

ZHONGXIN FRUIT AND JUICE LIMITED
AND ITS SUBSIDIARIES
(Company Registration Number: 200208395H)

Unaudited Condensed Interim Financial Statements
For the Six Months and Full Year ended
30 June 2023

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ZHONGXIN FRUIT AND JUICE LIMITED

(Incorporated in Singapore)
(Co. Reg. No. 200208395H)

A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	Group					
		6 months ended		Increase / (Decrease) %	12 months ended		Increase / (Decrease) %
		30 June 2023	30 June 2022		30 June 2023	30 June 2022	
		RMB'000	RMB'000		RMB'000	RMB'000	
Revenue	4	61,780	61,218	0.9%	114,533	141,849	(19.3%)
Cost of sales		(50,414)	(42,069)	19.8%	(90,525)	(104,333)	(13.2%)
Gross profit		11,366	19,149	(40.6%)	24,008	37,516	(36.0%)
Other income:							
Other operating income		2,259	2,068	9.2%	4,494	31,168	(85.6%)
Operating expenses:							
Distribution expenses		(3,252)	(4,541)	(28.4%)	(6,880)	(11,681)	(41.1%)
Administrative expenses		(4,147)	(4,513)	(8.1%)	(10,003)	(8,650)	15.6%
Finance costs		(1,702)	(1,634)	4.2%	(3,228)	(3,904)	(17.3%)
Share of (loss) / profit from equity accounted joint venture		(123)	2,754	n.m.	(1,601)	3,430	n.m.
Profit before income tax	6	4,401	13,283	(66.9%)	6,790	47,879	(85.8%)
Income tax	7	(98)	(22)	345.5%	(823)	(466)	76.6%
Profit for the year		4,303	13,261	(67.6%)	5,967	47,413	(87.4%)
Other comprehensive income for the period, net of tax							
Item that will not be reclassified to profit or loss							
Defined benefit plan remeasurements		-	-	-	-	(10)	n.m.
Share of other comprehensive income of equity accounted joint venture		-	(10)	n.m.	-	(10)	n.m.
Total comprehensive income for the period							
attributable to owners of the Company		4,303	13,251	(67.5%)	5,967	47,393	(87.4%)
Earnings per share for earnings attributable to owners of the Company (RMB cents):							
- Basic	9	0.41	1.26		0.57	4.49	
- Diluted	9	0.41	1.26		0.57	4.49	

n.m. - not meaningful

ZHONGXIN FRUIT AND JUICE LIMITED(Incorporated in Singapore)
(Co. Reg. No. 200208395H)**B. CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION**

	Note	Group		Company	
		As at		As at	
		30 June 2023	30 June 2022	30 June 2023	30 June 2022
		RMB'000	RMB'000	RMB'000	RMB'000
ASSETS					
Non-Current Assets					
Investment in joint venture		12,334	13,935	6,347	6,347
Investment in subsidiaries		-	-	19,473	19,473
Property, plant and equipment	11	41,872	45,491	1	1
Right of use assets		6,319	6,506	-	-
		<u>60,525</u>	<u>65,932</u>	<u>25,821</u>	<u>25,821</u>
Current Assets					
Cash and cash equivalents		14,403	3,474	409	2,378
Notes receivables	12	24,800	-	-	-
Trade receivables	13	91,934	94,387	-	-
Other receivables	14	929	1,328	-	-
Receivable from subsidiaries		-	-	20,440	20,487
Receivable from related parties		20	7	-	-
Prepayments		1,178	523	-	-
Inventories		39,094	28,123	-	-
		<u>172,358</u>	<u>127,842</u>	<u>20,849</u>	<u>22,865</u>
Total Assets		232,883	193,774	46,670	48,686
EQUITY AND LIABILITIES					
Equity attributable to owners of the Company					
Share capital	15	252,093	252,093	252,093	252,093
Contributed surplus		22,000	22,000	-	-
Statutory and other reserves		10,637	8,263	-	-
Accumulated losses		(149,964)	(153,557)	(206,685)	(204,660)
Equity attributable to owners of the Company		134,766	128,799	45,408	47,433
Non-Current Liability					
Deferred capital grant		206	212	-	-
Current Liabilities					
Trade and other payables	16	10,107	6,669	1,262	1,253
Payable to immediate holding company		53,419	48,203	-	-
Borrowings	17	34,385	9,891	-	-
		<u>97,911</u>	<u>64,763</u>	<u>1,262</u>	<u>1,253</u>
Total Liabilities		98,117	64,975	1,262	1,253
Total Equity and Liabilities		232,883	193,774	46,670	48,686

ZHONGXIN FRUIT AND JUICE LIMITED(Incorporated in Singapore)
(Co. Reg. No. 200208395H)**C. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY**

	Equity attributable to owners of the Company				
	Share Capital RMB'000	Contributed Surplus RMB'000	Statutory and Other Reserves RMB'000	Accumulated Losses RMB'000	Total RMB'000
Group					
Current Year:					
Balance as at 1 July 2022	252,093	22,000	8,263	(153,557)	128,799
Profit for the year, representing total comprehensive income for the financial year	-	-	-	5,967	5,967
Transfer to statutory and other reserves representing transaction with equity holders as owners of the Group	-	-	2,374	(2,374)	-
Balance as at 30 June 2023	252,093	22,000	10,637	(149,964)	134,766
Previous Year:					
Balance as at 1 July 2021	252,093	22,000	6,606	(199,293)	81,406
<i>Total comprehensive income for the financial year</i>					
Profit for the year	-	-	-	47,413	47,413
Other comprehensive (loss) for the year	-	-	-	(20)	(20)
Total comprehensive income for the financial year	-	-	-	47,393	47,393
Transfer to statutory and other reserves representing transaction with equity holders as owners of the Group	-	-	1,657	(1,657)	-
Balance as at 30 June 2022	252,093	22,000	8,263	(153,557)	128,799
Company					
Current Year:					
Balance as at 1 July 2022	252,093	-	-	(204,660)	47,433
Loss for the year, representing total comprehensive loss for the financial year	-	-	-	(2,025)	(2,025)
Balance as at 30 June 2023	252,093	-	-	(206,685)	45,408
Previous Year:					
Balance as at 1 July 2021	252,093	-	-	(202,767)	49,326
Loss for the year, representing total comprehensive loss for the financial year	-	-	-	(1,893)	(1,893)
Balance as at 30 June 2022	252,093	-	-	(204,660)	47,433

