ACCRELIST LTD. (亚联盛控股公司)

(Company Registration No. 198600445D)
(Incorporated in the Republic of Singapore)

VARIATIONS BETWEEN AUDITED AND UNAUDITED FINANCIAL STATEMENTS FOR THE 12-MONTH FINANCIAL YEAR ENDED 31 MARCH 2017 ("FY2017")

The Board of Directors (the "**Board**") of Accrelist Ltd. (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the announcement released by the Company on the SGXNET on 31 May 2017 in relation to its unaudited financial statements for the FY2017 ("**Unaudited Results**").

Pursuant to Rule 704(5) of the Catalist Rules, the Board wishes to announce and clarify certain material adjustments and reclassifications to the Unaudited Results, following the finalisation of the audit. Accordingly, there are variations between the Group's audited financial statements for FY2017 ("**Audited Results**") and the Unaudited Results. A comparison of the Audited Results and the Unaudited Results for FY2017 is set out as follows:

STATEMENT OF COMPREHENSIVE INCOME

	Group			
	As per Audited Results	As per Unaudited Results	Variance US$'000	
	FY2017 US$'000			
Revenue	627	627	-	
Cost of sales	(525)	(525)	-	
Gross Profit	102	102		
Other Items of Income				
Other Credits	3,133	408	(2,725)	Note (a)
	3,235	510		
Other Items of Expenses				
Marketing and distribution expenses	(54)	(83)	(29)	
Administration expenses	(1,845)	(1,710)	135	Note (b)
Finance costs	(86)	(4)	82	Note (c)
Other charges	(5,773)	(775)	4,998	Note (d)
Share of loss of associate company	(1,489)	(1,136)	353	Note (e)
Loss before tax	(6,012)	(3,198)		
Income tax credit	25	25	-	
Net loss	(5,987)	(3,173)		

Other comprehensive income/(loss) after tax:				
Share of other comprehensive income of associated company	179	329	(150)	Note (e)
Exchange differences on translating foreign operations	(696)	456	(1,152)	Note (f)
	(517)	785		
Other comprehensive (loss)/income for the financial year, net of tax	(517)	785		
Total comprehensive loss for the financial year	(6,504)	(2,388)	(246)	

Notes:

Adjustments were due to:

(a) Increase is mainly due a valuation gain on financial liability carried at fair value and fair value gain on a derivative financial instrument of US$0.5 million and US$2.0 million respectively, and interest charged.

(b) Reclassification from marketing expenses and additional expenses incurred.

(c) Further accrual for interest of the convertible loan.

(d) An impairment on an associated company of US$3.6 million. There is also an increase in impairment of trade and other receivables of US$0.9 million and fair value loss on a financial asset of US$0.5 million.

(e) Finalisation of the associated company's financial results which led to a further recognition of share of loss of US$0.4 million.

(f) Currency translation losses of US$1 million.

BALANCE SHEET - GROUP LEVEL

	Group			
	As per Audited Results	**As per Unaudited Results**	**Variance US$'000**	
	As at 31 March 2017 US$'000			
ASSETS				
Non-current assets				
Plant and equipment	431	431	-	
Intangible assets	13	13	-	
Investments in subsidiary corporations	-	-	-	
Investments in associated companies	5,925	10,616	(4,691)	Note (d), (e) and (f)
Other assets	15	-	15	
Other financial assets	-	16,000	(16,000)	Note (g)
Trade and other receivables	8,270	-	8,270	Note (g)
Total non-current assets	**14,654**	**27,060**		
Current assets				
Inventories	1	1	-	
Trade and other receivables	9,030	10,664	(1,634)	Note (h)
Income tax recoverable	6	-	6	

Other assets	3	18	(15)	
Convertible loan	6,186	-	6,186	Note (g)
Derivative financial instrument	3,318	-	3,318	Note (g)
Cash and cash equivalents	3,135	3,157	(22)	
Total current assets	**21,679**	**13,840**		
Total assets	**36,333**	**40,900**		
EQUITY AND LIABILITIES				
Equity attributable to equity holders of the Company				
Share capital	54,609	54,609	-	
Accumulated losses	(28,046)	(25,232)	2,814	
Other reserves	2,531	3,833	(1,302)	
	29,094	33,210		
Non-controlling interest	24	24	-	
Total equity	**29,118**	**33,234**		
Non-current liabilities				
Deferred income tax liabilities	552	552	-	
Convertible loan	2,283	-	(2,866)	Note (i)
Other financial liabilities	958	3,824	2,283	Note (i)
Total non-current liabilities	**3,793**	**4,376**		
Current Liabilities				
Trade and other payables	3,371	3,239	132	Note (b) and (c)
Income tax payable	-	-	-	
Other financial liabilities	51	51	-	
Total current liabilities	**3,422**	**3,290**		
Total liabilities	**7,215**	**7,666**		
Total equity and liabilities	**36,333**	**40,900**		

Notes:

Adjustments were due to:

(g) Reclassification to non-current trade and other receivables, current convertible loan and derivative financial instruments. The two latter balances include a fair value gain of US$1.5 million.

(h) Increase in allowance for impairment of trade and other receivables of US$0.9 million. Remaining variance of US$0.7 million was due to reclassification to other payables.

(i) Reclassification from other financial liabilities to convertible loan. The latter includes a fair value gain of US$0.5 million.

For and On Behalf of the Board
Terence Tea Yeok Kian
Executive Chairman and Managing Director
8 July 2017

This announcement has been reviewed by the Company's Sponsor, RHT Capital Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (SGX-ST). The Company's Sponsor has not independently verified the contents of this announcement.

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 correctness of any of the statements or opinions made or reports contained in this announcement.

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