



CFM HOLDINGS LIMITED

(Incorporated in Singapore under Registration No. 200003708R)

DISCREPANCIES BETWEEN AUDITED AND UNAUDITED ACCOUNTS

The Board of Directors (the “**Board**”) of CFM Holdings Limited (the “**Company**”, and together with its subsidiaries, collectively the “**Group**”) refers to its unaudited financial results announcement for the financial year ended 30 June 2026 (“**FY2026**”) dated 26 August 2026 (the “**Unaudited Results**”) and its audited financial statements which will be set out in the Company’s FY2026 annual report, which will be issued in due course (the “**Audited Financial Statements**”).

Pursuant to Rule 704(5) of the Listing Manual Section B: Rules of Catalist (the “**Catalist Rules**”) of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”), the Board wishes to announce certain material variances between the Unaudited Results and Audited Financial Statements following the finalisation of audit by the external auditors, PKF-CAP LLP, as set out below.

1. Extract of cash flow statements – Group level:

	Audited Financial Statements	Unaudited Results	Variance Increase / (decrease)		Note
	\$'000	\$'000	\$'000	%	
Cash flows from operating activities:					
- Receivables	(34)	242	(276)	-114.05	A
- Payables and contract liabilities	(795)	(818)	23	2.81	A
Cash used in operations	(677)	(425)	(252)	-59.29	B
Cash flows from investing activities:					
- Net proceeds from disposal of assets held for sale	807	2,061	(1,254)	-60.84	A
Cash flows from financing activities:					
- Repayment of borrowings	(599)	(2,106)	1,507	71.56	A

Explanatory Notes:

- (A) The variances arose mainly from a change in how the disposal of the Group's asset held for sale, which was pledged as security for a mortgage loan, is presented in the consolidated statement of cash flows of the Audited Financial Statements.

In the Unaudited Results, the gross sale proceeds of \$2,061,000 were presented as a cash inflow under investing activities, and the redemption of the mortgage loan was presented separately as a cash outflow under financing activities.

On completion of the sale, \$1,507,000 of the sale proceeds was paid by the purchaser directly to the bank to redeem the outstanding mortgage loan secured on the asset. This amount did not pass through the Group's bank accounts and therefore does not constitute a cash flow of the Group. Under paragraphs 43 and 44 of SFRS(I) 1-7 *Statement of Cash Flows*, investing and financing transactions that do not involve the use of cash or cash equivalents are excluded from the statement of cash flows. Accordingly, the Audited Financial Statements therefore offset this amount against the mortgage loan settled, excluding it from both "Proceeds from disposal of asset held for sale" and "Repayment of borrowings". The resulting net cash proceeds of \$807,000 actually received by the Group are presented as a cash inflow under investing activities.

- (B) The variance arose from a reclassification in the proceeds from the disposal of the Group's asset for sales and repayment of borrowings.

Save for the adjustments disclosed above, there were no other material variances to the Group's Audited Financial Statements as compared to their Unaudited Results.

Shareholders are advised to read the Audited Financial Statements set out in the FY2026 annual report which will be released on SGXNet in due course.

Shareholders and investors are advised to exercise caution when dealing in the Company's shares. When in doubt, shareholders and potential investors are advised to seek independent advice from their professional advisers before trading or making any investment decision on the Company's securities.

BY ORDER OF THE BOARD

Janet Lim Fong Li
Executive Director & Chief Executive Officer
30 September 2026

*This announcement has been reviewed by the Company's sponsor, Novus Corporate Finance Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**") and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.*

The contact person for the Sponsor is Ms. Lin Huiying, Head of Continuing Sponsorship, at 7 Temasek Boulevard, #04-02 Suntec Tower 1, Singapore 038987, telephone (65) 6950 2188.