ZHONGXIN FRUIT AND JUICE LIMITED(Incorporated in Singapore)
(Co. Reg. No. 200208395H)**D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**

	Group	
	12 months ended	
	30 June 2023	30 June 2022
	RMB'000	RMB'000
Operating activities		
Profit before income tax	6,790	47,879
Adjustments for :		
Allowance for impairment loss - other receivables	-	795
Amortisation of deferred capital grant	(6)	(6)
Amortisation of right of use assets	187	186
Depreciation of property, plant and equipment	1,071	1,060
Gain on disposal of property, plant and equipment	(32)	-
Share of loss / (profit) from equity accounted joint venture	1,601	(3,430)
Interest expense	3,221	3,890
Interest income	(4,091)	(3,445)
Write-back of allowance for impairment loss	(30)	-
Operating cash flows before working capital changes	8,711	46,929
Inventories	(7,557)	24,156
Notes receivables	(24,800)	-
Trade and other receivables	(226)	3,233
Receivable from immediate holding company	2,453	(24,954)
Trade and other payables	3,438	1,455
Cash flows from operations	(17,981)	50,819
Interest received	4,091	3,445
Income tax paid	(823)	(466)
Net cash (used in) / generated from operating activities	(14,713)	53,798
Investing activities		
Purchase of property, plant and equipment	(897)	(1,271)
Proceeds from disposal of property, plant and equipment	63	23
Net cash used in investing activities	(834)	(1,248)
Financing activities		
Net advances from / (repayment to) immediate holding company	5,216	(49,916)
Net advances to a related party	(13)	(1)
Proceeds from borrowings	34,385	51,025
Repayments of borrowings	(9,891)	(51,031)
Interest paid	(3,221)	(3,890)
Net cash generated from / (used in) financing activities	26,476	(53,813)
Net increase / (decrease) in cash and cash equivalents	10,929	(1,263)
Cash and cash equivalents at beginning of the financial year	3,474	4,733
Effect of exchange rate changes on the balance of cash and cash equivalents in foreign currency	-	4
Cash and cash equivalents at end of the financial year	14,403	3,474

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E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1. Corporate Information

Zhongxin Fruit and Juice Limited (“the Company”) is a limited liability company incorporated and domiciled in Singapore and whose shares are publicly traded on the Catalist of the Singapore Exchange Securities Trading Limited. The immediate holding company is SDIC Zhonglu Fruit Juice Co., Ltd (“SDICZL”) which is incorporated in the People’s Republic of China (“PRC”) and listed on the Shanghai Stock Exchange. The Company’s ultimate holding company is State Development and Investment Corporation (“SDIC”), a state-owned enterprise in PRC.

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 principal activity of the Company is that of investment holding. The principal activity of the subsidiaries is production of fruit juice concentrate.

2. Basis of Preparation

The condensed interim financial statements for the six months ended 30 June 2023 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. 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 interim financial statements for the financial period 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 Chinese Renminbi, which is the Group’s and the Company’s functional currency. All financial information presented in Chinese Renminbi has been rounded to the nearest thousand (RMB’000), unless otherwise indicated.

2.1. New and amended standards adopted by the Group

The Group has adopted all the applicable new and revised SFRS(I) and the related interpretations of SFRS(I) (“INT SFRS(I)”) that are effective for the current financial period. The adoption of the new / revised SFRS(I) and INT SFRS(I) did not result in any substantial changes to the Group’s and the Company’s accounting policies and had no material effect on the amounts reported for the current or prior financial years.

2.2. Use of judgements and estimates

In the application of the Group’s accounting policies, the management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

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2. Basis of Preparation (cont'd)

2.2. Use of judgements and estimates (cont'd)

Critical judgements made in applying the Group's accounting policies

In the preparation of the financial statements, management is of the opinion that there were no critical judgements and significant assumptions made in the process of applying the Group's accounting policies that have a significant effect on the amounts recognised in the financial statements.

Key sources of estimation uncertainty

a) Allowance for expected credit losses ("ECLs") of trade receivables

The Group determines the ECL by using the individual (debtor-by-debtor) basis as at the reporting date in view that there was only 1 trade debtor (30 June 2022: 1 trade debtor) and the trade amount due from the immediate holding company constituted 100% (30 June 2022: 100%) of the Group's trade receivables as at that date.

There is estimation used in the measurement of lifetime expected credit losses and forward-looking assumptions. The amount of ECL is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

The carrying amount of trade receivables at the end of the reporting date was RMB 91,934,000 (30 June 2022: RMB 94,387,000).

b) Useful lives of property, plant and equipment

The estimates for the useful lives and related depreciation charges for property, plant and equipment is based on commercial and production factors which could change significantly as a result of technical innovations and competitor actions in response to severe market conditions. The depreciation charge is increased where useful lives are less than previously estimated lives, or the carrying amounts written off or written down for technical obsolescence or nonstrategic assets that have been abandoned or sold.

