PROGEN HOLDINGS LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 199605118C)

RECLASSIFICATIONS TO THE UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS OF THE GROUP FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013

The Board of Directors of Progen Holdings Limited (the "Company" and together with its subsidiaries, the "Group") refers to the unaudited full year financial statement and related announcement for the financial year ended 31 December 2013 ("FY2013") released by the Company on 25 February 2014.

Pursuant to Rule 1207(5) of the SGX-ST Listing Manual Section B: Rules of Catalist, the Board wishes to highlight certain reclassifications to the unaudited consolidated cash flow statement of the Group for FY2013 following the finalization of the audit.

The reclassifications do not have any impact on the Group's results for FY2013 and the Group's and Company's financial positions as at 31 December 2013.

The reclassifications are described below by reference to the audited and unaudited consolidated cash flow statement for FY2013:

	Audited FY2013 $'000	**Unaudited** FY2013 $'000	**Variance** $'000	**Note**
Profit before income tax	2,272	2,272	–	
Net cash flows generated from operating activities	232	232	–	
Net cash flows used in investing activities	(532)	(221)	(311)	(A)
Net cash flows used in financing activities	(25)	(336)	311	(A)
Net decrease in cash and cash equivalents	(325)	(325)	–	
Cash and cash equivalents at 1 January	15,252	15,252	–	
Cash and cash equivalents at 31 December	14,927	14,927	–	

(A) The above was due to reclassification of additions to investment property of S$311,000 from financing activities to investing activities to better reflect the nature of the transaction.

BY ORDER OF THE BOARD

Lee Ee @ Lee Eng
Managing Director
29 March 2014

*This announcement has been prepared by the Company and reviewed by the Company's sponsor, CNP Compliance Pte. Ltd. ("**Sponsor**"), for compliance with the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement including the accuracy or completeness of any of the information disclosed or the correctness of any of the statements or opinions made or reports contained in this announcement. This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume 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.*

The contact person for the Sponsor is Mr Thomas Lam at 36 Carpenter Street, Singapore 059915, telephone: (65) 6323 8383; email: tlam@cnplaw.com