



ASPEN (GROUP) HOLDINGS LIMITED
Company Registration No.: 201634750K
(Incorporated in the Republic of Singapore)

MATERIAL VARIANCES BETWEEN THE AUDITED FINANCIAL STATEMENTS AND UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

Unless otherwise defined, capitalised terms herein shall have the same meaning as ascribed to them in the Company's announcement dated 29 August 2023 in relation to its unaudited financial results for the financial year ended 30 June 2023.

The Board of Directors (the "**Board**") of Aspen (Group) Holdings Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the unaudited full year financial results for the financial year ended 30 June 2023 ("**FY2023**") (the "**Unaudited Financial Statements**"). Further reference is made to the audited financial statements of the Company for FY2023 (the "**Audited Financial Statements**") and the report thereon by the Company's independent auditor included in the Company's annual report for FY2023 which will be released on the SGXNet and the Company's corporate website at URL <https://aspen.listedcompany.com/newsroom.html> on 16 October 2023.

Pursuant to Rule 704(6) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Board would like to announce that subsequent to the release of the Unaudited Financial Statements, certain adjustments and reclassifications were made to the Unaudited Financial Statements following the finalisation of the audit by the Company's external auditor.

The material variances between the Audited Financial Statements and the Unaudited Financial Statements with the relevant explanatory notes are shown below:

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Audited	Unaudited	Variance	Note
	RM'000	RM'000	RM'000	
Non-current assets				
Property, plant and equipment	115,731	115,823	(92)	NM
Development properties	377,259	375,748	1,511	1
Other receivables	1,115	1,115	-	
Deferred tax assets	29,353	29,953	-	
Total non-current assets	523,458	522,039	1,419	
Current assets				
Development properties	337,076	336,418	658	1
Contract costs	20,927	20,927	-	
Contract assets	45,550	45,550	-	
Inventories	261	261	-	
Trade and other receivables	79,832	79,832	-	
Current tax assets	6,918	6,918	-	
Cash and cash equivalents	28,988	28,988	-	
	519,552	518,894	658	
Disposal group and assets classified as held for sales				
Assets of disposal group classified as held for sale	5,637	5,545	92	NM
Asset held for sale	32,851	32,851	-	
Total current assets	558,040	557,290	750	
Total Asset	1,081,498	1,079,329	2,169	
Current liabilities				
Loans and borrowings	83,873	83,873	-	
Trade and other payables	307,656	307,656	-	
Contract liabilities	20,876	20,876	-	
Current tax liabilities	9,509	9,509	-	
	421,914	421,914	-	
Liabilities directly associated with disposal group classified as held for sale	143,637	143,637	-	
Total current liabilities	565,551	565,551	-	
Non-current liabilities				
Loans and borrowings	137,774	137,774	-	
Trade and other payables	141,920	150,400	(8,480)	2
Non-current tax liabilities	15,776	15,776	-	
Deferred tax liabilities	7,189	7,189	-	
Total non-current liabilities	302,659	311,139	(8,480)	
Equity				
Share capital	316,786	316,786	-	
Treasury shares	(21)	(21)	-	
Reserves	(125,995)	(135,742)	9,747	3
Non-controlling interests	22,518	21,616	902	4
Total equity	213,288	202,639	10,649	
Total equity and liabilities	1,081,498	1,079,329	2,169	

EXTRACT OF CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Audited	Unaudited	Variance	Note
	RM'000	RM'000	RM'000	
Revenue	270,043	270,043	-	
Cost of sales	(234,722)	(220,571)	(14,151)	5
Gross profit	35,321	49,472	(14,151)	
Other income	13,894	5,414	8,480	2
Administrative expenses	(48,841)	(48,841)	-	
Selling & distribution expenses	(6,661)	(6,661)	-	
Other operating expenses	(59,697)	(90,048)	30,351	5, 6
Results from operating activities	(65,984)	(90,664)	24,680	
Finance income	289	289	-	
Finance costs	(13,321)	(15,490)	2,169	1
Net finance cost	(13,032)	(15,201)	2,169	
Share of loss of equity-accounted investee, net of tax - associate	(17,100)	(900)	(16,200)	6
Loss before tax	(96,116)	(106,765)	10,649	
Tax expense	(7,207)	(7,207)	-	
Loss for the period from continuing operations	(103,323)	(113,972)	10,649	
Discontinued operation				
Loss from discontinued operation	(125,539)	(125,539)	-	
Total loss for the period	(228,862)	(239,511)	10,649	
Foreign currency translation differences for foreign operations	(214)	(214)	-	
Other comprehensive income, net of tax	(214)	(214)	-	
Total comprehensive income for the year	(229,076)	(239,725)	10,649	
Profit for the year attributable to:				
Owners of the Company	(195,273)	(205,020)	9,747	3
Non-controlling interests	(33,589)	(34,491)	902	4
	(228,862)	(239,511)	10,649	
Loss for the period attributable to equity holders of the Company relates to:				
Loss from continuing operations	(99,066)	(108,813)	9,747	3
Loss from discontinued operation	(96,207)	(96,207)	-	
	(195,273)	(205,020)	9,747	
Total comprehensive income for the year attributable to:				
Owners of the Company	(195,487)	(205,234)	9,747	3
Non-controlling interest	(33,589)	(34,491)	902	4
	(229,076)	(239,725)	10,649	

Notes:

NM – Not material for variance below 5%

1. Reversal of borrowing cost that was originally capitalised in development properties.
2. Future payment of balance land cost discounted to present value recognised as “gain on modification” amounting to RM8.48 million.
3. (i) Refer to Note 2.
(ii) Refer to Note 1.

Reversal of borrowing cost amounting to RM1.6 million (after group elimination) by a subsidiary, of which the Group holds 80% interest.

4. Refer to Note 1.

Reversal of borrowing cost amounting to RM4.5 million, of which 20% interest is shared by the minority shareholder of the Group’s subsidiary, amounting to RM0.9 million.

5. Reclassification of impairment loss on inventories (quota sales) from other operating expenses to cost of sales.
6. Recognition of fair value adjustment loss on Global Vision Logistics Sdn. Bhd.’s land, which revalued in financial year 2023 reclassified from other operating expenses to share of results of equity-accounted investees.

BY ORDER OF THE BOARD

Aspen (Group) Holdings Limited

Dato’ Murly Manokharan
President and Group Chief Executive Officer
16 October 2023