

VARIANCES BETWEEN THE AUDITED FINANCIAL STATEMENTS AND THE PRELIMINARY UNAUDITED FULL-YEAR RESULTS ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2015

The board of directors (the “**Board**”) of Trittech Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) refers to its preliminary unaudited full year results announcement for the financial year ended 31 March 2015 (“**FY2015**”) (the “**Unaudited Results**”) released via SGXNET on 30 May 2015 (the “**Announcement**”).

In accordance with Rule 704(5) of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) Listing Manual Section B: Rules of Catalyst, the Board wishes to announce and clarify the differences between the audited financial results for FY2015 (“**Audited Results**”) and the Unaudited Results of the Group. Details and explanations of the variances are set out below:

1. Consolidated statement of profit or loss

FY2015	Audited (S\$'000)	Unaudited (S\$'000)	Variance (S\$'000)	Note
Revenue	62,133	62,133	-	
Cost of sales	(53,502)	(53,368)	(134)	1.1
Gross profit	8,631	8,765	(134)	
Other income	1,048	1,047	1	NM
Distribution costs	(1,636)	(1,636)	-	
Administrative costs	(26,496)	(27,952)	1,456	1.2
Other operating costs	(11,342)	(9,446)	(1,896)	1.3; 1.4
Finance costs	(2,692)	(2,692)	-	
Loss before taxation	(32,488)	(31,914)	(574)	
Income tax credit	750	882	(132)	1.4
Loss for the year	(31,738)	(31,032)	(706)	

NM: Not considered material adjustments

- 1.1 The variance was due to (i) reclassification from administrative costs to cost of sales of S\$0.5 million; and (ii) additional value added tax adjustment of S\$0.3 million, which were partially offset by the capitalization of the production cost to the inventories of S\$0.7 million.
- 1.2 The variance was mainly due to reclassification from administrative costs to cost of sales and other operating costs of S\$0.5 million and S\$0.9 million respectively.
- 1.3 The variance was mainly due to (i) additional inventory write down of S\$1.4 million as a result of a re-assessment of net realization value of certain inventories of a subsidiary company; and (ii) reclassification from administrative costs to other operating costs and income tax credit of S\$0.9 million and S\$0.1 million respectively. This was partially offset by a reduction in amortization cost of mining



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rights and mining infrastructure of S\$0.3 million following a change from the straight-line method to units-of-production method.

- 1.4 The variance was due to reclassification from administrative costs to income tax credit of S\$0.1 million, relating to additional temporary differences arising from additional interest accrued on the convertible loan.

2 Consolidated statement of financial position

FY2015	Audited (S\$'000)	Unaudited (S\$'000)	Variances (S\$'000)	Note
Non-current assets	86,251	84,651	1,600	2.1
Current assets	90,767	88,319	2,448	2.2
Current liabilities	54,124	52,848	1,276	2.3
Non-current liabilities	20,125	19,993	132	NM
Equity	102,769	100,129	2,640	2.4

NM: Not considered material adjustments

- 2.1 The variance was due to adjustment made to the finalized fair value of property assets of a subsidiary company that was acquired in the prior year.
- 2.2 The variance was due to (i) increased of S\$1.5 million due to re-assessment of net realization value of certain inventories of a subsidiary company and (ii) reclassification into amount due from contract customers of S\$1.2 million from amount to contract customers. This was partially offset by the decrease of S\$0.2 million in account receivable.
- 2.3 The variance was due to Note 2.2(ii) above.
- 2.4 The variance was the result of adjustments as stated from Note 2.1 to Note 2.3.

3 Consolidated statement of cash flows

FY2015	Audited (S\$'000)	Unaudited (S\$'000)	Variances (S\$'000)	Note
Net cash flows used in operating activities	(13,107)	(3,926)	(9,181)	3.1
Net cash flows used in investing activities	(7,134)	(10,552)	3,418	3.2
Net cash flows from financing activities	20,179	11,909	8,270	3.3
Cash and cash equivalents as at financial year end	11,525	10,733	792	3.4

- 3.1 The variance was due to reclassification of (i) S\$8.5 million from operating activities to financing activities for net proceeds from the issuance of shares to non-controlling interests; and (ii) increase in loss before taxation of S\$0.6 million.



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- 3.2 The variance was due to (i) Note 2.1 as explained above; and (ii) reclassification of currency translation gain on the property, plant and equipment of foreign subsidiary companies from additions under investing activities to currency translation differences.
- 3.3 The variance was mainly due to Note 3.1(i) as explained above.
- 3.4 The variance was the result of adjustments from Note 3.1 to Note 3.3.

BY ORDER OF THE BOARD

Dr Wang Xiaoning
Managing Director

16 July 2015

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 Mr Thomas Lam, Associate Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.