

ICP LTD

(Company Registration No. 196200234E)

Condensed Interim Consolidated Financial Statements For the Six Months Ended 31 December 2021

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A. Consolidated Statement of Profit or Loss and Other Comprehensive Income for the Six Months Ended 31 December 2021

	Note	Group		
		Unaudited 6 Months Ended 31/12/2021 S\$'000	Unaudited 6 Months Ended 31/12/2020 S\$'000	Change %
Revenue	4	2,563	2,308	11.0
Cost of sales		(820)	(824)	(0.5)
Gross profit		1,743	1,484	17.5
Other income		57	174	(67.2)
Administrative expenses		(1,665)	(1,777)	(6.3)
Results from operating activities		135	(119)	N.M
Finance income		7	9	(22.2)
Finance costs		(451)	(437)	3.2
Net finance costs		(444)	(428)	3.7
Other losses		(47)	-	N.M.
Share of results of equity-accounted investees, net of tax		3	22	(86.4)
Loss before tax	5	(353)	(525)	(32.8)
Tax expenses		-	-	-
Loss for the year		(353)	(525)	(32.8)
Loss for the year attributable to:				
Owners of the Company		(305)	(420)	(27.4)
Non-controlling interests		(48)	(105)	(54.3)
Loss for the year		(353)	(525)	(32.8)
Other comprehensive loss:				
Foreign currency translation differences		(14)	77	N.M
Other comprehensive loss, net of tax		(14)	77	N.M
Total comprehensive loss for the year				
Owners of the Company		(320)	(339)	(5.6)
Non-controlling interests		(47)	(109)	(56.9)
		(367)	(448)	(18.1)

N.M. – Not Meaningful

B. Condensed Interim Statements of Financial Position as at 31 December 2021

	Note	Group		Company	
		Unaudited 31/12/21 S\$'000	Audited 30/06/21 S\$'000	Unaudited 31/12/21 S\$'000	Audited 30/06/21 S\$'000
Non-current assets					
Property, plant and equipment	8	44,337	45,329	3	4
Intangible assets	9	6,926	6,558	-	-
Investment in subsidiaries		-	-	8,300	8,300
Associate and joint venture		28	25	-	-
Other investments		484	639	484	639
Other receivables		1,724	1,653	18,323	18,323
Right-of-use assets		43	128	-	-
		53,542	54,332	27,110	27,266
Current assets					
Trade and other receivables		1,871	1,648	7,612	7,702
Inventories		6	75	-	-
Cash and cash equivalents		7,759	8,269	4,772	5,138
		9,636	9,992	12,384	12,840
Total assets		63,178	64,324	39,494	40,106
Non-current liabilities					
Loans and borrowings	11	23,162	23,180	4,265	4,265
Amount due to non-controlling interests		269	800	-	-
Deferred tax liability		1,269	1,269	-	-
		24,700	25,249	4,265	4,265
Current liabilities					
Loans and borrowings	11	1,116	1,096	735	735
Amount due to non-controlling interests		1,152	1,152	-	700
Trade and other payables		1,610	1,768	1,740	907
Lease liabilities		47	139	-	-
		3,925	4,155	2,475	2,342
Total liabilities		28,625	29,404	6,740	6,607
Net assets		34,553	34,920	32,754	33,499
Equity					
Share capital	10	34,626	34,626	34,626	34,626
Reserves		(8,546)	(8,226)	(1,872)	(1,127)
Equity attributable to equity holders of the Company		26,080	26,400	32,754	33,499
Non-controlling interests		8,473	8,520	-	-
Total equity		34,553	34,920	32,754	33,499

