

**SAMURAI 2K AEROSOL LIMITED**  
(Company Registration Number 201606168C)  
(Incorporated in the Republic of Singapore)

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**MATERIAL ADJUSTMENTS BETWEEN THE AUDITED FINANCIAL STATEMENTS AND THE UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2017**

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The Board of Directors (the "**Board**") of Samurai 2K Aerosol Limited (the "**Company**", together with its subsidiaries, the "**Group**") refers to (a) the Group's unaudited financial statements for the financial year ended 31 March 2017 released via SGXNET on 29 May 2017 (the "**Unaudited Financial Statements**") and (b) the audited financial statements of the Group for the financial year ended 31 March 2017 (the "**Audited Financial Statements**").

Pursuant to Rule 704(5) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited, the Board wishes to announce that the external auditor has proposed reclassifications following the finalisation of the audit which the management of the Company has adopted accordingly.

A summary of the adjustments between the Unaudited Financial Statements and the Audited Financial Statements and explanation for the same are set out below.

Extract from Consolidated Statement of Cash Flow:

	<b>Audited Financial Statements (RM'000)</b>	<b>Unaudited Financial Statements (RM'000)</b>	<b>Variance (RM'000)</b>	<b>Note</b>
<b>Net cash generated from operating activities</b>	5,111	9,488	(4,377)	
Operating cash flow before working capital				A
Inventories	(1,014)	(763)	(251)	
Trade and other payables	(3,552)	574	(4,126)	
<b>Net cash used in investing activities</b>	(6,106)	(1,543)	(4,563)	
Purchase of property, plant and equipment	(5,852)	(1,289)	(4,563)	B
<b>Net cash generated from financing activities</b>	10,814	1,874	8,940	
Repayment of loan from directors	-	(4,377)	4,377	A
Proceeds from bank borrowings	4,813	250	4,563	B

Note:

- A     Repayment of loan from director from net cash generated from financing activities is reclassified to net cash generated from operating activities. The amount is mainly comprised of the advancement and payment on behalf by the directors.
- B     The amount of purchase of factories is reclassified from net cash generated from financing activities to net cash used in investing activities. This is to separate the disclosure of portion of cash purchase and the purchase financed by bank borrowing.

By Order of the Board

Ong Yoke En  
Executive Director and Chief Executive Officer  
23 June 2017

Samurai 2K Aerosol Limited (the "**Company**") was listed on Catalist of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") on 16 January 2017. The initial public offering of the Company was sponsored by UOB Kay Hian Private Limited. (the "**Sponsor**").

*This announcement has been prepared by the Company and its contents have been reviewed by the Sponsor for compliance with the relevant Catalist Rules. The Sponsor has not independently verified the contents of this announcement.*

*This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.*

*The contact persons for the Sponsor are Mr Alvin Soh, Head of Catalist Operations, Senior Vice President and Mr Lan Kang Ming, Vice President, at 8 Anthony Road, #01-01, Singapore 229957, telephone (65) 6590 6881.*