



**ASL MARINE HOLDINGS LTD.**

(Incorporated in the Republic of Singapore)

Co. Reg. No. 200008542N

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**UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR  
THE FIRST QUARTER ENDED 30 SEPTEMBER 2024**

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**QUARTERLY FINANCIAL STATEMENTS**

Pursuant to Rule 705(2C) of the Singapore Exchange Securities Trading Limited (“SGX-ST”) Listing Manual, the Company is required by SGX-ST to continue to announce its quarterly financial statements.

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## A. Statements of Financial Position

	Note	Group		Company	
		30-Sep-24 \$'000	30-Jun-24 \$'000	30-Sep-24 \$'000	30-Jun-24 \$'000
<b>Non-current assets</b>					
Property, plant and equipment	3	272,107	295,343	-	-
Right-of-use assets		13,971	14,361	-	-
Investment in subsidiaries		-	-	39,849	39,849
Investment in joint ventures and associates		6,346	5,271	-	-
Intangible assets	4	-	-	-	-
Other receivables	7	-	-	5,167	5,167
		<b>292,424</b>	<b>314,975</b>	<b>45,016</b>	<b>45,016</b>
<b>Current assets</b>					
Inventories	5	23,044	34,449	-	-
Contract assets	6	41,122	39,089	-	-
Trade and other receivables	7	57,398	63,043	205,848	209,974
Prepayments		10,326	7,058	146	186
Restricted cash		5,947	9,046	4,288	3,582
Cash and cash equivalents		16,054	17,221	2,149	2,330
		153,891	169,906	212,431	216,072
Assets classified as held for sale	8	69,871	58,577	-	-
		<b>223,762</b>	<b>228,483</b>	<b>212,431</b>	<b>216,072</b>
<b>Current liabilities</b>					
Trade and other payables	9	158,552	169,210	45,933	50,595
Contract liabilities	6	15,490	18,137	-	-
Trust receipts	10	11,876	17,186	-	-
Interest-bearing loans and borrowings	10	114,121	114,758	97,011	93,465
Lease liabilities		366	484	-	-
Income tax payables		15,811	15,378	14	14
		<b>316,216</b>	<b>335,153</b>	<b>142,958</b>	<b>144,074</b>
<b>Net current (liabilities)/ assets</b>		<b>(92,454)</b>	<b>(106,670)</b>	<b>69,473</b>	<b>71,998</b>
<b>Non-current liabilities</b>					
Other liabilities		2,295	2,309	-	-
Interest-bearing loans and borrowings	10	88,028	95,492	53,019	56,636
Lease liabilities		11,228	11,315	-	-
Deferred tax liabilities		6,399	6,339	-	-
		<b>107,950</b>	<b>115,455</b>	<b>53,019</b>	<b>56,636</b>
<b>Net assets</b>		<b>92,020</b>	<b>92,850</b>	<b>61,470</b>	<b>60,378</b>
<b>Equity attributable to owners of the Company</b>					
Share capital	11	130,145	125,574	130,145	125,574
Treasury shares		(923)	(923)	(923)	(923)
Reserves		(36,887)	(30,994)	(67,752)	(64,273)
		<b>92,335</b>	<b>93,657</b>	<b>61,470</b>	<b>60,378</b>
<b>Non-controlling interests</b>		<b>(315)</b>	<b>(807)</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>		<b>92,020</b>	<b>92,850</b>	<b>61,470</b>	<b>60,378</b>

## B. Consolidated Income Statement

		<b>Group</b>		
		<b>3 months ended 30 September</b>		<b>Increase/</b>
		<b>1Q FY2025</b>	<b>1Q FY2024</b>	<b>(Decrease)</b>
<b>Note</b>		<b>\$'000</b>	<b>\$'000</b>	<b>%</b>
	Revenue	83,963	88,094	(4.7)
	Cost of sales	(70,487)	(75,309)	(6.4)
	<b>Gross profit</b>	<b>13,476</b>	<b>12,785</b>	<b>5.4</b>
	Other operating income	539	1,938	(72.2)
	Selling and distribution expenses	(589)	(169)	248.5
	Administrative expenses	(4,185)	(3,763)	11.2
	Other operating expenses	(1,770)	-	Nm
	Finance costs	(6,047)	(6,835)	(11.5)
	Impairment loss on financial assets	(739)	(83)	790.4
	Share of results of joint ventures and associates	1,388	842	64.8
	<b>Profit before tax</b>	<b>2,073</b>	<b>4,715</b>	<b>(56.0)</b>
	Income tax expense	(1,619)	(1,406)	15.1
	<b>Profit for the period</b>	<b>454</b>	<b>3,309</b>	<b>(86.3)</b>
	<b>Attributable to:</b>			
	Owners of the Company	130	3,245	(96.0)
	Non-controlling interests	324	64	406.3
		<b>454</b>	<b>3,309</b>	<b>(86.3)</b>
	<b>Earnings per share (cents per share)</b>			
	Basic	0.01	0.50	(98.0)
	Diluted	0.01	0.50	(98.0)
	<b>Adjusted EBITDA* for the period</b>	<b>17,531</b>	<b>25,759</b>	<b>(31.9)</b>

### Notes:

\* Adjusted EBITDA is computed based on earnings of the Company and its subsidiaries before interest, tax, depreciation, amortisation, and after adjusting for impairment and write-off of financial and non-financial assets and any other non-cash flow items.

Nm: Not meaningful

## C. Consolidated Statement of Comprehensive Income

	Group	
	3 months ended 30 September	
	1Q FY2025	1Q FY2024
	\$'000	\$'000
<b>Profit for the period</b>	454	3,309
<b>Items that may be reclassified subsequently to profit or loss:</b>		
Translation differences relating to financial statement of foreign subsidiaries, net of tax	(i) (5,435)	491
Share of other comprehensive income of joint ventures and associates	(303)	60
<b>Other comprehensive income for the period, net of tax</b>	<b>(5,738)</b>	<b>551</b>
<b>Total comprehensive income for the period</b>	<b>(5,284)</b>	<b>3,860</b>
<b>Attributable to:</b>		
Owners of the Company	(5,776)	3,730
Non-controlling interests	492	130
	<b>(5,284)</b>	<b>3,860</b>

### Notes:

- (i) The movement in foreign currency translation reserves arose from the consolidation of subsidiaries whose functional currencies are United States Dollar, Euro and Indonesian Rupiah.

## D. Statements of Changes in Equity

For the period ended 30-Sep-24									
Group	Attributable to owners of the Company						Equity attributable to owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
	Share capital \$'000	Treasury shares \$'000	Foreign currency translation reserve \$'000	Warrant reserve \$'000	Accumulated losses \$'000	Total reserves \$'000			
<b>1Q FY2025</b>									
<b>As at 1 July 2024</b>	<b>125,574</b>	<b>(923)</b>	<b>2,990</b>	<b>448</b>	<b>(34,432)</b>	<b>(30,994)</b>	<b>93,657</b>	<b>(807)</b>	<b>92,850</b>
<b>Profit for the period</b>	-	-	-	-	<b>130</b>	<b>130</b>	<b>130</b>	<b>324</b>	<b>454</b>
<u>Other comprehensive income</u>									
Translation differences relating to financial statements of foreign subsidiaries, net of tax	-	-	(5,640)	-	-	<b>(5,640)</b>	<b>(5,640)</b>	205	<b>(5,435)</b>
Share of other comprehensive income of joint ventures and associates	-	-	(266)	-	-	<b>(266)</b>	<b>(266)</b>	(37)	<b>(303)</b>
<b>Other comprehensive income for the period, net of tax</b>	-	-	<b>(5,906)</b>	-	-	<b>(5,906)</b>	<b>(5,906)</b>	<b>168</b>	<b>(5,738)</b>
<b>Total comprehensive income for the period</b>	-	-	<b>(5,906)</b>	-	<b>130</b>	<b>(5,776)</b>	<b>(5,776)</b>	<b>492</b>	<b>(5,284)</b>
<u>Contributions by owners</u>									
Conversion of warrants	4,571	-	-	(117)	-	<b>(117)</b>	<b>4,454</b>	-	<b>4,454</b>
Expired warrants not exercised	-	-	-	(331)	331	-	-	-	-
	4,571	-	-	(448)	331	<b>(117)</b>	<b>4,454</b>	-	<b>4,454</b>
<b>As at 30 September 2024</b>	<b>130,145</b>	<b>(923)</b>	<b>(2,916)</b>	-	<b>(33,971)</b>	<b>(36,887)</b>	<b>92,335</b>	<b>(315)</b>	<b>92,020</b>

## D. Statements of Changes in Equity (Cont'd)

For the period ended 30-Sep-23									
Group	Attributable to owners of the Company						Equity attributable to owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
	Share capital \$'000	Treasury shares \$'000	Foreign currency translation reserve \$'000	Warrant reserve \$'000	Accumulated losses \$'000	Total reserves \$'000			
<b>1Q FY2024</b>									
<b>As at 1 July 2023</b>	109,606	(923)	2,333	859	(38,330)	(35,138)	73,545	(671)	72,874
<b>Profit for the period</b>	-	-	-	-	3,245	3,245	3,245	64	3,309
<u>Other comprehensive income</u>									
Translation differences relating to financial statements of foreign subsidiaries, net of tax	-	-	433	-	-	433	433	58	491
Share of other comprehensive income of joint ventures and associates	-	-	52	-	-	52	52	8	60
<b>Other comprehensive income for the period, net of tax</b>	-	-	485	-	-	485	485	66	551
<b>Total comprehensive income for the period</b>	-	-	485	-	3,245	3,730	3,730	130	3,860
<b>As at 30 September 2023</b>	109,606	(923)	2,818	859	(35,085)	(31,408)	77,275	(541)	76,734