Management estimates the useful lives of property, plant and equipment to be within 3 to 40 years. The carrying amount of the Group's property, plant and equipment at the reporting date is RMB41,872,000 (30 June 2022: RMB45,491,000). Changes in the expected level of usage and technological developments could impact the economic useful lives and the residual values of these assets. Therefore, future depreciation charges could be revised.

c) Allowances for slow moving inventories

Management carries out an inventory review at the end of each reporting period to determine any need for allowance for inventory obsolescence. Management estimates the net realisable value for such inventories based primarily on the latest invoice prices and current market conditions. In the event of significant changes to the current market conditions, possible changes in these estimates could result in revisions to the carrying amount of the inventories. The carrying amount of the inventories at the end of the reporting period is RMB39,094,000 (30 June 2022: RMB28,123,000).

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2. Basis of Preparation (cont'd)

2.2. Use of judgements and estimates (cont'd)

Critical accounting estimates and assumptions (cont'd)

d) Income tax

The Group has exposure to income taxes in PRC jurisdictions. Significant judgement and estimation process is involved in determining the Group's provision for income taxes. There are certain transactions and computations for which the determination of ultimate tax is uncertain during the ordinary course of business. The Group recognises liabilities for expected tax issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recognised, such differences will impact the income tax and deferred tax computation in the financial year in which such determination is made.

The carrying amount of income tax liabilities at the end of the reporting period is Nil (30 June 2022: Nil).

e) Impairment of idle property, plant and equipment ("PPE")

PPE are assessed for impairment whenever there is objective evidence that the assets may be impaired. If any such indication exists, an impairment assessment will be performed accordingly. The recoverable amount of the assets is assessed as the higher of fair value less costs of disposal and value in use.

The Group's PPE included certain production machinery of Xuzhou Zhongxin Fruit & Juice Company Limited ("Xuzhou Zhongxin") which were idle as Xuzhou Zhongxin had suspended its production of concentrated apple juice since prior years. As at the end of reporting period, the carrying amount of these idle production machinery amounted to RMB2.96 million (30 June 2022: RMB3.57 million).

The fair value of the idle production machinery was determined using the Replacement Cost Approach, which is based on an estimate of the market value for the existing use of the production machinery, plus the current cost of replacement less deduction for physical deterioration and all relevant forms of obsolescence and optimisation.

As at the end of reporting period, no allowance for impairment loss of Xuzhou Zhongxin's idle production machinery was recognised as the recoverable amounts, based on fair value less costs of disposal, were determined to be higher than the respective carrying amounts at the reporting date.

f) Impairment of investment in joint venture

Investment in joint venture are reviewed for impairment whenever there is any indication that the investment may be impaired. If any such indication exists, an impairment assessment will be performed accordingly. The recoverable amount of the investment is assessed as the higher of its fair value less costs of disposal and its value in use.

The carrying amount of the investment in joint venture at the end of the reporting period is RMB6.35 million (30 June 2022: RMB6.35 million)

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3. Seasonal Operations

The fruit juice industry is cyclical in nature as raw materials such as apples are in season during the second half of the calendar year (i.e. the first half of the Group's financial year). To ensure the freshness of the ingredients, generally, the Group procures the raw materials and produces the fruit juice during the first half of the financial year for its full year's supply.

The sales of the Group are not affected significantly by seasonal or cyclical factors during the financial period.

4. Segment and Revenue Information

Revenue represents the value of the goods sold to customers, net of sales discount and returns.

a) Business segment

There is no breakdown by business segments as the Group's operations and sales in the current and previous financial year were predominantly related to fruit juice concentrate.

b) Geographical information

There is no breakdown by geographical markets of revenue and non-current assets information as the Group's operations and customers were predominantly based in the PRC.

c) Disaggregation of revenue

	Group			
	6 months ended		12 months ended	
	30 June 2023	30 June 2022	30 June 2023	30 June 2022
	RMB'000	RMB'000	RMB'000	RMB'000
Revenue:				
Concentrated apple and pear juice	52,157	53,325	96,904	129,804
Apple essence	1,362	1,699	1,362	2,027
Fructose	8,201	6,230	15,908	9,236
Processed garlic	-	-	-	-
Fruit pomace	60	(36)	359	782
	61,780	61,218	114,533	141,849
Timing of transfer of goods or service:				
At a point in time	61,780	61,218	114,533	141,849
Over time	-	-	-	-
	61,780	61,218	114,533	141,849

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4. Segment and Revenue Information (cont'd)

d) A breakdown of sales and operating profit

Breakdown of sales	Group		Increase /
	30 June 2023	30 June 2022	(Decrease)
	RMB'000	RMB'000	%
<u>First half year</u>			
(a) Sales	52,753	80,631	(35%)
(b) Operating profit after tax before deducting non-controlling interest	1,664	34,152	(95%)
<u>Second half year</u>			
(c) Sales	61,780	61,218	1%
(d) Operating profit after tax before deducting non-controlling interest	4,303	13,261	(68%)
<u>Total</u>			
Sales	114,533	141,849	(19%)
Operating profit after tax before deducting non-controlling interest	5,967	47,413	(87%)

The sales volume in the second half year of FY2023 (“**2H2023**”) decreased by approximately 14% as compared to the first half year of FY2023 (“**1H2023**”) due to the lower production volume attributed to the shortage of raw materials as a result of the heatwave suffered in some major apple producing areas in China. However, the average selling price of the concentrated fruit juice is higher by 35% in the 2H2023 in comparison to 1H2023 due to higher raw material costs, and contributing to the overall sales improvement in the 2H2023 by approximately 17%.

The Group recorded lower operating profit in the 1H2023 as compared to 2H2023 mainly due to:

- higher administrative expenses recorded in 1H2023 due to the legal fees of RMB1.4 million incurred by Xuzhou Zhongxin in 1H2023. This was in relation to the professional fees payable to the appointed legal firm for their assistance in the recovery of the settlement payment of RMB27.5 million (refer Page 22 for details of the settlement payment); and
- higher share of loss from equity accounted joint venture in 1H2023 as compared to 2H2023.

