

SHS HOLDINGS LTD.
(Company Registration Number 197502208Z)
(Incorporated in the Republic of Singapore)

DIFFERENCES BETWEEN UNAUDITED AND AUDITED FULL-YEAR FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021

The Board of Directors of SHS Holdings Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) refer to the unaudited full-year financial results announcement for the financial year ended 31 December 2021 (“**FY2021**”) released via the SGXNET on 24 February 2022 (the “**Unaudited Financial Statements**”). Further reference is made to the Audited Financial Statements of the Company for FY2021 (the “**Audited Financial Statements**”) which will be provided to shareholders and the SGX-ST on 14 April 2022.

Pursuant to Rule 704(6) of the Listing Manual, the Board wishes to highlight that there are certain adjustments made by the Company to the Statement of Financial Position (Group and Company) and Consolidated Statement of Cash Flows in the Audited Financial Statements compared to what was disclosed in the Unaudited Financial Statements.

Details and clarification of the adjustments are annexed to this Announcement.

BY ORDER OF THE BOARD

Ng Han Kok, Henry
Group Chief Executive Officer
11 April 2022

Statement of Financial Position

	Group			Company		
	Unaudited Financial Statements	Audited Financial Statements	Change	Unaudited Financial Statements	Audited Financial Statements	Change
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Non-Current assets						
Property, plant and equipment	43,316	43,316	-	29	29	-
Right of Use asset	4,133	4,133	-	1,359	1,359	-
Investment property	-	-	-	9,714	9,714	-
Investment in subsidiaries	-	-	-	34,847	33,227	(1,620) (c)
Investment in associated companies	1,075	1,075	-	-	-	-
Financial assets, available-for-sale	13,947	13,947	-	13,892	13,892	-
Goodwill	6,000	6,000	-	-	-	-
Other receivable and prepayments	2,876	2,876	-	2,876	2,876	-
	71,347	71,347		62,717	61,097	
Current Assets						
Inventories	2,849	2,849	-	-	-	-
Land held for development	4,566	4,566	-	-	-	-
Contract assets	11,110	11,110	-	-	-	-
Trade receivables	11,995	11,995	-	-	-	-
Other receivables and prepayments	8,101	8,101	-	628	628	-
Amount due from subsidiaries	-	-	-	30,295	30,295	-
Cash and bank balances	66,380	66,380	-	55,105	55,105	-
	105,001	105,001		86,028	86,028	
Current Liabilities						
Trade payables and accruals	9,401	9,401	-	423	423	-
Contract liabilities	356	356	-	-	-	-
Other payables	2,308	2,308	-	734	734	-
Term loans	3409	3,380	(29) (a)	-	-	-
Other amounts due to bankers	6540	6,540	-	-	-	-
Lease liabilities	0	265	265 (b)	-	136	136 (b)
Provision for taxation	363	363	-	-	-	-
	22,377	22,613		1,157	1,293	
Non-Current Liabilities						
Term loans	9,491	9,520	29 (a)	-	-	-
Lease liabilities	4,458	4,193	(265) (b)	1,478	1,342	(136) (b)
Deferred taxation	1,729	1,729	-	1,577	1,577	-
	15,678	15,442		3,055	2,919	
Net Assets	138,293	138,293		144,533	142,913	
EQUITY						
Share capital	160,640	160,640	-	160,640	160,640	-
Treasury shares	(5,395)	(5,395)	-	(5,395)	(5,395)	-
Asset revaluation reserve	12,771	12,771	-	8,582	8,582	-
Foreign currency translation reserve	479	479	-	-	-	-
Other reserve	-	-	-	3,297	3,297	-
Fair value reserve	(9,861)	(9,861)	-	(10,247)	(10,247)	-
Revenue reserve	(20,231)	(20,231)	-	(12,344)	(13,964)	(1,620) (c)
	138,403	138,403		144,533	142,913	
Non-controlling interests	(110)	(110)	-	-	-	-
Total Equity	138,293	138,293		144,533	142,913	

Notes:-

- (a) classification difference by split into the current and non-current loans.
- (b) classification difference by split into current and non-current lease liabilities.
- (c) Impairment loss of investment in subsidiary.

Consolidated Statement of Cash Flows

	Unaudited Financial Statements	Audited Financial Statements	Change	
	S\$'000	S\$'000	S\$'000	
Net cash (used in)/generated from operating activities	(1,148)	1,155	(2,303)	(i)
Net cash generated from investing activities	38,913	37,496	1,417	(ii)
Net cash used in financing activities	(3,363)	(4,249)	886	(iii)
Net increase in cash and cash equivalents	34,402	34,402	-	

Notes:-

- (i) Classification difference of interest expenses on borrowings and collection of outstanding proceeds in relation to the disposal of subsidiary.
- (ii) Due to reclassifying the collection of outstanding proceeds in relation to the disposal of the subsidiary as explained in (i) and net proceeds from the disposal of subsidiaries.
- (iii) Same as the explanation in (i) in relation to the interest expenses on borrowings presented together as repayment of borrowings.