

NO SIGNBOARD HOLDINGS LTD.
(Company Registration No. 201715253N)
(Incorporated in Singapore)

MATERIAL VARIANCES BETWEEN UNAUDITED AND AUDITED FULL YEAR FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2020

The Board of Directors (“**Board**”) of No Signboard Holdings Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to its unaudited full year financial results for the financial year ended 30 September 2020 (“**FY2020**”) released via SGXNET on 29 November 2020 (“**Unaudited Financial Statements**”).

Pursuant to Rule 704(5) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited (“**Catalist Rules**”), the Board wishes to announce that subsequent to the release of the Unaudited Financial Statements, the external auditor of the Company has proposed certain adjustments and reclassifications following the finalisation of the audit for FY2020.

Details and explanation of the material variances are set out in the appendix appended separately to this announcement.

By Order of the Board

Lim Yong Sim (Lin Rongsen)
Executive Chairman and Chief Executive Officer
14 January 2021

*This announcement has been prepared by the Company and its contents have been reviewed by the Company’s Sponsor, RHT Capital Pte. Ltd. (“**Sponsor**”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“**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 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 Mr Khong Choun Mun, Registered Professional, RHT Capital Pte. Ltd., 6 Raffles Quay, #24-02, Singapore 048580, sponsor@rhtgoc.com.

No Signboard Holdings Ltd
Statements of Financial Position
As at 30 September 2020

	Group				Company			
	Audited	Unaudited	Variance	Note	Audited	Unaudited	Variance	Note
	2020	2020			2020	2020		
	\$	\$	\$		\$	\$	\$	
ASSETS								
Current assets								
Cash and bank balances	12,921,780	12,921,780	-		11,658,583	11,658,583	-	
Trade and other receivables	1,153,213	659,646	493,567	(1)	718,325	142,832	575,493	(1), (2)
Amount due from subsidiaries	-	-	-		2,778,865	2,778,865	-	
Amount due from related parties	-	8,578	-	8,578	-	-	-	
Inventories	479,518	479,518	-		60,617	60,617	-	
Grant receivables	380,086	380,086	-		283,218	283,218	-	
Other assets	136,642	136,642	-		-	-	-	
Total current assets	15,071,239	14,586,250	484,989		15,499,608	14,924,115	575,493	
Non-current assets								
Other receivables	193,857	678,846	-	484,989	-	489,040	(489,040)	(1)
Goodwill	-	-	-		-	-	-	
Intangible assets	564,971	564,971	-		-	-	-	
Plant and equipment	3,063,455	3,063,455	-		1,188,392	1,188,392	-	
Right-of-use assets	4,756,005	4,756,005	-		1,425,503	1,411,261	14,242	
Other assets	-	-	-		-	-	-	
Investment in subsidiaries	-	-	-		100,105	100,105	-	
Total non-current assets	8,578,288	9,063,277	-	484,989	2,714,000	3,188,798	-	474,798
Total assets	23,649,527	23,649,527	-		18,213,608	18,112,913	100,695	
LIABILITIES AND EQUITY								
Current liabilities								
Loans and borrowings – current portion	1,465,528	1,465,528	-		1,465,528	1,465,528	-	
Trade and other payables	5,216,427	5,216,427	-		2,527,257	2,440,802	86,455	(2)
Contract liabilities	271,153	271,153	-		-	-	-	
Lease liabilities	3,264,757	3,264,757	-		1,523,439	1,515,914	7,525	
Amount due to holding company	10,047	10,047	-		5,264	5,264	-	
Provisions	265,341	265,341	-		223,897	223,897	-	
Deferred grant income	556,181	556,181	-		388,628	388,628	-	
Income tax payable	17,093	17,093	-		-	-	-	
Total current liabilities	11,066,527	11,066,527	-		6,134,013	6,040,033	93,980	
Non-current liabilities								
Provisions	150,808	150,808	-		38,808	38,808	-	
Lease liabilities	2,811,945	2,811,945	-		302,156	610,086	(307,930)	(3)
Loans and borrowings	2,812,500	2,812,500	-		2,812,500	2,812,500	-	
Total non-current liabilities	5,775,253	5,775,253	-		3,153,464	3,461,394	-	307,930
Capital, reserves and non-controlling interest								
Share capital	25,181,005	25,181,005	-		25,181,005	25,181,005	-	
Capital reserve	(695,938)	(695,938)	-		2,063,751	2,063,751	-	
Accumulated losses	(17,661,580)	(17,661,580)	-		(18,318,625)	(18,633,270)	314,645	(3)
Translation reserve	(15,740)	(15,740)	-		-	-	-	
Total equity	6,807,747	6,807,747	-		8,926,131	8,611,486	314,645	
Total liabilities and equity	23,649,527	23,649,527	-		18,213,608	18,112,913	100,695	