**D. Statements of Changes in Equity (Cont'd)**

For the periods ended 30-Sep-24 and 30-Sep-23						
<u>Company</u>	Share capital \$'000	Treasury shares \$'000	Warrant reserve \$'000	Accumulated losses \$'000	Total reserves \$'000	Total equity \$'000
<b><u>1Q FY2025</u></b>						
<b>As at 1 July 2024</b>	<b>125,574</b>	<b>(923)</b>	<b>448</b>	<b>(64,721)</b>	<b>(64,273)</b>	<b>60,378</b>
Loss for the period, representing total comprehensive income for the period	-	-	-	(3,362)	(3,362)	(3,362)
<u>Contributions by owners</u>						
Conversion of warrants	4,571	-	(117)	-	(117)	4,454
Expired warrants not exercised	-	-	(331)	331	-	-
	4,571	-	(448)	331	(117)	4,454
<b>As at 30 September 2024</b>	<b>130,145</b>	<b>(923)</b>	<b>-</b>	<b>(67,752)</b>	<b>(67,752)</b>	<b>61,470</b>
<b><u>1Q FY2024</u></b>						
<b>As at 1 July 2023</b>	<b>109,606</b>	<b>(923)</b>	<b>859</b>	<b>(76,855)</b>	<b>(75,996)</b>	<b>32,687</b>
Loss for the period, representing total comprehensive income for the period	-	-	-	(3,151)	(3,151)	(3,151)
<b>As at 30 September 2023</b>	<b>109,606</b>	<b>(923)</b>	<b>859</b>	<b>(80,006)</b>	<b>(79,147)</b>	<b>29,536</b>

## E. Consolidated Statement of Cash Flows

	<b>Group</b>	
	<b>3 months ended 30 September</b>	
	<b>1Q FY2025</b>	<b>1Q FY2024</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	2,073	4,715
<b>Adjustments for:</b>		
Bad debts written off	2	-
Depreciation of property, plant and equipment	9,469	14,665
Depreciation of right-of-use assets	454	323
Gain on disposal of property, plant and equipment	(183)	(274)
Loss on disposal of assets classified as held for sale	102	-
Impairment loss on financial assets, net:		
- Contract assets	28	11
- Amount due from trade receivables (third parties)	711	72
Interest income	(18)	(20)
Interest expense	6,047	6,835
Property, plant and equipment written off	153	-
Provision for/ (Reversal of) warranty, net	(10)	2
Provision for/ (Reversal of) pension liabilities	2	7
Share of results of joint venture and associates	(1,388)	(842)
<b>Operating cash flows before changes in working capital</b>	<b>17,442</b>	<b>25,494</b>
<b>Changes in working capital:</b>		
Inventories	5,700	(649)
Contract assets and liabilities	(5,061)	(7,019)
Trade and other receivables	4,586	(14,732)
Prepayments	(3,268)	(2,478)
Trade and other payables	(9,864)	8,995
Finance lease receivables	-	205
Other liabilities	(20)	(22)
Balances with related parties (trade)	1,253	1,061
<b>Cash flows generated from operations</b>	<b>10,768</b>	<b>10,855</b>
Interest received from finance lease receivables	-	7
Income tax paid	(733)	(602)
<b>Net cash flows generated from operating activities</b>	<b>10,035</b>	<b>10,260</b>
<b>Cash flows from investing activities</b>		
Interest received	18	13
Expenditures incurred on assets classified as held for sale	(1,429)	-
Purchase of property, plant and equipment	(3,240)	(5,291)
Proceeds from disposal of property, plant and equipment	1,359	274
Proceeds from disposal of assets classified as held for sale	5,833	-
Movement in balances with related parties (non-trade)	-	(131)
<b>Net cash flows generated from/ (used in) investing activities</b>	<b>2,541</b>	<b>(5,135)</b>



## E. Consolidated Statement of Cash Flows (Cont'd)

	<b>Group</b>	
	<b>3 months ended 30 September</b>	
	<b>1Q FY2025</b>	<b>1Q FY2024</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Cash flows from financing activities</b>		
Interest paid	(2,630)	(3,334)
Repayment of interest-bearing loans and borrowings	(13,092)	(8,306)
Principal repayment of lease liabilities	(192)	(571)
Repayment of trust receipts	(12,365)	(12,070)
Proceeds from trust receipts	7,233	12,506
Proceeds from issuance of ordinary shares upon conversion of warrants	4,453	-
Cash and bank balances (restricted use)*	3,099	2,611
<b>Net cash flows used in financing activities</b>	<b>(13,494)</b>	<b>(9,164)</b>
Net decrease in cash and cash equivalents	(918)	(4,039)
Cash and cash equivalents at beginning of period	17,221	12,893
Effects of exchange rate changes on cash and cash equivalents	(249)	-
<b>Cash and cash equivalents at end of period (Note 1)</b>	<b>16,054</b>	<b>8,854</b>
<b>Note 1:</b>		
<b>Cash and cash equivalents comprise the followings:</b>		
Bank balances and cash	22,001	18,080
Less: Restricted cash *		
- Cash at banks	(5,947)	(9,226)
<b>Cash and cash equivalents at end of period</b>	<b>16,054</b>	<b>8,854</b>

\* The Group's restricted cash has been set aside for specific use with respect to certain shipbuilding financing and banking facilities granted to the Group.

## **F. Selected Notes to the Condensed Consolidated Interim Financial Statements**

### **1. Corporate information**

ASL Marine Holdings Ltd. (the “**Company**”), incorporated in the Republic of Singapore on 4 October 2000, is a public limited company listed on the Mainboard of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”).

These condensed consolidated interim financial statements as at and for the three months and period ended 30 September 2024 comprise the Company and its subsidiaries (collectively, the “**Group**”).

The principal activity of the Company is investment holding. The principal activities of the subsidiaries are those relating to shipbuilding, shiprepair and conversion, shipchartering, dredge engineering and other marine related services.

The condensed consolidated interim financial statements have not been audited nor reviewed by the Company’s auditors.

### **2. Basis of preparation**

#### **2.1 Statement of compliance**

The condensed consolidated interim financial statements for the three months ended 30 September 2024 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“**SFRS(I)**”) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore, and should be read in conjunction with the Group’s last annual consolidated financial statements as at and for the year ended 30 June 2024. The condensed consolidated 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 annual financial statements for the year ended 30 June 2024.

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 2.5.

#### **2.2 Basis of measurement**

The condensed consolidated interim financial statements have been prepared on the historical cost basis except as otherwise disclosed.

The condensed consolidated interim financial statements are presented in Singapore dollars (“**SGD**” or “**\$**”), which is the Company’s functional currency, and all values in the tables are rounded to the nearest thousand (\$’000) except when otherwise indicated.

#### **2.3 Going concern basis of preparation of financial statements**

The Group recorded profit after tax of \$454,000 (1Q FY2024: \$3,309,000) for the financial period ended 30 September 2024 (“**1Q FY2025**”). As at 30 September 2024, the Group’s current liabilities exceeded its current assets by \$92,454,000 (30 June 2024: \$106,670,000). As at 30 September 2024, the Group’s and Company’s total borrowings amounted to \$214,025,000 and \$150,030,000 (30 June 2024: \$227,436,000 and \$150,101,000) of which \$125,997,000 and \$97,011,000 (30 June 2024: \$131,944,000 and \$93,465,000) were classified as current liabilities respectively.

## 2.3 Going concern basis of preparation of financial statements (Cont'd)

The Group's businesses are capital intensive. As at 30 September 2024, the aggregate value of property, plant and equipment and right-of-use assets amounted to \$286,078,000 (30 June 2024: \$309,704,000), which represented 55% (30 June 2024: 57%) of its total assets. The majority of these assets were financed through bank loans, bonds and lease liabilities of \$213,743,000 (30 June 2024: \$222,049,000), which represented 50% (30 June 2024: 49%) of its total liabilities as of 30 September 2024. The Group has been generating positive operating cash flows in fulfilling its debt repayment obligations, with majority of its debts maturing in 2025 and beyond.

The management and directors of the Company, having assessed the available sources of liquidity and funding, believe that the Group and the Company can continue as a going concern for the foreseeable future. In analysing the validity of the going concern basis applied in the preparation of the condensed consolidated interim financial statements of the Group and the Company, the following factors were considered:

- (i) The Group is able to generate sufficient operating cash flows from operations to meet its working capital needs. This is supported by positive Earnings before Interest, Tax, Depreciation, Amortisation and after adjusting for impairments and any other non-cash flow items of \$17,531,000 for 1Q FY2025 (1Q FY2024: \$25,759,000). The consolidated net cash flows generated from operating activities have been consistently positive, and the Group has been meeting all its short-term obligations. The availability of the working capital banking facilities secured since August 2019 from its principal lenders provide the Group with short term trade financing when needed;
- (ii) Management has asserted increased efforts in
  - Elevating sales and acquiring new customers;
  - Broadening the sources of supply to enhance competitive procurement;
  - Improving productivity; and
  - Disposing vessels to decrease debt and interest expenses, thereby enhancing the cash flow position.
- (iii) Continuing support from principal lenders including trade line and project financing which provides a strong base in sustaining the businesses of the Group. The principal lenders had also granted the Group waivers from complying with certain financial covenants, and further request for the waiver may be sought, when appropriate;
- (iv) The controlling shareholders of the Company remain supportive to the Company and the Group with their injection of funds during the Company's last two fund raising exercises in December 2016 and July 2019. The controlling shareholders remain committed to funding the Company and Group and have exercised 211,521,475 warrants with total gross proceeds of S\$12,691,289 arising from their conversion of warrants; and
- (v) With respect to the Series 6 and Series 7 Notes which are due on 28 March 2025 and 1 October 2026 of \$86,500,000 and \$42,500,000 respectively (the "Notes"), the Company is seeking to raise new funds to refinance the Notes.