ZHONGXIN FRUIT AND JUICE LIMITED(Incorporated in Singapore)
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Set out below is an overview of the financial assets and financial liabilities of the Group and of the Company as at 30 June 2023 and 30 June 2022:

	Group		Company	
	As at 30 June 2023 RMB'000	As at 30 June 2022 RMB'000	As at 30 June 2023 RMB'000	As at 30 June 2022 RMB'000
Financial assets				
Loans and receivables				
Cash and cash equivalents	14,403	3,474	409	2,378
Notes receivables	24,800	-	-	-
Trade receivables	91,934	94,387	-	-
Other receivables	929	1,328	-	-
Receivable from subsidiaries	-	-	20,440	20,487
Receivable from related parties	20	7	-	-
Financial liabilities at amortised cost				
Trade and other payables	10,107	6,669	1,262	1,253
Payable to immediate holding company	53,419	48,203	-	-
Borrowings	34,385	9,891	-	-

6. Profit Before Income Tax**6.1. Significant Items**

	Group			
	6 months ended		12 months ended	
	30 June 2023 RMB'000	30 June 2022 RMB'000	30 June 2023 RMB'000	30 June 2022 RMB'000
Income				
Amortisation of deferred capital grant	(3)	(3)	(6)	(6)
Foreign exchange gain	(65)	(79)	(126)	(26)
Gain on disposal of property, plant and equipment	(32)	-	(32)	-
Interest income	(2,111)	(1,906)	(4,091)	(3,445)
Receipt of settlement payment	-	-	-	(27,500)
Write-back of other payables	-	(26)	-	(26)
Write-back of allowance for impairment loss	-	-	(30)	-
Expenses				
Allowance for impairment loss - other receivables	-	795	-	795
Amortisation of right of use assets	94	93	187	186
Depreciation of property, plant and equipment	532	530	1,071	1,060
Interest expense	1,695	1,620	3,221	3,890

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6. Profit Before Income Tax (cont'd)

6.2. Related Party Transactions

In addition to the related party information disclosed elsewhere in the condensed interim financial statements, the Group entered into the following significant transactions with related parties that took place at terms agreed between the parties during the financial period:

	Group			
	6 months ended		12 months ended	
	30 June 2023	30 June 2022	30 June 2023	30 June 2022
	RMB'000	RMB'000	RMB'000	RMB'000
<u>The Group</u>				
Sales to SDICZL and its group of companies	51,900	58,678	103,833	137,890
Purchases from SDICZL and its group of companies	7,392	2,308	7,893	2,848
Payment to a related party for lease of certain storage facility	-	-	-	290
Interest paid with respect to loans and advances provided by SDICZL	1,128	1,093	2,207	2,865
Interest received from SDICZL with respect to the interest charged on the outstanding trade receivable due from SDICZL	2,105	1,905	4,081	3,436
<u>Joint venture of the Group</u>				
Sales to SDICZL and its group of companies*	13,894	18,177	30,534	38,974
Purchases from SDICZL and its group of companies*	2	-	2	6
Payment to a related party for lease of certain storage facility*	22	68	51	136
Interest paid with respect to loans and advances provided by SDICZL*	419	-	638	190
Interest received from SDICZL with respect to the interest charged on the outstanding trade receivable due from SDICZL*	-	27	-	27

* Based on the effective equity interest of the Group in the joint venture of 50%.

7. Taxation

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 in the condensed interim consolidated statement of profit or loss are:

	Group			
	6 months ended		12 months ended	
	30 June 2023	30 June 2022	30 June 2023	30 June 2022
	RMB'000	RMB'000	RMB'000	RMB'000
Current income tax				
- for the financial period	98	22	823	466

8. Dividends

There is no dividend declared for the 6 months and full year ended 30 June 2023.

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9. Earnings per Share

Earnings per ordinary shares of the Group for the period based on profit after income tax :	Group			
	6 months ended		12 months ended	
	30 June 2023	30 June 2022	30 June 2023	30 June 2022
	RMB'000	RMB'000	RMB'000	RMB'000
(a) Based on the weighted average number of ordinary shares in issue (basic) (RMB cents)	0.41	1.26	0.57	4.49
(b) On a fully diluted basis (RMB cents)	0.41	1.26	0.57	4.49
Weighted average number of ordinary shares in issue	1,055,459,201	1,055,459,201	1,055,459,201	1,055,459,201

The basic and fully diluted earnings per share were the same as there were no potentially dilutive ordinary shares in issue as at 30 June 2023 and 30 June 2022.

10. Net Asset Value

	Group		Company	
	As at 30 June 2023	As at 30 June 2022	As at 30 June 2023	As at 30 June 2022
Net assets value per ordinary share based on total number of issued shares excluding treasury shares (RMB cents)	12.77	12.20	4.30	4.49

The net asset value per ordinary share for the Group and Company is calculated based on the issued share capital of 1,055,459,201 ordinary shares as at 30 June 2023 and 30 June 2022.

11. Property, Plant and Equipment

During the six months ended 30 June 2023, the Group acquired assets amounting to approximately RMB29,000 (30 June 2022: RMB465,000).

During the six months ended 30 June 2023, the Group disposed off assets amounting to the net book value of approximately RMB31,000 (30 June 2022: RMB9,000).

12. Notes Receivables

	Group	
	As at 30 June 2023	As at 30 June 2022
	RMB'000	RMB'000
Current:		
Notes receivables	24,800	-

The notes receivables as at 30 June 2023 represent the promissory notes issued by SDICZL in favour of the Group as consideration for trade purchases and the partial settlement of trade receivables owing by SDICZL to the Group. In turn, the Group has endorsed these promissory notes in favour of financial institutions to obtain working capital financing for the Group.

