



DRAGON GROUP INTERNATIONAL LIMITED

(Company Registration No. 199306761C)
(Incorporated in the Republic of Singapore)

**MATERIAL VARIANCES BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED
FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018**

The Board of Directors (the “**Board**”) of Dragon Group International Limited (“**Company**”, and together with its subsidiaries, collectively the “**Group**”) refers to its audited financial statements for the financial year ended 31 December 2018 in the Group’s Annual Report 2018 (the “**Audited Financial Statements**”) and the announcement on the Unaudited Financial Statements and Dividend Announcement for the Financial Year Ended 31 December 2018 made on 1 March 2019 (the “**Unaudited Financial Statements**”).

Pursuant to Rule 704(6) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the “SGX-ST”), the Board wishes to announce and clarify the material differences between the Audited Financial Statements and the Unaudited Financial Statements after the completion of the financial audit by the Company’s external auditor.

Balance Sheet of the Group as at 31 December 2018

The material variance between the Group’s Audited Financial Statements and the Unaudited Financial Statements is set out below:

	Audited Financial Statements	Unaudited Financial Statements	Difference
	US\$’000	US\$’000	US\$’000
Trade creditors and accruals	3,091	2,990	(101)
Restructuring provision	63	0	(63)

Income Statement of the Group as at 31 December 2018

The material variance between the Group’s Audited Financial Statements and the Unaudited Financial Statements is set out below:

	Audited Financial Statements	Unaudited Financial Statements	Difference
	US\$’000	US\$’000	US\$’000
General and administrative costs	(2,932)	(2,768)	(164)

The variances were caused by additional accrual of expenses such as professional fees, bonus and retrenchment costs of US\$164,000.

By Order of the Board

Dato’ Michael Loh Soon Gnee
Executive Chairman and Chief Executive Office
Dragon Group International Limited
1 August 2019