

**BROADWAY INDUSTRIAL GROUP LIMITED**

(Incorporated in the Republic of Singapore)  
(Company Registration Number 199405266K)

---

**ANNOUNCEMENT PURSUANT TO RULE 704(6) OF THE LISTING MANUAL  
ADJUSTMENTS TO PRELIMINARY FULL YEAR RESULTS ANNOUNCEMENT FOR THE  
YEAR ENDED 31 DECEMBER 2013**

---

The Board of Directors (the “**Board**”) of Broadway Industrial Group Limited (the “**Company**” and, together with its subsidiaries, the “**Group**”) refers to the announcement released by the Company via SGXNet on 28 February 2014 in relation to its unaudited full year financial statements (the “**Preliminary Results**”) for the year ended 31 December 2013 (“**FY2013**”). Further reference is made to the audited financial statements of the Company for FY2013 (the “**Audited Financial Statements**”) which will be provided to shareholders on 7 April 2014.

Pursuant to Rule 704(6) of the Listing Manual of the SGX-ST, the Board wishes to announce that subsequent to the release of the Preliminary Results, there were adjustments made by the Company after discussion with the Auditors to the consolidated balance sheet, consolidated statement of cash flows and breakdown of sales by geographical segment. The adjustments were made following the finalisation of the audit, do not involve any cash flow movement, and have no impact on the Group’s balance sheet or profit or loss for FY2013.

The variances between the Preliminary Results and the Audited Financial Statements, along with the corresponding explanations, are set out below (with differences highlighted in blue).

**A. Consolidated Balance Sheet**

	<b>Preliminary Results S\$'000</b>	<b>Audited Financial Statements S\$'000</b>	<b>Variance S\$'000</b>
<b>Assets</b>			
Property, plant and equipment	213,316	213,316	-
Goodwill	60,052	60,052	-
Associates	1,368	1,368	-
Loan to investee companies <sup>(1)</sup>	757	-	757
Other investments	1,024	1,024	-
Deferred tax assets	14,283	14,283	-
<b>Non-current assets</b>	<b>290,800</b>	<b>290,043</b>	<b>757</b>

	<b>Preliminary Results S\$'000</b>	<b>Audited Financial Statements S\$'000</b>	<b>Variance S\$'000</b>
Loan to investee companies <sup>(1)</sup>	-	757	(757)
Financial derivatives	365	365	-
Inventories	93,325	93,325	-
Trade and other receivables	146,481	146,481	-
Cash and cash equivalents	36,171	36,171	-
Asset held for sale	2,170	2,170	-
<b>Current assets</b>	<b>278,512</b>	<b>279,269</b>	<b>(757)</b>
<b>Total assets</b>	<b>569,312</b>	<b>569,312</b>	<b>-</b>
<b>Equity</b>			
Share capital <sup>(2)</sup>	103,356	103,448	(92)
Reserves <sup>(2)</sup>	(23,733)	(23,825)	92
Retained earnings	139,756	139,756	-
<b>Equity attributable to owners of the Company</b>	<b>219,379</b>	<b>219,379</b>	<b>-</b>
<b>Non-controlling interests</b>	<b>1,632</b>	<b>1,632</b>	<b>-</b>
<b>Total equity</b>	<b>221,011</b>	<b>221,011</b>	<b>-</b>
<b>Liabilities</b>			
Loans and borrowings	86,627	86,627	-
Deferred tax liabilities	249	249	-
<b>Non-current liabilities</b>	<b>86,876</b>	<b>86,876</b>	<b>-</b>

	Preliminary Results S\$'000	Audited Financial Statements S\$'000	Variance S\$'000
Loans and borrowings	90,815	90,815	-
Trade and other payables	155,983	155,983	-
Current tax liabilities	14,627	14,627	-
<b>Current liabilities</b>	<b>261,425</b>	<b>261,425</b>	<b>-</b>
<b>Total liabilities</b>	<b>348,301</b>	<b>348,301</b>	<b>-</b>
<b>Total equity and liabilities</b>	<b>569,312</b>	<b>569,312</b>	<b>-</b>

Explanatory Notes:

- (1) The loan was re-classified from non-current to current as it is repayable by 31 December 2014.
- (2) This relates to the transfer of S\$92,000 from the share option reserve to share capital due to the vesting of share awards during FY2013.

**B. Consolidated Statement of Cash Flows**

	Preliminary Results S\$'000	Audited Financial Statements S\$'000	Variance S\$'000
<b>Profit before income tax</b>	<b>6,124</b>	<b>6,124</b>	<b>-</b>
<b>Adjustments for :</b>			
Depreciation of investment properties	69	69	-
Depreciation of property, plant and equipment	44,060	44,060	-
Equity-settled share-based payment transactions	199	199	-
Fair value gain on financial derivatives	(387)	(387)	-
(Gain)/Loss on disposal of property, plant and equipment	23	23	-
Gain on disposal of an investment property	(1,457)	(1,457)	-
Impairment loss on loan to investee companies	427	427	-
Allowance for impairment of other receivable <sup>(3)</sup>	729	-	729
Interest expense	7,238	7,238	-

	Preliminary Results S\$'000	Audited Financial Statements S\$'000	Variance S\$'000
Interest income	(642)	(642)	-
Share of profit of associates, net of tax	(273)	(273)	-
	56,110	55,381	729
Change in inventories	3,428	3,428	-
Change in trade and other receivables <sup>(3)</sup>	(13,446)	(12,717)	(729)
Change in trade and other payables	27,825	27,825	-
Cash generated from operating activities	73,917	73,917	-
Income tax paid	(4,709)	(4,709)	-
<b>Net cash from operating activities</b>	69,208	69,208	-
<b>Cash flows from investing activities</b>			
Acquisition of property, plant and equipment	(69,874)	(69,874)	-
Interest received	339	339	-
Proceeds from disposal of property, plant and equipment	683	683	-
Proceeds from disposal of an investment property	2,562	2,562	-
<b>Net cash used in investing activities</b>	(66,290)	(66,290)	-
<b>Cash flows from financing activities</b>			
Interest paid	(7,238)	(7,238)	-
Proceeds from bank borrowings	150,328	150,328	-
Repayments of bank borrowings	(129,022)	(129,022)	-
<b>Net cash (used in)/from financing activities</b>	14,068	14,068	-

	Preliminary Results S\$'000	Audited Financial Statements S\$'000	Variance S\$'000
<b>Net increase/(decrease) in cash and cash equivalents</b>	16,986	16,986	-
Cash and cash equivalents at 1 January	17,551	17,551	-
Effect of exchange rate fluctuations on cash held	1,629	1,629	-
<b>Cash and cash equivalents at 31 December</b>	<b>36,166</b>	<b>36,166</b>	<b>-</b>

Explanatory Note:

- (3) The allowance for impairment of other receivables was presented net under change in trade and other receivables in the Audited Financial Statements.

### C. Geographical Segments

Revenue	Preliminary Results S\$'000	Audited Financial Statements S\$'000	Variance S\$'000
People's Republic of China <sup>(4)</sup>	393,634	422,944	(29,310)
Singapore	11,178	11,178	-
Thailand	123,114	123,114	-
United States of America <sup>(4)</sup>	69,014	39,754	29,260
Other regions <sup>(4)</sup>	47,722	47,672	50
	<b>644,662</b>	<b>644,662</b>	<b>-</b>

Explanatory Note:

- (4) Adjustments were made due to classification error.

By Order of the Board

**Broadway Industrial Group Limited**

6 April 2014