ZHONGXIN FRUIT AND JUICE LIMITED(Incorporated in Singapore)
(Co. Reg. No. 200208395H)**13. Trade Receivables**

	Group	
	As at 30 June 2023 RMB'000	As at 30 June 2022 RMB'000
Trade receivables		
- immediate holding company	91,934	94,387

Trade receivables from immediate holding company are unsecured, interest bearing at 4.35% per annum (30 June 2022: 4.35%) and generally on 60 days terms.

The Group determines the ECL of trade receivables by using the individual (debtor-by-debtor) basis at the reporting date in view that there was only 1 trade debtor and the trade amounts due from the immediate holding company constituted 100% (30 June 2022: 100%) of the Group's trade receivables as at that date.

The Group's credit risk exposure in relation to trade receivables and amount due from immediate holding company (trade) from contracts with customers at the reporting date are set out in the provision matrix as presented below.

	← Past due (days) →				Total RMB'000
	Current RMB'000	1 - 90 days RMB'000	91 to 270 days RMB'000	> 270 days RMB'000	
<u>30 June 2023</u>					
Expected credit loss rate	*	*	*	*	
Trade receivables	-	-	-	-	-
Trade amounts due from immediate holding company	16,955	39,135	35,844	-	91,934
	16,955	39,135	35,844	-	91,934
Loss allowance - lifetime ECL	-	-	-	-	-
					<u>91,934</u>
<u>30 June 2022</u>					
Expected credit loss rate	*	*	*	*	
Trade receivables	-	-	-	-	-
Trade amounts due from immediate holding company	8,172	45,413	40,802	-	94,387
	8,172	45,413	40,802	-	94,387
Loss allowance - lifetime ECL	-	-	-	-	-
					<u>94,387</u>

* ECL rate considered insignificant.

ZHONGXIN FRUIT AND JUICE LIMITED(Incorporated in Singapore)
(Co. Reg. No. 200208395H)**14. Other Receivables**

	Group		Company	
	As at 30 June 2023 RMB'000	As at 30 June 2022 RMB'000	As at 30 June 2023 RMB'000	As at 30 June 2022 RMB'000
Other receivables:				
- Non-related parties ^(a)	1,861	1,840	-	-
Less: Allowance for impairment loss	(1,682)	(1,712)	-	-
Net other receivables	179	128	-	-
Deposits	750	1,200	-	-
	<u>929</u>	<u>1,328</u>	<u>-</u>	<u>-</u>

(a) Included in other receivables is an amount of RMB1,560,000 (30 June 2022: RMB1,590,000) that relates to Xuzhou Zhongxin's remaining balance of compensation for the dismantlement of land in 2015. The said amount has been fully impaired as it has been long outstanding.

The Group's other receivables that were impaired as at 30 June 2023 and 30 June 2022 and the movements of the allowance accounts used to record the impairment were as follows:

	Group	
	As at 30 June 2023 RMB'000	As at 30 June 2022 RMB'000
Movement in allowance for impairment loss:		
At 1 July	1,712	917
Allowance for the year	-	795
Writeback during the year	(30)	-
At 30 June	<u>1,682</u>	<u>1,712</u>

The net other receivables at the end of the reporting period were mainly represented as follow:

	Note	Group		Company	
		As at 30 June 2023 RMB'000	As at 30 June 2022 RMB'000	As at 30 June 2023 RMB'000	As at 30 June 2022 RMB'000
Deposits	(a)	750	1,200	-	-
Advance payment for electricity charges	(b)	71	-	-	-
Others	(c)	108	128	-	-
		<u>929</u>	<u>1,328</u>	<u>-</u>	<u>-</u>

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14. Other Receivables (cont'd)

Notes:

- (a) This relates to the security deposit paid by Yuncheng Zhongxin Fruit and Juice Company Limited ("Yuncheng Zhongxin") in financial year ended 30 June 2018 to its natural gas supplier. The security deposit can be utilised to offset the cost of Yuncheng Zhongxin's natural gas usage in fourth year onwards i.e. in the financial year ended 30 June 2022 onwards. Yuncheng Zhongxin has utilised RMB450,000 of the deposit in the financial year.
- (b) This relates to the advance payment of the electricity charges to the local authority.
- (c) Others mainly comprise of advance payments for insurance, training costs and contribution to national pension scheme / defined contribution plan.

Other receivables at the end of the reporting period were interest-free, unsecured and not past due.

The Board has assessed and is satisfied with the recoverability of the other receivables.

15. Share Capital

	Group and Company			
	As at 30 June 2023		As at 30 June 2022	
	No of shares	RMB'000	No of shares	RMB'000
Issued and fully paid:				
<u>Ordinary shares</u>				
At beginning and end of financial year	1,055,459,201	252,093	1,055,459,201	252,093

All issued shares are fully paid. The Company has one class of ordinary shares, which carry one vote per share without restriction. The holders of the ordinary shares are entitled to receive dividends as and when declared by the Company. The ordinary shares have no par value.

There was no change in the Company's issued share capital of 1,055,459,201 ordinary shares amounting to RMB252,093,405 from 31 December 2022 to 30 June 2023.

The Company did not have any treasury shares during and as at the end of the financial year reported on.

The Company did not have any subsidiary holdings during and as at the end of the financial year reported on.

As at 30 June 2023 and 30 June 2022, there were no outstanding options, convertibles, treasury shares or subsidiary holdings in the Company.

ZHONGXIN FRUIT AND JUICE LIMITED(Incorporated in Singapore)
(Co. Reg. No. 200208395H)**16. Trade and Other Payables**

	Note	Group		Company	
		As at	As at	As at	As at
		30 June 2023	30 June 2022	30 June 2023	30 June 2022
		RMB'000	RMB'000	RMB'000	RMB'000
Trade payables:					
- Third parties	(a)	2,295	1,688	-	-
Accrued operating expenses	(b)	1,712	1,700	863	884
Accrued salaries, bonus and directors' remunerations		2,419	1,607	399	369
Contract liabilities		3,544	-	-	-
VAT payable		137	1,674	-	-
		<u>10,107</u>	<u>6,669</u>	<u>1,262</u>	<u>1,253</u>

Trade payables to third parties are unsecured, non-interest bearing and are generally on 30 to 60 days terms.

