



NORDIC GROUP LIMITED

(Company Registration Number: 201007399N)

**RESPONSE TO SINGAPORE EXCHANGE SECURITIES TRADING LIMITED'S QUERIES
ON 14 AUGUST 2019**

The Board of Directors (the "Board") of Nordic Group Limited (the "Company") wishes to respond to queries raised by the Singapore Exchange Securities Trading Limited ("SGX-ST") on 14 August 2019 in relation to the unaudited results for period ended 30 June 2019.

SGX-ST's queries

- a) With reference to the unaudited financial statements for the period ended 30 June 2019, please provide further elaboration for the decrease in trade and other receivables from S\$23,015,000 for the year ended 31 December 2018 to S\$16,918,000 for the period ended 30 June 2019
- b) Please provide further elaboration for the decrease in trade and other payables from S\$13,488,000 for the year ended 31 December 2018 to S\$11,023,000 for the period ended 30 June 2019.

The Board's response

- a) The decrease was not due to lower sales. It was mainly due to collections from certain customers whose projects ended in the previous years or during the period under review.
- b) The decrease was not due to lower cost of sales. The decrease was due to payment to suppliers and lower accrued expenses due to different period of comparison. The breakdown of trade and other payables is as follows:

	30 June 2019	31 December 2018	Difference
	\$'000	\$'000	\$'000
Trade and other payables	7,659	8,567	908
Accrued expenses	3,364	4,921	1,557
Total	11,023	13,488	2,465

BY ORDER OF THE BOARD

Chang Yeh Hong
Executive Chairman
21 August 2019