



**FUJI OFFSET PLATES MANUFACTURING LTD
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 30 JUNE 2023**

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FUJI OFFSET PLATES MANUFACTURING LTD

A. Condensed interim consolidated statement of profit or loss and other comprehensive income For the half year ended 30 June 2023

	Note	S\$'000 30.06.23	S\$'000 30.06.22	% Increase/ (Decrease)
Revenue	4	1,508	1,791	(16)
Cost of sales		(1,237)	(1,432)	(14)
Gross profit		<u>271</u>	<u>359</u>	(25)
Other operating income		191	227	(16)
Distribution expenses		(82)	(113)	(27)
Administrative expenses		(840)	(862)	(3)
Finance expenses		(1)	(12)	(92)
Share of results from investment in associated company		<u>1,505</u>	<u>1,195</u>	26
Profit before income tax	6	1,044	794	31
Income tax (expense)/credit	7	(32)	14	NM
Net profit for the period		<u>1,012</u>	<u>808</u>	25
Other comprehensive loss				
Foreign currency translation loss		(1,194)	(499)	>100
Other comprehensive loss for the period, net of tax		<u>(1,194)</u>	<u>(499)</u>	>100
Total comprehensive (loss)/income for the period		<u>(182)</u>	<u>309</u>	NM
Net profit for the period attributable to:				
Owners of the Company		1,069	866	23
Non-controlling interests		(57)	(58)	(2)
Net profit for the period		<u>1,012</u>	<u>808</u>	25
Total comprehensive (loss)/income attributable to:				
Owners of the Company		(39)	424	NM
Non-controlling interests		(143)	(115)	24
Total comprehensive (loss)/income for the period		<u>(182)</u>	<u>309</u>	NM
Earnings per share for profit for the period attributable to the Owners of the Company:				
- Basic/Diluted (SGD in cent)		<u>2.14</u>	<u>1.74</u>	23

NM denotes not meaningful

**B. Condensed interim statements of financial position
As at 30 June 2023**

	Note	Group		Company	
		S\$'000 30.06.23	S\$'000 31.12.22	S\$'000 30.06.23	S\$'000 31.12.22
ASSETS					
Current assets					
Cash and cash equivalents		9,965	4,719	1,404	2,276
Trade receivables	a	852	923	-	-
Amounts due from subsidiaries		-	-	100	30
Other receivables	b	244	386	2	2
Prepayments		34	32	-	1
Inventories	c	866	747	-	-
Tax recoverable	d	189	376	-	-
		<u>12,150</u>	<u>7,183</u>	<u>1,506</u>	<u>2,309</u>
Non-current assets					
Financial assets, at FVOCI	11(b)e	1,414	1,414	1,414	1,414
Financial assets, at FVPL	11(b),f	4,880	4,831	4,880	4,831
Property, plant and equipment	13,g	2,993	3,326	25	49
Intangible assets	12,g	1	2	-	-
Investment properties	14,g	1,651	1,686	-	-
Subsidiaries		-	-	7,809	7,809
Right-of-use assets	g	508	562	146	176
Investment in associated company	15,h	10,757	15,967	-	-
		<u>22,204</u>	<u>27,788</u>	<u>14,274</u>	<u>14,279</u>
Total assets		<u>34,354</u>	<u>34,971</u>	<u>15,780</u>	<u>16,588</u>
LIABILITIES					
Current liabilities					
Trade and other payables	i	534	715	124	266
Lease liabilities	16	38	38	38	38
Provision for employee benefits		41	42	9	7
Amount due to a subsidiary		-	-	361	409
		<u>613</u>	<u>795</u>	<u>532</u>	<u>720</u>
Non-current liabilities					
Lease liabilities	16	17	36	17	36
Deferred tax liabilities		646	630	-	-
		<u>663</u>	<u>666</u>	<u>17</u>	<u>36</u>
Total liabilities		<u>1,276</u>	<u>1,461</u>	<u>549</u>	<u>756</u>
NET ASSETS		<u>33,078</u>	<u>33,510</u>	<u>15,231</u>	<u>15,832</u>
EQUITY					
Share capital	17	14,807	14,807	14,807	14,807
Reserves		16,249	16,538	424	1,025
Equity attributable to owners of the Company		<u>31,056</u>	<u>31,345</u>	<u>15,231</u>	<u>15,832</u>
Non-controlling interests		2,022	2,165	-	-
Total equity		<u>33,078</u>	<u>33,510</u>	<u>15,231</u>	<u>15,832</u>

