

Dear Ms. Cui,

**Anti-Aging House Ltd. (the “Company” or “A2H”)**

**Re: Periodic Disclosure Query**

NSX has been undertaking surveillance into the financial reporting of its listed entities. As part of the surveillance, key focus has been placed on material disclosure of information useful to investors and other issuers of financial reports.

NSX has identified key differences in the financial reports lodged by the Company and noted the absence of aging analysis for the trade and other receivables which are significant to the Company’s financial position.

We refer to the 2013 to 2017 Annual and Half-Yearly Financial Reports lodged with NSX on which we have made the below observations.

23 January 2018  
Anti-Aging House Holding Ltd.  
Attn: Ms. Cui Qiqi  
Company Secretary  
C/- Potucullis TrustNet(BVI) Ltd.  
Portcullis TrustNet chambers  
PO BOX 3444  
Road Town, Tortola  
British Virgin Islands

Cc: Southasia Advisory Sdn Bhd

Column	December 2013 Account Balance		Variance
	A*	B**	C
	Per 31 December 2013 Annual Report RMB	Per 31 December 2014 Annual Report RMB	Column A – Column B
Property, plant and equipment	129,431	140,906	(11,475)
Inventories	4,243,597	4,570,080	(326,483)
Trade receivables	7,908,767	17,672,396 (Reported as Trade and other receivables)	(5,951,254)
Other receivables, deposits and prepayments	3,812,375		
Cash and bank balances	283,599	454,854	(171,255)
Share capital	10,001,678	11,407,197	(1,405,519)
Accumulated losses	(7,780,750)	(3,117,086) (Reported as Retained Earnings)	(4,663,664)
Trade payables	11,223,182	13,620,587 (Reported as Trade and other payables)	105,657
Other payables and accruals	2,503,062		
Deposits received	430,597	-	430,597
Amount due to a director	-	(927,538)	927,538

\* A - 2013 Annual Report- Market release 24/05/2016 - [link](#)

\*\*B - 2014 Annual Report- Market release 24/05/2016 - [link](#)

We note that there are variances between prior stated balances and those lodged in subsequent years. Please respond to the following:

1. Please explain the variance highlighted in Column C (Column A – Column B) as it is for the same reporting period being December 2013.

Column	December 2015 Account Balance			Variance
	D*	E**	F	G
	Per 31 December 2015 Annual Report RMB	Per 31 December 2016 Annual Report AUD	Per 31 December 2016 Annual Report RMB (AUD/RMB =4.74***)	Column D – Column F
Property, plant and equipment	94,152	19,894	94,298	(146)
Inventories	3,888,736	821,690	3,894,811	(6,075)
Trade and other receivables	19,860,067	13,705,051	64,961,942	(45,101,875)
Cash and cash equivalents	4,330,598	915,055	4,337,361	(6,763)
Issued capital	11,407,197	13,348,719	63,272,928	(51,865,731)
Accumulated losses	(5,351,805) (Reported as Retained earnings)	(1,043,167)	(4,944,612)	(407,193)
Trade and other payables	18,713,764	3,954,218	18,742,993	(29,229)
Amount due to a director	(3,404,397)	(719,349)	(3,409,714)	5,317
Other assets	-	1,592,883	7,550,265	(7,550,265)
Reserves	-	75,454	357,652	(357,652)

\*D - 2015 Annual Report- Market release 24/05/2016 - [link](#)

\*\*E - 2016 Annual Report- Market release 03/04/2017 - [link](#)

\*\*\* AUD/RMB = 4.74 as at 31/12/2015 – ref <https://www.rba.gov.au/statistics/historical-data.html#exchange-rates>

NSX notes the currency conversion from RMB to AUD in the 2016 Annual Report. Conversion Rate of AUD/RMB = 4.74 has been used in the above table to provide RMB equivalent comparison.

We note that there are variances between prior stated balances and those lodged in subsequent years. Please respond to the following:

- Please explain the variance highlighted in Column G (Column D – Column F) as it is for the same reporting period being December 2015.
- Is the Company aware of the variances in its financial reports for the period of 2013 and 2015 highlighted in columns C and G respectively? If yes, please advise when did the Company first aware of the discrepancy and when the Company is going to inform the market and NSX. If no, please explain what internal controls and corporate governance procedures the Company has, or proposed to take, to address this issue.

Year	December 2016 Account Balance	June 2017 Account Balance
Column	H*	I**
	Per 31 December 2016 Annual Report and 30 June 2017 Half-Yearly Report AUD	Per 30 June 2017 Half-Yearly Report AUD
Property, plant and equipment	30,948	58,127
Inventories	284,110	513,631
Trade and other receivables	12,125,873	11,774,343
Cash and bank balances	538,755	275,934
Issued capital	13,348,719	13,348,719
Accumulated losses	(950,906)	(863,090)
Trade and other payables	1,353,478	1,402,575
Amount due to a director	(576,336)	(581,131)
Other Assets	1,318,781	1,855,310
Reserves	(29,160)	8,010

\*H - 2016 Annual Report- Market release 03/04/2017 - [link](#)

\*\*I - 2017 Half-Yearly Report- Market release 12/09/2017 - [link](#)

We note that Trade and other receivables reported for the period ended 30 June 2017 is \$11,774,343, which is 81% of the reported Total assets of \$14,477,345 (as per 2017 Half-Yearly Report Market release 12/09/2017).

4. Please provide the aging analysis of the trade and other receivables for 2016 and 2017 as follows:

	31 December 2016 AUD	30 June 2017 AUD
Within 1 year		
More than 1 years		
<b>Total</b>		

5. Please confirm that the company is in compliance with the listing rules and, in particular, listing rule 6.4.

Your response should be sent to me directly no later than 4pm on 29<sup>th</sup> January 2018. Your response will be released to the market along with a copy of this letter. If you wish to discuss the content of your response, please do not hesitate to contact me as soon as possible.

Please be reminded that the Issuer must comply with Chapter 6CA of the Corporations Act and Listing Rules Section IIA 6.4, 6.5 and 6.5A under continuous disclosure.

#### Listing Rule 6.4

The NSX continuous disclosure rule states:

Generally, and apart from compliance with all the specific requirements, the issuer shall keep the Exchange informed without delay, for dissemination of any information relating to the group of which it is aware that:

- is necessary to enable the Exchange and the public to appraise the financial position of the issuer and the group;
- is necessary to avoid the establishment of a false market in its securities; or
- a reasonable person would expect to have a material effect on the price or value of its securities.

Such information must be made available to the Exchange before the time at which any other public announcement of the information is made.

These provisions will be breached by an issuer who intentionally, recklessly or negligently fails to notify the Exchange of information that:

- is not generally available; and
- a reasonable person would expect, if it were generally available, to have a material effect on the price or value of its securities.

Yours sincerely

**Ingrid Wei**  
**Market Surveillance Analyst**