

KHONG GUAN LIMITED

(Company Registration No. 196000096G)
(Incorporated in the Republic of Singapore)

MATERIAL VARIANCES BETWEEN THE AUDITED AND UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2025

The Board of Directors (the “Board”) of Khong Guan Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) refers to the Group's unaudited full-year financial statements for the financial year ended 31 July 2025 (“**FY2025**”) released on 29 September 2025 (the “Unaudited Financial Statements”).

Pursuant to Rule 704(6) of the Listing Manual of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”), the Board wishes to highlight material variances between the audited financial statements for FY2025 (the “**Audited Financial Statements**”) and the Unaudited Financial Statements.

The material variances between the Audited Financial Statements and Unaudited Condensed Financial Statements and the explanations thereon, are set out as follows:

Consolidated Statement of Comprehensive Income

	Note	31 July 2025		Variance
		Audited	Unaudited	
		\$'000	\$'000	\$'000
Share of results of associates, net of tax	1	(7)	124	(131)
Loss for the financial year		(284)	(153)	(131)

Statement of Financial Position

	Note	31 July 2025		Variance
		Audited	Unaudited	
		\$'000	\$'000	\$'000
Investments in associates	1	20,595	20,726	(131)
Retained profits		22,783	22,914	(131)

The variance arose from audit adjustments made by the Group's associates, whose financial statements were finalised after the release of the Company's Unaudited Condensed Financial Statements for the financial year ended 31 July 2025 via SGXNet on 29 September 2025.

The Group recognised additional share of result of associates resulting from:

- Audit adjustments were made by the Group's associate in Malaysia to recognise its share of results from its associate, held through one of its subsidiaries, arising from start-up losses incurred while the plant is under construction; and
- Audit adjustments by the Group's associate in Singapore for the recognition of bonuses to employees declared.

Shareholders are advised to read this announcement in conjunction with the Audited Financial Statements and the Independent Auditors' Report, which form part of the Company's Annual Report for FY2025 to be dispatched in due course.

Shareholders and potential investors are reminded to exercise caution when dealing in the securities of the Company and should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers if they are in doubt about the actions they should take.

By Order of the Board
Chew Kian Boon Daniel
Executive Director
10 November 2025