C. Condensed interim statements of changes in equity For the half year ended 30 June 2023

The Group	Share capital	Foreign currency translation reserve	Fair value adjustment reserve	Retained earnings	Total	Non-controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 January 2023	14,807	(1,176)	(610)	18,324	31,345	2,165	33,510
Net profit for the period	-	-	-	1,069	1,069	(57)	1,012
<u>Other comprehensive income</u>	-	-	-	-	-	-	-
Foreign currency translation	-	(1,108)	-	-	(1,108)	(86)	(1,194)
Total comprehensive income for the period	-	(1,108)	-	1,069	(39)	(143)	(182)
Dividends on ordinary shares	-	-	-	(250)	(250)	-	(250)
At 30 June 2023	14,807	(2,284)	(610)	19,143	31,056	2,022	33,078
At 1 January 2022	14,807	(30)	(978)	13,966	27,765	2,467	30,232
Net profit for the period	-	-	-	866	866	(58)	808
<u>Other comprehensive income</u>	-	-	-	-	-	-	-
Foreign currency translation	-	(442)	-	-	(442)	(57)	(499)
Total comprehensive income for the period	-	(442)	-	866	424	(115)	309
Dividends on ordinary shares	-	-	-	(150)	(150)	-	(150)
At 30 June 2022	14,807	(472)	(978)	14,682	28,039	2,352	30,391

The Company

	Share capital	Fair value adjustment reserve	Retained earnings	Total
	S\$'000	S\$'000	S\$'000	S\$'000
At 1 January 2023	14,807	(610)	1,635	15,832
Net profit, represents total comprehensive loss for the period	-	-	(351)	(351)
Dividends on ordinary shares	-	-	(250)	(250)
At 30 June 2023	14,807	(610)	1,034	15,231
At 1 January 2022	14,807	(978)	1,251	15,080
Net profit, represents total comprehensive loss for the period	-	-	(220)	(220)
Dividends on ordinary shares	-	-	(150)	(150)
At 30 June 2022	14,807	(978)	881	14,710

**D. Condensed interim consolidated statement of cash flows
For the half year ended 30 June 2023**

	S\$'000	S\$'000
	30.06.23	30.06.22
Cash flows from operating activities		
Net profit	1,012	808
Adjustments for:		
Income tax expense/(credit)	32	(14)
Depreciation of property, plant and equipment	271	280
Depreciation of investment properties	29	28
Depreciation of right-of-use assets	35	36
Amortisation of intangible assets	-	1
Share of results from investment in associated company	(1,505)	(1,195)
Interest expense	1	12
Interest income	(78)	(52)
Foreign exchange gain	(49)	(171)
	<u>(252)</u>	<u>(267)</u>
Changes in working capital:		
Inventories	(119)	153
Trade receivables	71	208
Other receivables, deposits and prepayments	142	(79)
Trade and other payables	(181)	(93)
	<u>(339)</u>	<u>(78)</u>
Cash used in operations	(339)	(78)
Income tax refund/(paid)	253	(72)
Interest received	78	9
Net cash used in operating activities	<u>(8)</u>	<u>(141)</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(6)	(259)
Dividend received from associate	302	321
Redemption of preference shares by associate	5,793	-
Repayment from other investment	-	155
Net cash generated from investing activities	<u>6,089</u>	<u>217</u>
Cash flows from financing activities		
Principal payment of lease liabilities	(19)	(18)
Interest paid	(1)	(2)
Dividends paid to owners of the Company	(250)	(150)
Net cash used in financing activities	<u>(270)</u>	<u>(170)</u>
Net increase/(decrease) in cash and cash equivalents	5,811	(94)
Effects of currency translation on cash and cash equivalents	(565)	(103)
Cash and cash equivalents at beginning of the year	4,719	3,025
Cash and cash equivalents at end of the period	<u>9,965</u>	<u>2,828</u>

E. Selected notes to the condensed interim financial statements For the half year ended 30 June 2023

1. Corporate information

Fuji Offset Plates Manufacturing Ltd (the Company) is a limited liability company incorporated and domiciled in Singapore and is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited (SGX-ST).

