EPICENTRE HOLDINGS LIMITED
(Company Registration No: 200202930G)
(Incorporated in the Republic of Singapore)
(the "Company")

QUALIFIED OPINION BY AUDITORS IN THE AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018

Pursuant to Rule 704(5) of the Listing Rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"), the Board of Directors ("the "**Board**") of Company wishes to announce that its independent auditors, Crowe Horwath First Trust LLP, has issued a qualified opinion in the independent auditors' report in respect of the Company's audited financial statements for the financial year ended 30 June 2018 ("**Independent Auditor's Report**").

An extract of the nature and contents of the qualification contained in the Independent Auditor's Report are annexed to this announcement. The Independent Auditor's Report will form part of the annual report of the Company for the financial year ended 30 June 2018 ("**Annual Report FY2018**"), which will be dispatched to shareholders in due course.

Shareholders of the Company are advised to read this announcement in conjunction with the Independent Auditor's Report and the Annual Report FY2018 in their entirety.

By order of the Board
EPICENTRE HOLDINGS LIMITED

Lim Tiong Hian
Executive Chairman and Acting Chief Executive Officer
11 October 2018

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Stamford Corporate Services Pte. Ltd. (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"). The Sponsor has not independently verified the contents of 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. Bernard Lui, Telephone: +65 63893000, Email: bernard.lui@morganlewis.com.

Extract of the Independent Auditor's Report

"***Qualified Opinion***

We have audited the financial statements of Epicentre Holdings Limited (the Company) and its subsidiaries (the Group), set out on pages 12 to 75, which comprise the consolidated statement of financial position of the Group and the statement of financial position of the Company as at 30 June 2018, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows of the Group and the statement of changes in equity of the Company for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matters described in the *Basis for Qualified Opinion* section of our report, the accompanying consolidated financial statements of the Group and the statement of financial position of the Company are properly drawn up in accordance with the provisions of the Companies Act, Chapter 50 (the Act) and Financial Reporting Standards in Singapore (FRSs) so as to give a true and fair view of the consolidated financial position of the Group and the financial position and statement of changes in equity of the Company as at 30 June 2018 and of the consolidated financial performance, consolidated changes in equity and consolidated cash flows of the Group for the financial year ended on that date.

Basis for Qualified Opinion

(i) Opening balances

As mentioned in the *Other Matter* section of our report below, the Preceding Auditors had issued a disclaimer of opinion on the financial statements for the previous financial year ended 30 June 2017 ("FY2017").

The Board of Directors had announced on 9 October 2017 that Deloitte & Touche LLP ("DT") was appointed to carry out an independent review of the matters highlighted in the Preceding Auditors' Report (detailed in sub paragraphs (a) to (d) of *Other Matter* section of our report). As at the date of this report, the independent review is still ongoing.

Accordingly, we are unable to determine whether any findings may be reported by DT and any adjustments arising thereon which may have an impact on the financial statements of the Group and the statement of financial position and statement of changes in equity of Company for FY2017. Any adjustment on those opening balances may have an impact on the current year's financial statements.

Consolidated statement of financial position of the Group as at 30 June 2018 included the following brought forward receivables arising from those matters highlighted in the disclaimer of opinion for FY2017:

- other receivables of $1,650,000 pertaining to consultancy services rendered during FY2017 (Note 8(ii)); and
- advances made to a supplier of $2,342,000 (Note 8(iv)),

both of which has been fully recovered at the date of this report.

We conducted our audit in accordance with Singapore Standards on Auditing (SSAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Group in accordance with the Accounting and Corporate Regulatory Authority (ACRA) Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities (ACRA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion."