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WMCH GLOBAL INVESTMENT LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8208)

SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO PROFIT WARNING

This announcement is made by WMCH Global Investment Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on GEM (the “**GEM Listing Rules**”) of the Stock Exchange and the Inside Information Provisions (as defined under the GEM Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the announcement of the Company dated 31 May 2022 in relation to the profit warning of the Company (the “**Announcement**”). Capitalised terms used herein shall have the same meanings as those defined in the Announcement unless otherwise stated herein.

The board (the “**Board**”) of directors (the “**Directors**”) of the Company wishes to further inform the shareholders and potential investors of the Company that, based on the latest information available to the management of the Company, the Group expects to record a loss before tax of approximately SGD10.8 million for the year ended 31 December 2021, as compared to the loss before tax of approximately SGD2.5 million of the Group for the year ended 31 December 2021 as disclosed in the announcement dated 31 March 2022 in relation to the unaudited result announcement (the “**Prior Announcement**”), which is mainly attributable to impairment loss of interest in an associate, approximately of SGD7.9 million.

The Group assesses whether there is an objective evidence showing the interest in an associate may be impaired. Whenever there is any objective evidence, the entire carrying amount of the investment (including goodwill) will be tested for impairment in accordance with IAS 36 as a single asset by comparing its recoverable amount (higher of value in use and fair value less costs of disposal) with its carrying amount. Any impairment loss recognised is not allocated to any asset (including goodwill) forms part of the carrying amount of the investment. Any reversal of that impairment loss is recognised in accordance with IAS 36 to the extent that the recoverable amount of the investment subsequently increases. The amount of the impairment loss are recognised in profit and loss.

As disclosed in Prior Announcement, the accounting staff of the Group's associate company, Eidea Professional Services Company Limited (the "Eidea"), was infected with COVID-19 and unable to deliver the management accounts and supporting documents required for audit timely. The audit works on Eidea were started on 22 April 2022 and the preliminary financial information of Eidea only made available to the Group and the Company's auditor (the "Auditor") in late May 2022, after which the Group held internal meetings to discuss and follow up with Eidea's auditors on Eidea's financial position. Subsequently, based on the preliminary assessment performed by independent third-party valuer using the preliminary financial information, it was confirmed that the recoverable amount of Eidea is below the recoverable amount recorded in the Group. The management of the Group then discussed and followed up with the Auditor the relevant applicable accounting standard and treatment on the impairment assessment. The audit committee of the Company has reviewed the relevant information and discussed with the Auditor on the impairment and its view on the matter. However, the financial impact is unable to be ascertained due to the unfinished audit works. The auditor of Eidea has substantially completed the relevant fieldworks and their audit work of Eidea on around 31 May 2022 and subsequently the Eidea's audited financial information were reported back and provided to the Group and the Auditor on 31 May 2022 for review. As such, the above information was not made available to the Group before for its publication of the Prior Announcement.

The audit procedures performed by Auditor in relation to the impairment loss in respect of interest in an associate is disclosed in the annual report.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
WMCH Global Investment Limited
Wong Seng
Chairman and Executive Director

Hong Kong, 6 June 2022

As at the date of this announcement, the executive Directors of the Company are Mr. Wong Seng, Ms. Leow Geok Mui, Mr. Lim Chin Keong, Mr. Heng Kim Huat and the independent non-executive Directors of the Company are Dr. Tan Teng Hooi, Mr. Leong Jay and Mr. Ng Shing Kin.

This announcement, for which the Directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief, the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.