Notes:

(a) The aging of the Group's trade payables at the end of the reporting period was as follows:

	Group	
	As at 30 June 2023 RMB'000	As at 30 June 2022 RMB'000
Less than 30 days	2,295	1,631
Within 31 to 60 days	-	-
Within 61 to 90 days	-	-
Within 91 to 120 days	-	30
More than 121 days	-	27
Total	<u>2,295</u>	<u>1,688</u>

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16. Trade and Other Payables (cont'd)

Notes (cont'd):

(b) The accrued operating expenses at the end of the reporting period were mainly represented as follow:

	Note	Group		Company	
		As at	As at	As at	As at
		30 June	30 June	30 June	30 June
		2023	2022	2023	2022
		RMB'000	RMB'000	RMB'000	RMB'000
Accruals:					
- Internal and external audit services		597	490	597	490
- Outsourced financial reporting services		150	212	150	212
- Operating tax payables	(i)	255	292	-	-
Others	(ii)	710	706	116	182
		<u>1,712</u>	<u>1,700</u>	<u>863</u>	<u>884</u>

- (i) This relates to other operating tax payables pertaining to city maintenance and construction tax, education supplementary tax, local education supplementary tax, property tax and water tax.
- (ii) Others mainly comprise of custom fee and freight payable, amount payable to other non-trade suppliers, insurance payable, other accrued expenses and miscellaneous payables.

Other payables at the end of the reporting period were interest-free, unsecured and not past due.

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17. Borrowings

	Group			
	As at 30 June 2023		As at 30 June 2022	
	Secured RMB'000	Unsecured RMB'000	Secured RMB'000	Unsecured RMB'000
<u>Repayable in one year or less, or on demand</u>				
- Trade financing	-	24,672	-	-
- Short-term bank loans	-	9,713	-	9,891
<u>Repayable after one year</u>				
- Bank borrowings	-	-	-	-
Total	-	34,385	-	9,891

Details of any collateral

The trade financing of approximately RMB24.7 million outstanding as at 30 June 2023 was secured by the endorsement of notes receivables. The Group has obtained working capital financing by endorsing the notes receivables issued by its immediate holding company, SDICZL to the Group in favour of financial institutions.

The short-term bank loans of approximately RMB9.7 million outstanding as at 30 June 2023 were unsecured and bear interest at 2.8% (30 June 2022: 3.5%) per annum that are obtained for working capital purpose. The borrowing tenure is 1 year from June 2023 (30 June 2022: from November 2021).

The short term bank loan of RMB9.9 million outstanding as at 30 June 2022 had matured and fully settled in the financial period.

18. Subsequent Events

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

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F. OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7C

1. Review

The condensed consolidated statements of financial position of Zhongxin Fruit and Juice Limited and its subsidiaries as at 30 June 2023 and the related condensed consolidated statement of profit or loss and comprehensive income, condensed consolidated statements of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

1A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:-

(a) Updates on the efforts taken to resolve each outstanding audit issue.

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

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

Not applicable.

2. Review of performance of the Group

Review for the performance of the Group for the financial year ended 30 June 2023 ("FY2023") as compared to the financial year ended 30 June 2022 ("FY2022").

Consolidated Statement of Comprehensive Income

Revenue

During FY2023 and FY2022, the Group had recorded the following:

	Group	
	FY2023	FY2022
Procurement (Metric tonnes, "MT"):		
- Apples	50,309	110,406
- Pears	17,879	1,645
- Processed apple juice	676	404
Total	<u>68,864</u>	<u>112,455</u>
Production (MT):		
- Apple juice	7,199	16,432
- Pear juice	1,252	202
- Fructose	1,167	1,504
- Essence	98	271
Total	<u>9,716</u>	<u>18,409</u>
Sales volume (MT):		
- Apple juice	8,857	19,688
- Pear juice	1,043	-
- Fructose	1,480	1,126
- Essence	92	279
Total	<u>11,472</u>	<u>21,093</u>
Average selling price (RMB per MT):		
- Fruit juice	9,788	6,593
- Fructose	10,750	8,200
- Essence	14,777	7,265

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2. Review of performance of the Group (cont'd)

Production

In FY2023, some major apple producing areas in China suffered a heatwave and the harvest of apples was greatly reduced, resulting in a shortage of quality raw materials and higher procurement costs as compared to FY2022. The subsidiary of the Company, Yuncheng Zhongxin, after deliberating on the escalating costs and market situation, took the decision to reduce the level of production in FY2023.

Despite the challenging operating environment and inconsistent global market demand for fruit juices at the outset of the post-COVID-19 pandemic and rising business costs, Yuncheng Zhongxin carried on the production of fruit juice concentrate business in the financial year. This is to ensure that it has sufficient inventories on hand to capture sales opportunities and to cater to market demand when the fruit juice market rebounded and stabilised.

Xuzhou Zhongxin has continued the suspension of its fruit juice production due to operational constraint. Xuzhou Zhongxin has also suspended its garlic processing activities since the end of financial year ended 30 June 2021 due to the low demand for garlic in the main importing countries mainly attributable to rising shipping costs and trade and shipping disruptions. After considering the costs and benefits, including the anticipated volume of business, manpower and other resources that need to be put in place to resume production, the Management decided that it may not be commercially viable for Xuzhou Zhongxin to resume its fruit juice production and garlic processing activities and has taken the decision to continue the suspension of Xuzhou Zhongxin's fruit juice concentrate production and garlic processing.

