

## CAMSING HEALTHCARE LIMITED

(Company Registration Number: 197903888Z)

(Incorporated in the Republic of Singapore)

### MATERIAL VARIANCE BETWEEN UNAUDITED AND AUDITED FULL YEAR FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2024

The Board of Directors (the “**Board**”) of Camsing Healthcare Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the unaudited full year financial results announced for the financial year ended 31 January 2024 (“**FY2024**”) released via the SGXNet on 28 March 2024 (the “**Unaudited Financial Statements FY2024**”).

Pursuant to Rule 704(6) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Board wishes to announce and clarify certain material variances to the Unaudited Financial Statements FY2024 following the finalisation of the audit and issuance of the auditor’s report dated 13 June 2024 by the Company’s external auditors, Crowe Horwath First Trust LLP (the “**Independent Auditors’ Report**”, and the related audited financial statements are referred to herein as the “**Audited Financial Statements FY2024**”).

With regard to the Audited Financial Statements FY2024 and this announcement, shareholders of the Company (the “**Shareholders**”) are advised to read both in conjunction with the Independent Auditors’ Report released by the Company in the announcement dated 13 June 2024.

The details and explanation of the variances between the Audited Financial Statements FY2024 and the Unaudited Financial Statements FY2024 are set out below:

#### Adjustments to consolidated statements of financial position as follows:

		Unaudited Financial Statements FY2024	Audited Financial Statements FY2024	Variance	Variance
	Note	S\$'000	S\$'000	S\$'000	%
Inventories	(1)	461	707	246	53.4%
Other receivables, deposits and prepayment	(2)	310	276	(34)	(11.0%)
Contract liabilities	(3)	(99)	(524)	(425)	429.3%
Other payables and accruals	(4)	(1,968)	(1,686)	282	(14.3%)
Lease liabilities	(4)	(1,299)	(1,077)	(222)	20.6%

#### Adjustments to consolidated statements of comprehensive income as follows:

		Unaudited Financial Statements FY2024	Audited Financial Statements FY2024	Variance	Variance
	Note	S\$'000	S\$'000	S\$'000	%
Cost of sales	(3)	(2,159)	(1,870)	289	(13.4%)
General and administrative expense	(5)	(1,055)	(1,325)	(270)	25.59%

**Adjustments to statements of financial position for Company as follows:**

		<b>Unaudited Financial Statements FY2024</b>	<b>Audited Financial Statements FY2024</b>	<b>Variance</b>	<b>Variance</b>
	<b>Note</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Investment	(6)	200	2,332	2,132	1,066

**Adjustments to consolidated statements of cash flows as follows:**

		<b>Unaudited Financial Statements FY2024</b>	<b>Audited Financial Statements FY2024</b>	<b>Variance</b>	<b>Variance</b>
	<b>Note</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Operating cash flows before movements in working capital	(3)	(420)	(572)	(152)	36.2
Working Capital changes					
- Trade and other receivables	(2)	255	289	34	13.3%
- Inventories	(1)	453	207	(246)	(54.3%)
- Trade and other payables	(3)	107	(16)	(123)	(115.0%)
- Contract liabilities	(3)	1	426	425	42,500.0%

Explanatory notes:

- (1) Following a review of the terms of the business-to-business (B2B) contracts where customers of our corporate clients redeem our products by using redemption codes, an initial accounting treatment relating to inventory and its corresponding balances in other payable was reversed. There is no impact to the consolidated statements of comprehensive income.
- (2) The initial accounting treatment for an outlet whose lease had lapsed and was not renewed had recognised the rental deposit and the amount payable to the landlord separately at gross. Subsequent to the circularisation of a confirmation of balances with the landlord, the response indicated that the rental deposit had been netted off against the amount payable to the landlord. This led to the lower deposits and payables in the statement of financial position accordingly.
- (3) Contract liabilities pertain to the unredeemed redemption codes of our B2B contracts that had been recognised as revenue previously. Subsequent reassessments on the accounting treatment of the redemption codes concluded that such unredeemed codes should be reversed from revenue, along with the reversal of the corresponding cost of sales accordingly.
- (4) The decrease in other payables arose mainly due to the reclassification to lease liabilities.
- (5) The increase in general and administrative expenses arose mainly due to the reclassification of payroll expenses from marketing and distribution expenses to general and administrative expenses after subsequent reassessment.
- (6) Subsequent reassessment concluded that the investment in one of subsidiaries was over-impaired previously.

The Board confirms that to the best of its knowledge, all material disclosures, facts and information have been provided and announced and are not aware of any facts, information or disclosures, the omission of which would make any statement in this announcement or disclosures misleading.

Shareholders are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisors.

**BY ORDER OF THE BOARD**

Yeo Choon Tat  
Executive Director  
13 June 2024