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**MATERIAL DIFFERENCES BETWEEN THE UNAUDITED FULL YEAR FINANCIAL RESULTS ANNOUNCEMENT AND AUDITED FINANCIAL STATEMENTS IN RESPECT OF THE FINANCIAL YEAR ENDED 31 DECEMBER 2017**

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The Board of Directors of BH Global Corporation Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the Company’s full year results announcement for the financial year ended 31 December 2017 (“FY2017”) made on 21 February 2018 (the “Unaudited Full Year Results”). Pursuant to Rule 704(6) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Company wishes to announce that there were difference between the Audited Financial Statements and the Unaudited Full Year Results in respect of FY2017 following the finalisation of the audit. The Details are as below:

**CONSOLIDATED INCOME STATEMENT**

<u>Group</u>	Unaudited \$'000	Audited \$'000	Variance \$'000	Refer to Note
Selling and distribution expenses	(14,598)	(15,036)	(438)	(1)
Administrative expenses	(22,749)	(25,025)	(2,276)	(2)
Net loss for the period	(24,602)	(26,963)	(2,361)	(1),(2)
Loss attributable to equity holders of the Company	(22,593)	(24,844)	(2,251)	(1),(2)

**STATEMENT OF FINANCIAL POSITION**

<u>Group</u>	Unaudited \$'000	Audited \$'000	Variance \$'000	Refer to Note
<b>Current liabilities</b>				
Other payables	3,593	2,195	(1,398)	(3)
Provisions	14,138	17,621	3,483	(2),(3)
<b>Equity</b>				
Currency translation reserve	520	1,784	1,264	(4)
Reserve of disposal group classified as held for sale	-	(946)	(946)	(4)

**Explanatory notes:**

- (1) The increase in selling and distribution expenses were due mainly to additional provision for doubtful debts of certain customers after further review of its collectability subsequent to year end and additional amortisation of intangible assets.
- (2) The increase in administrative expenses were due mainly to additional provision for liabilities of \$2,272k in Gulf Specialty Steel Industries LLC ("GSSI"). Subsequent to year end, the Group has entered into a non-binding Letter of Intent ("LOI") to dispose its 51% stake in GSSI. The additional provision is based on the proposed purchase consideration and other terms and conditions in the LOI.
- (3) The reclassification of other payables to provision for liabilities was due to an engineering contract in progress undertaken by Engineering division was terminated by the customer which subsequent to year end, the Group has reached a settlement agreement with the customer with respect to unbilled costs and other claims.
- (4) Currency translation reserve of \$946k relating to the disposal of Batam land was reclassified to reserve of disposal group classified as held for sale as subsequent to year end, the Group entered into a memorandum of understanding to dispose the Batam land.

The Company's Annual Report for FY2017, which will contain the Independent Auditor's Report and the Company's consolidated financial statements, will be despatched to shareholders and the SGX-ST in due course.

**BY ORDER OF THE BOARD**

Vincent Lim Hui Eng  
Executive Chairman and Chief Executive Officer  
4 April 2018