

SEVENS ATELIER LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No.: 197902790N)

**MATERIAL VARIANCES BETWEEN THE COMPANY'S UNAUDITED
FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS FOR
THE
YEAR ENDED 31 DECEMBER 2023 ("FY2023")**

The Board of Directors (the "**Board**") of Sevens Atelier Limited (the "**Company**") and together with its subsidiaries, the "**Group**") refers to its unaudited FY2023 financial results announcement dated 29 February 2024 (the "**Unaudited Result**") and its audited financial statements in Annual Report for FY2023 (the "**Audited Financial Statements**") dated 11 April 2024.

Pursuant to Rule 704(5) of the Catalist Rules of the Singapore Exchange Securities Trading Limited, the Board wishes to announce the material variances between the Unaudited Results and Audited Financial Statements following the finalization of audit by the external auditors, PKF CAP LLP, as summarized below.

Unless otherwise defined, capitalized terms herein shall have the same meaning as ascribed to them in the Company's Unaudited Results dated 29 February 2024.

1. Extract of FY2023 Consolidated Statement of Comprehensive Income:

	Per Audited Financial Statements	Per Unaudited Results	Variance		Note
			\$'000	%	
	\$'000	\$'000	\$'000	%	
Revenue	14,330	14,569	(239)	(2)	A
Other losses	(2,186)	(1,527)	659	43	B

2. Extract of FY2023 Consolidated Statement of Financial Position:

	Per Audited Financial Statements	Per Unaudited Results	Variance		Note
			\$'000	%	
	\$'000	\$'000	\$'000	%	
Goodwill	9,193	9,675	(482)	(5)	C
Contract assets	163	374	(211)	(56)	D
Trade and other receivables	1,336	1,587	(251)	(16)	E
Accumulated losses	(8,528)	(7,614)	914	12	F

Explanatory Notes:

- A. Variance relates mainly to further adjustment made to the revenue subsequent to the announcement, correctly reflected in the audited accounts.
- B. Variance relates mainly to two reasons, adjustment made to further goodwill impairment expenses and additional allowance of expected credit losses subsequent to announcement, correctly reflected in the audited accounts.
- C. Variance relates mainly to late adjustment of impairment of goodwill, after the finalization of valuation key assumptions and allocation basis subsequent to the announcement, correctly reflected in the audited accounts.
- D. Variance relates mainly to further adjustment made to contract assets to the announcement, correctly reflected in the audited accounts.
- E. Variance relates mainly to the additional allowance on expected credit losses subsequent to the announcement, correctly reflected in the audited accounts.
- F. Variance relates mainly to additional adjustments of goodwill impairment loss and doubtful debt expenses, correctly reflected in the audited accounts.

By Order of the Board

Lawrence Chen Tse Chau
Independent Director and Non-Executive Chairman
8 April 2024

*This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**") and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.*

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