



KLW HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 199504141D)

DIFFERENCES BETWEEN AUDITED FINANCIAL STATEMENTS AND THE PRELIMINARY UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2014

The Board of Directors of KLW Holdings Limited (the “**Company**”) and together with its subsidiaries, (the “**Group**”) refers to the result announcement for the financial year ended 31 March 2014 (‘**FY2013/14**’) released by the Company on 29 May 2014 and its audited financial statements.

Pursuant to Rule 704(5) of the Rules of Catalyst, the Company would like to announce the differences arising following the finalization of the audit. Material differences were mainly due to reclassification of accounts.

(1) Consolidated Statement of Comprehensive Income for financial year ended 31 March 2014

	Audited	Announced	Variance	Explanation
	(S\$'000)	(S\$'000)	(S\$'000)	
Revenue	38,667	38,386	281	Due to reclassification from cost of sales.
Cost of sales	(29,237)	(28,956)	(281)	Due to reclassification from revenue.

(2) Balance Sheet

	Audited	Announced	Variance	Explanation
	(S\$'000)	(S\$'000)	(S\$'000)	
Group				
<u>Non-current assets</u>				
Other receivables	456	124	332	Due to reclassification from trade and other receivables (Current assets).
<u>Current assets</u>				
Trade and other receivables	7,493	7,825	(332)	Due to reclassification from other receivable (Non-current assets).

(3) Consolidated Statement of Cash Flows

	Audited	Announced	Variance	Explanation
	(S\$'000)	(S\$'000)	(S\$'000)	
Cash flows from operating activities				
Loss on disposal of property, plant and equipment	16	26	(10)	Adjustment during finalization of accounts.
Interest income	(27)	(17)	(10)	Adjustment during finalization of accounts.
Unrealised exchange differences	130	189	(59)	Mainly due to reclassification from trade and other payables, income taxes paid, proceeds from disposal of PPE and purchase of PPE.

Trade and other receivables	883	438	445	Due to reclassification under investing activities-Other receivables-TU Disposal Group.
Trade and other payables	(3,507)	(3,307)	200	Mainly due to reclassification from unrealised exchange differences.
Interest income received	27	17	10	Adjustment during finalization of accounts.
Income taxes paid	(24)	-	(24)	Mainly due to reclassification from unrealised exchange differences.
Net cash (used in) operating activities	(1,121)	(1,650)	529	Mainly as per above explanations.
Cash flows from investing activities				
Other receivables-Teeni Universal(TU) Disposal Group	(445)	-	(445)	Due to reclassification under operating activities-Trade and other receivables.
Proceeds from disposal of property, plant and equipment (PPE)	18	130	(112)	Mainly due to reclassification from unrealised exchange differences.
Purchase of property, plant and equipment (PPE)	(1,217)	(1,253)	36	Mainly due to reclassification from unrealised exchange differences.
Net cash used in investing activities	(1,644)	(1,123)	(521)	Mainly as per above explanations.
Cash flows from financing activities				
Repayment of borrowings	(323)	(371)	48	Adjustment during finalization of accounts.
Bank borrowings drawdown	1,123	1,155	(32)	Adjustment during finalization of accounts.
Net cash from financing activities	13,036	13,020	16	Mainly as per above explanations.

By order of the Board

Lee Boon Teck
Executive Chairman
KLW Holdings Limited
4 July 2014

This announcement has been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. ("Sponsor"), for compliance with the relevant rules of the 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 and the SGX-ST assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this announcement. The details of the contact person for the Sponsor are:

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