

MARY CHIA HOLDINGS LIMITED
Company Registration No. 200907634N
(Incorporated in Singapore)

**MATERIAL VARIANCES BETWEEN UNAUDITED FINANCIAL RESULTS ANNOUNCEMENT
AND THE AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018**

The Board of Directors (the “**Board**”) of Mary Chia Holdings Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the unaudited full year results announcement for the financial year ended 31 March 2018 (“**FY2018**”) released on 31 July 2018 (the “**Unaudited Results**”).

Pursuant to Rule 704(5) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”), the Board wishes to highlight that there are material variances between the Unaudited Results and the audited financial statements for FY2018 (“**Audited Results**”).

A comparison of the Audited Results and the Unaudited Results with the relevant explanatory notes are shown below:

Consolidated Statement of the Group’s Comprehensive Income for FY2018

	31-Mar-18	31-Mar-18			
	Audited	Unaudited	Variance	Variance	Notes
	\$'000	\$'000	\$'000	%	
Revenue	9,104	9,201	(97)	-1.1%	
Other operating income	445	196	249	127.0%	1
Purchases and related costs	(396)	(394)	(2)	0.5%	
Changes in inventories	35	32	3	9.4%	
Depreciation of property, plant and equipment	(446)	(445)	(1)	0.2%	
Staff costs	(5,813)	(5,728)	(85)	1.5%	
Operating lease expenses	(3,538)	(3,538)	-	0.0%	
Other operating expenses	(3,819)	(3,876)	57	-1.5%	
Finance costs	(1,039)	(891)	(148)	16.6%	2
Loss before income tax	(5,467)	(5,443)	(24)	0.4%	
Income tax expenses	(95)	(95)			
Loss for the year, net of tax	(5,562)	(5,538)	(24)	0.4%	
Other comprehensive loss for the year, net of tax items that may be reclassified subsequently to profit or loss:					
Exchange differences on translation of foreign operations	(115)	(106)	(9)	8.5%	
Total comprehensive loss for the year	(5,677)	(5,644)			
Loss attributable to:					
Equity holders of the Company	(5,850)	(5,824)	(26)	0.4%	
Non-controlling interest	288	286	2	0.7%	
	(5,562)	(5,538)			

Notes:

1. Other operating income increased mainly due to deemed interest of S\$0.2 million arising from the fair value adjustment on the interest-free loans from a former director (Ms Mary Chia).
2. Finance costs increased mainly due to deemed interest of S\$0.1 million arising from the fair value adjustments on interest-free loans from a director (Ms Wendy Ho) and a former director (Ms Mary Chia).

Consolidated Statement of Financial Position of the Group as at 31 March 2018

	31-Mar-18	31-Mar-18			
	Audited	Unaudited	Variance	Variance	Notes
	\$'000	\$'000	\$'000	%	
ASSETS					
Amount due from a non-controlling interest					
- non-current	-	180	(180)	-100%	3
Amounts due from related parties	-	4,578	(4,578)	-100%	4
Other Assets					
- current & non-current	1,152	987	165	17%	3
CAPITAL AND RESERVES					
Reserves	(5,946)	(6,266)	320	-5%	5
LIABILITIES					
Trade and Other Payable					
- current & non-current	35,490	40,358	(4,868)	-12%	1,2,4,5,6

Notes:

- Amount due from a non-controlling interest decreased by S\$0.2 million due to reclassification of the amount to other assets
- Amount due from related parties decreased by S\$4.6 million mainly due to the de-recognition of S\$4.5 million related to 7% GST payable on the S\$64.8 million proceeds from the proposed disposal of properties. Sales of the properties was completed on 7 May 2018 (based on the legal title transfer date) after FY2018.
- Reserves decreased by S\$0.3 million mainly due to deemed interest arising from fair value adjustment of interest-free loans from a director (Ms Wendy Ho).
- Trade and other payables decreased by S\$4.9 million due to the de-recognition of the GST payable of S\$4.5 million in respect of the proposed sale of properties as described in Note 4 above, and deemed interest arising from the fair value adjustment of interest-free loans from a director (Ms Wendy Ho) and a former director (Ms Mary Chia).

Consolidated Statement of Cash Flow for FY2018

	31-Mar-18	31-Mar-18			
	Audited	Unaudited	Variance	Variance	Notes
	\$'000	\$'000	\$'000	%	
Net cash used in operating activities	(1,635)	(2,357)	722	-31%	7
Net cash from investing activities	395	271	124	46%	8
Net cash from financing activities	1,257	2,100	(843)	-40%	9

Notes:

- Net cash used in operating activities increased by S\$0.7 million mainly due to reclassification of movements of amounts due to related parties S\$0.7 million in working capital changes, in which the amount was previously included as part of cash from financing activities.
- Net cash from investing activities decreased by S\$0.1 million due to the reclassification of movements of amounts due to non-controlling interest S\$0.1 million to working capital changes.
- Net cash from financing activities decreased by S\$0.8 million mainly due to the reclassification of movements of amounts due to related parties S\$0.7 million to working capital changes.

BY ORDER OF THE BOARD

Ho Yow Ping (He YouPing)
Chief Executive Officer
12 September 2018

This announcement has been prepared by Mary Chia Holdings Limited (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 Catalist. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the 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 Ms Keng Yeng Pheng, Associate Director, Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).