

**MATERIAL UNCERTAINTY RELATED TO GOING CONCERN AND EMPHASIS OF MATTER  
FOR THE AUDITED FINANCIAL STATEMENTS FOR  
THE FINANCIAL YEAR ENDED 31 DECEMBER 2023 (“FY2023”)**

---

Pursuant to Rule 704(4) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”), the Board of Directors (the “**Board**”) of Sevens Atelier Limited (the “**Company**”) and together with its subsidiaries, the “**Group**”) wishes to announce that the Company’s independent auditor, PKF-CAP LLP (the “**Independent Auditor**”), has in its Independent Auditor’s Report dated 11 April 2024 (the “**Independent Auditor’s Report**”), included an unmodified opinion with Material Uncertainty Related to Going Concern and Emphasis Of Matter for the Group’s audited financial statements for the financial year ended 31 December 2023.

The Independent Auditor’s Report together with an extract of the relevant notes to the financial statements of FY2023, are attached to this announcement as Appendix 1 and Appendix 2 respectively, for Shareholders’ reference. Please refer to Note 2 in Appendix 2 for Directors’ basis on the going concern assumption.

The following section, set out in italics below, has been extracted from the Independent Auditor’s Report:

***Opinion***

*We have audited the financial statements of Sevens Atelier Limited (the “Company”) and its subsidiaries (the “Group”), which comprise the consolidated statement of financial position of the Group and the statement of financial position of the Company as at 31 December 2023, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows of the Group, and the statement of changes of equity of the Company for the year then ended, and notes to the financial statements, including material accounting policies.*

*In our opinion, the accompanying consolidated financial statements of the Group and the statement of financial position and the statement of changes of equity of the Company are properly drawn up in accordance with the provisions of the Companies Act 1967 (the “Act”) and Singapore Financial Reporting Standards (International) (“SFRS (I)”) so as to give a true and fair view of the consolidated financial position of the Group and the financial position of the Company as at 31 December 2023 and of the consolidated financial performance, consolidated changes in equity and consolidated cash flows of the Group and changes in equity of the Company for the year ended on that date.*

***Basis for opinion***

*We conducted our audit in accordance with Singapore Standards on Auditing (“SSAs”). Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Group in accordance with the Accounting and Corporate Regulatory Authority (“ACRA”) Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities (“ACRA Code”) together with the ethical requirements that are relevant to our audit of the financial statements in*

Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Material uncertainty related to going concern**

We draw attention to Note 2 of the financial statements. The Group incurred a net loss of S\$4,053,000 and net operating cash outflows of S\$197,000 for the financial year ended 31 December 2023 and as at that date, the Group's and the Company's net current liabilities are S\$3,255,000 and S\$918,000 respectively. As stated in Note 2, these events or conditions indicate that a material uncertainty exists that may cast significant doubt on the Group's and the Company's ability to continue as going concerns. Our opinion is not modified in respect of this matter.

**Emphasis of Matter**

Assistance in investigating by the Commercial Affairs Department ("CAD") and the Money Authority of Singapore ("MAS")

We draw your attention to Note 39 to the financial statements which describes the Company providing assistance in investigation by the CAD and the MAS.

Our opinion is not modified in respect of this matter.

**CAUTIONARY STATEMENT**

Shareholders and potential investors of the Company are advised to read this announcement in conjunction with the Independent Auditor's Report and the audited financial statements which are included in the Company's Annual Report for FY2023, of which Company has released via SGXNet on the same day as this announcement, in their entirety.

In the meantime, Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

**By Order of the Board**

Lawrence Chen Tse Chau  
Independent Director and Non-Executive Chairman  
11 April 2024

---

*This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance 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.*

*The contact person for the Sponsor is Ms Foo Jien Jieng, 16 Collyer Quay, #10-00 Collyer Quay Centre, Singapore 049318, sponsorship@ppcf.com.sg.*

---