

CHINESE GLOBAL INVESTORS GROUP LTD.

(Incorporated in the Republic of Singapore)
(Company Registration Number: 196600189D)

**MATERIAL VARIANCES BETWEEN UNAUDITED FINANCIAL RESULTS
ANNOUNCEMENT AND THE AUDITED FINANCIAL STATEMENTS FOR THE
FINANCIAL YEAR ENDED 30 JUNE 2017**

The Board of Directors (the “**Board**”) of Chinese Global Investors Group Ltd. (the “**Company**” and together with its subsidiaries, collectively the “**Group**”) refers to the Company’s announcement on SGXNET dated 29 August 2017, in relation to the unaudited financial statements for the financial year ended 30 June 2017 (“**FY2017**”) (“**Unaudited Results**”).

Pursuant to Rule 704(5) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”), the Board wishes to highlight that there are material differences between the Unaudited Results and the audited financial statements for FY2017 (“**Audited Results**”).

A comparison of the Audited Results and the Unaudited Results with the relevant explanatory notes are shown below:

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2017

Group	Unaudited Results	Variance	Audited Results	Note	% Change
	S\$	S\$	S\$		
Current Liabilities					
Borrowings	2,330,399	(1,942,693)	387,706	1	-83.4
Non-Current Liabilities					
Borrowings	-	1,942,693	1,942,693	1	100.0

Explanatory Note:

Note 1: The variance is due to reclassification of short term borrowings to long term borrowings, being borrowings due beyond the next 12 months from 30 June 2017.

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2017**

Group	Unaudited Results	Variance	Audited Results	Note	% Change
	S\$	S\$	S\$		
Other income	411,831	(175,835)	235,996	2	-42.7%
Loss before income tax	2,844,489	199,597	3,044,086	3	7.0%
Loss for the year from continuing operations	2,844,719	199,597	3,044,316	3	7.0%
Gain for the year from discontinued operations	(101,784)	175,597	73,813	2	-172.5%

Explanatory Notes:

Note 2: The variance is mainly due to reclassification of gain on disposal of subsidiary of S\$175,597 from other income to gain from discontinued operations, pertaining to disposal of Success Finance during the financial year.

Note 3: The variance is mainly due to reclassification of gain on disposal of subsidiary of S\$175,597 from other income to gain from discontinued operations, pertaining to disposal of Success Finance during the financial year and additional provision for loss of S\$24,000 during the financial year.

**CONSOLIDATED STATEMENT OF CASH FLOW FOR THE FINANCIAL YEAR ENDED
30 JUNE 2017**

Group	Unaudited Results	Variance	Audited Results	Note	% Change
	S\$	S\$	S\$		
Cash flows from Operating Activities					
Loss before income tax - discontinued operations	(101,784)	175,597	73,813	4	-172.5%
Allowances for doubtful debts written back	65,121	(65,121)	-	5	-100.0%
Bad debts recovered	10,613	65,121	75,734	5	613.6%
Trade and other payables	840,233	159,845	1,000,078	6	19.0%
Interest paid	(13,133)	(164,393)	(177,526)	6	1251.8%

Explanatory Notes:

Note 4: The variance is mainly due to reclassification of gain on disposal of subsidiary of S\$175,597 from other income to gain from discontinued operations, pertaining to disposal of Success Finance during the financial year.

Note 5: The variance is mainly due to reclassification from allowances for doubtful debts written back to bad debts recovered of S\$65,121.

Note 6: The variance is mainly due to reclassification from other payables to interest paid of S\$164,393.

BY ORDER OF THE BOARD

Mr. U Keng Tin
Chairman of the Board of Directors
6 October 2017

*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 Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalist. 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 SGXST 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).