



ANAN INTERNATIONAL LIMITED

(Incorporated in Bermuda)

(Company Registration No. 35733)

DIFFERENCE BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022

The Board of Directors (“**Board**”) of AnAn International Limited (“**Company**”, and together with its subsidiaries, “**Group**”) refers to the unaudited full year financial results announcement for the financial year ended 31 December 2022 (“**FY2022**”) released via the SGXNet on 24 February 2023 (“**Unaudited Financial Statements**”). Further reference is made to the Audited Financial Statements of the Company for FY2022 (“**Audited Financial Statements**”) which will be provided to shareholders and the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) in due course.

Pursuant to Rule 704(6) of the Listing Manual, the Board wishes to highlight that there are certain adjustments made to the consolidated financial statements of the Group in the Audited Financial Statements compared to what was disclosed in the Unaudited Financial Statements. The adjustments were made following the finalisation of the audit and a summary of the adjustments is set out below.

Consolidated Statement of Profit or Loss and Other Comprehensive Income

<u>Group</u>	Twelve months ended	Twelve months ended	Variance US\$'000	Note
	31 Dec 2022 US\$'000 (Audited)	31 Dec 2022 US\$'000 (Unaudited)		
Revenue	3,185,946	3,185,946	-	
Cost of sales	(3,035,990)	(3,035,990)	-	
Gross profit	149,956	149,956	-	
Other income	921	861	60	(a),(b)
Selling and distribution expenses	(72,832)	(72,832)	-	
Administrative expenses	(4,699)	(4,663)	(36)	(b)
Other operating expenses	(5,426)	(6,378)	952	(c)
Impairment loss on receivables	(764)	-	(764)	(c)
Bad debt written off	(188)	-	(188)	(c)
Finance costs	(4,464)	(4,464)	-	
Share of results of associates and joint ventures (net of tax)	1,260	1,260	-	
Profit before income tax	63,764	63,740	24	(a)
Income tax expense	(20,032)	(20,032)	-	
Profit for the year	43,732	43,708	24	(a)
Other comprehensive loss:				
Item that may be reclassified subsequently to profit or loss				
Currency translation differences arising from consolidation	(3,137)	(4,204)	1,067	(d),(e)
Other comprehensive loss, net of tax	(3,137)	(4,204)	1,067	(d),(e)
Total comprehensive income for the year	40,595	39,504	1,091	
Profit attributable to:				
Equity holders of the Company	21,149	21,125	24	(a)
Non-controlling interests	22,583	22,583	-	
Profit for the year	43,732	43,708	24	(a)
Total comprehensive income attributable to:				
Equity holders of the Company	17,625	17,612	13	(a),(e)
Non-controlling interests	22,970	21,892	1,078	(d)
Total comprehensive income for the year	40,595	39,504	1,091	

Explanatory Notes: -

- (a) The difference of US\$24,000 consists of US\$14,000 and US\$10,000, which were due to FY2022 audit adjustments for the net foreign exchange gain and over-accrual of the Group's previous years audit fee, respectively.
- (b) The difference was due to reclassification of accounts.
- (c) The difference was due to reclassification of impairment loss on receivables and bad debt written off from other operating expenses.
- (d) The difference was due to reclassification from currency translation differences to dividend paid to non-controlling interests.
- (e) The difference of US\$11,000 was due to an FY2022 audit adjustment for unrealised foreign exchange loss for equity investment.

The Company would like to highlight to shareholders that there are other reclassifications made to certain line items in the Audited Financial Statements which do not have any net impact on the Group's financial results. The Board is hence of the opinion that these reclassifications are not material, except for the adjustment and reclassifications set out in above explanatory notes.

Shareholders are advised to read the Audited Financial Statements set out in the Company's annual report for FY2022 in its entirety, which will be despatched in due course.

BY ORDER OF THE BOARD

Zang Jian Jun
Executive Director and Executive Chairman
30 November 2023