

MATERIAL VARIANCES BETWEEN UNAUDITED AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

The Board of Directors of Jiutian Chemical Group Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the unaudited full year financial results announcements for the financial year ended 31 December 2021 (“**FY2021**”) released via the SGXNet on 25 February 2022 (the “**Unaudited Financial Statements**”).

Pursuant to Rule 704(5) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited, the Company would like to announce and clarify the material variances between the Unaudited Financial Statements and the audited financial statements for the financial year ended 31 December 2021 (“**Audited Financial Statements**”) of the Group and the explanations thereon, are set out as follows:

	Audited Financial Statements RMB'000	Unaudited Financial Statements RMB'000	Variance	
			RMB'000	%
Consolidated Statement of Comprehensive Income				
Other income/(expenses)	8,055	(6,504)	14,559	224
Profit before tax	485,146	470,587	14,559	3
Profit and total comprehensive income	324,488	309,929	14,559	5
Consolidated statement of Financial Position				
<u>NON-CURRENT ASSETS</u>				
Investment in associated companies	62,258	47,699	14,559	31
<u>CAPITAL AND RESERVES</u>				
Retained profit	58,089	43,530	14,559	33

Following the finalisation of management’s assessment of the carrying amount of the Group’s investment in its associated company, Anyang Jiulong Chemical Co., Ltd. (“**Anyang Jiulong**”) vis-à-vis the recoverable amount (based on the expected future cash flows derived from Anyang Jiulong) as at 31 December 2021, the Group reversed the impairment loss on investment in associated companies amounting to RMB14,559,000 and this adjustment was recorded in other income/(expenses).

As a result of this reversal, the Group’s profit before tax, profit and total comprehensive income, the carrying value of the Group’s investment in associated companies and retained profit increased by RMB14,559,000.

By Order of the Board,

Han Lianguo
Non-Executive and Non-Independent Chairman
5 April 2022

This announcement has been reviewed by the Company’s Sponsor, PrimePartners Corporate Finance Pte. Ltd. (the “Sponsor”). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the “Exchange”) and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

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