

GS HOLDINGS LIMITED
(Company Registration No. 201427862D)
Incorporated in the Republic of Singapore

**MATERIAL VARIANCES BETWEEN THE AUDITED FINANCIAL STATEMENTS
AND UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR
ENDED 31 DECEMBER 2022**

The Board of Directors (the "**Board**") of GS Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**" and each a "**Group Company**") refers to the unaudited full-year financial statements announcement for the financial year ended 31 December 2022 ("**FY2022**") dated 1 March 2023 ("**Unaudited Financial Statements for FY2022**").

Pursuant to Rule 704(5) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"), the Board wishes to highlight certain material variances between the audited financial statements for FY2022 (the "**Audited Financial Statements**") and the Unaudited Financial Statements for FY2022.

The material variances between the Audited Financial Statements and the Unaudited Financial Statements for FY2022, and the explanations thereon, are set out as follows:

Consolidated Statements of Comprehensive Income for the Financial Year ended 31 December 2022

	Audited Financial Statements S\$'000	Unaudited Financial Statements S\$'000	Variance S\$'000	Notes
Other income	530	688	(158)	1
Net impairment loss on non-financial assets	(4,175)	-	(4,175)	2
Loss for the year	(6,431)	(2,116)	(4,315)	1&2

Consolidated Statements of Financial Positions as at 31 December 2022

	Audited Financial Statements S\$'000	Unaudited Financial Statements S\$'000	Variance S\$'000	Notes
<u>Non-current assets</u>				
Property, plant and equipment	1,219	1,315	(96)	3
Intangible assets	778	4,691	(3,913)	2

Equity

Accumulated losses)/ Retained earnings	(3,391)	924	(4,315)	1&2
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Non-current liabilities

Loans and borrowings	1,948	1,738	210	4
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Current liabilities

Loans and borrowings	1,305	1,594	(289)	4 & 5
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Consolidated Statements of Cash Flows for the Financial Year ended 31 December 2022

	Audited Financial Statements S\$'000	Unaudited Financial Statements S\$'000	Variance S\$'000	Notes
Cash flows from operating activities	668	890	(222)	
Cash flows from investing activities	540	204	336	
Cash flows from financing activities	(1,850)	(1,738)	(112)	
Net decrease in cash and cash equivalents	(642)	(644)	2	6

Notes:

1. The Group reversed out an other income arising from a rebate from a gas supplier and recognised it as a deferred income.
2. The Group made an impairment loss on goodwill recognised from the acquisition of Hao Kou Wei Group amounting to S\$3.91 million and an impairment loss on property, plant and equipment amounting to S\$0.27 million.
3. The Group made an impairment loss on property, plant and equipment amounting to S\$0.27 million and adjustment to right-of-use assets.
4. The Group reclassified part of the lease liabilities from current liabilities to non-current liabilities.
5. The Group reclassified part of the lease liabilities from current liabilities to non-current liabilities, as mentioned in Note 4 above. The Group also made an adjustment to the interest rates applied in the computation of lease liabilities, resulting in lower lease liabilities.

6. Overall, the audited net decrease in cash and cash equivalents of S\$642,000 is quite similar to the unaudited net decrease in cash and cash equivalents of S\$644,000. This is due to subsequent key adjustments made to the Unaudited Financial Statements for FY2022, as explained in Notes 1 and 2, not impacting the Group's cash flows. However, as a result of the subsequent adjustments made to the Unaudited Financial Statements for FY2022, as stated in Note 1 to 5 and certain reclassifications being made, the amount of certain items in the audited consolidated statement of cash flows is different from the amount in the unaudited consolidated statement of cash flows.

By Order of the Board

Pang Pok
Executive Chairman and Chief Executive Officer

13 June 2023

This announcement has been prepared by GS Holdings Limited (the "**Company**"), and its contents have been reviewed by the Company's Sponsor, Evolve Capital Advisory Private Limited (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalist.

This announcement has not been examined or approved by the SGX-ST, and the SGX-ST assumes no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the statements or opinions made or reports contained in this announcement.

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