



**GRAND TWINS INTERNATIONAL
(CAMBODIA) PLC.**

Phnom Penh, June 14th, 2023

**PRESS RELEASE
ON RECTIFICATION OF FINANCIAL INFORMATION IN THE ANNUAL REPORT OF 2022**

We, Grand Twins International (Cambodia) Plc. (the “**Company**”) are pleasure to announce to the Company’s shareholders, investors and the public that we disclosed the Company’s annual report of 2022 officially on the official website of Cambodia Securities Exchange on 04th April 2023 recently. We had verified and unfortunately found some errors on financial figure/information in the annual report of 2022 such as in **Statement of Cash Flows** Page 53 (in English) and **Note 6 Property, Plant and Equipment** Page 79 (in Khmer) and Page 65 (in English) to be added “Notes”.

We would like hereby to rectify the financial information in the Company’s annual report of 2022 as above-mentioned as the following:

Description	Previous data		Adjustment data	
	USD	KHR'000	USD	KHR'000
Statement of Cash Flows (Page 53) in the annual report 2022 in English				
Trade and other receivables	3,338,516	13,744,670	1,617,780	6,660,400
Cash generated from operating activities	2,649,247	10,826,819	928,511	3,742,549
Net cash from operating activities	2,520,187	10,299,351	799,451	3,215,081
Purchases of property, plant and equipment	(8,464,154)	(34,846,922)	(6,743,418)	(27,762,652)
Net cash used in investing activities	(8,406,693)	(34,612,079)	(6,685,957)	(27,527,809)

Description	Previous data	Adjustment data
NOTE 6 PROPERTY, PLANT AND EQUIPMENT Add Notice Page 79 (in Khmer) and Page 65(in English)	NIL	* - Included in additions of building and structure during the year is a transfer of USD1,720,736 (2021 – Nil) from Trade and Other Receivables. This is in respect of deposits paid for the acquisition of the building and structure in prior years. This is a non-cash movement for additions during the year for cash flows purposes.

As mentioned above, please shareholders, investors and the public are kindly informed accordingly.

GRAND TWINS INTERNATIONAL (CAMBODIA) PLC.



STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 DECEMBER 2022

	Note	2022 USD	2022 KHR'000	2021 USD	2021 KHR'000
Operating activities					
Profit/(Loss) before income tax		1,176,089	4,806,678	(152,730)	(622,222)
Adjustments for:					
Amortisation of intangible assets	7	938	3,834	1,612	6,567
Impairment loss on inventories	8	39,349	160,819	379,106	1,544,478
Depreciation of property, plant and equipment	6	1,092,548	4,465,244	1,289,516	5,253,488
Written off of intangible asset		152	621	-	-
Gain on disposal of property, plant and equipment		(39,255)	(160,435)	(3,237)	(13,188)
Interest expense		403,349	1,648,487	265,692	1,082,429
Interest income		(2,089)	(8,538)	(2,323)	(9,464)
Operating profit before working capital changes		2,671,081	10,916,710	1,777,636	7,242,088
Changes in working capital:-					
- inventories		4,712,707	19,402,215	(4,001,103)	(16,300,494)
- trade and other receivables		1,617,780	6,660,400	4,234,847	17,252,767
- trade and other payables		(8,073,057)	(33,236,776)	859,860	3,503,070
Cash generated from operating activities		928,511	3,742,549	2,871,240	11,697,431
Income tax paid	20.2	(129,060)	(527,468)	(261,648)	(1,065,954)
Net cash from operating activities		799,451	3,215,081	2,609,592	10,631,477
Investing activities					
Proceeds from disposal of property, plant and equipment		55,372	226,305	4,118	16,777
Purchases of property, plant and equipment	6	(6,743,418)	(27,762,652)	(287,031)	(1,169,364)
Interest received		2,089	8,538	2,323	9,464
Net cash used in investing activities		(6,685,957)	(27,527,809)	(280,590)	(1,143,123)
Financing activities					
Interest paid		(403,349)	(1,648,487)	(265,692)	(1,082,429)
Repayment of bank borrowings	24	(13,247,890)	(54,541,563)	(20,277,104)	(82,608,922)
Drawdown of borrowings	24	18,100,000	74,517,700	19,840,000	80,828,160
Dividends paid	21	(150,000)	(600,000)	(650,000)	(2,600,000)
Net cash from/(used) in financing activities		4,298,761	17,727,650	(1,352,796)	(5,463,191)
Net change in cash and cash equivalents		(1,587,745)	(6,585,078)	976,206	4,025,163
Cash and cash equivalents, at the beginning of year		1,950,806	7,947,584	974,600	3,942,257
Currency translation difference		-	132,216	-	(19,836)
Cash and cash equivalents, at the end of year		363,061	1,494,722	1,950,806	7,947,584

	Leasehold land USD	Building and structure USD	Plant and machineries USD	Motor vehicles USD	Equipment and computer USD	Total USD
Gross carrying amount						
Balance at 1 January 2021	3,880,000	8,971,311	18,118,369	109,550	1,970,925	33,050,155
Additions	-	-	252,295	-	34,736	287,031
Disposal	-	-	-	(23,150)	(11,963)	(35,113)
Balance at 31 December 2021	3,880,000	8,971,311	18,370,664	86,400	1,993,698	33,302,073
Accumulated depreciation						
Balance at 1 January 2021	(349,200)	(5,649,429)	(12,197,894)	(105,525)	(1,801,638)	(20,103,686)
Depreciation	(38,800)	(232,554)	(960,270)	(1,660)	(56,232)	(1,289,516)
Disposal	-	-	-	22,887	11,345	34,232
Balance at 31 December 2021	(388,000)	(5,881,983)	(13,158,164)	(84,298)	(1,846,525)	(21,358,970)
Carrying amount at 31 December 2021	3,492,000	3,089,328	5,212,500	2,102	147,173	11,943,103
KHR'000	14,226,408	12,585,922	21,235,725	8,564	599,583	48,656,202

Included in the net carrying amount of property, plant and equipment are right of use assets as follows:

	31 December 2022		31 December 2021	
	USD	KHR'000	USD	KHR'000
Leasehold land	3,453,200	14,216,824	3,492,000	14,226,408

The depreciation charges are allocated as follows:

	31 December 2022		31 December 2021	
	USD	KHR'000	USD	KHR'000
Cost of sales	1,039,376	4,247,930	1,234,570	5,029,638
Administrative expenses	53,172	217,314	54,946	223,850
	1,092,548	4,465,244	1,289,516	5,253,488

* - Included in additions of building and structure during the year is a transfer of USD1,720,736 (2021 – Nil) from Trade and Other Receivables. This is in respect of deposits paid for the acquisition of the building and structure in prior years. This is a non-cash movement for additions during the year for cash flows purposes.

7. INTANGIBLE ASSETS

	2022 USD	2021 USD
Gross carrying amount		
Balance at 1 January	224,957	224,957
Written off	(7,336)	-
Balance at 31 December	217,621	224,957