SGXNet

'Financial Statements and Related' Announcement

Issuer & Securities

Issuer/ Manager
KS ENERGY LIMITED

Securities

Name	ISIN	Stock Code
KS ENERGY LIMITED	SG1G91873040	578

Stapled Security
No

Announcement Details

Announcement Sub Title
Discrepancies between unaudited and audited accounts

Submitted By (Co./ Ind. Name)
Lai Kuan Loong Victor

Designation
Company Secretary

Contact Details
65365355

Effective Date and Time of the event
01/04/2019 17:00:00

Price Sensitivity
Yes

Description (Please provide a detailed description of the event in the box below - Refer to the Online help for the format)
Please see attached.

Additional Details

For Financial Period Ended
31/12/2018

Attachments

For Public Dissemination

KSE.MaterialVariance704.pdf

KS ENERGY LIMITED
An Integrated Energy Services Hub

MATERIAL VARIANCES BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED FULL YEAR FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

The Board of Directors (the "**Board**") of KS Energy Limited (the "**Company**", together with its subsidiaries, the "**Group**") refers to the Company's Financial Statement and Dividend Announcement for the financial year ended 31 December 2018 ("**FY2018**") released by the Company on 27 February 2019 (the "**Announcement**").

Pursuant to Rule 704(6) of the Listing Manual of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"), the Board wishes to announce the material variances between the audited financial statements of the Group for FY2018 ("**Audited Results**") and the Announcement, following the finalisation of the audit, as follows:

Extract from the Group Income Statement for the financial year ending 31 December 2018

	Group		
	Per Announcement	**Per Audited Results**	**Variance**
	(S$'000)	**(S$'000)**	**(S$'000)**
Other operating expenses	3,649	(6,247)	(9,896)
Write-back/(Impairment loss) on trade receivables	-	26	26
(Impairment loss)/Write-back of impairment loss on non-trade receivables	-	(34)	(34)
Impairment loss on loan to a joint venture	-	-	-
Write-back of impairment loss on investment in joint venture	-	9,904	9,904

The above variances resulted from a reclassification of impairment and write-back from "Other operating expenses" upon finalisation of the financial statements for FY2018 pursuant to the adoption of Singapore Financial Reporting Standards (International) (SFRS(I)) effective from 1 January 2018 in the audited financial statements issued after the release of the Announcement. This reclassification does not have any impact on the profit and loss of the Group.

KS ENERGY LIMITED
An Integrated Energy Services Hub

Extract from the Group Income Statement for the financial year ending 31 December 2017

	Group		
	Per Announcement	**Per Audited Results**	**Variance**
	(S$'000)	**(S$'000)**	**(S$'000)**
Other operating expenses	(9,533)	(6,630)	2,903
Write-back/(Impairment loss) on trade receivables	-	(720)	(720)
(Impairment loss)/Write-back of impairment loss on non-trade receivables	-	165	165
Impairment loss on loan to a joint venture	-	(12,352)	(12,352)
Write-back of impairment loss on investment in joint venture	-	10,004	10,004

The above variances resulted from a reclassification of impairment and write-back from “Other operating expenses” upon finalisation of the financial statements for FY2018 in order to provide a more meaningful comparison with prior year information.

Extract from the Statements of Financial Position as at 31 December 2018

	Group		
	Per Announcement	**Per Audited Results**	**Variance**
	(S$'000)	**(S$'000)**	**(S$'000)**
Trade receivables	2,992	1,758	(1,234)
Contract assets	29	1,263	1,234
Trade and other payables	23,860	23,840	(20)
Contract liabilities	-	20	20

The above variances resulted from a reclassification of "Contract assets" from "Trade receivable” & "Other Assets" and "Contract liabilities" from "Trade and other payable” upon finalisation of the financial statements for FY2018 pursuant to the adoption of SFRS(I) effective from 1 January 2018 in the audited financial statements issued after the release of the Announcement.

KS ENERGY LIMITED
An Integrated Energy Services Hub

Extract from the Statements of Financial Position as at 31 December 2017

	Group		
	Per Announcement	**Per Audited Results**	**Variance**
	(S$'000)	**(S$'000)**	**(S$'000)**
Trade receivables	11,481	7,106	(4,375)
Contract assets	9	7,152	7,143
Other assets	13,148	10,380	(2,768)
Trade and other payables	27,295	24,526	(2,769)
Contract liabilities	-	2,769	2,769

The above variances resulted from a reclassification of "Contract assets" from "Trade receivable" & "Other Assets" and "Contract liabilities" from "Trade and other payable" upon finalisation of the financial statements for FY2018 in order to provide a more meaningful comparison with prior year information.

Extract from the Statements of Financial Position as at 1 January 2017

	Group		
	Per Announcement	**Per Audited Results**	**Variance**
	(S$'000)	**(S$'000)**	**(S$'000)**
Trade receivables	8,289	3,084	(5,205)
Contract assets	20	7,621	7,601
Other assets	16,763	14,367	(2,396)
Trade and other payables	25,966	24,255	(1,711)
Contract liabilities	-	1,711	1,711

The above variances resulted from a reclassification of "Contract assets" from "Trade receivable" & "Other Assets" and "Contract liabilities" from "Trade and other payable" upon finalisation of the financial statements for FY2018 in order to provide a more meaningful comparison with prior year information.

BY ORDER OF THE BOARD
KS ENERGY LIMITED

Lai Kuan Loong Victor
Company Secretary

1 April 2019

For more information on KS Energy Limited, please visit our website at www.ksenergy.com.sg