

ADJUSTMENTS AND RECLASSIFICATION TO UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

Pursuant to Rule704(5) of Catalist Rules, the Board of Directors (the “**Board**”) of AsiaPhos Limited (the “**Company**”) and together with its subsidiaries the “**Group**”) wishes to inform shareholders that adjustments/ reclassifications were made subsequent to the Group’s announcement of its unaudited financial statements for the financial year ended 31 December 2023 (“**FY2023**”) released on 29 February 2024 (the “**Announcement**”).

(i) Adjustments/reclassifications were made by our auditors Foo Kon Tan LLP to the Company’s Statement of Comprehensive Income for FY2023, resulting in the following:

Group	Note	Results Announcement \$’000	Audited Financial Statements \$’000	Difference \$’000
Other income	1-4	950	801	(149)
General and administrative expenses	2	(4,726)	(4,728)	(2)
Other expenses	14	(28)	(25)	3
Income tax expense	6	-	(70)	(70)
Loss after taxation from continuing operations		(3,951)	(4,169)	(218)
Profit from discontinued operations	8	6,149	6,242	93
Foreign currency translation loss on consolidation of foreign operations, at nil tax	4,13,15,16	(292)	(751)	(459)
Total comprehensive profit for the year		1,906	1,322	(584)
Profit for the year		2,198	2,073	(125)
Profit/(Loss) for the year attributable to:				
Owners of the Company		2,198	2,074	(124)
Non-controlling interest		-	(1)	(1)
Total comprehensive profit for the year attributable to:				
Owners of the Company		1,899	1,317	(582)
Non-controlling interest		7	5	(2)

(ii) Adjustments/reclassifications were made by our auditors to the Company's Consolidated Statement of Financial Position for FY2023, resulting in the following:

Group	Note	Results Announcement \$'000	Audited Financial Statements \$'000	Difference \$'000
Non-current assets		404	401	(3)
Deferred tax assets	6-8,13	181	178	(3)
Current assets		1,503	1,436	(67)
Inventories	16	53	52	(1)
Other receivables and prepayments	3,5,14,16	534	468	(66)
Assets of disposal group	9,15	-	13,665	13,665
Non-current assets held for sale	9	19,512	5,546	(13,966)
Current liabilities		12,336	12,427	91
Trade and other payables	1,5,10,16	8,226	8,999	773
Deferred income	10-11	1,189	-	(1,189)
Loan due to a controlling shareholder	16	1,122	1,121	(1)
Contract liabilities	1,11	16	524	508
Equity attributable to owners of the Company:		2,790	2,330	(460)
Profit for the year		2,198	2,074	(124)
Accumulated losses brought forward	7	(80,689)	(80,567)	122
Foreign currency translation reserve	4,13,15	598	140	(458)
Non-controlling interest	2,16	(2,531)	(2,533)	(2)
Total equity		259	(203)	(462)

(iii) Adjustments/ reclassifications were made to the Company's Consolidated Statement of Cash Flow for the financial year ended 31 December 2023, resulting in the following:

Group	Note	Result Announcement \$'000	Audited Financial Statements \$'000	Difference \$'000
Net cash (used in)/generated from operating activities	17	(2,388)	170	2,558
Net cash generated from/(used in) investing activities	17	2,303	(175)	(2,478)
Net cash generated from financing activities	12,17	264	167	(97)
Net increase in cash and cash equivalents		179	162	(17)

Notes:

- (1) Audit adjustment to record intercompany transaction.
- (2) Audit adjustment to accrue audit fee.
- (3) Audit adjustment to reduce write-back of impairment of other receivables.
- (4) Adjustment to reclassify from translation reserve to exchange gain.
- (5) Audit adjustment to reclassify from other payables to prepayments.
- (6) Audit adjustment to accrue current year deferred tax on unremitted foreign income.
- (7) Audit adjustment to reverse over-accrual of deferred tax on unremitted foreign income in prior years.
- (8) Audit adjustment to increase amount of write-back of deferred tax liabilities related to the depreciation of the P4 plant.
- (9) Audit adjustment to reclassify the P4 plant (and its associated liabilities) from (liabilities associated with) non-current assets held for sale to assets/(liabilities) of disposal group.
- (10) Audit adjustment to reclassify deposit received on the disposal of the P4 plant from deferred income to other payables.
- (11) Audit adjustment to reclassify advance rental received on the lease of the P4 plant from deferred income to contract liabilities
- (12) Audit adjustment to balance of pledged deposits.
- (13) Audit adjustment to recognize foreign exchange differences on deferred tax assets.
- (14) Audit adjustment to reduce amount of impairment of other receivables.
- (15) Audit adjustment to recognize foreign exchange differences on Phase 2 Factory Assets and the P4 plant.
- (16) Minor rounding differences.
- (17) Audit adjustments to reclassify cash flow items between operating, investing, and financing activities. The main item was the deposit and rental received from Rongda

BY ORDER OF THE BOARD

Dr Ong Hian Eng
Executive Director
AsiaPhos Limited

4 April 2024

This announcement has been reviewed by the Company's Sponsor, Asian Corporate Advisors 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.

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