## 2.4 Uses of estimates and judgements

The preparation of the condensed consolidated interim financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities. These are assessed on an on-going basis and are based on experience and relevant factors, including expectations of future events that are believed to be reasonable under the circumstances. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

The critical judgement and key sources of estimation uncertainty made by the management remains unchanged from unaudited consolidated financial statements for the financial year ended 30 June 2024.

## 2.5 New and amended standards

During the current financial period, the Group and the Company have adopted new or amended Singapore Financial Reporting Standards (International) (“SFRS(I)”) which took effective for annual periods beginning on or after 1 July 2024.

The adoption of the new accounting standards does not have any significant impact on the financial statements of the Group and of the Company for the period ended 30 September 2024. Accordingly, it has no material impact on the earnings per share of the Group and the Company.

## 3. Property, plant and equipment

	Group	
	30-Sep-24	30-Sep-23
	\$'000	\$'000
<b>Balance as at 1 July</b>	<b>295,343</b>	<b>394,252</b>
Additions	3,240	6,761
Disposals/ Write-off	(1,330)	-
Depreciation charge	(9,189)	(12,041)
Transfer to assets classified as held for sale	(12,243)	-
Translation differences	(3,714)	1,708
<b>Balance as at 30 September</b>	<b>272,107</b>	<b>390,680</b>

Depreciation charge for the period as shown in profit or loss is arrived at as follows:

	Group	
	3 months ended 30 September	1Q FY2024
	1Q FY2025	1Q FY2024
	\$'000	\$'000
Depreciation charge for the period	9,189	12,041
Depreciation included in construction work-in-progress carried forward	(1,797)	(1,311)
Depreciation capitalised in prior year construction work-in-progress now charged to consolidated income statement	2,077	3,935
<b>Depreciation charge as disclosed in Note 16</b>	<b>9,469</b>	<b>14,665</b>

#### 4. Intangible assets

Intangible assets comprise customer relationships, brand, goodwill, patented technology and order backlog which were acquired in a business combination. The intangible assets were fully amortised and impaired.

#### 5. Inventories

Inventories comprise the following:

	<b>Group</b>	
	<b>30-Sep-24</b>	<b>30-Jun-24</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>At cost or net realisable value:</b>		
Raw materials and consumables	20,830	27,068
Finished goods	2,214	7,381
	<b>23,044</b>	<b>34,449</b>

#### 6. Contracts assets and contract liabilities

Information on contract assets and contract liabilities from contracts with customers is disclosed as follows:

	<b>Group</b>	
	<b>30-Sep-24</b>	<b>30-Jun-24</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Contract assets</b>		
<b>Current</b>		
Accrued revenue	13,797	14,805
Construction work-in-progress	27,325	24,284
	<b>41,122</b>	<b>39,089</b>
<b>Contract liabilities</b>		
<b>Current</b>		
Deferred income and deposits received from customers	(9,431)	(9,015)
Progress billings in excess of construction work-in-progress	(6,059)	(9,122)
	<b>(15,490)</b>	<b>(18,137)</b>

Construction work-in-progress and progress billings in excess of construction work-in-progress are disclosed as follows:

	<b>Group</b>	
	<b>30-Sep-24</b>	<b>30-Jun-24</b>
	<b>\$'000</b>	<b>\$'000</b>
At gross:		
Construction work-in-progress and attributable profits (less recognised losses) to date	49,562	53,339
Less: Progress billings	(28,296)	(38,177)
	<b>21,266</b>	<b>15,162</b>
Presented on a contract basis, net:		
Construction work-in-progress	27,325	24,284
Progress billings in excess of construction work-in-progress	(6,059)	(9,122)
	<b>21,266</b>	<b>15,162</b>

## 7. Trade and other receivables

	Group		Company	
	30-Sep-24 \$'000	30-Jun-24 \$'000	30-Sep-24 \$'000	30-Jun-24 \$'000
<b>Non-current</b>				
Other receivables:				
Amount due from a subsidiary	-	-	5,167	5,167
	-	-	<b>5,167</b>	<b>5,167</b>
<b>Current</b>				
Trade receivables	56,176	60,470	-	-
Less: Allowance for impairment	(16,659)	(16,310)	-	-
	39,517	44,160	-	-
Other receivables and deposits	13,185	13,849	21	20
Amounts due from subsidiaries	-	-	251,588	255,983
Amounts due from joint ventures and associates	56,982	58,228	2,480	2,622
Amounts due from related parties	427	434	-	-
	70,594	72,511	254,089	258,625
Less: Allowance for impairment				
Other receivables	(1,428)	(1,437)	-	-
Amounts due from subsidiaries	-	-	(46,889)	(47,157)
Amounts due from joint ventures and associates	(51,243)	(52,147)	(1,352)	(1,494)
Amounts due from related parties	(42)	(44)	-	-
	(52,713)	(53,628)	(48,241)	(48,651)
	<b>17,881</b>	<b>18,883</b>	<b>205,848</b>	<b>209,974</b>
<b>Total trade and other receivables (current)</b>	<b>57,398</b>	<b>63,043</b>	<b>205,848</b>	<b>209,974</b>
<b>Total trade and other receivables (current and non-current)</b>	<b>57,398</b>	<b>63,043</b>	<b>211,015</b>	<b>215,141</b>

## 8. Assets classified as held for sale

	Group	
	30-Sep-24 \$'000	30-Sep-23 \$'000
<b>Vessels</b>		
<b>Balance as at 1 July</b>	<b>58,577</b>	-
Additions	1,429	-
Disposals	(5,936)	-
Translation differences	(2,147)	-
Transfer from inventories	5,705	-
Transfer from property, plant and equipment	12,243	-
<b>Balance as at 30 September</b>	<b>69,871</b>	-

The Group had entered into agreements with various third parties for the sales of vessels. In addition, the Group was also in discussions with various parties and was in the process of finalising the sales of vessels. Accordingly, these vessels have been classified as held for sale at the end of the reporting periods.

## 9. Trade and other payables

	Group		Company	
	30-Sep-24 \$'000	30-Jun-24 \$'000	30-Sep-24 \$'000	30-Jun-24 \$'000
<b>Current</b>				
Trade payables and accruals	142,922	153,009	2,790	4,241
Payables for property, plant and equipment	5,807	6,407	-	-
Other payables	2,326	2,177	-	-
Other liabilities:				
- Deferred income	699	727	-	-
- Deposits received from customers	1,800	1,871	-	-
Amounts due to subsidiaries	-	-	43,143	46,354
Amounts due to joint ventures and associates	263	263	-	-
Amounts due to related parties	4,534	4,534	-	-
Amounts due to non-controlling interests of subsidiaries	197	208	-	-
Provision for warranty	4	14	-	-
	<b>158,552</b>	<b>169,210</b>	<b>45,933</b>	<b>50,595</b>
<b>Total trade and other payables</b>	<b>158,552</b>	<b>169,210</b>	<b>45,933</b>	<b>50,595</b>

The balances with joint ventures and associates and related parties and non-controlling interests of subsidiaries are unsecured, interest-free and repayable on demand.

Related parties are Koon Holdings Limited (“KHL”) and its subsidiaries (collectively known as “Koon Group”) and Sintech Metal Industries Pte Ltd (“Sintech”). KHL was placed under Creditors’ Voluntary Liquidation on 12 May 2022. Mr. Ang Sin Liu wholly owns Sintech, which is an exempt private company limited by share. Mr. Ang Sin Liu is the father of Mr. Ang Kok Tian, Mr. Ang Ah Nui and Mr. Ang Kok Leong, all of whom are Directors and substantial shareholders of the Company.

## 10. Loans and borrowings

	Group		Company	
	30-Sep-24 \$'000	30-Jun-24 \$'000	30-Sep-24 \$'000	30-Jun-24 \$'000
<b>Current</b>				
Trust receipts	11,876	17,186	-	-
Interest-bearing loans and borrowings:				
- Finance lease liabilities (secured)	3,000	2,660	-	-
- Floating rate (secured)	109,736	110,259	97,011	93,465
- Fixed rate (unsecured)	1,385	1,839	-	-
	114,121	114,758	97,011	93,465
	<b>125,997</b>	<b>131,944</b>	<b>97,011</b>	<b>93,465</b>
<b>Non-current</b>				
Interest-bearing loans and borrowings:				
- Finance lease liabilities (secured)	5,001	4,873	-	-
- Floating rate (secured)	83,027	90,619	53,019	56,636
	<b>88,028</b>	<b>95,492</b>	<b>53,019</b>	<b>56,636</b>
	<b>214,025</b>	<b>227,436</b>	<b>150,030</b>	<b>150,101</b>

Loans and borrowings of the Group and the Company are secured by certain assets of the Group as follows:

- Legal mortgages of certain leasehold properties of subsidiaries;
- Legal mortgages over certain vessels, plant and equipment of subsidiaries;
- Assignment of charter income and insurance of certain vessels of subsidiaries;
- Certain vessels under construction;
- Assignment and subordination of intercompany loans; and
- Corporate guarantees from the Company and certain subsidiaries.

