

ANNICA HOLDINGS LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 198304025N)

**RECLASSIFICATIONS –
CLARIFICATION ON VARIANCES BETWEEN AUDITED FINANCIAL RESULTS AND
UNAUDITED FINANCIAL RESULTS FOR FINANCIAL YEAR ENDED 31 DECEMBER 2013**

The Board of Directors (the “**Board**”) of Annica Holdings Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the Unaudited Full Year Financial Statements And Dividend Announcement For The Financial Year Ended 31 December 2013 (“**Unaudited Results**”) released by the Company on 27 February 2014.

In accordance with Rule 704(5) of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) Listing Manual Section B: Rules of Catalist, the Board wishes to announce and clarify the differences between the audited financial results (“**Audited Results**”) and the Unaudited Results of the Group and of the Company for the financial year ended 31 December 2013.

Upon completion of the audit of the financial statements of the Group and of the Company by the Group’s external auditors, adjustments were made to the Audited Results mainly to reclassify certain financial assets, at fair value through profit or loss to available-for-sale financial assets and the gain or loss on disposal and fair value loss arising therefrom.

The above reclassifications do not have any effect on the total comprehensive income of the Group for the financial year ended 31 December 2013 and total assets, total liabilities, net assets and total equity of the Group as at 31 December 2013.

Please refer to Appendix A on the details of the reclassified items in the Consolidated Statement of Comprehensive Income and Cash Flow of the Group for the financial year ended 31 December 2013 and in the Statement of Financial Position of the Group as at 31 December 2013.

By Order of the Board

Edwin Sugiarto
Chairman and Executive Director

11 April 2014

*This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, Stamford Corporate Services Pte. Ltd. (“**Sponsor**”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) Listing Manual Section B: Rules of Catalist. The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

*The contact person for the Sponsor is Mr. Bernard Lui.
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APPENDIX A

Group:

	Audited Results	Unaudited Results		Reclassifications	Note
	\$'000	\$'000		\$'000	
Reclassified items in the consolidated statement of comprehensive income for the financial year ended 31 December 2013					
Other income:	461	4,436		(3,975)	A
- Gain on disposal of available-for-sale financial assets	41	4,016		(3,975)	A
Other expenses:	(13,213)	(16,853)		3,640	
- Fair value loss on financial assets, at fair value through profit or loss	(4,585)	(8,225)		3,640	A
Loss before income tax	(14,029)	(13,694)		(335)	B
Net loss for the financial year	(13,976)	(13,641)		(335)	B
Other comprehensive income:					
- Fair value loss on available-for-sale financial assets	(3,238)	(1,251)	}	335	A
			}	(2,322)	C
- Reclassification adjustment on disposal of available-for-sale financial assets	(137)	(2,459)		2,322	C
Other comprehensive loss, net of tax	(3,568)	(3,903)		335	B
Reclassified items in the statement of financial position of the Group as at 31 December 2013					
Current assets :					
- Financial assets, at fair value through profit or loss	1,411	2,636		(1,225)	D
Total current assets	24,693	25,918		(1,225)	E
Non-current assets:					
- Available-for-sale financial assets	2,365	1,140		1,225	D
Total non-current assets	12,402	11,177		1,225	E
Accumulated losses	(30,550)	(30,215)		(335)	B
Other reserves	(1,103)	(1,438)		335	B
- Fair value reserve	567	232		335	B
Reclassified items in the consolidated statement of cash flows for the financial year ended 31 December 2013					
Net cash used in investing activities	(2,056)	(2,069)		13	F
Net cash generated from financing activities	8,266	8,413		(147)	F
Net decrease in cash and cash equivalents	(2,280)	(2,146)		134	F
Cash and cash equivalents at the end of the financial year for the purpose of presenting the consolidated statement of cash flows	1,903	2,050		147	F

APPENDIX A

Company:

	Audited Results	Unaudited Results		Reclassifications	Note
	\$'000	\$'000		\$'000	
Reclassified items in the statement of financial position of the Company as at 31 December 2013					
Current assets :					
- Financial assets, at fair value through profit or loss	1,411	2,636		(1,225)	D
Total current assets	8,846	10,071		(1,225)	E
Non-current assets:					
- Available-for-sale financial assets	1,225	-		1,225	D
Total non-current assets	14,833	13,608		1,225	E

Note:

- A. Reclassification from gain on disposal of available-for-sale financial assets of \$3,975,000 to (i) fair value loss on financial assets, at fair value through profit or loss of \$3,640,000 and; (ii) fair value loss on available-for-sale financial assets of \$335,000.
- B. Arising from Note A.
- C. Reclassification from reclassification adjustment on disposal of available-for-sale financial assets to fair value loss on available-for-sale financial assets of \$2,322,000.
- D. Reclassification from financial assets, at fair value through profit or loss to available-for-sale financial assets of \$1,225,000.
- E. Arising from Note D.
- F. Reclassification of bank overdraft as cash and cash equivalents for the purpose of presenting the consolidated statement of cash flows.