



**METECH INTERNATIONAL LIMITED**  
(Company Registration No. 199206445M)  
(Incorporated in the Republic of Singapore)

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**MATERIAL VARIANCES BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2020**

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The Board of Directors (the “**Board**”) of Metech International Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the announcement on the unaudited financial statements for the financial year ended 30 June 2020 (“**FY2020**”) released on 27 August 2020 (the “**Unaudited Financial Statements**”) via SGXNET.

Pursuant to Rule 704(5) of the Listing Manual Section B: Rule of Catalyst of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”), the Board wishes to announce and clarify that subsequent to the release of the Unaudited Financial Statements, certain audit adjustments have been made to the Group’s consolidated statement of cashflows resulting in the material differences between the audited financial statements for FY2020 (“**Audited Financial Statements**”) and the Unaudited Financial Statements after the completion of the financial audit by the Company’s external auditors, Moore Stephens LLP.

The material variance between the Group’s Audited Financial Statements and the Unaudited Financial Statements have no impact to the net loss for the year, the consolidated statement of comprehensive income and the consolidated statements of financial position for FY2020. The impact to the cashflow statements are set out below:

**Consolidated Statement of Cash flows for the financial year ended 30 June 2020**

	<b>Audited Financial Statements S\$’000</b>	<b>Unaudited Financial Statements S\$’000</b>	<b>Differences S\$’000</b>	<b>Note</b>
Net cash generated from operating activities	3,251	3,881	(630)	(i)
Net cash used in financing activities	(3,462)	(4,092)	630	(i)

The variances were due to audit adjustments as:

- (i) the Group has elected not to recognise right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. The Group recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

For and on behalf of the Board of Directors of  
**METECH INTERNATIONAL LIMITED**

**Clement Tay Ming Liang**

**Chief Executive Officer**

**6 October 2020**

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, RHT Capital Pte Ltd. (the "**Sponsor**") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

*This announcement has not been examined or approved by the SGX-ST and the SGX-ST 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.*

*The contact person for the Sponsor is Mr Lay Shi Wei, Registered Professional, RHT Capital Pte. Ltd., 9 Raffles Place #29-01, Republic Plaza Tower 1, Singapore 048619, telephone (65) 6381 6966.*