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

The Board of Directors (the “**Board**”) of Yongmao Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the Company’s announcement on 29 May 2023 relating to the unaudited condensed interim financial statements announcement for the six months and full year ended 31 March 2023 (“**FY2023**”).

Pursuant to Rule 704(6) of the Listing Manual, the Board wishes to highlight that the Management of the Company has adopted certain reclassifications proposed by the External Auditors to the unaudited consolidated statement of cash flows for FY2023, following the finalisation of the audit. The aforesaid reclassifications are set out below:

	Unaudited 2023 RMB’000	Reclassification 2023 RMB’000	Audited 2023 RMB’000	Note
Consolidated statement of cash flows				
<u>Cash flows from operating activities</u>				
Exchange translation difference	880	(880)	-	CF1
Increase in inventories	(132,864)	54	(132,810)	CF1
Decrease in operating receivables	(2,377)	161	(2,216)	CF1
Increase in operating payables	14,032	11,415	25,447	CF1, CF2
<u>Cash flows from financing activities</u>				
Repayment of loan from a third party	-	(10,749)	(10,749)	CF2

Notes:

CF1 – Reclassification of changes in exchange translation in operating activities through changes in working capital.

CF2 – Reclassification of repayment of loan from a third party from operating activities to financing activities.

Following the above reclassifications, there is no impact to the net increase/(decrease) in cash and cash equivalents positions of the Group.

Shareholders are advised to read this announcement in conjunction with the Audited Financial Statements which are set out in the Company’s Annual Report FY2023 to be released on SGXNET in due course.

BY ORDER OF THE BOARD

Tian Ruo Nan
Chief Executive Officer
12 July 2023