



ALLIED TECHNOLOGIES LIMITED

(Incorporated in the Republic of Singapore)
(Registration Number 199004310E)

CLARIFICATION ON DIFFERENCES BETWEEN AUDITED FINANCIAL RESULTS AND UNAUDITED FINANCIAL RESULTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

The Board of Directors (the “**Board**”) of Allied Technologies Limited (the “**Company**” together with all its subsidiaries, collectively the “**Group**”) refers to the Company’s announcement on unaudited financial results for the financial year ended 31 December 2014 (“**FY2014**”) dated 26 February 2015.

Pursuant to Rule 704(6) of the Listing Manual of the SGX-ST, the Board wishes to clarify the differences between the audited financial results and the unaudited financial results of the Group for the financial year ended 31 December 2014.

The differences were due to reclassification adjustments. Please refer to **Annex A** for an explanation of the differences.

Overall, the reclassification adjustments have no impact on the net profit, net assets and cash and cash equivalents of the Group for the financial year ended 31 December 2014.

BY ORDER OF THE BOARD

Hsu Ching Yuh @ Sheu Ching Yuh
Chief Executive Officer and Group Managing Director

6 April 2015

A comparison of audited results and unaudited results for the financial year ended 31 December 2014 is set out as below:

BALANCE SHEETS AS AT 31 DECEMBER 2014

	Audited 31/12/14 S\$'000	GROUP Unaudited 31/12/14 S\$'000	Difference 31/12/14 S\$'000	
Non-current assests				
Intangible assets	184	184	-	
Property, plant and equipment	50,977	50,977	-	
Investment property	4,491	4,491	-	
Investment in subsidiary companies	-	-	-	
Loan receivables from subsidiary companies	-	-	-	
Deferred tax assets	1,414	1,414	-	
Other investments	2,205	2,205	-	
	<u>59,271</u>	<u>59,271</u>	<u>-</u>	
Current assets				
Inventories, net	9,179	9,179	-	
Amounts due from subsidiary companies	-	-	-	
Trade debtors	31,500	31,500	-	
Other debtors	4,618	4,618	-	
Prepayments and advances to suppliers	1,437	2,430	(993)	Note 1
Dividend receivable	-	-	-	
Fixed deposits (pledged)	317	317	-	
Cash at bank and in hand	10,256	10,256	-	
	<u>57,307</u>	<u>58,300</u>	<u>(993)</u>	
Current liabilities				
Trade creditors	27,708	27,708	-	
Hire purchase creditors	-	-	-	
Other creditors and accruals	9,977	10,970	(993)	Note 1
Deferred compensation income	505	505	-	
Amounts due to bankers	2,634	2,634	-	
Provision for taxation	193	193	-	
	<u>41,017</u>	<u>42,010</u>	<u>(993)</u>	
Net current assets	16,290	16,290	-	
Non-current liabilities				
Deferred compensation income	9,344	9,344	-	
Deferred tax liabilities	4,397	4,397	-	
	<u>13,741</u>	<u>13,741</u>	<u>-</u>	
TOTAL NET ASSETS	<u>61,820</u>	<u>61,820</u>	<u>-</u>	
Equity attributable to equity holders of the Company				
Share capital	57,337	57,337	-	
Capital reserve	4,889	4,889	-	
Other reserve	189	189	-	
Revenue reserve	(1,578)	(1,578)	-	
Exchange translation reserve	983	983	-	
TOTAL EQUITY	<u>61,820</u>	<u>61,820</u>	<u>-</u>	

CONSOLIDATED CASH FLOW STATEMENT FOR FINANCIAL YEAR ENDED 31 DECEMBER 2014

	Audited S\$'000	Group Unaudited S\$'000	Difference S\$'000	
Net cash generated from operating activities	4,908	5,004	(96)	Note 2
Net cash used in investing activities	(9,982)	(9,982)	-	
Net cash used in financing activities	(4,662)	(4,758)	96	Note 2
Net decrease in cash and cash equivalents	(9,736)	(9,736)	-	
Cash and cash equivalents at beginning of year	20,091	20,091	-	
Effects of exchange rates on opening cash	(99)	(99)	-	
Cash and cash equivalents at end of year	10,256	10,256	-	

Explanatory Note:**Note 1**

The difference is due to a reclassification of deposit paid for the acquisition of new assets to offset against the amount due to non-trade creditors as the deposit for these assets received before year-end has been paid for previously.

Note 2

The difference is due to foreign currency exchange differences arising from drawdown and repayment of bank borrowings which were denominated in foreign currencies. The difference is being reclassified from "Exchange differences" under operating activities to "Drawdown of bank borrowings" and "Repayment of bank borrowings" under financing activities.