The Group's and the Company's secured borrowings included the Series 006 and Series 007 notes (the "Notes") issued pursuant to the S\$500,000,000 Multicurrency Debt Issuance Programme established by the Company. The Series 006 and Series 007 notes with carrying value of \$87,270,000 (30 June 2024: \$83,735,000) and \$37,877,000 (30 June 2024: \$37,877,000) will mature on 28 March 2025 and 1 October 2026 respectively. The Notes are secured by floating charge of vessels, which are pledged as securities for the \$99,900,000 5-year club term loan facility ("CTL Facility"). The bullet payment of carrying value of \$87.3 million (Face value: \$86.5 million) for Series 6 Notes due on 28 March 2025 was transferred from non-current to current portion of interest-bearing loans and borrowings. The total carrying value of the collateralized assets as of 30 September 2024 was \$208,213,000 (30 June 2024: \$268,151,000).

## 11. Share capital and treasury shares

	Group and Company					
	Number of shares			Amount		
	Issued share capital	Treasury shares	Issued share capital (Excluding treasury shares)	Issued share capital \$'000	Treasury shares \$'000	Total \$'000
<b>Fully paid ordinary shares, with no par value</b>						
<b><u>1Q FY2025</u></b>						
Balance as at 1 July 2024	916,220,201	(2,511,600)	913,708,601	125,574	(923)	124,651
Conversion of warrants	74,220,375	-	74,220,375	4,571	-	4,571
<b>Balance as at 30 September 2024</b>	<b>990,440,576</b>	<b>(2,511,600)</b>	<b>987,928,976</b>	<b>130,145</b>	<b>(923)</b>	<b>129,222</b>
<b><u>FY2024</u></b>						
Balance as at 1 July 2023	656,942,041	(2,511,600)	654,430,441	109,606	(923)	108,683
Conversion of warrants	259,278,160	-	259,278,160	15,968	-	15,968
<b>Balance as at 30 June 2024</b>	<b>916,220,201</b>	<b>(2,511,600)</b>	<b>913,708,601</b>	<b>125,574</b>	<b>(923)</b>	<b>124,651</b>

	Group and Company		
	As at 30-Sep-24	As at 30-Jun-24	As at 30-Sep-23
Total number of issued shares	990,440,576	916,220,201	656,942,041
Total number of treasury shares	(2,511,600)	(2,511,600)	(2,511,600)
<b>Total number of issued shares (excluding treasury shares)</b>	<b>987,928,976</b>	<b>913,708,601</b>	<b>654,430,441</b>

The holders of ordinary shares (except for treasury shares) are entitled to receive dividends as and when declared by the Company. All ordinary shares (except for treasury shares) carry one vote per share without restriction.



## Treasury shares

Treasury shares relate to ordinary shares of the Company that are held by the Company, the Company's subsidiaries did not hold any treasury shares. During the financial periods ended 30 September 2024 and 30 September 2023, the Company did not buy back any shares and there were no sales, transfers, disposal, cancellation and/ or use of treasury shares.

## Warrants

	Group and Company		
	Number of Warrants		
	As at 30-Sep-24	As at 30-Jun-24	As at 30-Sep-23
<b>Balance as at 1 July</b>	<b>282,689,053</b>	<b>541,967,213</b>	<b>541,967,213</b>
Warrants exercised	(74,220,375)	(259,278,160)	-
Expired warrants not exercised	(208,468,678)		-
<b>Ending balance</b>	<b>-</b>	<b>282,689,053</b>	<b>541,967,213</b>

## Other information

The percentage of the aggregate number of treasury shares held against the total number of shares outstanding that is listed as at 30 September 2024 and 30 September 2023 are 0.25% and 0.38% respectively.

Except for the warrants, there were no convertible securities as at 30 September 2023. As at 30 September 2024, 358,662,035 warrants were exercised since the date of issuance of warrants on 25 July 2019. 208,468,678 warrants were not exercised and cancelled on its expiry date on 23 July 2024.

The Company has no subsidiary holdings as at 30 September 2024 and 30 September 2023.

## 12 Segment and revenue information

### 12.1 (i) Business segments

The Group's operating segments are its strategic business units that offer different products and serves different markets. Management monitors the operating results of its business segments separately for purpose of making decisions about resource allocation and performance assessment. The Group has the following four main business segments:

Shipbuilding	: Construction of vessels
Shiprepair conversion and engineering services	: Provision of shiprepair, dredging engineering products and marine related services
Shipchartering	: Provision for chartering of vessels and transportation services
Investment holding	: Provision of corporate and treasury services to the Group

The following tables set out the Group's revenue and assets in various business segments:

	<b>Group</b>					
	<b>3 months ended 30 September</b>					
	<b>Shipbuilding</b>	<b>Shiprepair, conversion and engineering services</b>	<b>Shipchartering</b>	<b>Investment holding</b>	<b>Eliminations</b>	<b>Consolidated</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Revenue and expenses</b>						
<b>From 1 July 2024 to 30 September 2024</b>						
Revenue from external customers	19,547	38,989	25,427	-	-	83,963
Inter-segment revenue	10,598	11,874	4,002	-	(26,474)	-
<b>Total revenue</b>	<b>30,145</b>	<b>50,863</b>	<b>29,429</b>	<b>-</b>	<b>(26,474)</b>	<b>83,963</b>
Segment results	673	8,822	(2,514)	(249)	-	6,732
Finance costs						(6,047)
Share of results of joint ventures and associates						1,388
Income tax expense						(1,619)
<b>Profit for the period</b>						<b>454</b>
<b>Revenue and expenses</b>						
<b>From 1 July 2023 to 30 September 2023</b>						
Revenue from external customers	17,535	43,717	26,842	-	-	88,094
Inter-segment revenue	3,345	11,834	3,897	-	(19,076)	-
<b>Total revenue</b>	<b>20,880</b>	<b>55,551</b>	<b>30,739</b>	<b>-</b>	<b>(19,076)</b>	<b>88,094</b>
Segment results	1,065	9,591	341	(296)	-	10,701
Interest income from finance lease receivables	-	-	7	-	-	7
Finance costs						(6,835)
Share of results of joint ventures and associates						842
Income tax expense						(1,406)
<b>Profit for the period</b>						<b>3,309</b>

## 12.1 (i) Business segments (Cont'd)

	Group					
	3 months ended 30 September					
	Shipbuilding \$'000	Shiprepair, conversion and engineering services \$'000	Shipchartering \$'000	Investment holding \$'000	Eliminations \$'000	Consolidated \$'000
<b>Assets and liabilities</b>						
<b>As at 30 September 2024</b>						
Segment assets	61,621	137,439	302,900	7,880	-	509,840
Unallocated assets						6,346
<b>Total assets</b>						<b>516,186</b>
Segment liabilities	51,992	78,528	54,608	2,803	-	187,931
Unallocated liabilities						236,235
<b>Total liabilities</b>						<b>424,166</b>
<b>Assets and liabilities</b>						
<b>As at 30 September 2023</b>						
Segment assets	47,744	155,680	357,921	5,089	-	566,434
Unallocated assets						5,175
<b>Total assets</b>						<b>571,609</b>
Segment liabilities	42,041	106,493	68,096	2,339	-	218,969
Unallocated liabilities						275,906
<b>Total liabilities</b>						<b>494,875</b>

	Group					
	3 months ended 30 September					
	Shipbuilding \$'000	Shiprepair, conversion and engineering services \$'000	Shipchartering \$'000	Investment holding \$'000	Eliminations \$'000	Consolidated \$'000
<b>Other segmental information</b>						
<b>From 1 July 2024 to 30 September 2024</b>						
Capital expenditure	400	947	1,893	-	-	3,240
Depreciation and amortisation	1,530	2,208	6,185	-	-	9,923
Other non-cash (income)/ expense	-	(6)	153	-	-	147
(Reversal of)/ impairment loss on financial assets, net	-	(202)	941	-	-	739
Finance costs	492	1,571	869	3,115	-	6,047
Interest income	(6)	(8)	(3)	(1)	-	(18)
<b>Other segmental information</b>						
<b>From 1 July 2023 to 30 September 2023</b>						
Capital expenditure	1,020	3,853	1,888	-	-	6,761
Depreciation and amortisation	1,357	4,651	8,980	-	-	14,988
Other non-cash expense	-	9	-	-	-	9
(Reversal of)/ impairment loss on financial assets, net	-	(605)	688	-	-	83
Finance costs	872	1,856	1,249	2,858	-	6,835
Interest income	(1)	(8)	(10)	(1)	-	(20)

## 12.1 (ii) Geographical segments

The Group operates in Singapore, Indonesia, Rest of Asia, Europe, Australia and other countries. In presenting information on the basis of geographical segments, segment revenue is based on the countries in which customers are invoiced.

Non-current assets relate to property, plant and equipment, right-of-use assets, investment in joint ventures and associates, intangible assets and finance lease receivables. Non-current assets are based on the geographical location of the respective entities within the Group.

