



MATERIAL DIFFERENCE BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS

The Board of Directors (the "Board") of Jubilee Industries Holdings Ltd. (the "Company") and together with its subsidiaries (the "Group") refers to the Company's announcement dated 30 May 2022 in relation to the unaudited full-year financial results (the "Unaudited Financial Statements") for the financial year ended 31 March 2022 ("FY2022").

Pursuant to Rule 704(5) of the Listing Manual Section B: Rules of Catalyst ("Catalist Rules") of the Singapore Exchange Securities Trading Limited ("SGX-ST"), the Board wishes to announce that subsequent to the release of the Unaudited Financial Statement, there were certain reclassifications and adjustments made to the Unaudited Financial Statements following the finalisation of the audit.

The detailed explanations with corresponding line items are set out as follows:-

Consolidated Statement of Comprehensive Income

	Group			
	For the 12 months ended			
	31-Mar-22 S\$'000	31-Mar-22 S\$'000	Variance S\$'000	Please refer to Note
	(audited)	(unaudited)		
Revenue	231,073	231,043	30	1
Cost of sales	(223,797)	(222,370)	(1,427)	2
Gross profit	<u>7,276</u>	<u>8,673</u>		
Other income				
Interest income from bank deposit	18	17	1	nm
Others	175	194	(19)	3
Other (losses)/gains - net				
Impairment loss on financial assets at amortised cost	(490)	(490)	-	na
Others	102	124	(22)	4
Expenses:				
Distribution and marketing expenses	(481)	(479)	(2)	nm
Administrative expenses	(9,030)	(9,042)	12	nm
Finance expenses	(451)	(450)	(1)	nm
Operating loss	<u>(2,881)</u>	<u>(1,453)</u>		
Non operating expenses				
Fair value loss on financial assets, at FVPL	(2,193)	(2,193)	-	na
Loss before income tax	<u>(5,074)</u>	<u>(3,646)</u>		
Income tax expense	(118)	(194)	76	5
Loss after income tax	<u>(5,192)</u>	<u>(3,840)</u>		
Other comprehensive loss, net of tax:				
Currency translation differences	(475)	(483)	8	nm
Total comprehensive loss	<u>(5,667)</u>	<u>(4,323)</u>		
Net loss attributable to:				
Equity holder of the Company	(4,804)	(3,673)		
Non controlling interests	(388)	(167)	(221)	6
	<u>(5,192)</u>	<u>(3,840)</u>		
Other comprehensive loss				
Currency translation differences arising from consolidation - Losses	(475)	(483)	8	nm
Re-measurement of defined benefits obligation	(7)	-	(7)	nm
	<u>(482)</u>	<u>(483)</u>		
Total comprehensive loss	<u>(5,674)</u>	<u>(4,323)</u>		
Total comprehensive loss attributable to:				
Equity holder of the Company	(5,286)	(4,156)		
Non controlling interests	(388)	(167)		
	<u>(5,674)</u>	<u>(4,323)</u>		

na: not applicable

nm: not material



Consolidated Statement of Financial Position

	Group			Please refer to Note
	31-Mar-22 S\$'000 (audited)	31-Mar-22 S\$'000 (unaudited)	Difference S\$'000	
ASSETS				
Current assets				
Cash and cash equivalents	6,641	6,563	78	7
Financial assets, at fair value through profit or loss	7,070	7,070	-	na
Trade and other receivables	24,174	24,386	(212)	8
Inventories	19,017	20,463	(1,446)	9
Other current assets	8,074	8,172	(98)	10
	64,976	66,654		
Non-current assets				
Financial assets, at FVOCI	47	47	-	na
Property, plant and equipment	7,398	7,166	232	11
Intangible assets	1,006	1,006	-	na
	8,451	8,219		
Total Assets	73,427	74,873		
LIABILITIES				
Current liabilities				
Trade and other payables	30,511	30,741	(230)	8
Current income tax liabilities	185	185	-	na
Borrowings	9,216	9,126	90	12
	39,912	40,052		
Non-current liabilities				
Borrowings	212	167	45	12
Deferred income tax liability	57	57	-	na
	269	224		
Total liabilities	40,181	40,276		
Net Assets	33,246	34,597		
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	77,474	77,474	-	na
Treasury shares	(736)	(736)	-	na
Accumulated losses	(47,412)	(46,274)	(1,138)	1-6
Statutory reserves	2,257	2,257	-	na
Capital reserves	(142)	(142)	-	na
Other reserves	859	851	8	nm
Total equity	32,300	33,430		
Non-controlling interests	946	1,167		
	33,246	34,597		