These condensed interim consolidated financial statements as at and for the six months ended 30 June 2023 comprise the Company and its subsidiaries (collectively, the Group).

The primary activities of the Company are those relating to investments in commercial, industrial, hospitality, residential and/or mixed development properties and investment holding.

The principal activities of the subsidiaries and associate are:

- (a) manufacture and sale of gravure printing cylinders and related services in the printing industry;
- (b) letting of properties and investment holding; and
- (c) property development

2. Basis of preparation

The condensed interim financial statements for the six months ended 30 June 2023 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Committee (ASC). 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 annual financial statements for the year ended 31 December 2022.

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 which is the Company's functional currency.

The condensed interim financial statements have been prepared on a going concern basis.

2.1 New and amended standards adopted by the Group

The Group and Company have adopted the new and revised Singapore Financial Reporting Standards (International) ("**SFRS(I)s**"), and Interpretations of SFRS(I) ("**SFRS(I) INTs**") that are effective for the financial year beginning on or after 1 January 2023. The adoption of these SFRS(I)s and SFRS(I) INTs do not have any significant impact on the financial statements of the Group and Company or would require a change in the Group and Company's accounting policies.

2.2 Use of judgements and estimates

The preparation of the interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. 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 consolidated financial statements as at and for the year ended 31 December 2022.

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 affected future periods.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next interim period are included in the following notes:

- (i) Impairment assessment of investment in associated company (Note 15);
- (ii) Valuation of unquoted equity investment designated at FVOCI and loan to Star City at FVPL (Note 11);
- (iii) Allowance for expected credit losses of trade receivables.

3. Seasonal operations

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

4. Segment and revenue information

For management purposes, the Group is organised into business units based on their products and services, and has three reportable operating segments as follows:

- (i) Printing cylinders is the manufacture and sale of gravure printing cylinders and related services in the printing industry;
- (ii) Investment holding;
- (iii) Investment in property development companies.

Except as indicated above, no operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects, as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements. Group financing (including corporate finance costs), foreign exchange gain and income taxes are managed on a group basis and are not allocated to operating segments.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

4.1 Reportable Segments

	Printing cylinders	Investment holding	Investment in Property Development Companies	Adjustments and eliminations	Notes	Consolidated
Half Year ended 30 June 2023	S\$'000	S\$'000	S\$'000	S\$'000		S\$'000
Revenue:						
External customers	1,427	81	-	-		1,508
Inter-segment revenue	-	87	-	(87)	A	-
Total revenue	1,427	168	-	(87)		1,508
Results:						
Segment profit/(loss)	(121)	47	1,505	(387)	B	1,044
Depreciation of property, plant and equipment	227	20	-	24		271
Depreciation of investment properties	-	29	-	-		29
Depreciation of right-of-use assets	-	5	-	30		35
Interest income	(17)	(61)	-	-		(78)
Interest expense	-	-	-	1		1
Assets and Liabilities:						
Segment assets	5,547	9,989	17,051	1,767		34,354
Capital expenditure – property, plant and equipment	5	1	-	-		6
Segment liabilities	313	129	-	834	C	1,276
Half Year ended 30 June 2022						
	S\$'000	S\$'000	S\$'000	S\$'000		S\$'000
Revenue:						
External customers	1,704	87	-	-		1,791
Inter-segment revenue	-	92	-	(92)	A	-
Total revenue	1,704	179	-	(92)		1,791
Results:						
Segment profit/(loss)	(133)	13	1,238	(324)	B	794
Depreciation of property, plant and equipment	236	20	-	24		280
Depreciation of investment properties	-	28	-	-		28
Depreciation of right-of-use assets	-	6	-	30		36
Amortisation of intangible assets	1	-	-	-		1
Interest income	(8)	-	(44) ⁽¹⁾	-		(52)
Interest expense	-	-	-	12		12

As at 31 December 2022

Assets and Liabilities:

Segment assets	5,763	4,116	22,212	2,880	34,971
Capital expenditure – property, plant and equipment (half year ended 30 June 2022)	257	-	-	2	259
Segment liabilities	358	126	-	977	1,461

