

ACCRELIST LTD. (亚联盛控股公司)
(Company Registration No. 198600445D)
(Incorporated in the Republic of Singapore)

APPLICATION FOR FURTHER EXTENSION OF TIME TO (I) ISSUE THE ANNUAL REPORT FOR FINANCIAL YEAR ENDED 31 MARCH 2022 ("FY2022"); (II) HOLD THE ANNUAL GENERAL MEETING FOR FY2022; AND (III) ISSUE THE SUSTAINABILITY REPORT FOR FY2022

APPLICATION FOR EXTENSION OF TIME TO ISSUE THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDING 30 SEPTEMBER 2022

Unless otherwise specified, all capitalised terms shall have the same meaning ascribed to the announcements dated 8 July 2022, 22 July 2022 and 2 August 2022 in relation to the Extension Application and grant of extension of time by SGX Regco and ACRA (the "Announcements").

The Board of Directors (the "**Board**") of Accrelist Ltd. (the "**Company**", and together with its subsidiaries, the "**Group**") refer to the Company's Announcements and wishes to announce that the Company has made application, through the Company's sponsor, to the Singapore Exchange Regulation (the "**SGX RegCo**") for extension of time of sixty (60) days to:

- i) issue the Annual Report ("**AR**") for financial year ended 31 March 2022 ("**FY2022**") from the current deadline of 12 September 2022 to 11 November 2022, pursuant to Rule 707(2) of the Listing Manual – Section B: Rules of the Catalist of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") ("**Catalist Rules**");
- ii) hold the Annual General Meeting ("**AGM**") for FY2022 from the current deadline of 29 September 2022 to 28 November 2022 pursuant to Rule 707(1) of the Catalist Rules;
- iii) issue the Sustainability Report ("**SR**") for FY2022 from the current deadline of 12 September 2022 to 11 November 2022, pursuant to Rule 711A of the Catalist Rules; and
- iv) to issue its unaudited condensed interim financial statements for the six months ending 30 September 2022 ("**HY2023 Results**") from the current deadline of 14 November 2022 to 13 January 2023, pursuant to Rule 705(2) of the Catalist Rules.

(collectively, the "**Further Extension Application**")

RATIONALES FOR THE FURTHER EXTENSION APPLICATION

The rationales for the Further Extension Application are as follows:

- i. In the Extension Application, the Company was informed by Jubilee Industries Holdings Ltd. ("**Jubilee**")'s management on the possible delay in the audit of a significant subsidiary of Jubilee, WE Total Engineering Sdn Bhd ("**WE Total**") (Jubilee and its subsidiaries shall be referred to as "**Jubilee Group**"). New information regarding WE Total's inventories surfaced on 1 July 2022 and the auditors of WE Total (the "**Component Auditor**") was made aware of the said information immediately. The Component Auditor had evaluated the information provided and determined that additional audit procedures ("**Additional Procedures**") are required to be carried out so as to satisfy itself regarding the existence and valuation of WE Total's inventories. Jubilee's management anticipated that the relevant information and supporting documents ("**Information**") will be made available as soon as practicable to the Component Auditor and the Component Auditor will require sufficient time to carry out the necessary Additional Procedures from that date. Late adjustments to WE Total's financial statements may be required, which will affect Jubilee Group's and the Group's respective consolidated financial statements.

The management of WE Total ("**WE Management**") had used more time than anticipated to prepare the Information to be provided to the Component Auditors. When provided, the Component Auditors, after carrying out the Additional Procedures in July 2022, had during the stocktake noted that there were discrepancies between WE Total's digital inventory and the manual stock cards. This required WE Management to perform, inter-alia, a full reconciliation

of its inventories and a full review of its inventory costing. Due to insufficient time, WE Management was unable provide the Component Auditors with the supporting documents (“**Additional Information**”) supporting the cost of these inventories recorded by WE Management.

