
ADJUSTMENTS AND RECLASSIFICATION TO UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021

The Board of Directors (the “**Board**”) of AsiaPhos Limited (the “**Company**” and together with its subsidiaries the “**Group**”) wishes to inform shareholders that subsequent to the Group’s announcement of its unaudited financial statements for the financial year ended 31 December 2021 (“**FY2021**”) released on 2 March 2022 (the “**Announcement**”).

(i) adjustments were made to recognise an impairment loss on other receivables retrospectively as well as to adjust deferred taxation liability and to recognise non-controlling interest share of the impairment loss and recognised in the Company’s Statements of Comprehensive Income for the year ended 31 December 2021 and Statement of Financial Position as at 31 December 2021, resulting in the following:

Group	Results	Audited	Difference
	Announcement \$’000	Financial Statement \$’000	\$’000
Year Ended 31 December 2021			
<u>Consolidated Statement of Comprehensive Income</u>			
Loss before tax, from continuing operations (Note 1)	(4,507)	(4,343)	164
Taxation (Note 2)	80	(40)	(120)
Loss after taxation from continuing operations	(4,427)	(4,383)	44
Loss for the Year	(77,895)	(77,851)	44
Total Comprehensive Loss for the year	(77,035)	(76,991)	44
Attributable to Owners of the Company			
-Loss from continuing operations, net of tax	(4,427)	(4,383)	44
-Loss from discontinued operation, net of tax (Note 3)	(64,338)	(61,583)	(2,755)

Non-controlling interest	-	-	-
-Loss from continuing operations, net of tax			
-Loss from discontinued operation, net of tax (Note 3)	(9,130)	(11,885)	2,755
Total Comprehensive Loss for the year attributable to Owner of the Company (Note 1 and 3)	(67,905)	(65,144)	2,761
Non-Controlling Interest	(9,130)	(11,847)	(2,717)
	(77,035)	(76,991)	44
Year ended 31 December 2020			
<u>Consolidated Statement of Comprehensive Income</u>			
Loss before tax from continuing operations (Note 4)	(3,667)	(3,267)	400
Loss from continuing operations, net of tax	(3,789)	(3,667)	400
As at 31 December 2021			
<u>Statement of Financial Position</u>			
Reserves	(77,446)	(74,888)	(2,558)
Non-controlling interest (Note 3)	-	2,537	2,537
Other receivables and prepayments	357	498	141
Deferred tax liabilities (Note2)	(984)	(1104)	(120)

(ii) reclassification were made to the Company's Consolidated Statement of Cash Flow for the financial year ended 31 December 2021, resulting in the following:

	Result Announcement \$'000	Audited Financial Statement \$'000	Difference \$'000
Net cash used in operating activities (Note 5)	(3,171)	(2,683)	488
Net cash generated from investing activities (Note 5)	4,237	4,388	151
Net cash generated from financing activities (Note 5)	849	256	(593)
Effect of exchange rate changes on cash and cash equivalents	52	6	(46)

Notes:

(1) The auditors of the Group made an additional adjustment to record impairment loss on other receivable as a prior year adjustment that impacted the accumulated loss as at 1 January 2020. The Group had recognised the amount of impairment loss in the income statement for the year ended 31 December 2021.

(2) This related to the adjustment made by the auditors to reduce the writeback of the deferred tax liability as the writeback should only be restricted to the temporary difference relating to the Mining properties which were fully impaired during the year ended 31 December 2021.

(3) The auditors of the Group made an adjustment to recognise the non-controlling interest's full share of the impairment loss on the mining properties. The Group had restricted the non-controlling interest's share of the loss when the balance became nil.

(4) The auditors of the Group made an adjustment to take up the effect of prior year adjustment on the opening accumulated loss as at 1 January 2020 instead of recognising the adjustment during the year ended 31 December 2020.

(5) The auditors reclassified interest paid from operating activities to financing activities and increase in restricted deposit from investing activities to financing activities.

BY ORDER OF THE BOARD

Dr Ong Hian Eng
Executive Director
AsiaPhos Limited

12 April 2022

This announcement has been reviewed by the Company's Sponsor, Asian Corporate Advisors 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 announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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