

**TRANSIT-MIXED CONCRETE LTD**

Company Registration No. 197902587H

(Incorporated In The Republic Of Singapore)

**MATERIAL ADJUSTMENTS BETWEEN THE AUDITED FINANCIAL STATEMENTS AND THE UNAUDITED FINANCIAL RESULTS ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2020**

The Board of Directors (the “**Board**”) of Transit-Mixed Concrete Ltd (the “**Company**”) and together with its subsidiaries (the “**Group**”) refers to the announcement made by the Company on 25 June 2020 in relation to the unaudited financial statements of the Group (the “**Unaudited Full Year Results**”) for the financial year ended 29 February 2020 (“**FY2020**”).

Pursuant to Rule 704(6) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Board wishes to highlight that there were certain material adjustments between the audited financial statements and the Unaudited Full Year Results in respect of FY2020 following the finalization of the audit.

The material adjustments and the reasons for the material adjustments between the audited financial statements and the Unaudited Full Year Results for FY2020 are set out in the explanatory notes below.

Details and clarifications of the adjustments are set out as follows.

1) Statements of Financial Position as at 29 February 2020

	Group (Unaudited) S\$'000	Group (Audited) S\$'000	Group Differences S\$'000	Note
<b>Non-current assets</b>				
Plant and equipment	2,739	2,739	-	
Right-of-use assets	22	22	-	
Investment in joint venture	-	2,127	2,127	1
<b>Total non-current assets</b>	<b>2,761</b>	<b>4,888</b>	<b>2,127</b>	
<b>Current assets</b>				
Assets held for sale	2,312	185	(2,127)	1
Inventories	633	633	-	
Trade and other receivables	3,217	3,217	-	
Cash and cash equivalents	4,836	4,836	-	
<b>Total current assets</b>	<b>10,998</b>	<b>8,871</b>	<b>(2,127)</b>	
<b>Total assets</b>	<b>13,759</b>	<b>13,759</b>	<b>-</b>	
<b>Equity attributable to owners of the Company</b>				
Share capital	11,191	11,191	-	
Reserves	305	305	-	
<b>Total equity attributable to owners of the Company</b>	<b>11,496</b>	<b>11,496</b>	<b>-</b>	
Non-controlling interests	376	376	-	
<b>Total equity</b>	<b>11,872</b>	<b>11,872</b>	<b>-</b>	
<b>Non-current liabilities</b>				
Deferred tax liabilities	198	198	-	
Lease liabilities	7	7	-	
<b>Total non-current liabilities</b>	<b>205</b>	<b>205</b>	<b>-</b>	
<b>Current liabilities</b>				
Trade and other payables	1,582	1,582	-	
Current tax liabilities	83	83	-	
Lease liabilities (2019: Finance lease liabilities)	17	17	-	
<b>Total current liabilities</b>	<b>1,682</b>	<b>1,682</b>	<b>-</b>	
<b>Total liabilities</b>	<b>1,887</b>	<b>1,887</b>	<b>-</b>	
<b>Total equity and liabilities</b>	<b>13,759</b>	<b>13,759</b>	<b>-</b>	

	Company (Unaudited) S\$'000	Company (Audited) S\$'000	Company Differences S\$'000	Note
<b>Non-current assets</b>				
Plant and equipment	475	475	-	
Investment in subsidiaries	8,876	5,178	(3,698)	2
Investment in joint venture	-	2,136	2,136	1
<b>Total non-current assets</b>	<b>9,351</b>	<b>7,789</b>	<b>(1,562)</b>	
<b>Current assets</b>				
Assets held for sale	2,136	-	(2,136)	1
Trade and other receivables	118	118	-	
Cash and cash equivalents	3,495	3,495	-	
<b>Total current assets</b>	<b>5,749</b>	<b>3,613</b>	<b>(2,136)</b>	
<b>Total assets</b>	<b>15,100</b>	<b>11,402</b>	<b>(3,698)</b>	
<b>Equity attributable to owners of the Company</b>				
Share capital	11,191	11,191	-	
Reserves	(1,752)	(5,450)	(3,698)	2
<b>Total equity attributable to owners of the Company</b>	<b>9,439</b>	<b>5,741</b>	<b>(3,698)</b>	
Non-controlling interests	-	-	-	
<b>Total equity</b>	<b>9,439</b>	<b>5,741</b>	<b>(3,698)</b>	
<b>Current liabilities</b>				
Trade and other payables	5,661	5,661	-	
<b>Total current liabilities</b>	<b>5,661</b>	<b>5,661</b>	<b>-</b>	
<b>Total liabilities</b>	<b>5,661</b>	<b>5,661</b>	<b>-</b>	
<b>Total equity and liabilities</b>	<b>15,100</b>	<b>11,402</b>	<b>(3,698)</b>	

2) Net asset value as at 29 February 2020

	Company (Unaudited)	Company (Audited)	Company Difference	Note
Net asset value per ordinary share based on issued share capital at the end of the year (in cents)	13.56	8.25	5.31	2

Note:

- The reclassification of investment in joint venture from “Assets held for sale” (current assets) to “Investment in joint venture” (non-current assets) is due to a delay in the completion of a proposed transaction involving the joint venture. As a result of the uncertainty in the timing of the proposed transaction, the Board assessed that it does not meet the requirements of “assets held for sale” under the Singapore Financial Reporting Standards (International).
- Additional impairment loss was recognised on the investment in subsidiaries based on its recoverable amounts of the subsidiaries.

By Order of the Board  
Transit-Mixed Concrete Ltd

Submitted by Chen Lee Lee, Company Secretary on 6/8/2020