



YANGZIJIANG SHIPBUILDING (HOLDINGS) LTD.

(Company Registration No. 200517636Z)

(Incorporated in the Republic of Singapore on 21 December 2005)

MATERIAL VARIANCE BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

The Board of Directors (the “Board”) of Yangzijiang Shipbuilding (Holdings) Ltd. (the “Company”, and together with its subsidiaries, the “Group”) refers to its full year financial results announcement for the financial year ended 31 December 2018 made on 1 March 2019 via SGXNET (“Preliminary Unaudited Results FY2018”).

Pursuant to Rule 704(6) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the “SGX-ST”), the Board wishes to announce that subsequent to the release of the Preliminary Unaudited Results FY2018 and finalisation of audit, there were material differences between the Preliminary Unaudited Results FY2018 and Audited Financial Statements.

The material variances between the Preliminary Unaudited Results FY2018 and the adjusted Audited Financial Statements are set out as below:

Consolidated Statement of Comprehensive Income

	Audited Financial Statements	Preliminary Unaudited Results FY2018	Difference	Remarks
	RMB'000	RMB'000	RMB'000	
Cost of sales	19,126,513	18,915,433	211,080	[1]
Administrative expenses	668,946	880,026	(211,080)	[1]

Balance Sheet

	Audited Financial Statements	Preliminary Unaudited Results FY2018	Difference	Remarks
	RMB'000	RMB'000	RMB'000	
Assets				
Contract assets	4,669,468	5,861,815	(1,192,347)	[2]
Deferred income tax assets	710,901	692,207	18,694	[3]
Debt investments at amortised cost – current portion	11,216,892	11,179,556	37,336	[7]
Debt investments at amortised cost – non-current portion	3,593,484	3,630,820	(37,336)	[7]

	Audited Financial Statements	Preliminary Unaudited Results FY2018	Difference	Remarks
	RMB'000	RMB'000	RMB'000	
Liabilities				
Trade and other payables	4,512,924	4,707,550	(194,626)	[4]
Contract liabilities	2,923,707	5,020,735	(2,097,028)	[2] [4] [5]
Provisions	1,420,799	321,492	1,099,307	[5]
Deferred income tax liabilities	1,086,372	1,067,678	18,694	[3]

Consolidated Statement of Cash Flows

	Audited Financial Statements	Preliminary Unaudited Results FY2018	Difference	Remarks
	RMB'000	RMB'000	RMB'000	
Net cash provided from investing activities	907,976	844,647	63,329	[6]
Net cash used in financing activities	(1,816,398)	(1,753,069)	(63,329)	[6]

- [1] Reclassification of general administrative expenses of RMB211,080,000 to cost of sales
[2] Reclassification from contract assets of RMB1,192,347,000 to contract liabilities
[3] Reclassification from deferred income tax liabilities of RMB18,694,000 to deferred income tax assets
[4] Reclassification from trade and other payables of RMB194,626,000 to contract liabilities
[5] Reclassification from contract liabilities of RMB1,099,307,000 to provisions
[6] Reclassification from net cash provided from investing activities of RMB63,329,000 to net cash used in financing activities
[7] Reclassification from debt investments at amortised cost – non-current portion of RMB37,336,000 to debt investments at amortised cost – current portion.

By Order of the Board

Ren Yuanlin
Executive Chairman

11 April 2019