

SINGAPORE KITCHEN EQUIPMENT LIMITED

(Company Registration No.: 201312671M)

(Incorporated in Singapore)

GRANT OF EXTENSION OF TIME TO HOLD THE ANNUAL GENERAL MEETING OF THE COMPANY FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020 AND TO RELEASE UNAUDITED FINANCIAL STATEMENTS FOR HALF-YEAR ENDED 30 JUNE 2021 (“1HFY2021”)

The Board of Directors (“**Board**”) of Singapore Kitchen Equipment Limited (“**Company**” and together with its subsidiaries, the “**Group**”) refers to the Company’s earlier announcements dated 22 March 2021, 25 March 2021, 21 April 2021, 11 June 2021 and 14 June 2021 in relation to the Company’s application to the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) and the Accounting and Corporate Regulatory Authority (“**ACRA**”) for an extension of time to comply with the requirement under Rule 707(1) of Section B of the SGX-ST Listing Manual: Rules of Catalist (“**Catalist Rules**”) relating to the holding of the Company’s annual general meeting (“**AGM**”) for the financial year ended 31 December 2020 (“**FY2020**”) and the filing of the Company’s annual return for FY2020, the Company’s announcement dated 29 July 2021 in relation to the Company’s application to the SGX-ST for an extension of time to comply with the requirement under Rule 707(1) of the Catalist Rules relating to the holding of the Company’s AGM for FY2020 and the filing of the Company’s annual return for FY2020 (collectively, the “**Previous Announcements**”).

Extension of Time to hold the Company’s AGM for FY2020 and to file annual return for FY2020

As stated in the Company’s announcement dated 11 June 2021, the Singapore Exchange Regulation Pte. Ltd. (“**SGX RegCo**”) had on 10 June 2021 granted the Company an extension of time until 29 July 2021 to hold the Company’s AGM for FY2020, subject to compliance with the waiver conditions.

On 29 July 2021, the Company made a further extension application to the SGX-ST for an extension of time until 14 September 2021 to hold the Company’s AGM for FY2020 (“**Third Extension Application**”) as it is unable to complete the statutory audit of the financial statements for FY2020 within the timeline originally envisaged.

The Company had made the Third Extension Application based on the following reasons:

- (a) The Company is working with its auditors to provide the necessary information and supporting documents requested by its auditors in relation to the additional review that its auditors are undertaking as part of the statutory audit procedures (“**Additional Audit Work**”).
- (b) The Company is unable to complete the Additional Audit Work within the timeline originally envisioned because of the following reasons:
 - (i) the continuing COVID-19 restrictions and the Movement Control Order in Malaysia have resulted in (1) customers of the Company’s subsidiaries not being able to reply to audit confirmations in a timely manner, and (2) the Company facing limited resources to accommodate the auditors’ requests during onsite audit fieldwork;
 - (ii) the Company’s practice of raising manual invoices has caused inefficiencies in the audit;
 - (iii) poor housekeeping practices have resulted in the Company requiring more time to locate supporting documents to provide to the auditors, resulting in the delay of the audit work;

- (iv) the observations by the auditors, including the instances of inconsistent representations made by the management uncovered from the review of audit evidence obtained, missing supporting documents for certain payment vouchers, and inaccurate revenue recognition, have all resulted in the need for additional audit work; and
 - (v) discrepancies found in the external confirmations received from customers and vendors have resulted in the need for additional audit work.
- (c) Consequently, the Company requires an extension of time for the completion of the statutory audit.
- (d) Notwithstanding sub-paragraphs (a) and (b) above, the Company and its auditors have committed to ensuring that the statutory audit is completed soonest possible and both parties have mobilised additional manpower and resources to facilitate this.
- (e) To allow the Company not to be in default of its obligations pending the completion of the statutory audit, the Company respectfully applies for an extension of time to hold its AGM for FY2020 by 14 September 2021.

Extension of Time to release the Company's Unaudited Financial Statements for 1HFY2021

Pursuant to Rule 705(3)(b)(ii) of the Catalist Rules, the Company is required to announce its 1HFY2021 financial statements within 45 days after the end of the first half, i.e. by 14 August 2021. As the 1HFY2021 financial statements can only be finalized after the completion of the statutory audit of the financial statements for FY2020, and the Company requires more time to complete the statutory audit, the Company made an application to the SGX-ST for an extension of time until 8 November 2021 to comply with Rule 705(3)(b)(ii) of the Catalist Rule and to release the 1HFY2021 financial statements by 8 November 2021.

Waiver from Singapore Exchange Regulation Pte. Ltd.

The Company wishes to announce that, on 10 August 2021, the SGX RegCo has granted the Company an extension of time until 14 September 2021 to hold the AGM for FY2020 ("**SGX Waiver**") and an extension of time until 24 October 2021 to release its 1HFY2021 results, subject to compliance with the waiver conditions below ("**Waiver Conditions**"):

- (a) announcement of the SGX Waiver granted, the reasons for seeking the SGX Waiver, the conditions as required under Rule 106 of the Catalist Rules and if the Waiver Conditions have been satisfied. If the Waiver Conditions have not been met on the date of the announcement, the Company must make an update announcement when the conditions have all been met;
- (b) submission of a written confirmation from the Company that it is not aware of any information that will have a material bearing on investors' decision which has yet to be announced by the Company; and
- (c) the Company convening the AGM for FY2020 by 14 September 2021.

The Board confirms that the Company has fulfilled Waiver Condition (a) above, will be complying with Waiver Condition (b) as soon as possible and will endeavour to comply with Waiver Condition (c) above. The Company will make the relevant applications to extend the time required, if necessary.

The Company will also be submitting an extension of time application to the Accounting and Regulatory Authority ("**ACRA**") for an extension of time to hold the Company's AGM for FY2020 and lodge its annual return for FY2020. The Company will update shareholders on the outcome of the extension application to the ACRA in due course. Assuming that the Company obtains the ACRA approval, the Company is not and will not be in contravention of any laws and regulations governing the Company and the constitution of the Company arising from the SGX Waiver.

By Order of the Board
SINGAPORE KITCHEN EQUIPMENT LIMITED

Eileen Tay-Tan Bee Kiew
Chairman and Independent Non-Executive Director

11 August 2021

This announcement has been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch ("Sponsor") in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalyst. 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. The contact person for the Sponsor is Mr Eric Wong (Director, Investment Banking) at 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, telephone: +65 6337 5115.