C. Consolidated Statement of Cash Flows for the Full Year Ended 31 December 2021

	Period from 01/07/21 to 31/12/21 S\$'000	Period from 01/07/20 to 31/12/20 S\$'000
Cash flows from operating activities		
Loss before tax	(353)	(525)
Adjustments for:-		
Depreciation of property, plant and equipment	996	1,055
Depreciation of Right-of-use assets	85	85
Amortisation of intangible assets	7	7
Interest expenses	451	431
Interest income	(7)	(9)
Share of results of equity-accounted investees, net of tax	(3)	(22)
Unrealised foreign exchange loss	47	2
Operating cash flows before working capital changes	1,223	1,024
Change in working capital: -		
Inventories	69	(10)
Trade and other receivables	(231)	187
Trade and other payables	(166)	182
Cash generated from operations	895	1,383
Interest paid	(447)	(419)
Net cash from operating activities	448	964
Cash flows from investing activities		
Acquisition of property, plant and equipment	(3)	(827)
Acquisition of intangible assets	(375)	(301)
Interest received	7	9
Non-trade amount due from an associate	(68)	-
Return of capital from unquoted fund investments, net	155	-
Withdrawal of fixed deposits pledged	-	55
Investment in other investments	-	(683)
Net cash used in investing activities	(284)	(1,747)
Cash flows from financing activities		
Proceeds from loans and borrowings	-	5,000
Repayment to non-controlling interests	(531)	(280)
Repayment of lease liabilities	(96)	(96)
Net cash (used in) from financing activities	(627)	4,624
Net (decrease) increase in cash and cash equivalents	(463)	3,841
Cash and cash equivalents at beginning of the financial year	7,772	4,050
Effect of exchange rate fluctuations on cash held	(47)	4
Cash and cash equivalents at end of the period	7,262	7,895
Represented by:		
Cash and cash equivalents at end of the period		
Fixed deposits	497	461
Cash and bank balances	7,262	7,434
	7,759	7,895
Less: Fixed deposits with tenor of more than 3 months placed with financial institutions	(497)	(461)
	7,262	7,434

D. Consolidated Statement of Changes in Equity

The Group - For the Half-Year Ended 31 December 2021

Group	Share Capital	Foreign Currency Translation Reserve	Other Reserve	Accumulated Losses	Total attributable to the equity holders of the Company	Non-controlling Interests	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 July 2021	34,626	(393)	(1,338)	(6,495)	26,400	8,520	34,920
Loss for the year	-	-	-	(305)	(305)	(48)	(353)
Other comprehensive loss for the year	-	(15)	-	-	(15)	1	(14)
Total comprehensive loss for the year	-	(15)	-	(305)	(320)	(47)	(367)
Balance as at 31 December 2021	34,626	(408)	(1,338)	(6,800)	26,080	8,473	34,553

The Group - For the Half-Year Ended 31 December 2020

Group	Share Capital	Foreign Currency Translation Reserve	Other Reserve	Accumulated Losses	Total attributable to the equity holders of the Company	Non-controlling Interests	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 July 2020	87,434	(374)	(1,338)	(58,383)	27,339	4,177	31,516
Effect of capital reduction	(52,808)	-	-	52,808	-	-	-
Loss for the period	-	-	-	(420)	(420)	(105)	(525)
Other comprehensive income	-	81	-	-	81	(4)	77
Total comprehensive loss for the period	-	81	-	(420)	(339)	(109)	(448)
Balance as at 31 December 2020	34,626	(293)	(1,338)	(5,995)	27,000	4,068	31,068

The Company – For the Half-Year Ended 31 December 2021

Company	Share Capital	Accumulated Losses	Total
	S\$'000	S\$'000	S\$'000
Balance as at 1 July 2021	34,626	(1,127)	33,499
Loss for the year	-	(745)	(745)
Total comprehensive loss for the year	-	(745)	(745)
Balance as at 31 December 2021	34,626	(1,872)	32,754

The Company – For the Half-Year Ended 31 December 2020

Company	Share Capital	Accumulated Losses	Total
	S\$'000	S\$'000	S\$'000
Balance as at 1 July 2020	87,434	(52,808)	34,626
Effect of capital reduction	(52,808)	52,808	-
Loss for the year	-	(418)	(418)
Total comprehensive loss for the year	-	(418)	(418)
Balance as at 31 December 2020	34,626	(418)	34,208

E. Notes to the Financial Statements

1. Corporate Information

ICP Ltd (the "Company") (Registration Number 196200234E) is incorporated in the Republic of Singapore with its principal place of business and registered office at 10 Anson Road, #28-16 International Plaza, Singapore 079903. The Company is listed on Catalist of Singapore Exchange. The financial statements are expressed in Singapore dollars.

These condensed interim consolidated financial statements as at and for the six months ended 31 December 2021 comprised the Company and its subsidiaries (collectively, the "Group").

The principal activity of the Company and its subsidiaries are that of investment holding, provision of hotel management services, hotel investment and chartering of vessels.

