



**ANAN INTERNATIONAL LIMITED**

(Incorporated in Bermuda)  
(Company Registration No. 35733)

---

**DIFFERENCE BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019**

---

The Board of Directors (“**Board**”) of AnAn International Limited (“**Company**”, and together with its subsidiaries, “**Group**”) refers to the unaudited full year financial results announcement for the financial year ended 31 December 2019 (“**FY2019**”) released via the SGXNet on 25 February 2020 (“**Unaudited Financial Statements**”). Further reference is made to the Audited Financial Statements of the Company for FY2019 (“**Audited Financial Statements**”) which will be provided to shareholders and the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) in due course.

Pursuant to Rule 704(6) of the Listing Manual, the Board wishes to highlight that there are certain adjustments made to the consolidated financial statements of the Group in the Audited Financial Statements compared to what was disclosed in the Unaudited Financial Statements. The adjustments were made following the finalisation of the audit and a summary of the adjustments is set out below.

## Consolidated Statement of Profit or Loss and Other Comprehensive Income

<u>Group</u>	Twelve	Twelve	Variance	Note
	months	months		
	ended	ended		
	31 Dec 2019	31 Dec 2019		
	US\$'000	US\$'000	US\$'000	
	(Audited)	(Unaudited)		
Revenue	1,679,514	1,679,514	-	
Cost of sales	(1,624,423)	(1,624,423)	-	
<b>Gross profit</b>	<b>55,091</b>	<b>55,091</b>	-	
Other income	1,442	1,442	-	
Selling and distribution expenses	(46,870)	(47,299)	429	(a), (b)
Administrative expenses	(5,726)	(5,726)	-	
Other operating expenses	(395)	(155)	(240)	(b)
Impairment loss on receivables	(598)	-	(598)	(c)
Finance costs	(3,320)	(3,320)	-	
Share of results of associates and joint ventures (net of tax)	323	323	-	
<b>(Loss)/Profit before income tax</b>	<b>(53)</b>	<b>356</b>	<b>(409)</b>	<b>(a)</b>
Income tax expense	(1,637)	(1,637)	-	
<b>Loss for the year</b>	<b>(1,690)</b>	<b>(1,281)</b>	<b>(409)</b>	<b>(a)</b>
<b>Other comprehensive income/(loss):</b>				
<b>Item that may be reclassified subsequently to profit or loss</b>				
Alignment in accounting instruments	-	119	(119)	(d)
Currency translation differences arising from consolidation	(377)	(341)	(36)	(d)
<b>Other comprehensive loss, net of tax</b>	<b>(377)</b>	<b>(222)</b>	<b>(155)</b>	<b>(d)</b>
<b>Total comprehensive loss for the year</b>	<b>(2,067)</b>	<b>(1,503)</b>	<b>(564)</b>	<b>(a),(d)</b>
<b>(Loss)/profit attributable to:</b>				
Equity holders of the Company	(3,107)	(2,698)	(409)	(a)
Non-controlling interests	1,417	1,417	-	
<b>(Loss)/profit for the year</b>	<b>(1,690)</b>	<b>(1,281)</b>	<b>(409)</b>	<b>(a)</b>
<b>Total comprehensive loss attributable to:</b>				
Equity holders of the Company	(3,414)	(2,850)	(564)	(a),(d)
Non-controlling interests	1,347	1,347	-	
<b>Total comprehensive loss for the year</b>	<b>(2,067)</b>	<b>(1,503)</b>	<b>(564)</b>	<b>(a),(d)</b>

### Explanatory Notes: -

- (a) The difference of US\$409,000 was due to reclassification of accounts to state the effect of adoption of IFRS 16 as at 1 January 2019 in consolidated statement of changes in equity. No changes to the accumulated losses in the consolidated balance sheet.
- (b) The difference was due to reclassification of accounts.
- (c) The difference was due to reclassification of impairment loss on receivables from other operating expenses.
- (d) The difference was due to reclassification of accounts to state the prior year adjustment to reverse out the accumulated impairment losses of goodwill of US\$155,000 as at 1 January 2019, as the nature of those impairment losses were actually amortisation charges of goodwill, in consolidated statement of changes in equity.

The Company would like to highlight to shareholders that there are other reclassifications made to certain line items in the Audited Financial Statements which do not have any net impact on the Group's financial results. The Board is hence of the opinion that these reclassifications are not material, except for the reclassifications set out in above explanatory notes.

Shareholders are advised to read the Audited Financial Statements set out in the Company's annual report for FY2019 in its entirety, which will be despatched in due course.

**BY ORDER OF THE BOARD**

**Zang Jian Jun**  
**Executive Director and Executive Chairman**  
**23 September 2022**