



HONG LAI HUAT GROUP LIMITED

(Incorporated in the Republic of Singapore)

Reg. No. 199905292D

逢
來
發
集
團
有
限
公
司

ANNOUNCEMENT PURSUANT TO RULE 704(6) OF THE MAINBOARD RULES - MATERIAL VARIANCES BETWEEN THE UNAUDITED AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

The board of directors (the “**Board**”) of Hong Lai Huat Group Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the Company’s unaudited full yearly results announcement for the financial year ended 31 December 2024 (“**FY2024**”) published on the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) website on 28 February 2025.

In compliance with Rule 704(6) of the Listing Manual of the SGX-ST, the Company would like to announce and explain the material variances between the Audited Financial Statements and the Unaudited Financial Statements for FY2024 after the completion of the financial audit by the Company’s external auditors.

1. Extract of Consolidated Statement of Comprehensive Income of the Group for FY2024

	FY2024		
	Audited Financial Statements S\$'000	Unaudited Financial Statement S\$'000	Variance S\$'000
Share of profit of a joint venture	3,691	4,913	(1,222)

The variance in share of profit of a joint venture was due to the Group reassessment of incremental costs of obtaining a contract related to the sale of completed development properties of its joint venture, Royal Hong Lai Huat One Company Limited, resulting in an increase of \$1.2 million expenses in share of profit of a joint venture.

2. Extract of Consolidated Statement of Comprehensive income of the Group for FY2023

	FY2023		
	Audited Financial Statements (Restated) S\$'000	Audited Financial Statement S\$'000	Variance S\$'000
Share of loss of a joint venture	(1,385)	(1,950)	565

The variance in share of loss of a joint venture was due to the Group has made a prior year adjustment to the share of results of the joint venture in profit or loss, in respect of over-recognition of expenses related to uncompleted development properties, by restating comparative figures for the prior period’s financial statements in accordance with SFRS(I) 1-8 Accounting Policies, Changes in Accounting Estimates and Errors, resulting in a decrease of \$0.6 million loss in share of loss of a joint venture.

3. Extract of Statement of Financial Position of the Group as at 31 December 2024

	FY2024		
	Audited Financial Statements S\$'000	Unaudited Financial Statement S\$'000	Variance S\$'000
Non-current assets			
Investment in a joint venture	26,824	27,206	(382)

The variance in investment in a joint venture was due to the adjustment explained under the above note 1(a), resulting in a decrease of \$0.4 million in investment in a joint venture.

4. Extract of Statement of Financial Position of the Group as at 31 December 2023

	FY2023		
	Audited Financial Statements (Restated) S\$'000	Audited Financial Statement S\$'000	Variance S\$'000
Non-current assets			
Investment in a joint venture	22,405	21,568	837

The variance in investment in a joint venture was due to the adjustment explained under the above note 2(a), resulting in an increase of \$0.8 million in investment in a joint venture.

By Order of the Board

Dato' Dr. Ong Bee Huat, PBM
Executive Deputy Chairman and Group Chief Executive Officer
14 April 2025