

**DIFFERENCES BETWEEN UNAUDITED AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018**

The Board of Directors of the Company (“**Board**”) refers to the announcement released by the Company on 27 August 2018 in relation to its unaudited full year financial results (“**Unaudited Results**”) for the financial year ended 30 June 2018 (“**FY2018**”).

Pursuant to Rule 704(5) of Section B of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual (“**Catalist Rules**”), the Board wishes to announce and clarify certain material differences to the unaudited consolidated financial statements for FY2018, following the finalisation of the audit. Detailed information is set out below.

**Consolidated Statement of Comprehensive Income (“**SOCI**”)**

	<b>Unaudited FY2018 RM’000</b>	<b>Per Audited FY2018 RM’000</b>	<b>Differences RM’000</b>
Revenue	343,264	332,740	10,524
Gross profit	38,837	28,313	10,524
Profit before tax	24,070	13,546	10,524
Income tax expense	(6,704)	(4,178)	(2,526)
Profit after tax and total comprehensive income for the period	17,366	9,368	7,998
Profit and total comprehensive income attributable to:			
Equity holders of the Company	18,256	10,259	7,997
Total comprehensive income attributable to non-controlling interests	(890)	(891)	1
Total comprehensive income	17,366	9,368	7,998

The above differences were due to the liquidated damages amounting to RM10.524 million representing late payment charges for late delivery of the sold property units to purchasers. The liquidated damages were computed based on the actual delivery date of the sold property units against the promised delivery date in accordance with the Sales and Purchase Agreements.

In accordance with *FRS115 Revenue Recognition*, the liquidated damages fall under the scope of variable consideration, resulting in reduction in revenue and gross profit by RM10.524 million and increase in accrued payables by the same amount. The consequential tax effects are accounted accordingly.

## Consolidated Statement of Financial Position

	Unaudited FY2018 RM'000	Per Audited FY2018 RM'000	Differences RM'000
<b>Non-current assets</b>			
Deferred tax assets	416	2,942	2,526
<b>Total assets</b>	<u>844,501</u>	<u>847,027</u>	<u>2,526</u>
<b>EQUITY</b>			
<b>Capital and reserves attributable to equity holders of the Company</b>			
Accumulated losses	(8,636)	(16,633)	7,997
Non-controlling interest	2,643	2,642	1
<b>Total equity</b>	<u>242,622</u>	<u>234,624</u>	<u>7,998</u>
<b>Current liabilities</b>			
Trade and other payables	422,357	432,881	(10,524)
<b>Total liabilities</b>	<u>601,879</u>	<u>612,403</u>	<u>(10,524)</u>
<b>Total equity and liabilities</b>	<u>844,501</u>	<u>847,027</u>	<u>2,526</u>

The above differences were as explained above.

## Consolidated Statement of Cash Flows

	Unaudited FY2018 RM'000	Per Audited FY2018 RM'000	Differences RM'000
<b>Cash flow from operating activities</b>			
<b>Profit after tax</b>	17,366	9,368	7,998
Adjustment for:			
- Income tax expense	6,704	4,178	2,526
Changes in working capital:			
Trade and other payables	<u>85,575</u>	<u>96,099</u>	<u>(10,524)</u>

The above differences were as explained above.

On behalf of the Board

Dato Zamani Bin Kasim  
Executive Director and Chief Executive Officer  
25 September 2018

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***This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"), for compliance with the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.***

***The announcement has not been examined or approved by SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.***

***The contact person for the Sponsor is Mr. Lance Tan, Director, Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: [sponsorship@ppcf.com.sg](mailto:sponsorship@ppcf.com.sg)).***