Notes:

- (1) Accrued interest income on loan to IPark Development Sdn Bhd (“IPark”).
(A) Inter-segment revenues are eliminated on consolidation.
(B) The following items are added to/(deducted from) segment profit/(loss) to arrive at “Profit before income tax” presented in the consolidated income statement:

	Half-Year ended 30.06.23 S\$'000	Half-Year ended 30.06.22 S\$'000
Profit from inter-segment sales	(87)	(92)
Unallocated exchange gain (net)	101	171
Unallocated corporate expenses	(401)	(403)
	<u>(387)</u>	<u>(324)</u>

- (C) Unallocated segment liabilities are in respect of the following liabilities:

	As at 30.06.23 S\$'000	As at 31.12.22 S\$'000
Trade and other payables	133	273
Lease liabilities	55	74
Deferred tax liabilities	646	630
	<u>834</u>	<u>977</u>

4.2 Disaggregation of revenue

Set out below is an overview of the Group’s revenue disaggregated by primary geographical markets and product or service. The table also includes a reconciliation of the disaggregated revenue with the Group’s reportable segments (see Note 4.1):

	Printing cylinders		Investment holding		Total	
	1H2023	1H2022	1H2023	1H2022	1H2023	1H2022
Revenue:						
Singapore	491	407	–	–	491	407
Malaysia	904	1,268	81	87	985	1,355
Other countries	32	29	–	–	32	29
Total	<u>1,427</u>	<u>1,704</u>	<u>81</u>	<u>87</u>	<u>1,508</u>	<u>1,791</u>
Timing of transfer of goods or services:						
At a point in time	1,427	1,704	–	–	1,427	1,704
Over time	–	–	81	87	81	87
Total	<u>1,427</u>	<u>1,704</u>	<u>81</u>	<u>87</u>	<u>1,508</u>	<u>1,791</u>

5. Financial Assets and Liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2023 and 31 December 2022:

	Group		Company	
	S\$'000 30.06.23	S\$'000 31.12.22	S\$'000 30.06.23	S\$'000 31.12.22
Financial Assets				
Financial assets at fair value through other comprehensive income (FVOCI)	1,414	1,414	1,414	1,414
Financial assets at fair value through profit and loss (FVPL)	4,880	4,831	4,880	4,831
Cash and cash equivalents and trade and other receivables (Amortised cost)	11,061	6,028	1,506	2,308
	<u>17,355</u>	<u>12,273</u>	<u>7,800</u>	<u>8,553</u>
Financial Liabilities				
Trade and other payables and borrowings (Amortised cost)	<u>589</u>	<u>789</u>	<u>540</u>	<u>749</u>

6. Profit before income tax

6.1 The following significant items were charged/(credited) to arrive at profit before tax:

	Group	
	S\$'000 30.06.23	S\$'000 30.06.22
<u>Income</u>		
Other income arising from sale of scrap	(9)	(3)
Foreign exchange gain (net)	(101)	(171)
Interest income from banks	(78)	(9)
Other interest income	-	(43)
<u>Expenses</u>		
Depreciation of property, plant and equipment	271	280
Depreciation of investment properties	29	28
Depreciation of right-of-use assets	35	36
Amortisation of intangible assets	-	1
Interest on lease liabilities	1	2
Other interest expense	-	10

6.2 Related party transactions

There are no material related party transactions apart from those disclosed elsewhere in the financial statements.

7. Income tax (credit)/expense

	Group	
	1H2023	1H2022
	\$'000	\$'000
Current income tax expense	24	10
Overprovision in respect of previous year	(15)	(47)
Deferred income tax expense - origination and reversal of temporary differences	23	23
	32	(14)

8. Dividends

	Group	
	1H2023	1H2022
	\$'000	\$'000
Ordinary dividends paid:		
Final tax exempt (one-tier) dividend of 0.5 cents per share for 2022 (0.3 cents per share for 2021)	250	150

9. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends

Group	30.06.23	30.06.22
Based on weighted average number of ordinary shares in issue (cents)	2.14	1.74
Based on a fully diluted basis (cents)	2.14	1.74

