

Asiatravel.com



ASIATRAVEL.COM HOLDINGS LTD
(Company Registration No.: 199907534E)

MATERIAL VARIANCES FOR THE FIRST QUARTER FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2018 TO 31 MARCH 2018

The Board of Directors of Asiatravel.com Holdings Ltd ("**Company**" and together with its subsidiaries, "**Group**") refers to its financial results announcement for the first quarter ended 31 March 2018 ("**Q1FY2018**") and the audited financial statements of the Company for the financial period ended 31 December 2017 ("**Audited Financial Statements**") which had been released on 15 May 2018 and 9 July 2018 respectively via SGXNet.

Pursuant to Rule 704(5) of the Listing Manual - Rules of Catalist of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"), the Company wishes to announce that there are certain adjustments made to the consolidated statement of financial position of the Company for Q1FY2018 as a result of audit adjustments made to the Audited Financial Statements that had not been taken into account in the Q1FY2018 financial results announcement. The adjustments were made following the finalisation of the audit on 3 July 2018 and a summary of the main adjustments is set out below.

Balance Sheet

	Group S\$'000			Notes	Company S\$'000			Notes
	Audited Financial Statement	Unaudited Financial Statement	Variance S\$'000		Audited Financial Statement	Unaudited Financial Statement	Variance S\$'000	
Non-Current Assets								
Intangible assets	11,213	11,348	(135)	1	4,188	4,188	-	
Property, plant and equipment	1,002	942	60		596	395	201	
Investment in subsidiaries	-	-	-		6,402	9,461	(3,059)	6
Other investments	-	-	-		-	-	-	
Deferred tax assets	4	5	(1)		-	-	-	
	12,219	12,295	(76)		11,186	14,044	(2,858)	
Current Assets								
Inventories	888	1,341	(453)	2	-	-	-	
Trade receivables	3,107	3,292	(185)	3	1,183	1,183	-	
Prepaid operating expenses	1,826	1,373	453	2	143	143	-	
Other receivables	2,745	9,780	(7,035)	4	95	7,553	(7,458)	4
Amounts due from subsidiaries	-	-	-		21,744	21,738	6	
Fixed deposits and cash pledged	1,959	1,959	-		1,786	1,786	-	
Cash and cash equivalents	1,068	1,083	(15)		251	251	-	
	11,593	18,828	(7,235)		25,202	32,654	(7,452)	
Current Liabilities								
Trade payables	9,038	8,478	560	4	101	55	46	
Deferred income	3,760	3,945	(185)	3	1,651	1,803	(152)	
Other payables	7,221	8,171	(950)	5	4,421	4,279	142	
Amounts due to subsidiaries	-	-	-		19,453	19,038	415	
Obligations under finance leases	35	35	-		35	35	-	
Income tax payable	28	28	-		-	-	-	
	20,082	20,657	(575)		25,661	25,210	451	
Net Current Assets	(8,489)	(1,829)	(6,660)		(459)	7,444	(7,903)	
Non-Current Liabilities								
Obligations under finance leases	(79)	(79)	-		(79)	(79)	-	
Deferred tax liabilities	(2)	(2)	-		-	-	-	
Net Assets	3,649	10,385	(6,736)		10,648	21,409	(10,761)	
Equity attributable to owners of the Company								
Share capital and treasury shares	68,593	68,593	-		68,593	68,593	-	
Reserves	(64,944)	(58,208)	(6,736)	1,4&5	(57,945)	(47,184)	(10,761)	4&6
Shareholders' equity	3,649	10,385	(6,736)		10,648	21,409	(10,761)	
Non-controlling interests	-	-	-		-	-	-	
Total equity	3,649	10,385	(6,736)		10,648	21,409	(10,761)	

Notes of explanation to material differences

1. There was additional impairment of intangible assets after assessing the goodwill arising from business combinations.
2. This was due to the reclassification of inventories to prepaid operating expenses due to an audit adjustment passed by one of the subsidiary's auditor.
3. There was a reduction in deferred income due to an audit adjustment, which led to a corresponding decrease in trade receivables.
4. The outstanding convertible note of S\$7.5 million due from the Company's controlling shareholder was reversed as a result of an audit adjustment passed by the auditor due to a material uncertainty in relation to the receipt of S\$7.5 million from the Company's controlling shareholder as at 31 December 2017. There was a reversal of contra entries for trade payables and other receivables amounting to S\$0.5 million after reconciliation with the customer.
5. This relates to the reversal of over accrued cost of sales following reconciliation with the Group's customers.
6. This relates to the impairment of investment in subsidiaries of S\$3 million at Company level.

By Order of the Board

Boh Tuang Poh
Executive Chairman and Chief Executive Officer
17 July 2018

*This announcement has been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. ("**Sponsor**"), for compliance with the relevant rules of the SGX-ST. The Sponsor has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this announcement. The details of the contact person for the Sponsor are as follows:*

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