

PINE CAPITAL GROUP LIMITED

(formerly known as “OLS Enterprise Ltd.”)
(Company Registration Number: 196800320E)
(Incorporated in the Republic of Singapore)
(the “**Company**”)

VARIANCES BETWEEN THE UNAUDITED FULL YEAR FINANCIAL RESULTS ANNOUNCEMENT AND AUDITED FINANCIAL STATEMENTS IN RESPECT OF THE FINANCIAL YEAR ENDED 31 MARCH 2018

The board of directors (the “**Board**”) of the Company together with its subsidiaries, (the “**Group**”) refers to the unaudited full year financial results announced for the financial year ended 31 March 2018 (“**FY2018**”) released via the SGXNet on 30 May 2018.

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 the variances between the audited financial statements and the unaudited full year financial results of the Group for FY2018.

Details and clarification of the variances are summarised below.

Income Statement and Statement of Comprehensive Income

	FY2018 (Audited) S\$'000	FY2018 (Unaudited) S\$'000	Variance S\$'000	Note
Continuing operations				
Revenue	893	893		
Cost of sales	(361)	(361)		
Gross profit	532	532		
Other gains - net	69	69		
Expenses				
- Administrative	(2,265)	(2,205)	60	1
- Loss on disposal of subsidiary	-	(244)	(244)	2
Loss from continuing operations before taxation	(1,664)	(1,848)		
Taxation	-	-		
Loss after taxation from continuing operations				

	(1,664) FY2018 (Audited) S\$'000	(1,848) FY2018 (Unaudited) S\$'000	Variance S\$'000	Note
(Loss)/Profit from discontinued operations, net of tax	(391)	(347)	44	2
Total loss	(2,055)	(2,195)		
Other comprehensive loss, net of tax:				
Items that may be reclassified subsequently to profit or loss:				
- Currency translation differences arising from consolidation	27	27		
- Available-for-sales-financial assets - fair value gain	898	-	898	3
Total comprehensive loss	(1,130)	(2,168)		
Loss attributable to:				
Equity holders of the Company				
-Loss from continuing operation, net of tax	(1,516)	(1,700)		
-(Loss)/Profit from discontinued operation, net of tax	(244)	(416)		
Loss attributed to equity holders	(1,760)	(2,116)		
Non-controlling interests				
-Loss from continuing operation, net of tax	(148)	(148)		
-(Loss)/profit from discontinued operation, net of tax	(147)	69		
Loss/(profit) attributed to the non-controlling interests	(295)	(79)		

Balance Sheet - Group

	FY2018 (Audited) S\$'000	FY2018 (Unaudited) S\$'000	Variance S\$'000	Note
ASSETS				
Non-current assets				
Property, plant and equipment	94	94		
Investments in associated companies	13	13		
Goodwill	5,791	5,504	287	4
Available-for-sale investments	2,287	1,389	898	3
	8,185	7,000		
Current assets				
Trade and other receivables	96	2	94	5
Prepayments	6	101	(95)	5
Cash and cash equivalents	768	768		
	870	871		
Total Assets	9,055	7,871		
LIABILITIES				
Current liabilities				
Trade and other payables	3,007	2,947	60	1
Finance lease liabilities	-	-		
	3,007	2,947		
Net current (liabilities)/assets	(2,137)	(2,076)		
Non-current liabilities				
Finance lease liabilities	-	-		
Provision for reinstatement costs	71	71		
	71	71		
Total Liabilities	3,078	3,018		
Net assets	5,977	4,853		

	FY2018 (Audited) S\$'000	FY2018 (Unaudited) S\$'000	Variance S\$'000	Note
Equity				
Capital and reserves attributable to equity holders of the Company				
Share capital	20,027	20,027		
Accumulated losses	(15,036)	(14,976)		
Fair value reserve	898	-	898	3
Currency translation reserve	(50)	(50)		
	5,839	5,001		
Non-controlling interests	138	(148)		
Total equity	5,977	4,853		

Balance Sheet - Company

	FY2018 (Audited) S\$'000	FY2018 (Unaudited) S\$'000	Variance S\$'000	Note
ASSETS				
Non-current assets				
Investments in subsidiary corporations	<u>7,524</u>	<u>7,524</u>		
Current assets				
Trade and other receivables	18	23	(5)	
Prepayments	-	-		
Amount due from subsidiary corporations	5	-		
Cash and cash equivalents	<u>426</u>	<u>426</u>		
	<u>449</u>	<u>449</u>		
Total Assets	<u><u>7,973</u></u>	<u><u>7,973</u></u>		
LIABILITIES				
Current liabilities				
Trade and other payables	<u>2,826</u>	<u>2,766</u>	60	1
Total Liabilities	<u><u>2,826</u></u>	<u><u>2,766</u></u>		
Net current (liabilities)/assets	<u>(2,377)</u>	<u>(2,317)</u>		
Net assets	<u><u>5,147</u></u>	<u><u>5,207</u></u>		
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	20,027	20,027		
Accumulated losses	<u>(14,880)</u>	<u>(14,820)</u>		
Total equity	<u><u>5,147</u></u>	<u><u>5,207</u></u>		

Notes:

1. The administrative expenses increased by S\$60,000 to S\$2.265 million due to accrual of audit fees for FY2018.
2. Loss on disposal of subsidiary has been presented under (Loss)/profit from discontinued operations, net of tax in the Audited Report FY2018. The decreased of S\$200,000 is due to the adjustment for Non-Controlling Interest of disposal group
3. The group recorded a fair value gain of S\$898,000 from BSDCN Pte. Ltd. acquisition.
4. Goodwill increased by S\$287,000 to S\$5.791 million due to adjustment in goodwill arising from Advance Capital Partners Asset Management Private Limited acquisition.
5. Due to re-classification of accounts.

The changes in the Income Statement and Statement of Comprehensive Income and Balance Sheet as highlighted above have resulted in the variances in the Statement of Cash Flows of the Group.

**BY ORDER OF THE BOARD
PINE CAPITAL GROUP LIMITED**

Tan Choon Wee
Interim CEO and Executive Chairman

6 July 2018

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Asian Corporate Advisors Pte. Ltd. (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**Exchange**"). The Sponsor has not independently verified the contents of this announcement, including the correctness of any of the figures used, statements or opinions made.*

This announcement has not been examined or approved by the Exchange and the Exchange 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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