



KEONG HONG HOLDINGS LIMITED

Incorporated in the Republic of Singapore
(UEN: 200807303W)

APPLICATION FOR EXTENSION OF TIME PURSUANT TO THE MAINBOARD LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (“SGX-ST”)

- A. TO RELEASE THE UNAUDITED FULL YEAR RESULTS ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (“FY2024”)
- B. TO HOLD THE ANNUAL GENERAL MEETING (“AGM”) FOR FY2024
- C. TO ISSUE THE ANNUAL REPORT FOR FY2024
- D. TO ISSUE SUSTAINABILITY REPORT FOR FY2024

INTRODUCTION

The Board of Directors of Keong Hong Holdings Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that the Company, has on 17 October 2024, made an application, to the Singapore Exchange Regulation Pte Ltd (“**SGX RegCo**”) for a 60-day extension of time to:

1. release its unaudited full year financial results for FY2024 (the “**Full Year Results Announcement**”) from the current deadline of 29 November 2024 to no later than 28 January 2025 pursuant to Rule 705(1) of the Listing Manual of the SGX-ST (the “**Listing Manual**”);
2. hold its AGM for FY2024 from the current deadline of 31 January 2025 to no later than 1 April 2025 pursuant to Rule 707(1) of the Listing Manual;
3. issue the Annual Report for FY2024 (the “**FY2024 Annual Report**”) from the current deadline of 16 January 2025 to no later than 17 March 2025 pursuant to Rule 707(2) of the Listing Manual; and
4. issue its FY2024 sustainability report (the “**FY2024 SR**”) from the current deadline of 31 January 2025 to no later than 1 April 2025 pursuant to Rule 711A of the Listing Manual.

(collectively, the “**Extension Applications**”)

RATIONALE FOR SEEKING THE EXTENSION APPLICATIONS

The background and rationale for seeking the Extension Applications are as follows:

Background

1. ACRA has reviewed the Company's FY2022 audited financial statements and found that the Company did not comply with the following:
 - (i) Paragraph 15 of Singapore Financial Reporting Standards (International) (SFRS(I)) 11 Joint Arrangements - because the Group had incorrectly accounted for one of its investments in Hyundai-Keong Hong JV Limited Partnership ("**HKHJV**") as a joint venture. The investment should be accounted for as a joint operation;
 - (ii) Paragraph 6 and 38 of SFRS(I) 1-28 Investment in Associates and Joint Ventures - because the Group had incorrectly accounted its investments in Katong Holdings Pte Ltd ("**KHPL**") as a financial asset at fair value through other comprehensive income. This investment should be accounted for as an associate instead, and consequently, the loans provided to it should form part of the Group's net investment in the associate;
 - (iii) Paragraph 18, 19 and 130(a), (c)(ii), (e) and (f) of SFRS(I) 1-36 Impairment of Assets - because the Group did not consider the value-in-use ("**VIU**") of its property, plant and equipment ("**PPE**") for measuring the recoverable amount when the fair value less costs of disposal ("**FVLCD**") did not exceed the PPE's carrying amount. The Group also did not disclose the relevant disclosures relating to the recognition of impairment loss on the Group's PPE of S\$2.5 million (2021: nil) in FY2022; and
 - (iv) Paragraph 44A of SFRS(I) 1-7 Statement of Cash Flows - because the Group did not include the loan from shareholders of S\$12.8 million in the 'reconciliation of liabilities arising from financing activities' table presented within the Consolidated Statement of Cash Flows in the FY2022 Financial Statements.

Rationale

1. Release of Full Year Unaudited Results Announcement

In light of the foregoing, the Company intends to restate prior years financial for FY2022 and FY2023 for its investment mentioned in (i) and (ii) above per ACRA's findings, and to consider the value in use for PPE as well. Therefore, the Company requires more time to obtain the accounts or financial information of HKHJV and KHPL in order to restate the prior year accounts. Furthermore, KHPL has a different financial year-end from the Company and additional time is needed to prepare their accounts in order to align their current and past financial years end with the Company.

2. Issue of FY2024 Annual Report and FY2024 SR

Due to the foregoing, the auditors would also need to have the current and past years' accounts of KHPL audited. The accounts of HKHJV had been audited in prior years for the Group audit purpose.

Given that this is the first time the auditors require KHPL's current and prior years' accounts to be audited, more time is needed for this additional audit requirement. As more time is needed for the auditors to complete the audit and issue its audit opinion in respect of FY2024, the Company also needs time to prepare its FY2024 Annual Report and complete the administrative and procedural matters in relation to convening the AGM for FY2024. In light of the foregoing, the Company understands from its auditors, Forvis Mazars LLP that the audited financial statements of the Company for FY2024 would not be ready in time to allow the Company to issue its annual report at least 14 days prior to 31 January 2025, being the last date for the Company to hold its AGM.

In addition, the Company's sustainability disclosure has typically been included in its annual report in prior years, and the Company intends to follow the same timeline and work arrangements in terms of preparing the FY2024 SR. Given that the Company's FY2024 SR traditionally makes reference to its FY2024 Annual Report to give shareholders a comprehensive review of the Company's activities in the past financial year, it is therefore should be read together with the FY2024 Annual Report. Consequently, as more time is needed to prepare the FY2024 Annual Report, this will lead to additional time needed to prepare and issue the FY2024 SR to be included in the FY2024 Annual Report.

APPLICATION TO ACCOUNTING AND CORPORATE REGULATORY AUTHORITY ("ACRA")

The Company will concurrently be submitting an application to the ACRA for an extension to hold its AGM under Section 175(1) of the Companies Act 1967 ("**Act**") and to file its Annual Return under Section 197 of the Act.

FURTHER ANNOUNCEMENT

The Company will provide an update on the outcome of the Extension Applications from SGX RegCo and ACRA in due course.

BY ORDER OF THE BOARD

Heng Michelle Fiona / Lim Guek Hong
Company Secretaries

17 October 2024