2. Basis of Preparation

The condensed interim financial statements of the Group have been prepared in accordance with Singapore Financial Reporting Standard (International) ("SFRS(I)") 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore.

The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last audited financial statements for the financial year ended 30 June 2021.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in Singapore dollar (SGD or S\$) and all values in the tables are rounded to the nearest thousand (S'000) except when otherwise indicated.

2.1 New and amended standards adopted by the Group

The condensed interim financial statements have been prepared based on accounting policies and methods of computation consistent with those adopted in the most recent audited financial statements of the Group for the financial year ended 30 June 2021. A number of amendments to Standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

2.2 Use of estimates and judgements

The preparation of the condensed interim financial statements in conformity with SFRS(I) requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the most recent audited financial statements as at and for the year ended 30 June 2021.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

3 Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

4 Segment information

The Group has three reportable segments, as described below, which are the Group's strategic business units. These units are managed separately because they require different operational expertise, industry knowledge and separate financial requirements on a standalone basis. For each of the strategic business units, the Executive Directors of the respective strategic business units (the chief operating decision maker) reviews internal management reports on a monthly basis to make strategic decisions including resource allocation and performance assessments.

- (a) Hospitality - Hotel management, franchise and investment
- (b) Vessels chartering - Chartering of vessels (oil tankers)
- (c) Investment holding – Investment and management activities

Performance is measured based on segment profit or loss, as included in the internal management reports that are reviewed by the Executive Director of the respective strategic business units. Segment profit or loss is used to measure performance as the Executive Director of the respective strategic business units believe that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

4.1 Reportable segments

Six months ended 31 December 2021

	Hospitality ⁽ⁱ⁾ S\$'000	Vessels chartering ⁽ⁱⁱ⁾ S\$'000	Investment holding S\$'000	Inter-segment adjustments S\$'000	Total S\$'000
Segment revenue					
Revenue from external customers	1,614	948	-	-	2,562
Inter-segment revenue	76	-	-	(76)	-
Total revenue	1,690	948	-	(76)	2,562
Finance income	4	-	3	-	7
Finance costs	(390)	-	(61)	-	(451)
Share of results of equity-accounted investees, net of tax	3	-	-	-	3
Tax expenses	-	-	-	-	-
Reportable segment profit / (loss) for the year	164	221	(747)	9	(353)
Other material items:					
Depreciation and amortisation charges for the year	417	679	1	(9)	1,088

As at 31 December 2021

Reportable segment assets	48,580	13,231	39,802	(38,435)	63,178
Reportable segment liabilities	44,874	6,279	13,085	(35,615)	28,625

4.1 Reportable segments (continued)

	Hospitality ⁽ⁱ⁾ S\$'000	Vessels chartering ⁽ⁱⁱ⁾ S\$'000	Investment holding S\$'000	Inter-segment adjustments S\$'000	Total S\$'000
<i>Six months ended 31 December 2020</i>					
Segment revenue					
Revenue from external customers	1,435	873	-	-	2,308
Inter-segment revenue	84	-	-	(84)	-
Total revenue	1,519	873	-	(84)	2,308
Finance income	9	-	-	-	9
Finance costs	(431)	-	(6)	-	(437)
Share of results of equity-accounted investees, net of tax	22	-	-	-	22
Tax expenses	-	-	-	-	-
Reportable segment (loss)/profit for the year	(293)	180	(421)	9	(525)
Other material items:					
Depreciation and amortisation charges for the year	505	650	1	(9)	1,147
Other segment information:					
Capital expenditure	378	750	-	-	1,128
<i>As at 30 June 2021</i>					
Reportable segment assets	47,903	14,121	40,415	(38,115)	64,324
Reportable segment liabilities	44,343	7,389	12,952	(35,280)	29,404

Note:

- (i) Compared to 1H2021, hospitality segment has improved its financial results from loss of S\$0.3 million to profit of S\$0.2m in 1H2022. The segment revenue increased from S\$1.5 million in 1H2021 to S\$1.7 million in 1H2022, due to fees from the new Travelodge hotel project in Japan.
- (ii) The profit for vessel chartering segment has improved by S\$41,000 or 23% from S\$180,000 in 1H2021 to S\$221,000 in 1H2022. This was mainly due to increase in chartering rate.