	<b>Group</b>						
	<b>3 months ended 30 September</b>						
	<b>Singapore</b>	<b>Indonesia</b>	<b>Rest of</b>	<b>Europe</b>	<b>Australia</b>	<b>Other</b>	<b>Consolidated</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>Asia</b>	<b>\$'000</b>	<b>\$'000</b>	<b>Countries</b>	<b>\$'000</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>From 1 July 2024 to 30 September 2024</b>							
Revenue from external customers	28,059	31,935	4,914	5,924	4,270	8,861	83,963
Non-current assets	167,997	123,679	6	742	-	-	292,424
<b>From 1 July 2023 to 30 September 2023</b>							
Revenue from external customers	41,354	10,252	14,817	1,567	12,521	7,583	88,094
Non-current assets	243,686	123,470	41,304	1,038	-	-	409,498

Management believes it would not be meaningful to analyse the segment assets by geographical segment because:

- a. For charter services, certain vessels cannot be practically allocated to the different geographical areas. Charterers of the Group's vessels have the discretion to operate within a wide area and are not constrained by a specific sea route; and
- b. For shipyard operations, majority of the large scale repair works are performed in the Group's Batam shipyard, and where geographical location of customers is outside Indonesia, the segment revenue is presented based on the geographical location of customers.

## 12.2 Disaggregation of revenue

Group	3 months ended 30 September					
	1Q FY2025			1Q FY2024		
	At a point in time	Over time	Total	At a point in time	Over time	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Shipbuilding segment</b>						
Construction of tugs	-	-	-	-	5,504	5,504
Construction of barges and others	19,547	-	19,547	6,862	5,169	12,031
	19,547	-	19,547	6,862	10,673	17,535
<b>Shiprepair, conversion and engineering services segment</b>						
Provision of shiprepair and related services	-	36,199	36,199	-	38,828	38,828
Provision of engineering service and sales of components	1,940	850	2,790	1,490	3,399	4,889
	1,940	37,049	38,989	1,490	42,227	43,717
<b>Shipchartering segment</b>						
Leasing income	-	8,160	8,160	-	13,714	13,714
Mobilisation and demobilisation income	-	1,021	1,021	-	755	755
Freight income	-	10,377	10,377	-	4,759	4,759
Other charter ancillary and marine related service income	1,020	4,751	5,771	1,553	5,917	7,470
Ship management income	-	12	12	-	12	12
Trade sales	86	-	86	132	-	132
	1,106	24,321	25,427	1,685	25,157	26,842
	<b>22,593</b>	<b>61,370</b>	<b>83,963</b>	<b>10,037</b>	<b>78,057</b>	<b>88,094</b>

## 12.2 Disaggregation of revenue (Cont'd)

The following table set out the Group's revenue disaggregated by primary geographical markets and business segments:

	<b>Group</b>							
	<b>3 months ended 30 September</b>							
	<b>Shipbuilding</b>		<b>Shiprepair, conversion and engineering services</b>		<b>Shipchartering and rental</b>		<b>Total</b>	
	<b>1Q FY2025</b>	<b>1Q FY2024</b>	<b>1Q FY2025</b>	<b>1Q FY2024</b>	<b>1Q FY2025</b>	<b>1Q FY2024</b>	<b>1Q FY2025</b>	<b>1Q FY2024</b>
<b>\$'000</b>		<b>\$'000</b>		<b>\$'000</b>		<b>\$'000</b>		
Singapore	4,339	10,145	17,868	17,589	5,852	13,620	28,059	41,354
Indonesia	15,354	-	6,842	7,221	9,739	3,031	31,935	10,252
Rest of Asia	-	5,978	2,967	4,462	1,947	4,377	4,914	14,817
Europe	12	-	5,329	1,499	583	68	5,924	1,567
Australia	-	1,412	2,906	8,809	1,364	2,300	4,270	12,521
Other countries	(158)	-	3,077	4,137	5,942	3,446	8,861	7,583
	<b>19,547</b>	<b>17,535</b>	<b>38,989</b>	<b>43,717</b>	<b>25,427</b>	<b>26,842</b>	<b>83,963</b>	<b>88,094</b>

## 12.3 Seasonality of operations

The Group's shipyard and shipchartering businesses are not affected significantly by seasonable factors quarter-to-quarter in a financial year.

### 13. Other operating income

	Group	
	3 months ended 30 September	
	1Q FY2025	1Q FY2024
	\$'000	\$'000
Gain on disposal of property, plant and equipment	183	274
Gain on foreign exchange, net	-	1,632
Interest income from debt instruments at amortised costs:		
- Deposits and bank balances	18	13
- Finance lease receivables	-	7
Insurance claims/ (in excess)	55	(196)
Rental income	73	69
Miscellaneous income	210	139
	<b>539</b>	<b>1,938</b>

### 14. Other operating expenses

	Group	
	3 months ended 30 September	
	1Q FY2025	1Q FY2024
	\$'000	\$'000
Bad debts written off	2	-
Loss on disposal of assets classified as held for sale	103	-
Loss on foreign exchange, net	1,512	-
Property, plant and equipment written off	153	-
	<b>1,770</b>	<b>-</b>

### 15. Finance costs

	Group	
	3 months ended 30 September	
	1Q FY2025	1Q FY2024
	\$'000	\$'000
<b>Interest expense on:</b>		
Bank loans and bonds	2,134	3,139
Finance lease	169	64
Lease liabilities	327	322
Trust receipts	413	232
Amortisation of bank loans and bonds	3,417	3,310
	<b>6,460</b>	<b>7,067</b>
<b>Less:</b>		
<b>Interest expense capitalised in contract assets:</b>		
Trust receipts	(117)	(49)
<b>Interest expense charged to cost of sales:</b>		
Trust receipts	(296)	(183)
	<b>6,047</b>	<b>6,835</b>

## 16. Profit before tax

	<b>Group</b>	
	<b>3 months ended 30 September</b>	
	<b>1Q FY2025</b>	<b>1Q FY2024</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Profit before tax is stated after charging/ (crediting):</b>		
Audit fees paid/ payable:		
- Auditor of the Company	96	88
- Overseas affiliates of the auditors of the Company	25	23
- Other auditors	3	3
- Non-audit fees paid/ payable to auditor of the Company	4	4
Bad debts written off	2	-
Depreciation of property, plant and equipment	9,469	14,665
Depreciation of right-of-use assets	454	323
Employee benefits expense	11,784	10,836
Impairment loss on financial assets, net		
- Contract assets	28	11
- Amount due from trade receivables (third parties)	711	72

## 17. Income tax expense

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense are:

	<b>Group</b>	
	<b>3 months ended 30 September</b>	
	<b>1Q FY2025</b>	<b>1Q FY2024</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Current income tax:</b>		
Current year income tax	1,620	1,410
Over provision in prior years	(118)	(4)
	<b>1,502</b>	<b>1,406</b>
<b>Deferred tax:</b>		
Under provision in prior years	117	-
	<b>117</b>	<b>-</b>
Income tax expense	<b>1,619</b>	<b>1,406</b>

## 18. Earnings per share

Basic earnings per share are calculated by dividing profit, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period.

Diluted earnings per share are calculated by dividing profit, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.



## 18. Earnings per share (Cont'd)

The following table reflects the profit and share data used in the computation of basic and diluted earnings per share during the financial periods reported on:

	<b>Group</b>	
	<b>3 months ended 30 September</b>	
	<b>1Q FY2025</b>	<b>1Q FY2024</b>
<b>Earnings per ordinary share:</b>		
(i) On weighted average no. of ordinary shares in issue	0.01 cents	0.50 cents
(ii) On a fully diluted basis	0.01 cents	0.50 cents
<b>Net profit attributable to shareholders</b>	\$130,000	\$3,245,000
<b>Number of shares in issue:</b>		
(i) Weighted average no. of shares in issue	973,517,474	654,430,441
(ii) On a fully diluted basis	973,517,474	654,430,441

Treasury shares have not been included in the calculation of both basic and diluted earnings per share because the holders of these treasury shares are not entitled to dividend of the Company.

The outstanding warrants as disclosed in Note 11 have been included in the calculation of diluted earnings per share in 1Q FY2025. No adjustment has been made in 1Q FY2024 because it was anti-dilutive. The warrants have expired on 23 July 2024.

## 19. Net asset value per share

	<b>Group</b>		<b>Company</b>	
	<b>30-Sep-24</b>	<b>30-Jun-24</b>	<b>30-Sep-24</b>	<b>30-Jun-24</b>
Net Asset Value (" <b>NAV</b> ") per ordinary share	9.35 cents	10.25 cents	6.22 cents	6.61 cents
NAV computed based on no. of ordinary shares issued	987,928,976	913,708,601	987,928,976	913,708,601

The calculation of net asset value per share as at 30 September 2024 and 30 June 2024 was computed based on the number of shares as at the end of the reporting periods.

## 20. Related party transactions

In addition to the related party information disclosed elsewhere in the condensed consolidated interim financial statements, the following significant transactions were entered by the Group and its related parties on terms agreed between the parties during the financial periods:

## 20. Related party transactions (Cont'd)

### (i) Sale and purchase of goods and services

	Group	
	3 months ended 30 September	
	1Q FY2025	1Q FY2024
	\$'000	\$'000
<b>Joint ventures and associates</b>		
Charter and trade expenses	(516)	(433)
Shiprepair income	-	157

	Company	
	3 months ended 30 September	
	1Q FY2025	1Q FY2024
	\$'000	\$'000
<b>Subsidiaries</b>		
Interest income	1,145	1,555

### (ii) Settlement of liabilities on behalf by/ (for) the Group

	Group	
	3 months ended 30 September	
	1Q FY2025	1Q FY2024
	\$'000	\$'000
Joint ventures and associates	373	240
Related parties	-	8

## 21. Fair value measurement

### (i) Financial assets and financial liabilities

The following table shows carrying amounts of financial assets and financial liabilities. It does not include fair value information for financial assets and financial liabilities measured at amortised cost if the carrying amount is a reasonable approximation of fair value.