Revenue

The Group recorded lower revenue of RMB114.5 million in FY2023, representing a decrease of RMB27.3 million or 19% from the revenue of RMB141.8 million in FY2022. This was mainly due to lower sales volume in FY2023, attributed to the decreased production volume as a result of shortage of raw materials as explained above. However, the impact to the Group's revenue arising from lower sales volume was partially offset by an increase in the average selling price. The average selling price of concentrated fruit juices increased by approximately 48% in FY2023 as compared to FY2022 due to higher raw material costs.

Gross profit

In tandem with the lower revenue, gross profit decreased from RMB37.5 million in FY2022 to RMB24.0 million in FY2023.

The higher costs of sale contributed by higher cost of raw materials outweighed the increase in average selling price of the concentrated fruit juices resulted in the Group recorded a lower gross profit margin of 21% in FY2023 as compared to 26% in FY2022.

Other income

The other income in FY2023 was mainly contributed by interest income. The Group reported lower amount of other income in FY2023 as compared to FY2022 mainly due to the receipt of settlement payment of RMB27.5 million from the ultimate beneficial controlling shareholder of Sanmenxia Tianyu Investment Co., Ltd ("Purchaser") in relation to a successful indemnity claim as disclosed in the announcement released by the Company on 15 October 2021. Such income was recorded in FY2022.

On 31 August 2006, the Group disposed Sanmenxia Lakeside Fruit Juice Co., Ltd ("SLFJ"), a then subsidiary of the Group to the Purchaser. Prior to the disposal, SLFJ had obtained a loan of RMB 15 million from the Bank of China. The loan was guaranteed by Xuzhou Zhongxin. As part of the terms of disposal, the Purchaser undertook to indemnify Xuzhou Zhongxin against any claim under the guarantee.

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2. Review of performance of the Group (cont'd)

On 4 December 2006, the Bank of China filed a lawsuit against SLFJ and Xuzhou Zhongxin to recover the outstanding amount of approximately RMB22.75 million. Xuzhou Zhongxin had settled the Bank of China's claim. Since then, the Group has been pursuing the claim against the Purchaser (which had already been struck off) and its controlling shareholders under the indemnity. Through a series of court processes, the ultimate beneficial controlling shareholder of the Purchaser, a local government authority of Hubin district of Sanmenxia, and Xuzhou Zhongxin agreed on a final settlement of RMB27.5 million which includes interest and default interest, and on 13 October 2021, Xuzhou Zhongxin received the settlement payment in full.

Expenses

The decrease in distribution expenses was mainly due to the following:

- a) lower transportation costs by approximately RMB3.5 million following the decrease in the volume of sales in the financial year; and
- b) lower warehousing costs by approximately RMB0.9 million following the decrease in the level of production in the financial year.

The increase in administrative expenses was mainly due to the legal fees of RMB1.4 million incurred by Xuzhou Zhongxin in FY2023. This was in relation to the professional fees payable to the appointed legal firm for their assistance in the recovery of the settlement payment of RMB27.5 million as explained above.

The decrease in finance costs was mainly due to lower interest paid by Xuzhou Zhongxin with respect to the lower level of average loans and advances made by the Group's immediate holding company, SDICZL in FY2023 to Xuzhou Zhongxin to finance its working capital requirements.

Share of (loss) / profit from equity-accounted joint venture

In FY2023, the Group shared the loss from its equity-accounted joint venture, Linyi SDIC Zhonglu Fruit Juice Co., Ltd ("Linyi SDIC") of approximately RMB1.6 million as compared to the share of profit of approximately RMB3.4 million in FY2022. This was mainly due to the lower revenue and gross profit recorded due to lower sales volume in FY2023 attributed to the decreased production volume in Linyi SDIC due to the shortage of raw materials as a result of the heatwave suffered in some major apple producing areas in China.

Income Tax Expense

Income tax expense in FY2023 was related to the income tax on non-operating income that was not exempted from tax.

Profit for the financial year

Due to the reasons explained above, the Group recorded lower profit after taxation of RMB6.0 million in FY2023 as compared to RMB47.4 million in FY2022.

Statements of Financial Position

The comparative for both the assets and liabilities are based on the Group's financial statements as at 30 June 2023 and 30 June 2022.

Non-current assets decreased by approximately RMB5.4 million from RM65.9 million as at 30 June 2022 to RMB60.5 million as at 30 June 2023 mainly due to the following:

Investment in Joint Venture

Investment in joint venture decreased by approximately RMB1.6 million due to a lower carrying amount of the investment in Linyi following the share of loss in FY2023.

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2. Review of performance of the Group (cont'd)

Property, plant and equipment ("PPE")

PPE decreased by approximately RMB3.6 million mainly due to depreciation charges of RMB4.5 million, offset by addition of PPE of RMB0.9 million.

Included in the depreciation charges in FY2023 was an amount of RMB3.4 million (FY2022: RMB3.7 million) that was absorbed into inventories costing while the remaining amount of RMB 1.1 million (FY2022: RMB1.0 million) was charged to distribution and administrative expenses.

Current assets increased by approximately RMB44.6 million from RMB127.8 million as at 30 June 2022 to RMB172.4 million as at 30 June 2023 mainly due to the following:

Cash and cash equivalents

Cash and cash equivalents increased by approximately RMB10.9 million as explained under the statement of cash flows below.

Notes receivables

The notes receivables of RMB24.8 million as at 30 June 2023 were related to the promissory notes issued by SDICZL in favour of the Group as consideration for trade purchases and the partial settlement of trade receivables owing by SDICZL to the Group. In turn, the Group has endorsed these promissory notes in favour of financial institutions to obtain working capital financing for the Group.

Trade receivables

Trade receivables decreased by approximately RMB2.5 million due to the decrease in trade amount owing by SDICZL through the issuance of the promissory notes for the partial settlement as explained above.

Other receivables

Other receivables decreased by approximately RMB0.4 million mainly attributable to the decrease in natural gas supply's security deposit as explained in Page 17.