(1) Reclassification of security deposits from long term to short term.

(2) Reclassification of balances from trade and other payables to trade and other receivables

(3) Adjustment relating to SFRS (I) 16 on Leases. Pls refer to Note 12 to the FY2020 Audited Financial Statements for details of the Group's right-of-use assets and lease liabilities

No Signboard Holdings Ltd
Consolidated Statement of Cash Flows
For the financial year ended 30 September 2020

	Group		Variance	Note
	Audited 2020	Unaudited 2020		
	\$	\$	\$	
Operating activities				
Loss before income tax	(9,818,364)	(9,818,364)	-	
Adjustments for:				
Depreciation and amortisation expenses	5,622,978	5,622,978	-	
Allowance for expected credit losses	377,434	377,434	-	
(Gain)/loss on disposal of plant and equipment	(24,196)	(24,196)	-	
Impairment of other assets	94,457	94,457	-	
Write-off of inventories	39,124	39,124	-	
Write-off of plant and equipment	13,105	13,105	-	
Impairment loss on plant and equipment	586,452	586,451	1	
Impairment loss on right-of-use assets	1,286,352	1,286,352	-	
Gain on lease modification	27,852	-	27,852	
Foreign exchange differences	3,865	3,865	-	
Interest income	(61,283)	(61,283)	-	
Interest expense	385,973	385,973	-	
Operating cash flows before movements in working capital	(1,466,251)	(1,494,104)	27,853	
			-	
Increase in trade and other receivables	544,650	553,231	(8,581)	
Decrease in inventories	(2,002)	(2,002)	-	
Decrease in trade and other payables	392,203	610,221	(218,018)	(1)
Contract liabilities	(355,580)	(355,580)	-	
Decrease in amount due to holding company	(33,974)	(42,552)	8,578	
Decrease/(increase) in other assets	295,100	295,100	-	
Increase in provisions	(25,477)	(25,477)	-	
Cash used in operations	(651,331)	(461,163)	(190,168)	
Income tax paid	(21,154)	(21,154)	-	
Net cash used in operating activities	(672,485)	(482,317)	(190,168)	
Investing activities				
Purchase of plant and equipment	(2,279,919)	(2,326,566)	46,647	
Proceeds from disposal of plant and equipment	25,162	23,479	1,683	
Interest received	61,283	61,283	-	
Net cash used in investing activities	(2,193,474)	(2,241,804)	48,330	
Financing activities				
Proceeds from bank borrowings	4,320,830	4,320,830	-	
Repayment of bank borrowings	(42,802)	(42,802)	-	
Repayment of lease liabilities	(3,896,387)	(4,038,225)	141,838	(1)
Interest paid in relation to lease liabilities	(341,838)	(341,838)	-	
Interest paid in relation to bank borrowings	(44,135)	(44,135)	-	
Net cash used in financing activities	(4,332)	(146,170)	141,838	
Net decrease in cash and cash equivalents	(2,870,291)	(2,870,291)	-	
Cash and cash equivalents at beginning of the year	15,792,071	15,792,071	-	
Cash and cash equivalents at end of the year	12,921,780	12,921,780	-	

(1) Adjustment relating to SFRS (I) 16 on Leases. Pls refer to Note 12 to the FY2020 Audited Financial Statements for details of the Group's right-of-use assets and lease liabilities