NOVO GROUP LTD.
Registration No. 198902648H
Incorporated in the Republic of Singapore

ANNOUNCEMENT PURSUANT TO RULE 704(6) OF THE LISTING MANUAL IN RELATION TO THE AUDITED FINANCIAL STATEMENTS

Rule 704(6) Material differences between the audited financial statements and the unaudited full year results announcement for the financial year ended 30 April 2015

The Board of Directors (the "**Board**") of Novo Group Ltd. (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the unaudited full year results announcement for the financial year ended 30 April 2015 released on 29 June 2015 (the "**Unaudited Full Year Results**").

Pursuant to Rule 704(6) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Board wishes to highlight that subsequent to the release of the Unaudited Full Year Results, there were certain material differences between the audited financial statements of the Group for financial year ended 30 April 2015 and the Unaudited Full Year Results following the finalisation of the audit. Details and clarifications of the differences are set out as follows.

Statements of Financial Position as at 30 April 2015

(In US$'000)		**Group**		
	Note	**Audited**	Previously Announced	Variance
Non-current assets				
Property, plant and equipment	1	**73,131**	76,173	(3,042)
Current assets				
Inventories	2	**3,920**	3,526	394
Current liabilities				
Trade and other payables	3	**63,451**	64,845	(1,394)

Explanatory Notes:

Note 1: The decrease is partly because of additional depreciation charged of about US$2 million to align the Group's depreciation policy and the requirements of the People's Republic of China for the subsidaries, and reversal of over-capitalisation of construction cost for asset under construction.

Note 2: The difference is because of lower inventories written down recognised.

Note 3: The decrease is mainly because of reversal of over-capitalisation of construction cost for asset under construction as explained above.

Consolidated Income Statement for the year ended 30 April 2015

(In US$'000)		**Group**		
	Note	**Audited**	Previously Announced	Variance
Revenue		**248,562**	248,978	(416)
Cost of sales		**(251,762)**	(250,472)	(1,290)
Gross (Loss)/profit	1	**(3,200)**	(1,494)	(1,706)
Other operating expenses	2	**(3,200)**	(3,650)	450

Explanatory Notes:

Note 1: The decrease is mainly because of additional depreciation charged (to align the Group's depreciation policy and requirements of the People's Republic of China for the subsidiaries) to cost of goods sold. The decrease is mitigated by reversal of elimination for intercompany transactions over-taken up.

Note 2: The difference is because of lower inventories written down recognised.

BY ORDER OF THE BOARD

Yu Wing Keung, Dicky
Executive Chairman
31 July 2015