

MATERIAL VARIANCES BETWEEN THE AUDITED FINANCIAL STATEMENTS AND THE UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

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 2024 relating to the unaudited condensed interim financial statements announcement for the six months and full year ended 31 March 2024 (“**FY2024**”).

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 financial position and consolidated statement of cash flows for FY2024, following the finalisation of the audit. The aforesaid reclassifications are set out below:

	Unaudited 2024 RMB’000	Reclassification 2024 RMB’000	Audited 2024 RMB’000	Note
<u>Consolidated statement of financial position</u>				
<i>Non-current assets</i>				
Property, plant and equipment	714,918	2,325	717,243	BS1
<i>Current assets</i>				
Trade and other receivables	594,126	(2,325)	591,801	BS1
<u>Consolidated statement of cash flows</u>				
<i>Cash flows from operating activities</i>				
Gain on derecognition of lease	-	(18)	(18)	CF1
(Decrease)/Increase in operating receivables	14,301	2,315	16,616	BS1, CF2
Increase in operating payables	27,797	177	27,974	CF3
<i>Cash flows from investing activities</i>				
Acquisition of property, plant and equipment	(30,133)	(2,315)	(32,488)	BS1, CF2
Cash inflow from acquisition of subsidiary	-	91	91	CF3
<i>Cash flows from financing activities</i>				
Proceeds from bank loans	374,011	(10,619)	363,392	CF4
Proceeds from hire purchase with financial institutions	5,708	10,619	16,327	CF4
Repayment of principal portion of lease liabilities	(5,370)	(18)	(5,352)	CF1
Cash inflow from acquisition of subsidiary	269	(269)	-	CF3

Notes:

BS1 – Capitalisation of advances paid to property, plant and equipment.

CF1 – Reclassification from financing activities to operating activities.

CF2 – Reclassification changes in exchange translation in operating activities through changes in working capital.

CF3 – Reclassification of cash inflow & outflow arising from acquisition of subsidiary.

CF4 – Reclassification of proceeds from bank loans to hire purchase with financial institutions

Following the above reclassifications, there is no impact to the total assets and 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 FY2024 to be released on SGXNET in due course.

BY ORDER OF THE BOARD

Tian Ruo Nan
Chief Executive Officer
11 July 2024