



DUTECH HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)

Registration No. 200616359C

ANNOUNCEMENT PURSUANT TO DIFFERENCES BETWEEN UNAUDITED AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2017

The Board of Directors of Dutech Holdings Limited (the "Company") refers to the audited financial statements in the annual report for the year ended 31 December 2017 ("FY2017") announced on 10 April 2018 (the "Audited Financial Statements"), and refers to its unaudited full year financial results announcement for FY2017 released via SGXNET on 1 March 2018 (the "Unaudited Financial Statements").

Pursuant to Rule 704(6) of the Listing Manual, the Board wishes to clarify the material differences between the Unaudited Financial Statements and the Audited Financial Statements.

The reason of the variances between the Unaudited Financial Statements and the Audited Financial Statements relates to the reversal of impairment loss in the investment in a subsidiary, Format Tresorbau Beteiligungs-GmbH ("Format"). Format has established a stable profit track record and in FY2017, its recoverable amount determined using value-in-use calculation has exceeded its carrying amount. As a result, impairment loss recognised in the investment in Format in 2012 and 2013 is reversed in full in the Audited Financial Statements.

As compared to the preliminary statement of financial position disclosed in the Unaudited Financial Statements, this adjustment resulted in an increase of RMB46,715,000 to the investments in subsidiaries; and an increase in translation deficit amounting to RMB1,608,000 in the Company's statement of financial position as at 31 December 2017. However, at the consolidation level, this adjustment was eliminated and thus had no impact to the Audited Financial statements of the Group. Further details on the adjustment are set out in the table as shown below.

Statement of Financial Position as at 31 December 2017

	Company		
	Audited	Unaudited	Differenc
	Financial	Financial	
	statements	statements	RMB'000
	RMB'000	RMB'000	RMB'000
Assets			
Non-current Assets			
Investment in subsidiaries	92,517	45,801	⁽ⁱ⁾ (46,716)
Total Non-current Assets	92,517	45,801	⁽ⁱ⁾ (46,716)
			-
Current Assets			
Cash and bank balances	11,846	11,846	-
Trade receivables	6,826	6,826	-
Other receivables, deposits and prepayments	332	332	-
Due from subsidiaries (non-trade)	217,892	217,892	-
Total Current Assets	236,896	236,896	-
			-
Total Assets	329,413	282,697	⁽ⁱ⁾ (46,716)
			-
Liabilities			
Current Liabilities			
Trade payables	1,858	1,858	-
Other payables and accruals	1,548	1,548	-
Provision for income tax	841	841	-
Due to subsidiaries	58,212	58,212	-
Total Current Liabilities	62,459	62,459	-
			-
Total Liabilities	62,459	62,459	-
			-
Net Assets	266,954	220,238	⁽ⁱ⁾ (46,716)
			-
Equity			
Capital and reserves attributable to the equity holders of the Company			
Share capital	154,623	154,623	-
Revenue reserve	114,798	66,474	(48,324)
Translation deficit	(2,467)	(859)	1,608
Total Equity	266,954	220,238	-

i) Consist of rounding difference of RMB1,000

On behalf of the Board

Dr. Johnny Liu
Executive Chairman and CEO
13 April 2018