

## MERCURIUS CAPITAL INVESTMENT LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No.198200473E)

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### **MATERIAL VARIANCES BETWEEN UNAUDITED AND AUDITED FULL YEAR FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021**

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The board of directors (the “**Board**”) of Mercurius Capital Investment Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to its unaudited full year financial results announcement for the financial year ended 31 December 2021 (“**FY2021**”) released via SGXNET on 28 February 2022 (the “**Unaudited Financial Statements**”). Further reference is made to the audited financial statements of the Company for FY2021 (the “**Audited Financial Statements**”) and the report thereon by the Company’s independent auditor which will be set out in the Company’s annual report for FY2021 (“**AR**”) which will be issued to shareholders of the Company and released on the SGXNET in due course.

Pursuant to Rule 704(5) of Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited, the Board wishes to announce that subsequent to the release of the Unaudited Financial Statements, the independent auditor has proposed certain adjustments and reclassifications which the management of the Company has adopted accordingly in respect of the consolidated statement of comprehensive income, statement of financial position, and consolidated statement of cash flow in the Audited Financial Statements. Details and explanation of the material variances between the Unaudited Financial Statements and the Audited Financial Statements are set out in the Appendix to this announcement.

Shareholders are advised to read the Audited Financial Statements in the AR which will be issued and released in due course.

BY ORDER OF THE BOARD

CHANG WEI LU

Executive Chairman and Chief Executive Officer

11 April 2022

*This announcement has been prepared by the Company and reviewed by the Company’s sponsor, Novus Corporate Finance Pte. Ltd. (the “**Sponsor**”), in compliance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) Listing Manual Section B: Rules of Catalist.*

*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. Pong Chen Yih, Chief Operating Officer, at 7 Temasek Boulevard, #18-03B Suntec Tower 1, Singapore 038987, telephone (65) 6950 2188.*

## Appendix

### Consolidated statement of comprehensive income for FY2021

	As per Audited Financial Statements	As per Unaudited Financial Statements	Variance		Note
	S\$'000	S\$'000	S\$'000	%	
Other income	8	-	8	NM	<b>1</b>
Other losses	(24)	(16)	(8)	50%	<b>1</b>
Expenses					
- Administrative	(691)	(690)	(1)	0%	
- Finance	(441)	(442)	1	0%	
Share of loss of joint venture	(1,119)	(1,119)	-	0%	
<b>Loss before income tax</b>	<b>(2,267)</b>	<b>(2,267)</b>	<b>-</b>	<b>0%</b>	
Income tax expense	-	-	-	0%	
<b>Net loss</b>	<b>(2,267)</b>	<b>(2,267)</b>	<b>-</b>	<b>0%</b>	
<b>Other comprehensive loss, net of tax:</b>					
Items that may be reclassified subsequently to profit or loss:					
- Share of other comprehensive loss of joint venture	(624)	(624)	-	0%	
- Currency translation gains arising from consolidation	24	24	-	0%	
Other comprehensive loss, net of tax	(600)	(600)	-	0%	
<b>Total comprehensive loss</b>	<b>(2,867)</b>	<b>(2,867)</b>	<b>-</b>	<b>0%</b>	
<b>Net loss attributable to:</b>					
Equity holders of the Company	(2,267)	(2,267)	-	0%	
Non-controlling interests	*	*	-	0%	
	<b>(2,267)</b>	<b>(2,267)</b>	<b>-</b>	<b>0%</b>	
<b>Total comprehensive loss attributable to:</b>					
Equity holders of the Company	(2,867)	(2,867)	-	0%	
Non-controlling interests	*	*	-	0%	
	<b>(2,867)</b>	<b>(2,867)</b>	<b>-</b>	<b>0%</b>	
*: Amount less than S\$1,000					
NM: Not meaningful					

