



FRENCKEN GROUP LIMITED
(Company Registration No. 199905084D)

Announcement

RESPONSE TO QUERY FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ON THE COMPANY'S ANNUAL REPORT 2016

The Board of Directors of Frencken Group Limited (the "**Company**") and together with its subsidiaries, the "**Group**") refers to the query raised by the Singapore Exchange Securities Trading Limited ("SGX-ST") in respect of the Company's Annual Report for the financial year ended 31 December 2016 ("FY2016"). The Company's response is set out as follows:

SGX's Query

As required under Listing Rule 704(6), if an issuer has previously announced its preliminary full-year results, any material adjustments to its preliminary full-year results made subsequently by auditors must immediately be announced. We note that "Net cash used in investing activities" for FY2016 was reflected as \$17,555,000 in the Company's unaudited full year financial statements, and \$19,543,000 in the Annual Report 2016. Please disclose and explain the material discrepancy.

Company's Response

"Net cash used in investing activities" for FY2016 was reflected as S\$17,555,000 in the Company's unaudited full year financial statements and S\$19,543,000 in the Annual Report 2016. The difference was due to a reclassification of the amount of S\$1,988,000 from "Change in Payables" under "Cash Flows from Operating Activities" to "Purchase of Property, Plant and Equipment" under "Cash Flows from Investing Activities".

On behalf of the Board,

Mohamad Anwar Au
Executive Director
21 April 2017

About Frencken Group Limited

Frencken Group is a Global Integrated Technology Solutions Company that serves world-class multinational companies in the automotive, healthcare, industrial, life sciences and semiconductor industries.

Frencken Group operates on a worldwide scale through its established local presence of 17 operating sites and 4,500 employees across Asia, Europe and the USA. Working in partnership with its growing base of global customers, the Group unites the strengths of its strategically located businesses to create value for a wide variety of end-user markets.

Leveraging on its advanced technological and manufacturing capabilities, Frencken Group provides comprehensive Original Equipment and Diversified Integrated Manufacturing solutions. The Group's extensive solutions span from product conceptualization, integrated design, prototyping, new product introductions, supply chain design and management, value and volume manufacturing services to logistics solutions.

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