

JCG INVESTMENT HOLDINGS LTD.
(Incorporated in the Republic of Singapore)
(Company Registration No. 200505118M)

**MATERIAL VARIANCES BETWEEN THE AUDITED FINANCIAL STATEMENTS AND THE
UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019**

The board of directors (the “**Board**” or “**Directors**”) of JCG Investment Holdings Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the Company’s announcement on 29 February 2020 (the “**Previous Announcement**”) in relation to the unaudited financial statements of the Group for the financial year ended 31 December 2019 (“**FY2019**”) (the “**Unaudited Financial Statements**”).

Pursuant to Rule 704(5) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited, the Board wishes to announce that subsequent to the release of the Unaudited Financial Statements, the external auditor has proposed certain adjustments and reclassifications following the finalisation of the audit which the management of the Company has adopted accordingly.

A summary of the adjustments and explanation between the Unaudited Financial Statements and the audited financial statements for FY2019 (“**Audited Financial Statements**”) is set out below.

EXTRACT FROM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Item	Group				Note
	Unaudited Financial Statements	Audited Financial Statements	Increase/ (Decrease)		
	S\$’000	S\$’000	S\$’000	%	
Administrative expenses	3,890	4,143	253	6.5%	A
Net loss	(2,994)	(3,247)	253	8.5%	A

- (A) In FY2019, certain share options had lapsed and the fair value of such share options lapsed amounting to S\$253,000 was to be transferred out from share options reserve. In the Unaudited Financial Statements, the fair value amount was transferred to current year income statement and offset against administrative expenses. In the Audited Financial Statements, the fair value amount was transferred directly to retained earnings. Accordingly, administrative expenses and net loss increased by S\$253,000 in the Audited Financial Statements.

EXTRACT FROM CONSOLIDATED STATEMENT OF CASH FLOWS

Item	Group				Note
	Unaudited Financial Statements	Audited Financial Statements	Increase/ (Decrease)		
	S\$'000	S\$'000	S\$'000	%	
Net cash used in operating activities	(1,241)	(1,247)	6	0.48%	B
Net cash provided by/ (used in) investing activities	259	(591)	(850)	(328.2%)	C
Net cash used in financing activities	(27)	(72)	45	166.67%	B, C
Cash and cash equivalents at end of financial year	604	(297)	(901)	(149.2%)	C

- (B) The increase in cash used in operating activities amounting to S\$6,000 is due to reclassification of certain expenses from financing activities to operating activities.
- (C) In FY2019, the Group acquired certain subsidiary with a bank overdraft of S\$850,000 at the date of acquisition and S\$901,000 as at 31 December 2019. In the Unaudited Financial Statements, the bank overdraft as at date of acquisition was not excluded from the net cash provided by/ (used in) investing activities and the additional drawdown from date of acquisition to end of FY2019 amounting to S\$51,000 was included in net cash used in financing activities. In the Audited Financial Statements, the bank overdraft has been excluded from cash and cash equivalents.

Accordingly, net cash used in operating activities increased by S\$6,000, net cash provided by investing activities reduced by S\$850,000, net cash used in financing activities increased by S\$45,000 and cash and cash equivalents at the end of FY2019 decreased by S\$901,000 in the Audited Financial Statements.

LOSS PER SHARE

Item	Group				Note
	Unaudited Financial Statements	Audited Financial Statements	Increase/ (Decrease)		
	Singapore cents	Singapore cents	Singapore cents	%	
(a) Based on weighted average number of shares	(0.02)	(0.02)	-	-	D
(a) Based on fully diluted basis	(0.02)	(0.02)	-	-	D

- (D) The aforementioned adjustments did not result in any material discrepancies or adjustments between the Unaudited Financial Statements and Audited Financial Statements.

BY ORDER OF THE BOARD

Ang Kok Huan
Chief Executive Officer

15 April 2020

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Stamford Corporate Services Pte. Ltd. (the "**Sponsor**").*

*This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited ("**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.*

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