

INTRACO LIMITED
(Company Registration No. 196800526Z)
Incorporated in the Republic of Singapore

**DIFFERENCES BETWEEN UNAUDITED AND AUDITED FULL YEAR FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016**

The Board of Directors (the “**Board**”) of Intraco Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) refers to its unaudited full year results for the financial year ended 31 December 2016 (“**FY2016**”) released to SGX-ST on 28 February 2017 (the “**Unaudited Financial Statements**”).

Pursuant to Rule 704(6) of the Listing Manual of SGX-ST, the Board wishes to explain the adjustments between the Consolidated Statement of Cash Flows in the Audited Financial Statements for FY2016 and what was disclosed in the Unaudited Financial Statements following the finalisation of the audit as follows :

Consolidated Statement of Cash Flows

	Audited Financial Statements 31 Dec 2016 S\$'000	Unaudited Financial Statements 31 Dec 2016 S\$'000	Difference	Note
Cash flows from operating activities				
Profit for the year	786	786	-	
Adjustments for:				
Depreciation	941	941	-	
Amortisation of intangible assets	299	299	-	
Impairment loss on property, plant and equipment	119	119	-	
Gain on disposals of property, plant and equipment	(33)	(33)	-	
Property, plant and equipment written off	-	-	-	
Write-back of trade payables	(6)	(6)	-	
Allowance made for doubtful receivables	-	-	-	
Write-off of trade receivables	-	-	-	
(Reversal of write-down)/write-down of inventory to net realisable value	(5)	(5)	-	
Provision for warranties	-	-	-	
Distribution received from other investments	-	-	-	
Share of net profit of equity-accounted investees, net of tax	(1,499)	(1,499)	-	
Change in fair value of the contingent consideration	111	110	1	Note 1
Net finance income	(361)	(361)	-	
Tax expense	124	124	-	
	<u>476</u>	<u>475</u>	<u>1</u>	
Changes in:				
- inventories	(117)	(117)	-	
- trade and other receivables	580	580	-	
- trade and other payables	(2,619)	(2,620)	1	Note 1
Cash used in operating activities	<u>(1,680)</u>	<u>(1,682)</u>	<u>2</u>	
Interest received	645	645	-	
Interest paid	(284)	(284)	-	
Taxes paid	(235)	(235)	-	
Net cash used in operating activities	<u>(1,554)</u>	<u>(1,556)</u>	<u>2</u>	

Consolidated Statement of Cash Flows (Continued)

	Audited Financial Statements 31 Dec 2016 S\$'000	Unaudited Financial Statements 31 Dec 2016 S\$'000	Difference	Note
Cash flows from investing activities				
Distribution received from other investments	-	-	-	
Additional investment in associate	-	-	-	
Purchase of property, plant and equipment	(139)	(139)	-	
Dividends from an associate	2,816	2,816	-	
Proceeds from disposals of property, plant and equipment	61	61	-	
Acquisition of other investments	-	-	-	
Net cash from investing activities	<u>2,738</u>	<u>2,738</u>	<u>-</u>	
Cash flows from financing activities				
Proceeds from borrowings	25,660	25,979	(319)	Note 2
Repayment of borrowings	(21,491)	(21,345)	(146)	Note 2
Payment of finance lease liabilities	(55)	(55)	-	
Dividends paid to selling shareholders of a subsidiary	(234)	(234)	-	
Deposits pledged	(36)	(36)	-	
Net cash from financing activities	<u>3,844</u>	<u>4,309</u>	<u>(465)</u>	
Net increase in cash and cash equivalents	5,028	5,491	(463)	
Cash and cash equivalents at 1 January	38,605	38,605	-	
Effects of exchange rate fluctuations on cash held	284	(179)	463	Note 1,2
Cash and cash equivalents at 31 December	<u>43,917</u>	<u>43,917</u>	<u>-</u>	
Comprising:				
Cash at bank and in hand	18,769	18,769	-	
Fixed deposits with banks	25,334	25,334	-	
Cash and cash equivalents in the statement of financial position	44,103	44,103	-	
Deposit pledged	(186)	(186)	-	
	<u>43,917</u>	<u>43,917</u>	<u>-</u>	

Note 1

The difference was due to rounding effects.

Note 2

The difference was due to understatement of effects of exchange rate fluctuations on cash held and reclassified against proceeds from borrowings and repayment of borrowings within cash flows from financing activities.

Save as disclosed above, there were no changes to the Group's earnings per share, net profit before tax, net profit after tax and net tangible assets.

By Order of the Board

Josephine Toh
Company Secretary
21 March 2017