

I. MATERIAL VARIANCES BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

II. PRIOR YEAR ADJUSTMENT AND RESTATEMENT OF FY2022 FINANCIAL STATEMENTS

The Board of Directors (“**Board**”) of Vallianz Holdings Limited (“**Company**”, and together with its subsidiaries, the “**Group**”) refers to its unaudited full year financial results announcement for the financial year ended 31 March 2023 (“**FY2023**”) (“**Unaudited Results**”) released via the SGXNET on 30 May 2023.

Pursuant to Rule 704(5) of the Listing Manual (Section B: Rules of Catalist) of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”), the Board wishes to announce the (I) material variances between the Unaudited Results and the audited financial statements of the Group for FY2023 (“**Audited Results**”) which are released on the same day as this announcement; and (II) prior year’s adjustments made to the Group financial statements for the financial year ended 31 March 2022 (“**FY2022**”).

I. Material variances between Audited Results and Unaudited Results for FY2023

A comparison of the Audited Results and the Unaudited Results with the relevant explanatory notes is shown below:

Consolidated Statement of Profit or Loss and Other Comprehensive Income

Group FY2023	Per Unaudited Results US\$’000	Per Audited Results US\$’000	Change		Notes
			US\$’000	%	
Cost of sales	(138,785)	(136,833)	1,952	(1.4)	1
Other (loss) / income, net	(1,611)	(2,164)	(553)	34.3	2
Finance costs	(7,626)	(8,936)	(1,310)	17.2	4

Statements of Financial Position

Group As at 31 March 2023	Per Unaudited Results US\$’000	Per Audited Results US\$’000	Change		Notes
			US\$’000	%	
Trade receivables	6,678	6,616	(62)	(0.9)	n.m.
Other receivables	49,361	56,411	7,050	14.3	5, 6
Total current assets	109,134	116,464	7,330	6.7	5, 6
Total assets	260,399	267,729	7,330	2.8	5, 6
Term loans	32,269	34,149	1,880	5.8	3
Other payables	21,586	38,476	16,890	78.2	5
Contract liabilities	62,523	51,567	(10,956)	(17.5)	6
Total current liabilities	124,738	132,552	7,814	6.3	5, 6

Statements of Financial Position (cont'd)

Group As at 31 March 2023	Per Unaudited Results US\$'000	Per Audited Results US\$'000	Change		Notes
			US\$'000	%	
Lease liabilities	353	349	(4)	(1.1)	n.m.
Term loans	89,364	87,484	(1,880)	(2.1%)	3
Convertible bonds	44,553	45,908	1,355	3.0	4
Total non-current liabilities	136,324	135,795	(529)	(0.4)	4
Convertible bonds	6,763	6,719	(44)	(0.7)	4
Total equity	(663)	(618)	45	(6.8)	4

Company As at 31 March 2023	Per Unaudited Results US\$'000	Per Audited Results US\$'000	Change		Notes
			US\$'000	%	
Other payables	370,603	346,113	(24,490)	(6.6).	7
Total current liabilities	370,603	346,113	(24,490)	(6.6).	7
Convertible bonds	44,553	45,908	1,355	3.0	4
Total non-current liabilities	44,553	45,908	1,355	3.0	4
Shareholder's advances	-	24,490	24,490	n.m.	7
Convertible bonds	6,763	6,719	(44)	(0.7)	4
Accumulated losses	(325,652)	(326,963)	(1,311)	0.4	4
Equity attributable to owners of the Company and capital securities holders	85,913	109,048	23,135	26.9	4, 7
Total equity	85,913	109,048	23,135	26.9	4, 7

Consolidated Statement of Cash Flows

FY2023	Per Unaudited Results US\$'000	Per Audited Results US\$'000	Change		Notes
			US\$'000	%	
Net cash generated from operating activities	15,110	18,296	3,186	21.1	8
Net cash from financing activities	15,213	12,027	(3,186)	(20.9)	8

Notes:

- 1) Due to the reversal of costs of sales over-accrued in prior years.
- 2) Due to recognition of loss allowance for trade receivables.
- 3) Due to reclassification from non-current liabilities to current liabilities in accordance with the loan agreement.
- 4) Due to recognition of interest expense on the liability component of the convertible bonds.
- 5) Due to the reclassification of other receivables to other payables.
- 6) Due to the reclassification of contract liabilities to other receivables.
- 7) Due to the reclassification of other payables to shareholder's advances.
- 8) Due to the reclassification of shareholder's advances from cash to non-cash.

II. Prior year adjustments and restatement of FY2022 financial statements

Group	As previously reported US\$'000	Prior year adjustments US\$'000	Balance as restated US\$'000	Note
Consolidated statement of financial position as at 31 March 2022				
Trade receivables	9,509	9,226	18,735	
Other receivables	35,429	2,711	38,140	
Other payables	53,393	(8,570)	44,823	
Contract liabilities	-	20,507	20,507	9
Consolidated statement of cash flows for FY2022				
Cash flows from operating activities:				
- Trade and other receivables	(29,417)	(3,461)	(32,878)	
- Trade and other payables	33,037	7,353	40,390	
- Contract liabilities	-	(3,892)	(3,892)	

Note:

- 9) The financial assets and financial liabilities for the FY2022 audited financial statements have been restated to reflect the appropriate classification of contract liabilities of the Group. The above restatement has no impact on the Group's profit or loss statement for FY2023.

BY ORDER OF THE BOARD

Ling Yong Wah
Chief Executive Officer
15 July 2023

*This document has been reviewed by the Company's sponsor, Provenance Capital Pte. Ltd. ("**Sponsor**"), for compliance with the SGX-ST Listing Manual Section B: Rules of Catalist. It has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.*

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