

SAKAE HOLDINGS LTD.

Company Registration Number 199604816

(Incorporated in the Republic of Singapore)

ANNOUNCEMENT PURSUANT TO RULES 704(6) OF THE LISTING MANUAL IN RELATION TO MATERIAL DIFFERENCE BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

The Board of Directors (the “**Board**”) of Sakae Holdings Ltd. (the “**Company**”, and together with its subsidiaries, collectively the “**Group**”) refers to the announcement on the unaudited financial statement for the financial year ended 30 June 2023 (the “**Preliminary Results**”) released on 29 August 2023 and the audited financial statements for the financial year ended 30 June 2023 (the “**Audited Financial Statements**”) released on 13 October 2023 and sent to shareholders as part of its annual report for the financial year ended 30 June 2023.

Since the release of the Preliminary Results, the audit of the consolidated financial statements of the Group and the financial statements of the Company for FY2023 has been completed. Pursuant to Rule 704(6) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”), the Board wishes to announce and clarify the differences between the Preliminary Results and the Audited Financial Statements.

The variance in the Consolidated Statement of Cash Flows of the Group as compared to the Preliminary Results is set out in the comparative table below together with the accompanying Explanatory Notes:

Consolidated Statement of Cash Flows

Group	Audited Financial Statements S\$'000	Preliminary Results S\$'000	Variance S\$'000	Refer to Explanatory Note
Net cash generated from operating activities	1,916	1,479	437	(a), (c)
Net cash generated from investing activities	3,202	3,281	(79)	(a), (b)
Net cash used in financing activities	(6,651)	(6,592)	(59)	(b)
Effects of exchange rate changes on cash and cash equivalents	(414)	(115)	(299)	(c)

Explanatory Note:

- (a) The differences were mainly due to change in presentation of gain on liquidation in subsidiaries (\$138,000) during the year included in cash flows from investing activities to operating activities resulting in an increase in net cash flows generated from operating activities and a corresponding reduction in net cash flows generated from investing activities.
- (b) The differences were mainly due to reclassification of purchase of treasury shares (\$59,000) during the year included in cash flows from investing activities to financing activities resulting in an increase in net cash flows generated from investing activities and a corresponding increase in net cash flows used in financing activities.

- (c) The differences were mainly due to reclassification of unrealised foreign currency exchange gain (\$299,000) during the year included in cash flows from operating activities as effects of exchange rate changes on cash and cash equivalents.

The Company would like to inform 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 of the opinion that these reclassifications are therefore not material, except for those set out in this announcement reclassifications set out above.

Shareholders are advised to read the Audited Financial Statements set out in the Company's annual report for FY2023 in its entirety.

By Order of the Board

Chan Lai Yin
Company Secretary

13 October 2023