

Katrina GROUP LTD.

Incorporated in the Republic of Singapore
Registration No. 201608344N

EMPHASIS OF A MATTER BY THE INDEPENDENT AUDITORS ON THE GROUP'S FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021

Pursuant to Rule 704(4) of the Catalist Rules, the Board of Directors (the “**Board**”) of Katrina Group Ltd. (the “**Company**” and together with its subsidiaries (the “**Group**”)) wishes to inform shareholders that the independent auditors of the Company, Messrs Ernst & Young LLP (the “**Independent Auditors**”), have in their Independent Auditor’s Report dated 7 April 2022 (the “**Report**”), included an emphasis of matter in respect of the existence of a material uncertainty which may cast doubt on the Group’s ability to continue as a going concern in relation to the financial statements of the Group for the financial year ended 31 December 2021 (the “**Audited Financial Statements**”). The audit opinion in the Report however remains unqualified.

A copy of the Report and the extract note to the Audited Financial Statements is annexed to this announcement as Appendix I.

The directors are of the view that it is appropriate to prepare the Group’s financial statements on a going concern on the following bases:

- (a) assuming that there will be no significant disruptions to the business from any significant unforeseen events, the Group will be able to generate sufficient cash flows from its operations to pay its liabilities as and when they fall due;
- (b) management intends to manage cashflow of the subsidiaries on overall Group basis, where necessary;
- (c) there are no changes in the Group’s ability to request for the extension of credit terms granted by suppliers and the Group intends to adhere to the trade payables turnover days consistent with the current financial year; and
- (d) the Director, who is also the controlling shareholder, has provided a letter of undertaking to confirm that he will not recall from the Company and its subsidiaries for the loans provided until all liabilities with unsecured creditors have been met.

Shareholders of the Company are advised to read this announcement in conjunction with the Company’s annual report for the financial year ended 31 December 2021.

By Order of the Board

Alan Goh Keng Chian
Executive Chairman and CEO
7 April 2022

DINING BRANDS OF KATRINA GROUP



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This announcement has been reviewed by the Company's Sponsor, Hong Leong Finance Limited. It has not been examined or approved by 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.

The contact person for the Sponsor is Ms Vera Leong, Vice President, Hong Leong Finance Limited, at 16 Raffles Quay, #01-05 Hong Leong Building, Singapore 048581, telephone (+65) 6415 9881.

DINING BRANDS OF KATRINA GROUP

