

## VARIANCE BETWEEN UNAUDITED AND AUDITED FULL YEAR FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018

The Board of Directors (the “**Board**” or “**Directors**”) of TLV Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) refers to the unaudited full year financial results announced for the financial year ended 31 March 2018 (“FY2018”) released via the SGXNet on 22 May 2018.

Pursuant to Rule 704(5) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited, the Board wishes to announce the variances between the audited financial statements and the unaudited full year financial results of the Group for FY2018.

Details and clarifications of the differences are set out below in this announcement.

### Statement of comprehensive income

Group	FY2018 (Audited) S\$'000	FY2018 (Unaudited) S\$'000	Change S\$'000
<b>Revenue</b>	111,813	111,813	–
Cost of sales	(83,718)	(83,718)	–
Gross profit	28,095	28,095	–
Other operating income	104	104	–
Distribution costs	(17,733)	(17,733)	–
Administrative expenses	(5,401)	(5,401)	–
Other operating expenses	(1,491)	(1,491)	–
Share of profit of associated company	172	172	–
Finance costs	(242)	(242)	–
<b>Profit before tax</b>	<b>3,504</b>	<b>3,504</b>	–
Income tax expense (note 1)	(36)	(305)	269
<b>Profit after tax</b>	<b>3,468</b>	<b>3,199</b>	<b>269</b>
<b>Other comprehensive income</b> <i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation	(88)	(88)	–
Share of other comprehensive income of associated company	(314)	(314)	–
<b>Total comprehensive income (note 2)</b>	<b>3,066</b>	<b>2,797</b>	<b>269</b>
<b>Attributable to :</b>			
Owners of the Company (note 2)	3,469	3,200	269
Non-controlling interests	(1)	(1)	–
<b>Net Profit (note 2)</b>	<b>3,468</b>	<b>3,199</b>	<b>269</b>
<b>Attributable to :</b>			
Owners of the Company (note 2)	3,067	2,798	269
Non-controlling interests	(1)	(1)	–
<b>Total comprehensive income (note 2)</b>	<b>3,066</b>	<b>2,797</b>	<b>269</b>

Balance sheet

Group	FY2018 (Audited) S\$'000	FY2018 (Unaudited) S\$'000	Change S\$'000
<b>ASSETS</b>			
<b>Current assets</b>			
Inventories	78,623	78,623	—
Trade and other receivables	50,852	50,852	—
Prepayments	73	76	(3)
Cash and bank balances	11,036	11,036	—
<b>Total current assets</b>	<b>140,584</b>	<b>140,587</b>	<b>(3)</b>
<b>Non-current assets</b>			
Investment in subsidiaries	—	—	—
Investment in associated company	5,421	5,421	—
Fixed assets	5,173	5,170	3
Trademark	845	845	—
Non-current other receivables	638	638	—
<b>Total non-current assets</b>	<b>12,077</b>	<b>12,074</b>	<b>3</b>
<b>Total assets</b>	<b>152,661</b>	<b>152,661</b>	<b>—</b>
<b><u>LIABILITIES AND EQUITY</u></b>			
<b>Current liabilities</b>			
Loans and borrowings	11,321	11,321	—
Trade and other payables	35,812	35,812	—
Income tax payable	618	887	(269)
Total current liabilities	47,751	48,020	(269)
<b>NET CURRENT ASSETS</b>	<b>92,833</b>	<b>92,567</b>	<b>266</b>
<b>Non-current liabilities</b>			
Loans and borrowings	588	588	—
Deferred tax liabilities	245	245	—
Provision	255	255	—
Total non-current liabilities	1,088	1,088	—
<b>Total Liabilities</b>	<b>48,839</b>	<b>49,108</b>	<b>(269)</b>
<b>NET ASSETS</b>	<b>103,822</b>	<b>103,553</b>	<b>269</b>
<b>Equity attributable to owners of the Company</b>			
Share capital	96,719	96,719	—
Merger reserve	(64,502)	(64,502)	—
Treasury shares	(698)	(698)	—
Translation reserve	305	305	—
Statutory reserve	—	—	—
Retained earnings	71,998	71,729	269
<b>Equity attributable to equity holders</b>	<b>103,822</b>	<b>103,553</b>	<b>269</b>
<b>Non-controlling interest</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>Total Equity</b>	<b>103,822</b>	<b>103,553</b>	<b>269</b>

Statements of cash flows

	Group FY2018 Audited S\$'000	Group FY2018 Unaudited S\$'000	Group FY2018 change S\$'000
<b>Operating activities</b>			
Profit before tax	3,504	3,504	—
Adjustments for:			
Depreciation of fixed assets	882	882	—
Amortisation of trademark	140	140	—
Interest expense	242	242	—
Share of profit of associated company	(172)	(172)	—
Fixed assets written off	1	1	—
Allowance for doubtful trade receivables (note 3)	764	—	764
Reversal of provision for reinstatement	(36)	(36)	—
Unrealised exchange loss/(gain)	17	17	—
Gain on disposal of fixed assets	(5)	(5)	—
Operating cash flows before movements in working capital	5,337	4,573	764
Increase in trade and other receivables and prepayments (note 3)	(4,163)	(3,399)	(764)
Decrease in inventories	4,726	4,727	(1)
Decrease in trade and other payables	(3,338)	(3,342)	4
Increase in bills payable	92	93	(1)
Cash generated from operations	2,654	2,652	2
Interest paid	(202)	(202)	—
Income tax refund/(paid), net	61	61	—
<b>Net cash generated from operating activities</b>	<b>2,513</b>	<b>2,511</b>	<b>2</b>
<b>Investing activities</b>			
Proceeds from disposal of fixed assets	82	82	—
Non-controlling interest	—	—	—
Payment of reinstatement costs	(44)	(42)	(2)
Purchase of fixed assets	(170)	(169)	(1)
<b>Net cash used in investing activities</b>	<b>(132)</b>	<b>(129)</b>	<b>(3)</b>
<b>Financing activities</b>			
Proceeds from bank borrowings	6,500	6,500	—
Repayment of bank borrowings	(7,021)	(7,022)	1
Repayment of hire purchase	(117)	(117)	—
Dividends paid	(867)	(867)	—
Share buyback exercise	—	—	—
<b>Net cash used in financing activities</b>	<b>(1,505)</b>	<b>(1,506)</b>	<b>1</b>
Net increase in cash and cash equivalents	876	876	—
Net effect of exchange rates changes on the balance cash held in foreign currencies	(180)	(180)	—
Cash and cash equivalents at beginning of the financial year	10,340	10,340	—
<b>Cash and cash equivalents at end of the financial year</b>	<b>11,036</b>	<b>11,036</b>	<b>—</b>

Notes :

1. The difference was due to over provision of \$269,000 of prior year income tax.
2. Corresponding change due to Note 1.
3. The line item “operating cash flows before movements in working capital” is adjusted to include the non-cash transaction relating to allowance for doubtful debts of \$764,000. The line item “increase in trade and other receivables and prepayments” was previously presented at net of the allowance for doubtful debts in the FY2018 unaudited financial results.

**BY ORDER OF THE BOARD**  
**TLV Holdings Limited**

**Teo Boon Leng**  
Managing Director  
29 June 2018

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company’s Sponsor, PrimePartners Corporate Finance Pte. Ltd. (the “Sponsor”) for compliance with the Singapore Exchange Trading Limited (the “SGX-ST”) Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.*

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

*The contact person for the Sponsor is Mr Joseph Au, Associate Director, Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).*