Statement of Financial Position as at 31 December 2021

	Group				Company				Note
	As per Audited Financial Statements	As per Unaudited Financial Statements	Variance		As per Audited Financial Statements	As per Unaudited Financial Statements	Variance		
	S\$'000	S\$'000	S\$'000	%	S\$'000	S\$'000	S\$'000	%	
<b>ASSETS</b>									
<b>Current assets</b>									
Cash and cash equivalents	842	842	-	0%	840	840	-	0%	
Trade and other receivables	93	93	-	0%	100	100	-	0%	
Income tax recoverable	1	1	-	0%	-	-	-	0%	
	936	936	-	0%	940	940	-	0%	
<b>Non-current assets</b>									
Investments in subsidiary corporations	-	-	-	0%	-	-	-	0%	
Investment in a joint venture	6,476	6,476	-	0%	9,260	9,260	-	0%	
Property, plant and equipment	21	21	-	0%	21	21	-	0%	
Right-of-use assets	86	86	-	0%	86	86	-	0%	
	6,583	6,583	-	0%	9,367	9,367	-	0%	
<b>TOTAL ASSETS</b>	<b>7,519</b>	<b>7,519</b>	<b>-</b>	<b>0%</b>	<b>10,307</b>	<b>10,307</b>	<b>-</b>	<b>0%</b>	
<b>LIABILITIES</b>									
<b>Current liabilities</b>									
Trade and other payables	535	498	37	7%	499	462	37	8%	2
Lease liabilities	129	129	-	0%	129	129	-	0%	
Convertible loans	3,943	3,943	-	0%	3,943	3,943	-	0%	
	4,607	4,570	37	1%	4,571	4,534	37	1%	
<b>Non-current liabilities</b>									
Lease liabilities	-	-	-	0%	-	-	-	0%	
<b>TOTAL LIABILITIES</b>	<b>4,607</b>	<b>4,570</b>	<b>37</b>	<b>1%</b>	<b>4,571</b>	<b>4,534</b>	<b>37</b>	<b>1%</b>	
<b>NET ASSETS</b>	<b>2,912</b>	<b>2,949</b>	<b>(37)</b>	<b>-1%</b>	<b>5,736</b>	<b>5,773</b>	<b>(37)</b>	<b>-1%</b>	
<b>EQUITY</b>									
<b>Capital and reserves attributable to equity holders of the Company</b>									
Share capital	142,852	142,852	-	0%	142,852	142,852	-	0%	
Other reserves	(2,122)	(2,085)	(37)	2%	805	842	(37)	-4%	2
Accumulated losses	(137,826)	(137,826)	-	0%	(137,921)	(137,921)	-	0%	
	2,904	2,941	(37)	-1%	5,736	5,773	(37)	-1%	
<b>Non-controlling interests</b>	<b>8</b>	<b>8</b>	<b>-</b>	<b>0%</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>TOTAL EQUITY</b>	<b>2,912</b>	<b>2,949</b>	<b>(37)</b>	<b>-1%</b>	<b>5,736</b>	<b>5,773</b>	<b>(37)</b>	<b>-1%</b>	

Consolidated statement of cash flow for FY2021

	As per Audited Financial Statements	As per Unaudited Financial Statements	Variance		Note
	SS'000	SS'000	SS'000	%	
<b>Cash flows from operating activities</b>					
Net loss	(2,267)	(2,267)	-	0%	
Adjustments for:					
- Depreciation of property, plant and equipment	14	14	-	0%	
- Depreciation of right-of-use assets	148	148	-	0%	
- Interest expense	441	442	(1)	0%	
- Share-based payment expenses	75	112	(37)	-33%	<b>2</b>
- Rent concession	-	-	-	0%	
- Share of loss of joint venture	1,119	1,119	-	0%	
- Unrealised currency translation losses	27	24	3	13%	<b>3</b>
- NCI portion of subsidiaries disposed	-	3	(3)	-100%	<b>3</b>
	(443)	(405)	(38)	9%	
<b>Change in working capital:</b>					
- Trade and other receivables	(36)	(36)	-	0%	
- Trade and other payables	(5)	(43)	38	-88%	<b>2</b>
<b>Cash used in operations</b>	(484)	(484)	-	0%	
- Interest paid	(7)	(46)	39	-85%	<b>4</b>
<b>Net cash used in operating activities</b>	(491)	(530)	39	-7%	
<b>Cash flows used in investing activities</b>					
Partial payment for investment in a joint venture	-	-	-	0%	
<b>Net cash used in investing activities</b>	-	-	-	0%	
<b>Cash flows from financing activities</b>					
Proceeds from convertible loans	-	-	-	0%	
Proceeds from issuance of new ordinary shares	1,500	1,500	-	0%	
Repayment of lease liabilities	(125)	(125)	-	0%	
Repayment of convertible loans	(289)	(250)	(39)	16%	<b>4</b>
<b>Net cash provided by financing activities</b>	1,086	1,125	(39)	-3%	
<b>Net increase/(decrease) in cash and cash equivalents</b>	595	595	-	0%	
<b>Cash and cash equivalents</b>					
Beginning of financial year	247	247	-	0%	
<b>End of financial year</b>	842	842	-	0%	

**Notes:-**

1. Due to a reclassification of other income from other losses.
2. Due to reclassification from share-based payment to other payables for the cash portion of director's fees for a director.
3. Due to a reclassification of adjustment for non-controlling interest portion of subsidiaries disposed from unrealised currency translation losses.
4. Due to a reclassification of interest expenses relating to convertible loans from operating activities to financing activities.