4.2 Disaggregation of Revenue

The Group's revenue is attributable to the geographical location of customers and assets as follows:

	6 months ended	
	31 Dec 2021	31 Dec 2020
	S\$'000	S\$'000
Singapore	1,481	1,400
Malaysia	396	558
Korea	337	257
Japan	238	-
Hong Kong	63	69
Others	48	24
	<u>2,563</u>	<u>2,308</u>

5 Loss before tax

5.1 Significant items

Other than as disclosed elsewhere in the condensed interim financial statements, loss before tax of the Group has been arrived at after charging the following:

	6 months ended	
	31 Dec 2021	31 Dec 2020
	S\$'000	S\$'000
Depreciation of property, plant and equipment	996	1,055
Depreciation of right-of-use assets	85	85
Amortisation of intangible assets	7	7
Foreign exchange loss	47	2

5.2 Related party transactions

Other than disclosed elsewhere in the financial statements, significant related party transactions carried out based on terms agreed between the parties are as follows

	6 months ended	
	31 Dec 2021	31 Dec 2020
	S\$'000	S\$'000
Non-controlling interests		
Vessels chartering income	948	873
Administrative fee charged by a corporate shareholder	20	20
Related corporations		
Hotel fees income from associate	59	66

6 Earnings per share

Basic earnings per share is calculated by dividing the net profit (loss) for the financial period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial period:

	6 months ended	
	31 Dec 2021	31 Dec 2020
Net loss attributable to owners of the Company (S\$'000)	(305)	(420)
Weighted average number of ordinary shares ('000)	3,111,689	3,111,689
Basic loss per share (cents)	<u>(0.010)</u>	<u>(0.013)</u>

7 Net asset value per share

	Group		Company	
	31 Dec 2021	30 Jun 2021	31 Dec 2021	30 Jun 2021
Net asset value attributable to owners of the Company (S\$'000)	26,080	26,400	32,754	33,499
Weighted average number of ordinary shares ('000)	3,111,689	3,111,689	3,111,689	3,111,689
Net asset value per share (cents)	0.84	0.85	1.05	1.08

There were no treasury shares at the end of each respective financial period.

8 Property, plant and equipment

During six months ended 31 December 2021, the Group acquired assets amounting to S\$3,000 (31 December 2020: S\$827,000). There were no disposal of assets during the six months ended 31 December 2021 and 31 December 2020.

9 Intangible assets

	Software S\$'000	Goodwill S\$'000	Trademark S\$'000	Total S\$'000
Group				
Cost				
At 30 June 2021	286	1,167	5,384	6,837
Additions	-	-	375	375
At 31 December 2021	286	1,167	5,759	7,212
Accumulated amortisation				
At 30 June 2021	279	-	-	279
Amortisation for the year	7	-	-	7
At 31 December 2021	286	-	-	286
Carrying amounts				
At 30 June 2021	7	1,167	5,384	6,558
At 31 December 2021	-	1,167	5,759	6,926

The key assumptions, estimates critical judgements made by management in the impairment assessment on intangible assets and the key source of estimation uncertainty were the same as those that applied to the most recent audited financial statements as at and for the year ended 30 June 2021.

10 Share capital

	<u>Group and Company</u>			
	31 Dec 2021	30 Jun 2021	31 Dec 2021	30 Jun 2021
	Number of ordinary shares (‘000)		S\$’000	S\$’000
<i>Issued and fully paid ordinary shares, with no par value</i>				
At the beginning of the financial period / year	3,111,689	3,111,689	34,626	87,434
Capital reduction	-	-	-	(52,808)
At the end of the financial period / year	<u>3,111,689</u>	<u>3,111,689</u>	<u>34,626</u>	<u>34,626</u>

All issued shares are fully paid, with no par value.

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All shares rank equally with regard to the Company’s residual assets.

11 Loans and borrowings

	Group		Company	
	31 Dec 2021 S\$’000	30 Jun 2021 S\$’000	31 Dec 2021 S\$’000	30 Jun 2021 S\$’000
Secured bank loans:				
- Current	381	361	-	-
- Non-current	18,897	18,915	-	-
	<u>19,278</u>	<u>19,276</u>	<u>-</u>	<u>-</u>
Bridging loan:				
- Current	735	735	735	735
- Non-current	4,265	4,265	4,265	4,265
	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>
Current	1,116	1,096	735	735
Non-current	23,162	23,180	4,265	4,265
	<u>24,278</u>	<u>24,276</u>	<u>5,000</u>	<u>5,000</u>

The Group has a secured bank loan and a bridging bank loan with a carrying amount of S\$19,278,000 (30 Jun 2021 : S\$19,276,000) and S\$5,000,000 (30 Jun 2021 : S\$5,000,000) respectively as at 31 December 2021.

