

APPLICATION FOR EXTENSION OF TIME TO ANNOUNCE THE UNAUDITED FINANCIAL STATEMENTS FOR FINANCIAL YEAR ENDED 31 DECEMBER 2018

The Board of Directors (the "**Board**") of Kori Holdings Limited (the "**Company**") wishes to advise shareholders that the Company, through its Sponsor, has submitted an application to the Singapore Exchange Securities Trading Limited ("**SGX-ST**") on 1 March 2019 for an extension of time to comply with the requirements of Rule 705(1) of the Listing Manual (Section B: Rules of Catalist) of the SGX-ST ("**Catalist Rule 705(1)**") in relation to the announcement of the Company's unaudited financial statements for the financial year ended 31 December 2018 ("**FY2018 Results**") ("**Extension Application**").

Pursuant to Catalist Rule 705(1), the Company is required to announce its FY2018 Results no later than 60 days after the relevant financial period. As such, the Company is required to announce the FY2018 Results by 1 March 2019. The Company has requested an extension of one (1) month from the SGX-ST for the Company to announce its FY2018 Results no later than 31 March 2019 (the "**Extension of Time**").

The reasons for seeking Extension of Time are as follows:

- (a) The Company obtained its shareholders' approval on 26 April 2018 for the appointment of Messrs BDO LLP ("**BDO**") as auditors of the Company in place of Messrs Nexia TS Public Accounting Corporation ("**Nexia**"). In the course of its audit, BDO has advocated a different accounting treatment from Nexia in the treatment of certain items in the financial statements, which will have a significant impact on the current and prior years' financials. Consequently, the different accounting treatments would result in significant adjustments to be made to the comparative financial statements for the financial year ended 31 December 2017 that form part of the material information to be included in the FY2018 Results.
- (b) Given the significance in the different accounting treatments advocated by BDO and Nexia, the Audit Committee has recommended the Board to explore the option of seeking the view of another independent accounting expert on the appropriate accounting treatment.
- (c) In addition to the current tax agent which the Company engages, the Company is currently in the process of engaging another independent tax advisor to assess potential tax consequences arising from the accounting restatements.
- (d) Whilst it is not a requirement for FY2018 Results to be audited or reviewed by BDO, it is a prevalent market practice that the concurrence of the auditors will invariably be sought and procured before the release.
- (e) In the light of the above, the Audit Committee and Board of Directors are of the opinion that it would be imprudent to release the FY2018 Results at this juncture and thus made the Extension Application.

The Company will provide updates on the outcome of the Extension Application in due course.

By Order of the Board

Hooi Yu Koh
Executive Chairman and CEO
1 March 2019

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") for compliance with the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist. The Sponsor has not 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 person for the Sponsor is Ms Keng Yeng Pheng, Director, Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).