

KORI HOLDINGS LIMITED
(Company Registration No.: 201212407R)
(Incorporated in the Republic of Singapore)

MATERIAL VARIANCES BETWEEN THE COMPANY'S UNAUDITED FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022 ("FY2022")

The Board of Directors (the "**Board**") of Kori Holdings Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers its audited financial statements in Annual Report for FY2022 (the "**Audited Financial Statements**") dated 6 April 2023 and its unaudited FY2022 financial results announcement published on 1 March 2023 (the "**Unaudited Results**").

Pursuant to Rule 704(5) of the Catalist Rules of the Singapore Exchange Securities Trading Limited, the Board wishes to announce the material variances between the Unaudited Results and Audited Financial Statements following the finalization of audit by the external auditors, BDO LLP, as summarized below.

Unless otherwise defined, capitalised terms herein shall have the same meaning as ascribed to them in the Company's announcement dated 1 March 2023.

1. Extract of FY2022 Consolidated Statement of Comprehensive Income:

	Per Audited Financial Statements	Per Unaudited Results	Variance		Note
	\$'000	\$'000	\$'000	%	
Income tax expense	(239)	(339)	100	-29	A
Profit for the financial year, attributable to owners of the parent	1,355	1,255	100	8	B
Total comprehensive income for the financial year, attributable to owners of the parent	1,361	1,261	100	8	B
Basic Earnings per share	1.37 cents	1.27 cents	0.1 cents	8	B
Diluted Earnings per share	1.34 cents	1.25 cents	0.09 cents	7	B

2. Extract of FY 2022 Consolidated Statement of Financial Position:

	Audited Financial Statements	Unaudited Results	Variance		Note
	\$'000	\$'000	\$'000	%	
Deferred tax liabilities	1,001	1,101	-100	-9.1	A
Total non-current liabilities	5,174	5,274	-100	-1.9	B
Net Assets	54,184	54,084	100	0.2	B
Retained earnings	47,495	47,395	100	0.2	B
Total equity	54,184	54,084	100	0.2	B

3. Extract of FY2022 Consolidated Statement of Cash Flows:

	Audited Financial Statements	Unaudited Results	Variance		Note
	\$'000	\$'000	\$'000	%	
Net cash from operating activities	1,771	17	1,754	10,318	C
Net cash from investing activities	121	1,861	(1,740)	(93)	C
Net cash used in financing activities	(1,450)	(1,436)	(14)	1	D

Explanatory Notes:

- A. Variance is due to an over-provision of deferred tax liabilities and tax expense (in respect of the accounting for temporary differences pertaining to allowances for receivables) in the Unaudited Results, the effect of which has since been reversed in the Audited Financial Statements.
- B. Consequential effect of A.
- C. Variance relates mainly to the reclassification of the payment of \$1,670,000 made in FY2022 in respect of acquisitions of steel beams (i.e. fixed assets) took place in FY2021. As the payment was made to the steel beams suppliers during FY2022, there was a reduction in trade and other payables, and changes in trade and payables are generally presented as part of operating cash flow activities as was reflected in the Unaudited Results. However, in the finalization of the audited financial statements, the auditors were of the view that it would be more appropriate to present the payment as an investing cash flow activity in view of the underlying nature of the payment. There was also a variance from unrealised foreign exchange difference of \$41,000 being reclassified from investing activities to operating activities.
- D. Variance relates mainly to a reclassification of interest expense that had not been paid during FY2022.

By Order of the Board

Hooi Yu Koh
Executive Chairmen and CEO
6 April 2023

This announcement has been reviewed by the Company's sponsor, PrimePartners 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 document, including the correctness of any of the statements or opinions made or reports contained in this document.

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