NERA TELECOMMUNICATIONS LTD
Company Registration No. 197802690R
(Incorporated in the Republic of Singapore)

CORRIGENDUM TO THE FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2019

The Board of Directors (the "Board") of Nera Telecommunications Ltd. (the "Company) refers to the Company's full year financial statements and dividend announcement for the year ended 31 December 2019, News Release and FY2019 Results Presentation released on 29 February 2020 ("Full Yearly Results Announcement").

Due to an inadvertent error, the reduction of accrued dispute claims from a former employee and other payables and accruals of the cash flows from operating activities in the Statement of Cash Flows on page 6 of the Full Yearly Results Announcement should read as follows:

	Note	Stated As		Should Read As	
		Group Fourth Quarter 2019 S$'000	Group Year ended 31 December 2019 S$'000	Group Fourth Quarter 2019 S$'000	Group Year ended 31 December 2019 S$'000
Cash flows from operating activities					
Profit before tax		52	5,112	52	5,112
Adjustments for :					
Amortisation of intangible assets		21	88	21	88
Bad debts written off		29	81	29	81
Depreciation of property, plant and equipment		173	758	173	758
Depreciation of right-of-use assets		244	957	244	957
Interest expense		151	491	151	491
Interest income		(65)	(332)	(65)	(332)
Net fair value loss on derivatives		48	48	48	48
Net gain on disposal / write-off of property, plant and equipment		(7)	(16)	(7)	(16)
Net allowance / (write-back) for stock obsolescence		436	430	436	430
Net allowance for doubtful debts		1,773	1,484	1,773	1,484
Net write-back for warranty		(222)	(79)	(222)	(79)
Reduction of accrued dispute claims from a former employee	A	1,258	1,258	(1,258)	(1,258)
Net provision for contract assets		2,094	2,094	2,094	2,094
Pension cost		262	141	262	141
Operating profit before working capital changes		6,247	12,515	3,731	9,999
(Increase) / Decrease in :					
Stocks		15,955	10,746	15,955	10,746
Contract assets		(11,851)	(6,467)	(11,851)	(6,467)
Trade receivables		(6,417)	(4,592)	(6,417)	(4,592)
Other receivables, deposits and prepayments		1,263	(3,732)	1,263	(3,732)
(Decrease) / Increase in :					
Trade payables		(2,844)	(400)	(2,844)	(400)
Other payables and accruals	A	(1,513)	(4)	1,003	2,512
Contract liabilities		(3,287)	(15,588)	(3,287)	(15,588)
Provision for warranty		(310)	(707)	(310)	(707)
Effect of exchange rate changes		(348)	(9)	(348)	(9)
Cash flows (used in) / from operations		(3,105)	(8,238)	(3,105)	(8,238)
Income taxes paid		270	(2,370)	270	(2,370)
Interest paid		(96)	(274)	(96)	(274)
Contributions to pension funds		–	–	–	–
Net cash flows (used in) / from operating activities		**(2,931)**	**(10,882)**	**(2,931)**	**(10,882)**

Note A: The error on the parenthesis for the reduction of accrued dispute claims from a former employee led to the calculation error on the changes to other payables and accruals.

The amended Full Yearly Results Announcement is appended to this announcement. Save as disclosed above, all other information contained in the Full Yearly Results Announcement remains unchanged.

BY ORDER OF THE BOARD

Chan Wan Mei
Gan Lee Teng
Joint Company Secretaries

04 March 2020