

# NEW SILKROUTES GROUP LIMITED

(Incorporated in the Republic of Singapore)  
(Company Registration No. 199400571K)

## DIFFERENCES BETWEEN UNAUDITED AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2022

The board of directors (the “**Board**”) of New Silkroutes Group Limited (the “**Company**”) refers to its unaudited full year financial results announcement for the 12-month period ended 30 June 2022 (“**FY2022**”) released via SGXNET on 28 October 2022 (the “**Unaudited Financial Statements**”).

Pursuant to Rule 704(6) of the Listing Manual, the Board wishes to highlight and clarify the material differences between the Unaudited Financial Statements and the audited financial statements for FY2022 contained in the Annual Report. The material differences and the reasons for such material differences are set out in the explanatory notes below.

	As per Unaudited Financial Statements	As per Audited Financial Statements	Variance	Note
	US\$'000	US\$'000	US\$'000	
<b>Group</b>				
<b>Consolidated statement of profit or loss and other comprehensive income</b>				
Purchases of finished goods	(17,309)	(15,874)	(1,435)	(i)
Depreciation of property, plant and equipment	(557)	(1,383)	826	(i)
Loss on financial guarantee	-	(27,436)	27,436	(ii)
Other operating expenses	(29,449)	(2,851)	(26,598)	(i)
<b>Consolidated statement of Financial Position</b>				
<b>Non-current assets</b>				
Property, plant and equipment	2,242	1,514	(728)	(ii)
Intangible assets	7,309	5,701	(1,608)	(iii)
<b>Current assets</b>				
Disposal group classified as held for sale	13,150	14,171	1,021	(iv)

Explanatory notes for the material differences:

- (i) Reclassification of expenses (depreciation, staff cost, delivery and selling cost) from purchase of finished goods account to depreciation of property, plant and equipment and other operating expenses.
- (ii) Reclassification of loss on financial guarantee liabilities from other operating expenses. The loss is in respect of corporate guarantees provided to third parties in prior years for a loan and lease financing arrangement.

- (iii) Reclassification of approximately US\$1,050,000 from non-current asset under intangible assets to current asset under disposal group classified as held for sale and approximately US\$560,000 written-off in FY2022.
- (iv) The increase is due to reclassification of intangible asset from non-current assets amounting to US\$1,050,000 to disposal group classified as held for sale.

**BY ORDER OF THE BOARD**

Mr Han Binke  
Executive Director and CEO

4 September 2023