na: not applicable

nm: not material



Consolidated Statement of Cash flows

	Group			
	31-Mar-22 S\$'000 (audited)	31-Mar-22 S\$'000 (unaudited)	Difference S\$'000	Please refer to Note
Net cashflow used in operating activities	(2,689)	(3,058)	369	13
Net cashflow used in investing activities	(1,068)	(1,002)	(66)	14
Net cashflow provided by financing activities	2,620	2,892	(272)	15



Notes:

Consolidated Statement of Comprehensive Income

- 1) The increase in revenue by approximately S\$30,000 was due to additional tooling revenue recognised during the year.
- 2) The variance of S\$1,427,000 in cost of sales was due to stock written off of approximately S\$995,000 and inventory cost adjustment of approximately S\$288,000 of its overseas subsidiaries, WE Total Engineering Sdn Bhd and PT HonFoong Plastic Industries and recognition of direct operating costs of approximately S\$144,000 during the year.
- 3) The decrease in other income was due to an adjustment for miscellaneous income of approximately S\$19,000.
- 4) Other losses of approximately S\$22,000 was from foreign exchange gain arising from the revaluation of foreign transactions.
- 5) The variance in tax expense of approximately S\$76,000 was due to the adjustment of tax paid during the financial year.
- 6) The increase in non controlling interest of approximately S\$221,000 is due additional losses incurred by one subsidiary corporation with NCI interest.

Consolidated Statement of Financial Position

- 7) The increase of approximately S\$78,000 in cash and cash equivalent are net adjustments made for incorrect entries taken up during the year by its Malaysian subsidiary, WE Total Engineering Sdn. Bhd.
- 8) The trade and other receivables decrease approximately S\$212,000 are a net off payables arising from customers who supply products to the company.

The trade and other payables decrease approximately S\$230,000 as per above explanation.

- 9) The decrease in inventories of approximately S\$1,446,000 is from its overseas subsidiaries, WE Total Engineering Sdn. Bhd and PT HonFoong Plastic Industries, primarily due to inventory written off and adjustment of closing inventory cost.
- 10) The decrease in other current assets of approximately S\$98,000 is primarily due to an adjustment from accrual for direct labour bonus paid for year 2021.
- 11) The increase in property, plant and equipment of approximately S\$232,000 is for adjustments made to recognise the additional right-of-use assets incurred during the year and fixed assets incorrectly charged to expenses.
- 12) The recognition of lease liabilities for right-of-use assets and hire purchases by its overseas subsidiaries, WE Total Engineering Sdn. Bhd., PT HonFoong Plastic Industries and WE Components Group are the primary cause for the increase in borrowings (current and non current).

Consolidated Statement of Cashflows

- 13) Net cashflow used in operating activities
The variance of S\$369,000 is mainly due to increase in trade and other receivables of S\$212,000, inventory of S\$452,000, other current assets of S\$98,000 offset by and increase in trade and other payables of S\$185,000 and an adjustment of S\$263,000 before changes in working capital.
- 14) Net cashflow provided by investing activities
The variance of S\$67,000 is an reclassification to property, plant and equipment for assets acquired during the year by WE Total Engineering Sdn Bhd which was incorrectly charged to expenses and a difference in interest received of S\$1,000.
- 15) Net cashflow used in financing activities
The variance of S\$272,000 is largely attributable to the (i) reclassification of S\$45,000 to other payables being introducer fees paid in shares (ii) repayment of S\$212,000 for lease liabilities which was not taken up by subsidiaries during the year and (iii) a decrease of S\$16,000 due to repayment in bank borrowing.

BY ORDER OF THE BOARD

Dato' Terence Tea Yeok Kian
Executive Chairman and Chief Executive Officer

12 October 2022