	Group		Company	
	30-Sep-24	30-Jun-24	30-Sep-24	30-Jun-24
	\$'000	\$'000	\$'000	\$'000
<b>Financial assets not measured at fair value</b>				
Trade and other receivables	57,398	63,043	211,015	215,141
Accrued revenue	13,797	14,805	-	-
Cash and bank balances	22,001	26,267	6,437	5,912
<b>At amortised cost</b>	<b>93,196</b>	<b>104,115</b>	<b>217,452</b>	<b>221,053</b>
<b>Financial liabilities not measured at fair value</b>				
Trade and other payables*	156,049	166,598	45,933	50,595
Trust receipts	11,876	17,186	-	-
Interest bearing loans and borrowings	202,149	210,250	150,030	150,101
Lease liabilities	11,594	11,799	-	-
<b>At amortised cost</b>	<b>381,668</b>	<b>405,833</b>	<b>195,963</b>	<b>200,696</b>

\* Excludes deferred income, deposits received from customers and provision for warranty.

## 21. Fair value measurement (Cont'd)

### (ii) Measurement of fair values

#### (a) Fair value hierarchy

The Group and the Company classify fair value measurement using a fair value hierarchy that is dependent on the valuation inputs used as follows:

Level 1: Quoted prices (unadjusted) in active markets of identical assets or liabilities that the Group can access at the measurement date,

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and

Level 3: Unobservable inputs for the asset or liability.

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

There have been no transfers between Level 1 and Level 2 and no transfers into or out of Level 3 during financial periods ended 30 September 2024 and 30 June 2024.

#### (b) Assets and liabilities measured at fair value

##### Level 3 fair value measurements

###### Property, plant and equipment

The recoverable amounts of certain plant and equipment were based on fair value less cost of disposal which was determined by independent valuers. The valuers considered replacement costs of similar plant and equipment currently owned by the Group adjusted for age, condition and technological obsolescence. In addition, the valuers also considered sales of similar plant and equipment that have been transacted in the open market.

###### Inventories

The recoverable amounts of certain inventories were based on fair value less cost of disposal which was determined by an independent valuer. The valuer considered sales of similar vessels that have been transacted in the open market.

#### (c) Fair value of financial instruments by classes that are not carried at fair value and whose carrying amounts are a reasonable approximation of fair value.

The Group's financial assets and liabilities include cash and bank balances, trade and other receivables, contract assets, trade and other payables, contract liabilities, trust receipts, floating rate loans and current portion of fixed rate loans.

The carrying amounts of these financial assets and liabilities are reasonable approximation of fair values, because these are short-term in nature or that they are floating rate instruments that are repriced to market interest rates on or near to the end of the reporting period.

## 21. Fair value measurement (Cont'd)

### (d) Fair value of financial instruments by classes that are not carried at fair value and whose carrying amounts are not a reasonable approximation of fair value.

The fair value of financial liabilities by classes that are not carried at fair value and whose carrying amounts are not reasonable approximation of fair value are as follows:

	Group			
	Carrying amount		Fair value	
	30-Sep-24 \$'000	30-Jun-24 \$'000	30-Sep-24 \$'000	30-Jun-24 \$'000
<b>Financial liabilities</b>				
Finance lease liabilities (Non-current) (Note 10)	5,001	4,873	4,607	4,479

These financial liabilities are categorised within Level 3 of the fair value hierarchy.

#### Determination of fair value

The fair values of finance lease liabilities, interest-bearing loans and borrowings and lease liabilities with fixed interest rates are estimated by discounting expected future cash flows at market incremental lending rate for similar types of lending, borrowing or leasing arrangements at the end of the reporting period.

## (II) Other Information Required under Appendix 7.2 of the Listing Manual of SGX-ST

### A. Review of Group Performance

#### Consolidated Income Statement

##### Revenue by business segments

Group revenue of \$84.0 million for the 3 months ended 30 September 2024 ("1Q FY2025") was \$4.1 million (4.7%) lower as compared to the corresponding quarter in FY2024 ("1Q FY2024"), due to lower contribution from shiprepair, conversion and engineering services, and shipchartering, partially offset by higher revenue from shipbuilding.

The breakdown of revenue generated from each respective segment are as follows:

	Group		
	3M FY2025 \$'000	3M FY2024 \$'000	Increase/ (Decrease) %
	Shipbuilding	19,547	17,535
Shiprepair, conversion and engineering services	38,989	43,717	(10.8)
Shipchartering	25,427	26,842	(5.3)
	<b>83,963</b>	<b>88,094</b>	<b>(4.7)</b>

#### Shipbuilding

Revenue and related costs of shipbuilding contracts with non-enforceability of right to payment for performance completed to-date are recognised only when the constructed vessels are delivered to customers ("**Completion method**"), instead of using the percentage of completion method ("**POC method**") in accordance with SFRS(I) 15 *Revenue from Contracts with Customers*. As a result, shipbuilding revenue and results can fluctuate depending on whether the revenue from shipbuilding contracts is recognised based on Completion or POC methods.

The breakdown of the revenue from shipbuilding with the respective number of vessels are as follows:

	Group				
	3M FY2025		3M FY2024		Increase/ (Decrease) %
	Units	\$'000	Units	\$'000	
Tugs	-	-	1	5,504	(100.0)
Barges and others	11	19,547	7	12,031	62.5
	<b>11</b>	<b>19,547</b>	<b>8</b>	<b>17,535</b>	<b>11.5</b>

Shipbuilding revenue increased by \$2.0 million (11.5%) to \$19.5 million in 1Q FY2025 mainly due to more units of barges being completed.

The Group's outstanding shipbuilding order book from external customers as at 30 September 2024, increased to approximately \$73 million for 33 vessels with progressive deliveries up to third quarter of 2025 (1Q FY2026).

### Shiprepair, conversion and engineering services

Shiprepair, conversion and engineering services are generally performed based on customer's specifications and control is transferred progressively when the services are rendered. Recognition of shiprepair and conversion revenue is calculated based on project value multiplied by percentage of completion.

Revenue decreased by \$4.7 million (10.8%) to \$39.0 million in 1Q FY2025 as compared to corresponding quarter mainly due to completion of precast projects and lower sale of dredge components.

### Shipchartering

The breakdown of revenue generated from the shipchartering segment are as follows:

	Group		
	3M FY2025	3M FY2024	Increase/ (Decrease)
	\$'000	\$'000	%
Offshore Support Vessels ("OSV")	4,757	6,367	(25.3)
Tug Boats	6,952	7,097	(2.0)
Barges	10,294	9,596	7.3
<b>Total charter</b>	<b>22,003</b>	<b>23,060</b>	<b>(4.6)</b>
Trade sales and other services	3,424	3,782	(9.5)
	<b>25,427</b>	<b>26,842</b>	<b>(5.3)</b>

Charter revenue decreased by \$1.1 million (4.6%) to \$22.0 million in 1Q FY2025 mainly due to lower contribution from OSV deployed in overseas infrastructure projects, off-hire of 3 OSVs during the period under review in preparation for disposal (Assets classified as held for sale), partially offset by increased contribution from one Platform Supply Vessel which commenced charter in December 2023.

Trade sales and other services comprised bunker sales, agency and management fees and ad-hoc marine-related services.

## Gross profit and gross margin

The breakdown of gross profit and gross margin for each respective segment are as follows:

	Group			
	3M FY2025		3M FY2024	
	\$'000	GPM	\$'000	GPM
Shipbuilding	1,807	9.2%	1,376	7.8%
Shiprepair, conversion and engineering services	11,404	29.2%	10,816	24.7%
Shipchartering	265	1.0%	593	2.2%
	<b>13,476</b>	<b>16.0%</b>	<b>12,785</b>	<b>14.5%</b>

### Shipbuilding

The higher gross earnings in 1Q FY2025 was mainly due to more barges completed during the quarter under review.

### Shiprepair, conversion and engineering services

Gross profit increased by \$0.6 million (24.7%) to \$11.4 million in 1Q FY2025, attributed to higher gross margin of 29.2% recorded in 1Q FY2025 due to reversal of accrued costs for prior year projects.

### Shipchartering

The breakdown of gross profit/ (loss) and gross margin from shipchartering segment are as follows:

	Group			
	3M FY2025		3M FY2024	
	\$'000	GPM	\$'000	GPM
OSV	1,898	39.9%	416	6.5%
Tug boats and Barges	(2,799)	Nm	(1,138)	Nm
<b>Total charter</b>	<b>(901)</b>	<b>Nm</b>	<b>(722)</b>	<b>Nm</b>
Trade sales and other services	1,166	34.1%	1,315	34.8%
	<b>265</b>	<b>1.0%</b>	<b>593</b>	<b>2.2%</b>

The Group recorded a gross profit of \$0.3 million in 1Q FY2025 with gross profit margin of 1.0%. A higher gross profit margin of OSV was recorded due to higher contribution from Platform Supply Vessels and absence of expenses incurred for OSVs which were earmarked for sale in last corresponding period. This was offset by higher operating expenses including agency fees, upkeep and charter expenses for Tug Boats and Barges deployed in marine infrastructure projects that have reached their completion stage.

### Other operating income

Refer to breakdown of other operating income in section (I) F, Note 13 of this report. Other operating income decreased by \$1.4 million (72.2%) to \$0.5 million in 1Q FY2025 mainly due to absence of net foreign exchange gain of \$1.6 million recorded in 1Q FY2024.

## Administrative expenses

Administrative expenses increased by \$0.4 million (11.2%) to \$4.2 million in 1Q FY2025 mainly due to higher staff salaries and depreciation of property, plant and equipment.