10. Net Asset Value

	Group		Company	
	As at 30	As at 31	As at 30	As at 31
	June	December	June	December
	2023	2022	2023	2022
	S\$	S\$	S\$	S\$
Net Asset Value per ordinary share (cents)	62.22	62.80	30.52	31.72

11. Fair value of assets and liabilities

(a) Fair value hierarchy

The Group categories fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

- Level 1 – Quoted prices (unadjusted) in active market for 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 categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

(b) Assets and liabilities measured at fair value

The following table shows an analysis of the financial asset measured at fair value at the end of the reporting period:

	Fair value measurements at the end of the reporting period using			
	(Level 1) \$'000	(Level 2) \$'000	(Level 3) \$'000	Total \$'000
30 June 2023				
Financial assets:				
<u>Other receivables</u>				
Loan to Star City ⁽¹⁾ , at FVPL	–	–	4,880	4,880
<u>Other investment</u>				
Unquoted equity instrument, at FVOCI	–	–	1,414	1,414
31 December 2022				
Financial assets:				
<u>Other receivables</u>				
Loan to Star City, at FVPL	–	–	4,831	4,831
<u>Other investment</u>				
Unquoted equity instrument, at FVOCI	–	–	1,414	1,414

(1) Star City Property Development Co Ltd

Reconciliation of the fair value measurement of other receivable designated at FVPL:

	Other receivable \$'000
As at 1 January 2023	4,831
Add:	
Foreign exchange difference	49
	<hr/>
As at 30 June 2023	<u>4,880</u>

Reconciliation of the fair value measurement of other investment designated at FVOCI:

	Other investment \$'000
As at 1 January 2023	1,414
Add:	
Fair value gain	-
	<hr/>
As at 30 June 2023	<u>1,414</u>

The Group has a 10% equity investment in and loan to Star City. The key assumptions concerning the future and other key sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial period are the marketability and valuation of Star City's land plot which is performed by an external valuation specialist and the net assets value of Star City that is based on the Group's assessment. The key assumptions used to determine the fair value of the investment and the loan are based on the discounted cash flow of Star City and the prevailing discount rate.

The Group based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

12. Intangible assets

Group	Technical know-how \$'000	Computer software \$'000	Total \$'000
Cost			
At 1 January 2023	110	135	245
Translation difference	–	(8)	(8)
At 30 June 2023	110	127	237
Accumulated amortisation			
At 1 January 2023	110	133	243
Translation difference	–	(7)	(7)
At 30 June 2023	110	126	236
Net carrying amount			
At 31 December 2022	–	2	2
At 30 June 2023	–	1	1

13. Property, plant and equipment

During the six months ended 30 June 2023, the Group acquired assets amounting to \$6,000 (30 June 2022: \$259,000) and disposed of assets amount to \$Nil (30 June 2022: \$Nil).

14. Investment properties

	Group	
	June 2023 \$'000	December 2022 \$'000
Balance sheet:		
Cost		
At 1 January	2,200	2,220
Translation difference	(16)	(20)
At 30 June 2023/31 December 2022	<u>2,184</u>	<u>2,200</u>
Accumulated depreciation		
At 1 January	514	471
Depreciation for the period	29	56
Translation difference	(10)	(13)
At 30 June 2023/31 December 2022	<u>533</u>	<u>514</u>
Net carrying amount		
At 30 June 2023/31 December 2022	<u>1,651</u>	<u>1,686</u>

The Group's investment properties comprise two industrial properties, one of which is currently leased to a third party under operating lease until 31 December 2024.

14.1 Valuation

The investment properties are measured at cost less accumulated depreciation and any impairment losses. Valuation of the investment properties is performed for disclosure purposes and impairment assessments by external independent valuers. Directors' valuations are carried out at half-yearly reporting and annually.

The fair values of the investment properties as at 31 December 2022 were determined by an independent and qualified valuer, IPC Island Property Consultants Sdn. Bhd. The valuations were based on estimated marketable price of the factory and industrial land assessed by the independent valuer. In relying on the valuation reports, management had exercised its judgement and was satisfied that the valuation methods and estimates are reflective of the prevailing market conditions.

The fair values are within Level 3 of the fair value hierarchy.