The Company was informed by Jubilee on 31 August 2022, and at the time of writing this letter, that WE Management is still in the midst of preparing the Additional Information. WE Management anticipates that the Additional Information would be made available to the Component Auditors by 23 September 2022. Once the above said issue has been properly resolved, Jubilee and the Company will thereafter require more time to amend their respective consolidated workings and consolidated financial statements, and to provide them, along with the relevant supporting information and documents, to their respective auditors to carry out and complete the necessary audit procedures. The amount of WE Total’s inventories for the unaudited full year results announcement amounted to S\$2.4 million and this would have an impact on the Group’s financials.

The Company was informed that Jubilee will be applying for an extension of time for its AR, AGM and SR as well HY2023 Results, to allow sufficient time for, inter alia, the Additional Procedures, evaluations and updates to the consolidation financial statements to be properly conducted. Consequently, the Company is applying for an extension of time in order to allow the same to be carried out in relation to the Group’s consolidated financial statements.

Jubilee is a major component of the Group’s account, with the Company holding 53.07% direct equity interest in Jubilee, and Jubilee through its mechanical and electronics business unit had contributed to S\$231.0 million or approximately 95.49% of the Group’s revenue, based on the Group’s condensed interim financial statements for the full year ended 31 March 2022 (based on unaudited full year results announcement).

- ii. As explained above, after all relevant information and documents have been provided to the Auditors, the Auditors estimate that it would require approximately a total of 2 weeks to audit, review and assess the information and documents provided so as to able to form an independent audit opinion on the financial statements for FY2022. The extension of time applied will provide the Auditors of the Company sufficient time for the necessary information and documents be prepared and after providing to its Auditors, time to complete audit of the Group.
- iii. In view of the above and taking into account of both Extension Application and Further Extension of Application, the Board of Directors (“**Board**”) are of the view that additional time granted will allow the Company to prepare and finalise the Group’s consolidated financial statements and provide the Auditors with necessary time to complete the audit of the Group as well as sufficient time for Board to review.
- iv. The Company and its Auditors are of the view that the AR of the Company for FY2022 would not be ready in time for issuance to shareholders of the Company by 12 September 2022, being the approved extended date by SGX RegCo for the Company to issue its AR for FY2022 and subsequent thereto, for the Company to complete the administrative and procedural matters in relation to the holding of AGM for FY2022 by 29 September 2022.
- v. The Company will subsequently make immediate announcement on material differences between unaudited full year results announced and audited financial statements for FY2022 including the explanations for the changes.
- vi. Given that the Company’s SR traditionally makes reference to its AR to allow shareholders a comprehensive review of the Company’s activities in the past financial year and therefore should be read together with AR, additional time required to issue the AR for FY2022 will consequently lead to additional time required for the Company to prepare and issue its SR for FY2022.
- vii. As the Company is focusing its resources on completing its AR for FY2022 and the Company would require Jubilee’s HY2023 Results, this will in turn delay the Company’s preparation for HY2023 Results as the opening balance of HY2023 Results is dependent on the closing balance of the audited full year results for FY2022, hence more time is needed to prepare HY2023 Results from the date of release of AR for FY2022.

APPLICATION TO ACCOUNTING AND CORPORATE REGULATORY AUTHORITY (“ACRA”)

The Company will concurrently apply to ACRA for further extension of time to hold its AGM for FY2022 under Section 175(1) of the Companies Act 1967 and to lodge its Annual Return for FY2022 under Section 197(1) of the Companies Act 1967.

The Company will provide updates to its shareholders on the outcome of the further extension of time from both SGX RegCo and ACRA in due course.

The Company hereby confirms that the Further Extension Application does not contravene any laws and regulations governing the Company and the Constitution of the Company.

BY ORDER OF THE BOARD

Dr. Terence Tea
Executive Chairman and Managing Director

9 September 2022

*This Announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. (“**Sponsor**”) for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”).*

This Announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes 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 Mah How Soon, Registered Professional, RHT Capital Pte. Ltd., 6 Raffles Quay, #24-02, Singapore 048580, sponsor@rhtgoc.com