## Other operating expenses

Refer to breakdown of other operating expenses in section (I) F, Note 14 of this report. Other operating expenses increased by \$1.8 million (100.0%) in 1Q FY2025 mainly due to net foreign exchange loss recorded.

The net foreign exchange loss in the current quarter was mainly due to a) depreciation of USD against SGD on SGD denominated liabilities of certain subsidiaries whose accounts are maintained in USD; b) appreciation of IDR against SGD on IDR denominated liabilities; partially offset by c) foreign exchange gain which arose from depreciation of USD against SGD on USD denominated liabilities.

	<u>30 Sep</u> <u>2024</u>	<u>30 Jun</u> <u>2024</u>	<u>30 Sep</u> <u>2023</u>
USD against SGD	1.2841	1.3576	1.3699
IDR against SGD	11,788	12,096	11,334

## Finance costs

	<u>Group</u>		
	<u>3M</u> <u>FY2025</u> <u>\$'000</u>	<u>3M</u> <u>FY2024</u> <u>\$'000</u>	<u>Increase/</u> <u>(Decrease)</u> <u>%</u>
<b>Interest expense on:</b>			
Bank loans and bonds	2,134	3,139	(32.0)
Finance lease and lease liabilities	496	386	28.5
Amortisation of bank loans and bonds	3,417	3,310	3.2
	<u>6,047</u>	<u>6,835</u>	<u>(11.5)</u>

The lower interest expense was mainly due to lower interest rate incurred on floating rate loans as well as reducing loan balances pursuant to prepayments of loans arising from disposal of mortgaged vessels.

The amortisation of bank loans and bond pertained to amortisation of fair value adjustments resulting from re-measurement of long term bank loans and bonds in prior years.

## Impairment loss on financial assets

	<u>Group</u>	
	<u>3M</u> <u>FY2025</u> <u>\$'000</u>	<u>3M</u> <u>FY2024</u> <u>\$'000</u>
<b>Impairment loss on financial assets, net</b>		
- Contract assets	28	11
- Amount due from trade receivables (third parties)	711	72
	<u>739</u>	<u>83</u>

The impairment loss made on receivables is based on expected credit loss model and specific impairment on certain debts where recovery is uncertain.

The reversal of impairment loss on receivables from third parties was made based on recovery of the receivables.

## Share of results of joint ventures and associates

The Group's share of results of joint ventures and associates comprised of:

	Group's effective interest	Group	
		3M FY2025 \$'000	3M FY2024 \$'000
<b>Joint ventures</b>			
Sindo-Econ group	50%	-	-
<b>Associates</b>			
PT. Hafar Capitol Nusantara ("PT Hafar")	36.75%	1,380	831
PT Capitol Nusantara Indonesia ("PT CNI")	27%	8	11
		<b>1,388</b>	<b>842</b>

The Group has restricted its share of losses from Sindo-Econ group to its cost of investment since 1Q FY2018. Sindo-Econ Pte Ltd has commenced creditors' voluntary winding up on 21 July 2020, which is still on going in the current financial period.

The share of profits from PT Hafar of \$1.4 million in 1Q FY2025 was mainly attributable to profit derived from operating its charter fleet.

The share of profits from PT CNI was attributable to progressive recognition of the Group's proportionate interest in unrealised profits previously eliminated on sale of vessels to PT CNI. The Group has restricted its share of losses to its cost of investment since 4Q FY2017.

### Profit before tax

The Group recorded a lower profit before tax of \$2.1 million in 1Q FY2025 (1Q FY2024: \$4.7 million), a decrease of \$2.6 million mainly due to net foreign exchange loss and higher administrative expenses, partially offset by higher gross earnings and lower finance cost.

Excluding the finance costs on amortisation of bank loans and bonds which pertained to amortisation of fair value adjustments resulting from re-measurement of long term bank loans and bonds in prior years, the Group's profit before tax would have been \$5.5 million in 1Q FY2025 (1Q FY2024: \$8.0 million).

### Non-controlling interests

Non-controlling interests' share of profit or loss was mainly pertained to the results of non-wholly owned subsidiaries in Indonesia.

### Consolidated Statement of Cash Flows

The Group recorded a slight decrease in net cash inflow from operating activities, totaling \$10.0 million in 1Q FY2025 (1Q FY2024: \$10.3 million).

The net cash inflow from investing activities of \$2.5 million in 1Q FY2025 (1Q FY2024: net cash outflow of \$5.1 million) comprised mainly net proceeds received from disposal and additions of property, plant and equipment and assets classified as held for sale.

The higher net cash outflow from financing activities of \$13.5 million in 1Q FY2025 (1Q FY2024: \$9.2 million) was mainly due to higher net repayment of interest-bearing loans and borrowings including redemption of one OSV disposed, lower usage of trust receipts due to completion of shipbuilding project partially offset by proceeds received from conversion of warrants.



## **Consolidated Statement of Financial Position**

### **Non-current assets**

#### **Property, plant and equipment**

Refer movement in property, plant and equipment during the period in section I (F), Note 3 of this report. Property, plant and equipment decreased by \$23.2 million (7.9%) from \$295.3 million as at 30 June 2024 to \$272.1 million as at 30 September 2024 mainly due to disposal, transfer to assets classified as held for sale and depreciation charge, partially offset by additions made.

The additions made during the period comprised:

	<u>\$'000</u>
Vessels and modification works	49
Plant and machinery, office equipment and motor vehicles	368
Assets under construction	1,048
Drydocking expenditure on vessels capitalised	1,775
	<u><u>3,240</u></u>

The drydocking expenditure pertained to costs capitalized relating to regulatory dry dock activity including intermediate as well as special surveys (seaworthiness checks) on vessels so as to maintain the vessels in the standardized working condition.

#### **Right-of-use assets ("ROU assets")**

The ROU assets pertained to leases of plant and machinery, leasehold property and buildings as well as land use rights over plots of land in Indonesia and Singapore where the shipyards of the Group operate. ROU assets decreased by \$0.4 million (2.7%) to \$14.0 million as at 30 September 2024 due to depreciation charge.

### **Current assets**

Current assets decreased by \$4.7 million (2.1%) to \$223.8 million as at 30 September 2024 mainly due to decrease in inventories and transfer of vessels from property, plant and equipment to assets classified as held for sale.

#### **Inventories**

Refer to breakdown of inventories in section (I) F, Note 5 of this report. The decrease of \$11.4 million (33.1%) was mainly due to lower raw materials and consumables in stock and transfer of one of the vessels held as inventories (Finished goods) to assets classified as held of sale. Majority of the raw materials are inventories meant for ongoing shipbuilding and shiprepair projects. Finished goods consist of vessels held for sale and dredge component parts.

#### **Contracts assets and liabilities**

Referring to the breakdown of contracts assets and liabilities in section (I) F, Note 6 of this report. The accrued revenue of \$14.0 million as at 30 September 2024 (30 June 2024: \$14.8 million) relates to shiprepair and shipchartering services completed but invoices not yet raised at the end of financial period under review. Subsequent to the end of financial period, \$7.8 million of the accrued revenue have been invoiced.

The Group recorded a net construction work-in-progress in excess of progress billings of \$21.3 million as at 30 September 2024 (30 June 2024: \$15.2 million) mainly due to higher work-in-progress incurred under shipbuilding segment. Deferred income and deposits received from customers primarily relate to advance payments received from customers for

which charter services have not been rendered and/or obligation to transfer goods. The deferred income and deposits will be recognised as income when the services are performed.

### Trade and other receivables

	<b>Group</b>			
	<b>30-Sep-24</b>	<b>30-Jun-24</b>	<b>Increase/ (Decrease)</b>	
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>%</b>
<b>Trade and other receivables (current)</b>				
Trade receivables	39,517	44,160	(4,643)	(10.5)
Other receivables and deposits	11,757	12,412	(655)	(5.3)
Amounts due from related parties	385	390	(5)	(1.3)
Amounts due from joint ventures and associates	5,739	6,081	(342)	(5.6)
	<b>57,398</b>	<b>63,043</b>	<b>(5,645)</b>	<b>(9.0)</b>

The decrease in trade receivables was mainly due to lower receivables from shiprepair segment. Trade receivables of \$13.2 million have been received subsequent to the end of financial period. Other receivables and deposits comprised mainly receivables from sale of vessels, advances to suppliers and subcontractors and recoverable from customers.

### Prepayments

The increase of \$3.3 million (46.3%) was mainly due to prepayment of insurances and advance payments made for goods not yet received at the end of reporting period.

### **Current liabilities**

Current liabilities decreased by \$18.9 million (5.7%) to \$316.2 million as at 30 September 2024. The decrease was mainly due to lower trade and other payables, contract liabilities and trust receipts.

### Trade and other payables

Refer to breakdown of trade and other payables in section (I) F, Note 9 of this report. The decrease in trade payables of \$10.1 million (6.6%) was mainly due to higher payment made to subcontractors and suppliers.