Prepayments

Prepayments increased by approximately RMB0.7 million mainly due to higher prepaid expenses made to suppliers as at 30 June 2023 in preparation for the annual fruit juice production cycle of the Group that commences in June 2023.

Inventories

Inventories increased by approximately RMB11.0 million due to lower level of sales activities in FY2023, and the Group carried higher level of finished goods as at 30 June 2023 as compared to 30 June 2022.

Current liabilities increased by approximately RMB33.1 million from RMB64.8 million as at 30 June 2022 to RMB97.9 million as at 30 June 2023. This was mainly due to the following:

Trade and other payables

Trade and other payables increased by approximately RMB3.4 million mainly due to the advances from a customer of RMB3.5 million received by Yuncheng Zhongxin as deposit for the sales of fruit juice.

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2. Review of performance of the Group (cont'd)

Payable to immediate holding company

Payable to immediate holding company increased by approximately RMB5.2 million mainly due to advances received for the funding of the Group's working capital in the financial year.

Borrowings

The borrowings outstanding as at 30 June 2022 had matured and fully settled in the financial year.

The borrowings of RMB34.4 million as at 30 June 2023 were in relation to the following:

- a) Trade financing of approximately RMB24.7 million obtained by Yuncheng Zhongxin, secured by the endorsement of the notes receivables from SDICZL in favour of Yuncheng Zhongxin. The trade financing was obtained from financial institutions to support the Group's working capital requirements. The proceeds were primarily utilised for the purchase of raw materials; and
- b) Short-term bank loans of approximately RMB9.7 million obtained by Yuncheng Zhongxin from a financial institution for working capital purpose.

Statement of Cash Flows

Net cash used in operating activities of RMB14.7 million in FY2023 was mainly due to the positive cash flows before working capital changes and the changes in working capital outflow largely from the increase in inventories and notes receivables, offset by the decrease in receivable from immediate holding company and increase in trade and other payables.

Net cash used in investing activities of RMB0.8 million in FY2023 was mainly attributable to additions of PPE.

Net cash generated from financing activities of RMB26.5 million in FY2023 was mainly due to drawdown of borrowings.

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

The Group's results for the financial year ended 30 June 2023 is consistent with the profit guidance announcement released by the Company on 11 August 2023.

4. 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.

While the Group continued to be profitable in FY2023, sustaining the performance of the business remains challenging in the mid to long term. The market demand fluctuates and the harvesting conditions are unpredictable. The unpredictable harvesting conditions due to impact from the unfavourable weather condition may also cause difficulty in sourcing quality raw materials and impede the Group's ability to maximise the production activity to meet the market demands. Headwinds such as competition, cost pressures brought about by escalating logistic and shipping costs, inflation, rising interest rates as well as the evolving geopolitical and trade conflicts will continue to present volatility in the economy and drive operating costs higher.

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The intensifying risks of recession together with all the above factors will continue to create uncertainty and will have an impact on the business of the Group. The Group aims to mitigate these risks through cost optimisation and productivity improvements, and strives to continue driving the growth in sales by expanding the product offerings to cater to the evolving consumer tastes and needs. Leveraging on the resources and network of its parent company, SDICZL, the Group aims to strengthen its foothold in the concentrated fruit juice industry and broaden its product varieties to include other value-added products.

The business activities of Xuzhou Zhongxin has been suspended due to various business constraints. The Management is actively looking at options to renew the business model of Xuzhou Zhongxin and to maximise its asset realisation value.

On the Environmental, Social and Governance (ESG) front, the Group will continue to actively pursue on these initiatives. This includes looking into increasing its investment in environmental treatment facilities and stepping up efforts on environmental governance in accordance with relevant national environment protection policies. These efforts will not only ensure the Group's continued sustainable development but also will be able to enhance the Group's brand reputation and competitiveness, demonstrating a commitment to social responsibility.

5. Dividend

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

No dividend was declared for FY2023.

(b) (i) Amount per share (cents)

Not applicable.

(b) (ii) Previous corresponding period (cents)

Not applicable. No dividend was declared for FY2022.

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

Not applicable.

(d) The date the dividend is payable.

Not applicable.

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

Not applicable.

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6. 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 is recommended for FY2023 as the Company currently does not have retained profits available for the declaration of a dividend and the Board of Directors deems it appropriate to conserve funds for the Group's business activities and working capital requirement.

7. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

Not applicable. No dividend has been declared or recommended for FY2023 and FY2022.

8. 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.

Name of Interested Person	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) (RMB'000)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) (RMB'000)
SDICZL and its associates	(a) Purchases by the Group from SDICZL and its group of companies 3,018	(b) Sales by the Group to SDICZL and its group of companies 103,833
		(c) Interest income received by a subsidiary of the Company from SDICZL with respect to the interest charged on the outstanding trade receivable due from SDICZL 4,081
		(d) Interest paid by a subsidiary of the Company with respect to the working capital provided by SDICZL 2,207
		Total
3,018	110,124	

SDICZL is a controlling shareholder of the Company.

Transaction (a) was, in aggregate, below 3% of the Group's latest audited net tangible assets.

Transactions (b) to (d) were conducted pursuant to the renewed shareholders' mandate for IPTs approved by shareholders on 28 October 2022.

Save as disclosed above, there are no other discloseable IPTs in FY2023.

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9. Changes in the composition of the Group

There were no changes in the composition of the Group in FY2023.

10. 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 its directors and executive officers in the format as set out in Appendix 7H in accordance with Rule 720(1) of the Catalyst Rules.

11. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

Please refer to paragraph 2 above for details.

12. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

The Company confirms that there is no person occupying a managerial position in the Group who is a relative of a director, chief executive officer, or substantial shareholder of the Company pursuant to Rule 704(10).

BY ORDER OF THE BOARD

Tham Mun Chee
Lead Independent Director

25 August 2023

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "Sponsor") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalyst.

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

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