. Differences are due to error in classification. A portion of dividends paid to non-controlling interest was wrongly classified under changes in ‘trade and other payables’, which resulted in error in classification of foreign currency translation for changes in ‘inventories’ and ‘trade and other payables’.
2. Difference is due to error in classification between investing and financing activities. In accordance with SFRS(I) 7 Paragraph 42A, acquisition of non-controlling interest without a loss of control should be classified as cash flows from financing activities.

3. During the year, an indirect subsidiary remitted a portion of the dividends declared to an indirect subsidiary instead of the non-controlling shareholder. This was accounted for as loans from non-controlling interest. As this is a non-cash transaction, cash outflows from financing activities have decreased and the amount has been disclosed as 'significant non-cash transaction' in the audited consolidated statement of cash flows.

The above are due to errors in classification between operating, investing and financing activities in the consolidated statement of cash flows. There is no change in the net decrease in cash and cash equivalents.

BY ORDER OF THE BOARD

Zhang Zengtao
Executive Director and Chief Executive Officer

05 April 2023