Details of any collaterals

The temporary bridging loan under Enterprise Singapore is interest-bearing with a tenure of 5 years. It is secured by an unconditional and irrevocable corporate guarantee from a subsidiary of the Company, Travelodge Hotels (Asia) Pte Ltd.

The secured bank loan is held by one of the subsidiaries of the Group, of which the loan is secured by the Group’s hotel property and freehold land with carrying amount of S\$30,961,000 as at 31 December 2021 (30 Jun 2021 : S\$31,283,000).

12 Subsequent events

There are no known subsequent events which have led to adjustments to this set of condensed interim financial statements.

F. Other Information required pursuant to Appendix 7C of the Catalyst Rules

1. Review

The condensed consolidated statements of financial position of ICP Limited and its subsidiaries as at 31 December 2021 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statements of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

2. A statement showing all sales, transfer, cancellation and/or use of treasury shares as at the end of the current financial period reported on

Not applicable.

3. A statement showing all sales, transfer, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on

Not applicable.

4. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)

Not applicable.

4A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:

- a) Updates on the efforts taken to resolve each outstanding audit issue.
- b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

This is not required for any audit issue that is a material uncertainty relating to going concern.

Not applicable.

5. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:

- a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

Review of Performance

The Group reported revenue of S\$2.6 million in the six months ended 31 December 2021 (“1H2022”), an increase of S\$0.3 million or 11.0% as compared to S\$2.3 million registered in the corresponding period ended 31 December 2020 (“1H2021”). The increase in revenue was mainly contributed by wine sales and hotel consultancy service fee from the first hotel in Japan, which is expected to open in Quarter 3 to Quarter 4 of 2022. Revenue from the vessel chartering segment in 1H2022 increased by S\$41,000 due to increase in chartering rate.

Despite the increase in revenue, cost of sales remains at \$0.8 million in 1H2022. As a result, the Group's gross profit increased by S\$0.2 million or 17.5% from S\$1.5 million in 1H2021 to S\$1.7 million in 1H2022.

Other income dropped from S\$174,000 in 1H2021 to S\$57,000 in 1H2022. 1H2021 other income consists of various government grant income including job support scheme and enhanced work life grant, which are not recurring.

Administrative expenses dropped by S\$112,000 from S\$1.8 million in 1H2021 to S\$1.7 million in 1H2022. The decrease is mainly contributed by the hospitality segment due to various cost-containment measures in Travelodge City Centre.

Other losses of S\$47,000 in 1H2022 is mainly attributable to net foreign exchange loss.

As a result of the above, the Group reported a net loss of S\$0.4 million in 1H2022, a decrease in loss by \$0.1 million or 32.8% as compared to a net loss of S\$0.5 million in 1H2021.

Review on balance sheet

Non-current assets

Property, plant and equipment and right-of-use assets decreased by S\$1.0 million and S\$85,000 respectively mainly attributable to depreciation. Increase in intangible assets of S\$0.4 million relates additional costs incurred on trademark. Other investments decreased by S\$0.2 million arising from the net impact of capital return and capital contribution in the unquoted fund investments. Other receivables increased by S\$71,000 due to additional shareholder advance contributed to an associate of the Group.

Current assets

Current assets decreased by S\$0.4 million, comprised of decrease in cash and cash equivalents of S\$0.5 million and decrease in inventories by S\$69,000, partially offset by the increase in trade and other receivables by S\$0.2 million. The increase in trade and other receivables is in line with the revenue increase.

Non-current liabilities

Non-current liabilities decreased by S\$0.5 million, mainly attributable to amount due to non-controlling interests, as two subsidiaries of the Group, GMT Bravo Pte. Ltd. and GMT Charlie Pte. Ltd., repaid in aggregate S\$0.5 million to the non-controlling interests in 1H2022.

Current liabilities

Current liabilities decreased by S\$0.2 million in 1H2022 mainly attributable to decrease in trade and other payables and lease liabilities.