## Loans and borrowings

The breakdown of the Group's loans and borrowings are as follows:

	Group (Carrying Value)				Group (Face Value)			
	30-Sep-24	30-Jun-24	Increase/ (Decrease)		30-Sep-24	30-Jun-24	Increase/ (Decrease)	
	\$'000	\$'000	\$'000		%	\$'000	\$'000	
<b>Current</b>								
Bonds	87,770	84,235	3,535	4.2	87,000	87,500	(500)	(0.6)
Trust receipts:								
- General	11,876	17,186	(5,310)	(30.9)	11,876	17,186	(5,310)	(30.9)
Term loans:								
- Vessels loan	8,265	8,595	(330)	(3.8)	9,806	10,250	(444)	(4.3)
- Assets financing	560	4,115	(3,555)	(86.4)	676	4,265	(3,589)	(84.2)
- Working capital	14,526	15,153	(627)	(4.1)	14,635	15,281	(646)	(4.2)
	23,351	27,863	(4,512)	(16.2)	25,117	29,796	(4,679)	(15.7)
Finance lease liabilities	3,000	2,660	340	12.8	3,000	2,660	340	12.8
	<b>125,997</b>	<b>131,944</b>	<b>(5,947)</b>	<b>(4.5)</b>	<b>126,993</b>	<b>137,142</b>	<b>(10,149)</b>	<b>(7.4)</b>
<b>Non-current</b>								
Bonds	37,377	37,377	-	-	43,000	43,000	-	-
Term loans:								
- Vessels loan	29,053	31,740	(2,687)	(8.5)	30,531	33,606	(3,075)	(9.2)
- Assets financing	955	2,243	(1,288)	(57.4)	1,492	2,815	(1,323)	(47.0)
- Working capital	15,642	19,259	(3,617)	(18.8)	15,851	19,476	(3,625)	(18.6)
	45,650	53,242	(7,592)	(14.3)	47,874	55,897	(8,023)	(14.4)
Finance lease liabilities	5,001	4,873	128	2.6	5,001	4,873	128	2.6
	<b>88,028</b>	<b>95,492</b>	<b>(7,464)</b>	<b>(7.8)</b>	<b>95,875</b>	<b>103,770</b>	<b>(7,895)</b>	<b>(7.6)</b>
	<b>214,025</b>	<b>227,436</b>	<b>(13,411)</b>	<b>(5.9)</b>	<b>222,868</b>	<b>240,912</b>	<b>(18,044)</b>	<b>(7.5)</b>
Total shareholders' funds	92,335	93,657						
Gearing ratio (times)	2.32	2.43						
Net gearing ratio (times)	2.08	2.15						

The Group's total borrowings (carrying value) decreased by \$13.4 million (5.9%) to \$214.0 million as at 30 September 2024 mainly due to monthly repayment of interest-bearing loans and borrowings; and redemption of mortgaged vessels disposed during the period, partially offset by the accretion of interests on bank loans and bonds measured at fair value.

The Group re-measured its bonds and long-term loans arising from the debts refinancing exercise at fair value (carrying value) pursuant to the adoption of SFRS(I)9. The face value (nominal value) of the bonds and long-term loans, has been separately disclosed for information.

### Net current liabilities

The Group recorded a net current liabilities of \$92.5 million as at 30 September 2024 (30 June 2024: \$106.7 million). The financial statements are prepared on a going concern basis, the validity of which was disclosed in in section (I) F, Note 2.3 of this report.

### Non-current liabilities

Non-current liabilities decreased by \$7.5 million (6.5%) to \$108.0 million as at 30 September 2024 mainly due to transfer of current portion of interest-bearing loans and borrowings and prepayment of loan pursuant to disposal of mortgaged vessels.

## B. Variance from Prospect Statement

Not applicable as no forecast or prospect statement has been made.

## C. Outlook and Prospect

**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.**

### 1. Market and industry outlook

The outlook for the shipbuilding, ship repair, offshore, and marine services industries is dependent on several factors, including the global economic conditions, demand for shipping, changes in regulations and environmental standards as well as technologies. The main macroeconomic variables affecting our performance include but are not limited to the global logistics trade, supply and demand of energy and natural resources and infrastructure expenditure in Asia.

The macro trends remain mixed and uncertain:

- a. International Monetary Fund (“IMF”) projected global growth to remain stable yet underwhelming at 3.2% in 2024 and 2025<sup>1</sup>.

The global growth forecast has seen some significant revisions. Upgrades to the United States outlook have offset downgrades for other advanced economies, particularly in Europe. In emerging markets, disruptions to production and shipping of commodities especially oil conflicts, civil unrest, and extreme weather events have led to downward revisions for the Middle East, Central Asia, and sub-Saharan Africa. However, the forecast for emerging Asia has been upgraded due to surging demand for semiconductors and electronics, driven by investments in artificial intelligence. Overall, the global growth forecast for the next five years is 3.1%, which is modest compared to pre-pandemic levels, with ongoing structural challenges like aging populations and low productivity limiting growth potential in many economies<sup>1</sup>.

- b. Global inflation is expected to fall from an annual average of 6.7 percent in 2023 to 4.3 percent in 2025. Goods prices have stabilized, but services price inflation remains elevated in many regions<sup>1</sup>.
- c. The market is expecting the US Federal Reserve Board to cut interest rates further.

There are encouraging signs of an uptick in the maritime industry, barring any adverse impact that may be caused by a) geopolitical rivalries; and b) increase in the prices of energy, raw materials as well as labour costs. Whilst it is difficult to predict the impact of global events on the maritime industry, the overall long-term maritime industry outlook remains sustainable.

The management, with the support of various stakeholders, will continue to adapt, navigate and mitigate foreseeable risks and long-run disruptions that the current political, social, and economic environment present.

The management is closely monitoring the market demands on our core business, optimizing our current business processes and strengthening our foothold in the local, regional and global maritime industry. The Group is continuing to explore leveraging on its core competencies and key resources to identify new growth areas anchored in environmental sustainability. Potential initiatives include recycling and low-emission marine related services.

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<sup>1</sup> IMF World Economic Outlook, Policy Pivot, Rising Threats, 22 October 2024

## **2. Business segments**

### **Shipbuilding, Shiprepair, Conversion and Engineering Services**

For the shipbuilding segment, we continue to focus on securing orders for vessels of standard and generic designs like tugs, barges and workboats. To better manage financial risks, the management is working on contracts which have shorter delivery cycles and are less capital intensive.

For the shiprepair segment, the Group expanded its dry-docking capacity with a second floating dock in its Singapore yard to capture a larger share of the local shiprepair market for bunkering vessels and harbour crafts. The Group is actively expanding its marketing network and engaging international customers. Seaborne transport is essential for international trade and up swing in shipping activities will continue to spur the demand for maintenance and repairs of vessels.

### **Shipchartering**

The diversified vessel types in our fleet are expected to lend support to our chartering business. We expect continued inflow of business from customers in the marine infrastructure industry (e.g. land reclamation and dredging, port and bridge construction etc), oil and gas exploration and production, offshore renewable energy sectors and bulk cargo transshipment industry in Asia Pacific and South Asia region.

The Group is focusing on improving its operational efficiency and fleet utilisation, tighten cost control and exploring other business opportunities in regional markets. The management plans to dispose certain vessels to improve liquidity, scrap ageing vessels to reduce maintenance cost and renew its fleet to better meet its customer requirement.

### **Order book**

As at 30 September 2024, the Group had an outstanding shipbuilding order book from external customers of approximately \$73 million for 33 vessels with progressive deliveries up to third quarter of 2025 (1Q FY2026).

The Group's shipchartering revenue consists of mainly short-term and ad-hoc contracts. Approximately 24% of shipchartering revenue in 1Q FY2025 was attributed to long-term chartering contracts (meaning contracts with a duration of more than one year). As at 30 September 2024, the Group had an outstanding shipchartering order book of approximately \$10 million with respect to long-term contracts. With the increase in demand for vessels from the traditional oil and gas industry, national infrastructure projects in the region and the emerging renewable energy market, we anticipate that we will be able to secure more employment for our fleet of vessels.

## **D. Dividend**

No dividend has been declared or recommended for the three months ended 30 September 2024 and in the previous corresponding period.

## **E. Interested Person Transactions**

**If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Group has not obtained a general mandate from shareholders for interested person transactions. During 1Q FY2025, the following interested person transactions were entered into by the Group:

	Nature of relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX-ST Listing Manual) \$'000	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX-ST Listing Manual (excluding transactions less than \$100,000) \$'000
<b>Expenses paid on behalf of</b>			
PT. Sindomas Precas	Joint venture of the Company and Koon Holdings Limited	128	-

#### F. Negative Confirmation Pursuant to Rule 705(5)

We, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the unaudited interim financial statements of the Group and the Company for the first quarter ended 30 September 2024 to be false or misleading in any material aspect.

#### G. Confirmation Pursuant to Rule 720(1)

The Company confirms that it has procured the undertakings from all its Directors and Executive Officers in the format set out in Appendix 7.7 under Rule 720(1) of the SGX-ST Listing manual.

#### H. Use of Proceeds

Refer to breakdown of convertible securities in section (I) F, Note 11 of this report. As at the expiry date of the warrants on 23 July 2024, an aggregate of 358,662,035 warrants were exercised since the date of issuance of warrants on 25 July 2019.

The Group utilised the proceeds received from the conversion of warrants as follows.

	<b>S\$'m</b>
<b>Gross proceeds from exercise of warrants</b>	<b>19.5</b>
<b>Utilisation during FY2024:</b>	
Repayment of shareholder loan	(4.6)
Working capital for purchase of steel materials (Including purchase of steel materials and payment to suppliers and	(9.4)
Bi-annually bonds repayment in September 2023/ October 2023 (Partial)	(1.5)
<b>Utilisation during FY2025:</b>	
Bi-annually bonds repayment in September 2024	(2.0)
	<u>(17.5)</u>
<b>Net unutilised as at 30 September 2024</b>	<u><b>2.0</b></u>

An additional S\$1.0 million was utilised for bi-annually bonds repayment in October 2024.

#### BY ORDER OF THE BOARD

Ang Kok Tian  
Chairman, Managing Director and CEO  
14 November 2024