15. Investment in associated company

	Group	
	June 2023 \$'000	December 2022 \$'000
Beginning of financial year	15,967	10,172
Redemption of preference shares	(5,793)	-
Share of results	1,505	6,901
Dividends received	(302)	(315)
Currency translation differences	(620)	(791)
	<u>10,757</u>	<u>15,967</u>

The Group has a 20% equity interest in Ipark, a private company in Malaysia that is engaged in property development. When objective evidence of impairment is identified, management estimates the recoverable amount of the Group's investment in and loan to Ipark on a value in use basis using a discounted cash flow model. The assessment of whether any objective evidence of impairment exists requires management judgement. When making the assessment, management considers factors such as actual performance of the underlying property development relative to its budget, its expected future performance, as well as prevailing market conditions and economic outlook that may impact the profitability of the development.

16. Borrowings (Lease Liabilities)

	The Group and the Company	
	30 June 2023 S\$'000	31 December 2022 S\$'000
<u>Amount repayable within one year or on demand</u>		
Secured	38	38
Unsecured	-	-
<u>Amount repayable after one year</u>		
Secured	17	36
Unsecured	-	-

The collateral in respect of secured borrowings is by way of legal charges over certain property, plant and equipment with a net book value of S\$146,000 (31 December 2022: S\$176,000), held under hire purchase arrangements.

17. Share capital

	The Group and the Company			
	30 June 2023		31 December 2022	
	No. of shares '000	S\$'000	No. of shares '000	S\$'000
At beginning and end of interim period	49,913	14,807	49,913	14,807

The Company did not hold any treasury shares as at 30 June 2023 and 31 December 2022.

The Company's subsidiaries did not hold any shares in the Company as at 30 June 2023 and 31 December 2022.

There are no outstanding convertible instruments as at 30 June 2023 and 31 December 2022.

18. Subsequent events

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

F. Other information required by Catalist Rule Appendix 7C

- 1. Whether the figures have been audited, or reviewed and in accordance with which standard or practice**

The figures have not been audited or reviewed by external auditor.

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

Not applicable

- 3(A). Where the latest financial statements are subject to an adverse opinion, qualified or disclaimer of opinion:**

(i) Updates on the efforts taken to resolved each outstanding audit issue.

(ii) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

Not Applicable.

- 4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied**

Except as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as compared to the most recent audited financial statements for the financial year ended 31 December 2022.

- 5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change**

The Group and Company have adopted the new and revised Singapore Financial Reporting Standards (International) ("**SFRS(I)s**"), and Interpretations of SFRS(I) ("**SFRS(I) INTs**") that are effective for the financial year beginning on or after 1 January 2023. The adoption of these SFRS(I)s and SFRS(I) INTs do not have any significant impact on the financial statements of the Group and Company.

- 6. Review of the performance of the Group**

Group performance review for the six months period ended 30 June 2023 ("**1H2023**") compared with the six months period ended 30 June 2022 ("**1H2022**")

Condensed Interim Consolidated Income Statement

Revenue

Total Group revenue amounted to S\$1.51 million for the half-year period ended 30 June 2023 ("**1H2023**") as compared with S\$1.79 million for the half-year period ended 30 June 2022 ("**1H2022**"), a decrease of S\$0.28 million or about 16%, mainly due to lower sales of printing cylinders in Malaysia on account of the challenging business environment due to keen competition and the higher costs of mild-steel ("**MS**") plates and chemicals.

Costs of sales

Due to lower revenue, cost of sales also decreased by 14% or about S\$0.19 million, from S\$1.43 million for 1H2022 to S\$1.24 million for 1H2023. However, the lower decrease as compared with the decrease in sales revenue was mainly due to higher costs of raw materials, mainly MS plates and chemicals, on account of the stronger US Dollar (“**US\$**”) versus the Malaysian Ringgit (“**RM**”), utilities, depreciation charge and a lower decrease in fixed direct staff costs.

Gross profit

As a result of the lower revenue and costs of sales, gross profit for the period decreased from S\$0.36 million for 1H2022 to S\$0.27 million for 1H2023, a decrease of S\$0.09 million or about 25%. Consequently, gross profit margin declined from about 20.0% for 1H2022 to 18.0% for 1H2023.