Equity

Total equity attributable to equity holders of the company decreased by S\$0.3 million mainly arising from net loss for the year. The decrease in non-controlling interests of S\$47,000 is attributable to net loss attributable to non-controlling interests.

Review of Cash Flows

The Group reported a net decrease in cash and cash equivalents of S\$0.5 million, arising from positive operating cash flows of S\$0.4 million, offset by cash used in financing activities of S\$0.6 million, and cash used in investing activities of S\$0.3 million.

6. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results

Not applicable.

7. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months

The adverse impact on the overall hospitality industry due to Covid-19 persisted in 2021. Cross border travel remains at levels significantly below the period before the onset of the pandemic. Restrictions on travel and social interactions continue to be in place, but there was no repeat of the extensive lockdowns most countries experienced during periods in 2020. As many nations rolled out their vaccination programs and more people received protection against Covid-19, the focus in 2021 was on how to resume international and domestic travel in a safe and responsible manner. The discovery of Omicron in late 2021 and its subsequent spread in January 2022 proved to be a setback to this, and some uncertainty remains as to the severity and nature of future variants.

Despite this challenging backdrop, Travelodge Hotels (Asia) Pte Ltd (“TLA”) continues to work on expanding the brand and growing the group’s hospitality business in the region. The first Travelodge in Phuket, Thailand opened its doors on 1 January 2022. Located in Phuket Town, just a few steps away from Central Festival Phuket, the 159-key Travelodge Phuket Town includes the Travelodge signature all-day dining F&B concept called “The Lodge”, a gymnasium and a swimming pool. The hotel provides convenient access to shopping centres, attractions and entertainment in the area.

Japan is a hugely popular tourist destination amongst travellers globally, and the hotel market there has always been of strategic importance to the Group. TLA has successfully secured its first management contract in the country, with the opening of Travelodge Honmachi Osaka expected in Quarter 3 to Quarter 4 of 2022. Launching the Travelodge brand in a key gateway city such as Osaka bodes well for the Group’s future expansion plans in Japan.

While the route to recovery may be uneven across various countries and different continents, the Group envisages that its hospitality business segment will continue to grow as opportunities arise in markets such as Japan, Thailand, South Korea and China. The eventual resumption of international and domestic travel and anticipated relaxation of restrictions will also set the stage for the Group’s hospitality business to further recover.

The Group will continue to be vigilant in cost and liquidity management amidst these difficult times and be ready to ride the recovery from COVID-19.

8. If a decision regarding dividend has been made:

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

No.

(b) (i) Amount per share cents

Not applicable.

(ii) Previous corresponding period cents

Not applicable.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

9. If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.

No dividend has been declared or recommended in view of the fact that the Company is in a loss-making position for the current financial period.

10. Aggregate value of interested person transactions conducted pursuant to shareholders' mandate for the half year ended 31 December 2021.

To date, there is no general mandate from shareholders for interested person transactions.

The aggregate values of all interested person transactions for the half year ended 31 December 2021 did not exceed S\$100,000.

11. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive office or substantial shareholder of the issuer pursuant to Rule 704 (10)

Name	Age	Family relationship with any director, CEO and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Aw Ming-Yao, Marcus	35	Son of Mr. Aw Cheok Huat, a substantial shareholder of the Company	Executive Director of the Company since November 2018	Nil

12. Confirmation by the Board of Directors pursuant to Rule 720(1) of the Catalist Rules

Pursuant to Rule 720(1) of the SGX Catalist Rules, the Company has procured undertakings from all its directors and executive officers.

13. Confirmation by the Board of Directors (“The Board”) pursuant to Rule 705(5) of the Catalist Rule [Negative confirmation pursuant to Rule 705(5)]

Having considered, including but not limited to, the following:

- whether the financial statements provide a balanced and fair view of any material factors that have affected the Company’s business conditions and financial position; and
- whether all material information has been assessed to ensure reliability of the financial statements,

the Board of Directors has confirmed that to the best of its knowledge, nothing has come to its attention which may render the unaudited half year financial results of the Group to be false or misleading in any material respect.

BY ORDER OF THE BOARD

Ong Min'er
Financial Controller

10 February 2022

This announcement has been prepared by the Company and its contents have been reviewed by the Company’s Sponsor, RHT Capital Pte. Ltd. (the “Sponsor”) for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “SGX-ST”). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is:-

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