

CAMSING HEALTHCARE LIMITED
(Company Registration Number: 197903888Z)
(Incorporated in the Republic of Singapore)

CLARIFICATION ANNOUNCEMENT TO ANNOUNCEMENT ON AUDITOR'S COMMENTS OF ACCOUNTS

The Board of Directors (the "**Board**") of Camsing Healthcare Limited (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to make the following responses to the queries raised by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") on 21 June 2024, in relation to the Company's announcement released on 14 June 2024 titled "General Announcement: Replacement Announcement: Auditor's Comments of Accounts", which provided *inter alia*, that that the Company obtained a qualified opinion with an emphasis of matter on material uncertainty related to going concern in the independent auditor's report in respect of the audited financial statements of the Group for the financial year ended 31 January 2024 ("**FY2024**") (the "**AFS FY2024**").

Query:

SGX-ST has directed that, notwithstanding that trading in the Company's securities have been suspended since 1 April 2019, the Company is required to disclose the following information in a clarification announcement via SGXNet:

- (a) the Board of Directors' opinion as to (i) whether the Company and its subsidiaries (collectively, the "**Group**") can continue as a going concern; and (ii) the bases for its opinion; and
- (b) the Board of Directors' confirmation that sufficient information has been disclosed by the Company.

Company's Response to (a):

The Board is of the opinion that the Company and the Group can continue as a going concern.

The Company wishes to highlight in particular that the bases for its opinion had been disclosed at Note 2.2 of the AFS FY2024, which is contained in the Company's annual report for FY2024 announced via SGXNet on 13 June 2024.

Notwithstanding the aforesaid and for ease of reference, Note 2.2 of the AFS FY2024 is reproduced as follows:

"... the accompanying financial statements have been prepared on a going concern basis on the following grounds:

- (a) *On 10 May 2024, SGX RegCo has approved in-principle the trading resumption plan of the Company, subject to following conditions:*
 - *the compliance with all conditions stated in its letters with regards to the circular to shareholders and its approval-in-principle for the proposed listing and quotation of placement shares and convertible bonds;*
 - *the completion of placement of all subscription shares to respective investors; and*
 - *the completion of the issuance of all the convertible bonds to respective investors.*
- (b) *The escrow fund of \$4,850,000 placed by the potential investors will be released to the Company upon successful resumption of trading ("ROT") of the Company's shares on the SGX-*

ST prior to the due date of repayment of loan from [Qiren Holdings Pte. Ltd. ("QRH")], with the remaining balance of \$1,870,000 will be available for working capital after repayment of loan to QRH (Note 9 [of the AFS FY2024]).

- (c) The Group remains committed to growing its retail sales segment through the existing 12 outlets and online sales platform of the Group as well as third-party sale channels. Management expects to see higher sales volume following the opening of new sale channels and more collaborations with e-commerce operators. In line with these, the Group expects to secure the required operating capital to roll out a variety of wellness product lines with better profit margin. As such, management is confident that the Group will be able to expand its operations and generate sufficient operating cash flows.*
- (d) The Group will undertake cost-cutting measures, targeting at reducing non-operating expenses and unplanned cash outlays.*
- (e) Management expects continuing operation of all retail outlets which is subject to forbearance from landlords for delay in settlement of rental in arrears of certain outlets.*
- (f) In April 2024, the Company has obtained an additional loan facility of \$500,000 from an external licensed money-lender to bridge potential operating cash shortfall in the next 24 months from the date of loan facility agreement.*
- (g) Management has received favourable response from QRH which expressed inclination to consider further extension of due date of repayment of loan, subject to agreement to the exact period of such extension and definitive documents for the same.*
- (h) [Creative Elite Holdings Limited, the Parent Company] remains supportive to the Company and the Group to provide new capital injections and cash advances as and when necessary, as evidenced in Note 24 [of the AFS FY2024]."*

Company's Response to (b):

In light of the grounds for its opinion that the Company and the Group is able to continue as a going concern having been duly disclosed at Note 2.2 of the AFS FY2024, the Board confirms that sufficient information has been disclosed by the Company.

BY ORDER OF THE BOARD

Yeo Choon Tat
Executive Director
25 June 2024