Other Operating Income

For 1H2023, Other operating income amounted to S\$0.19 million as compared with S\$0.23 million for 1H2022, a decline of 16% or about S\$0.04 million, mainly due to lower foreign exchange gain (net) as a result of the stronger US\$ as compared with the S\$ for 1H2022. This is partially offset by higher finance income mainly due to higher interest income from banks as a result of higher investible funds after the redemption of preference shares by associate.

Operating Expenses

In line with the lower revenue, distribution expenses also decreased by about 27% to S\$0.08 million for 1H2023 as compared with S\$0.11 million for 1H2022. Administrative expenses also declined marginally by 3% or about S\$0.02 million, from S\$0.86 million for 1H2022 to S\$0.84 million for 1H2023 mainly due to lower expenses for the printing cylinders business segment coupled with the weaker RM against the S\$.

Total depreciation charge for property, plant and equipment, investment properties and right-of-use assets were about unchanged at S\$0.34 million for 1H2023 and 1H2022.

Share of results from investment in associated company amounted to a gain of S\$1.51 million for 1H2023, based on the percentage-of-completion method and the sale of 2 industrial properties by IPark to AME REIT, as compared with S\$1.20 million for 1H2022.

Profit before Income Tax

On the basis of the above factors, therefore, the Group recorded a profit before income tax of S\$1.04 million for 1H2023 as compared with S\$0.79 million for 1H2022. The increase in profit before income tax of S\$0.25 million over the two financial periods was mainly due to the following:

- 1) Higher share of profits from investment in associated company less absence of interest income from loan to associate (S\$0.27 million),
- 2) Higher income from the investment holding business segment due mainly to higher interest income from banks (S\$0.03 million), and
- 3) Lower loss from the printing cylinders business segment (S\$0.01 million), partially offset by
- 4) Lower foreign exchange gain (net) due mainly to the stronger US\$ versus the S\$ for 1H2022 as compared with 1H2023 (S\$0.07 million).

Income tax expense amounted to S\$0.03 million for 1H2023 (1H2022: income tax credit of S\$0.01 million) mainly due to prior year tax adjustments in a subsidiary taken up in 1H2022.

Based on the above factors, the Group recorded a net profit of about S\$1.01 million for 1H2023 as compared with S\$0.81 million 1H2022.

Condensed Interim Statements of Financial Position

- a. Trade receivables were lower by about S\$0.07 million mainly due to collections of long outstanding receivables, overdue for more than 120 days, coupled with exchange rate fluctuations between the RM against the S\$. Barring unforeseen circumstances, the Group does not foresee any issue with the collectibility of these outstanding balances.
- b. Other receivables were lower by about S\$0.14 million mainly due to advance payments made for raw materials, particularly seamless steel pipes and chemicals in December 2022.
- c. Inventories were higher by about S\$0.12 million mainly due to lower sales and higher raw material prices, particularly for MS plates and chemicals, partially offset by exchange rate fluctuations between the RM against the S\$.
- d. Tax recoverable were lower by about S\$0.19 million mainly due to refund of taxes paid in prior years.
- e. Financial assets, at FVOCI pertains to the Group's 10% share of equity interest in Star City.
- f. Financial assets, at FVPL comprising the Group's share of loan to Star City, were higher by about S\$0.05 million mainly due to exchange rate fluctuations between the US\$ against the S\$
- g. Property, plant and equipment, intangible assets, investment properties and right-of-use assets were lower mainly due to depreciation and amortisation for the period coupled with exchange rate fluctuations between the RM against the S\$.
- h. Investment in associated company was lower by about S\$5.21 million mainly due to redemption of preference shares (S\$5.79 million), dividend received and translation differences on account of the weaker RM against the S\$. This was, however, increased by share of results of S\$1.51 million for 1H2023.
- i. Trade and other payables, comprising Trade payables (S\$0.06 million) and Other payables (S\$0.47 million) as at 30 June 2023, were lower by about S\$0.18 million mainly due to a decrease in accruals made for expenses at 31 December 2022 and paid during 1H2023.

Cash Flow

For 1H2023, the Group net cash flows used in operating activities totalled S\$0.01 million mainly due to adjustments made for share of results from investment in associated company and unfavourable changes in working capital, partially offset by net profit, depreciation of property, plant and equipment, investment properties and right-of-use assets and refund of income taxes paid in prior years.

Cash flows from investing activities, amounting to S\$6.09 million for 1H2023, were mainly contributed by redemption of preference shares and dividend received from associate.

Cash flows used in financing activities of S\$0.27 million comprised mainly payments of dividends to owners of the Company and lease liabilities.

As a result of the above factors, cash and cash equivalents were substantially higher by about S\$5.81 million during 1H2023 and the Group's cash and cash equivalents stood at S\$9.97 million as at 30 June 2023.

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

Not Applicable

8. 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 Company is of the opinion that the outlook for the next 12 months for the printing cylinders business segment will remain challenging due to the keen competition coupled with the higher costs of raw materials.

The outlook for the Group's investment in property development companies business segment will depend, to a large extent, on the region's continuing economic growth.

As at 30 June 2023, property sales launch for IPark were as follows:

	Total Units Available	Sold with SPA ⁽¹⁾	Rented Out	Booked ⁽²⁾	Total Units	Vacancy
Parcel 1	10	10	-	-	10	-
Parcel 2	41	37	3	-	40	1
Parcel 3	36	26	4	2	32	4

Notes:

(1) Sales & Purchase Agreement

(2) Booked via payment of booking fees

On 15 March 2023, IPark redeemed the 1,920 Non-Cumulative Redeemable Preference Shares ("NCRPS") (20% share) at a Redemption price of RM10,000 per share, i.e. at the total amount of RM19,200,000 (S\$5,793,000).

On 15 June 2023, the Group had received a dividend payment of RM1,000,000 (S\$302,000) (20% share) from IPark.

Pending the receipts of its investments in IPark and/or Star City and, after careful evaluation by the Audit Committee and the Board, the Group may consider potential investments in other companies in the property development companies business segment as and when such opportunities arise.

With regard to Star City, there were no new developments on the sale of Star City's property assets. The Directors and Management of Star City will continue to proactively seek out potential buyers to sell these assets.

9. Dividend Information

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

None

(c) Date payable

Not Applicable

(d) Record date

Not Applicable

10. 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 for the financial six months period ended 30 June 2023. Given the mixed outlook for the next 12 months post-pandemic, the Company will review its financial position at the end of the financial year.

11. Interested Person Transactions (January – June 2023)

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate for interested person transactions for the financial periods which it is required to report on pursuant to Rule 705.

The Group has obtained shareholders' approval for the renewal of its general mandate for Interested Party Transaction at the recent annual general meeting held on 28 April 2023.

Name of Interested Person	Nature of Relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
Adrian Teo Kee Tiong	<p>Brother of Teo Kee Bock and Teo Kee Chong, Directors and substantial shareholders of the Company, and son of Mdm Ang Kim Ton, substantial shareholder of the Company.</p> <p>Fuji Printing Cylinders Pte Ltd (FPC), a wholly-owned subsidiary of the Group</p> <p>Fuji Roto Gravure Sdn Bhd (FRG), where FPC owns 65% and Adrian Teo owns 35%. Mr Adrian Teo is also a director of FRG.</p> <p>IPT transactions Supply of printing cylinders by FRG to FPC</p> <p>Provision of technical services by the Group to FRG</p> <p>Lease of premises by Fujiplates Manufacturing Sdn Bhd to FRG</p>	Nil	S\$160,940

12. Negative Assurance on Interim Financial Statements

Confirmation by the Board Pursuant to Catalist Rule 705(5).

The Board of Directors hereby confirm that, to the best of its knowledge, nothing has come to its attention which may render the financial results of the Group and the Company for the first half-year ended 30 June 2023 to be false or misleading in any material aspect.

On behalf of the Board of Directors:

Name of Director: Teo Kee Bock
Designation: Chairman

Name of Director: Teo Kee Chong
Designation: Managing Director

13. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under rule 720(1)

The Company confirms that it has procured undertakings from all of its directors and executive officers as set out in Appendix 7H under Rule 720(1).

BY ORDER OF THE BOARD

Kevin Cho Form Po
Company Secretary

11 August 2023

This announcement has been reviewed by the Company's Sponsor, Asian Corporate Advisors Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange 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 Ms Foo Quee Yin, at 160 Robinson Road, #21-05 SBF Center, Singapore 068914, Telephone number: 6221 0271