

GRP LIMITED



Company No.197701449C

**Half Year Financial Statement And Dividend Announcement for the Financial Period
ended 31 December 2020**

GRP LIMITED

Half Year Financial Statements Announcement for the period ended 31/12/2020

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

	GROUP		
	\$'000		% Increase/ (decrease)
	6 months ended 31/12/2020	6 months ended 31/12/2019	
Revenue	12,041	9,903	21.6
Cost of sales	(9,153)	(7,197)	27.2
Gross profit	2,888	2,706	6.7
Other income	634	594	6.7
Finance expenses	(28)	(22)	27.3
Selling and Distribution expenses	(86)	(159)	(45.9)
Administrative expenses	(4,138)	(3,715)	11.4
Share of result of associates	(3)	(3)	-
Loss before income tax expense	(733)	(599)	22.4
Income tax expense	(4)	(13)	(69.2)
Loss for the period	(737)	(612)	20.4
Other comprehensive income/(loss), net of tax:			
Items that may be reclassified subsequently to profit or loss			
- Exchange differences arising on translation of foreign operations	342	(727)	NM
Other comprehensive income/(loss) for the period, net of tax:	342	(727)	NM
Total comprehensive loss for the period	(395)	(1,339)	(70.5)
Loss attributable to:			
Owners of the company	(593)	(636)	(6.8)
Non-controlling interest	(144)	24	NM
	(737)	(612)	20.4
Total comprehensive loss attributable to:			
Owners of the company	(251)	(1,363)	(81.6)
Non-controlling interest	(144)	24	NM
	(395)	(1,339)	(70.5)

Note:

NM = Not Meaningful

Notes to the Statement of Comprehensive Income
Other disclosure items included in the above statement

	GROUP	
	\$'000	
	6 months ended 31/12/2020	6 months ended 31/12/2019
Depreciation of property, plant and equipment and amortisation of land use rights	(226)	(105)
Depreciation of right-of-use assets	(533)	(466)
(Allowance for)/write back of inventories	(23)	14
Write back of impairment loss on properties held for sale	293	-
(Allowance for)/write back of doubtful trade/loan receivables	(10)	10
Write back of doubtful non-trade receivables	-	62
Interest expenses	(19)	(6)
Gain on disposal of property, plant and equipment	11	26
Tax (expenses)/writeback		
- current period	(4)	(202)
- Adjustment for overprovision of tax in respect of prior years	-	189
Foreign exchange (loss)/gain	(21)	18
Interest income	181	417
Rental and services income	8	6
Other income	445	171

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	GROUP		COMPANY	
	\$'000		\$'000	
	31/12/2020	30/06/2020	31/12/2020	30/06/2020
ASSETS				
Current assets				
Cash and bank balances	47,084	44,000	17,150	16,898
Trade receivables	2,293	2,199	307	380
Loan receivables	2,910	2,832	-	-
Receivables from associates	2,805	237	-	-
Other receivables & prepayments	1,670	5,196	48,122	49,664
Inventories	6,120	6,442	-	-
Properties held for sale	5,331	8,189	-	-
Development properties	7,799	7,734	-	-
Development property expenditures	645	469	-	-
Total current assets	76,657	77,298	65,579	66,942
Non-current assets				
Other receivables	4,439	4,331	-	-
Subsidiaries	-	-	7,051	7,051
Associates	154	157	-	-
Deferred tax assets	468	553	-	-
Intangible asset	228	32	25	25
Right-of-use assets	2,176	2,313	575	826
Property, plant and equipment	1,136	1,212	44	67
Total non-current assets	8,601	8,598	7,695	7,969
Total assets	85,258	85,896	73,274	74,911
LIABILITIES AND EQUITY				
Current liabilities				
Lease liabilities	850	718	244	260
Trade payables	951	1,366	26	7
Other payables	2,922	3,953	763	1,089
Amount due to non-controlling interests	1,098	1,036	-	-
Income tax payable	8,617	8,679	49	49
Total current liabilities	14,438	15,752	1,082	1,405
Non-current liabilities				
Deferred tax liabilities	5,071	5,207	-	-
Loan and borrowings	1,500	-	-	-
Lease liabilities	1,278	1,571	344	579
Total non-current liabilities	7,849	6,778	344	579
Capital and reserves				
Share capital	72,502	72,502	72,502	72,502
Treasury shares	(2,343)	(2,343)	(2,343)	(2,343)
Statutory reserve	245	245	-	-
Currency translation reserve	(1,532)	(1,874)	-	-
Accumulated (losses)/profits	(10,466)	(9,873)	1,689	2,768
Equity attributable to owners of the company	58,406	58,657	71,848	72,927
Non-controlling interests	4,565	4,709	-	-
Total equity	62,971	63,366	71,848	72,927
Total liabilities and equity	85,258	85,896	73,274	74,911

1(b)(ii) Aggregate amount of group's borrowings and debt securities**Amount repayable in one year or less, or on demand**

Group			
As at 31/12/2020		As at 30/6/2020	
S\$'000		S\$'000	
Secured	Unsecured	Secured	Unsecured
850	-	718	-

Amount repayable after one year

Group			
As at 31/12/2020		As at 30/6/2020	
S\$'000		S\$'000	
Secured	Unsecured	Secured	Unsecured
1,278	1,500	1,571	-

Details of any collateral

Secured borrowings relate to lease liabilities which secured over the right-of-use assets.

The Group drawn down its Enterprise Financing Scheme Temporary Bridging Loan ("EFS TBL") facility of \$1,500,000 in December 2020. This loan facility is guaranteed by GRP Limited.

The loan is for 5 years. Monthly principal repayment will commence in January 2022, 12 months from draw down date.

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

	GROUP	
	\$'000	
	6 months ended 31/12/2020	6 months ended 31/12/2019
Operating activities:		
Loss before income tax	(733)	(599)
Adjustments for:		
Depreciation of property, plant and equipment and amortisation of land use rights	226	105
Depreciation of right-of-use assets	533	466
Allowance for/(write back of) inventories	23	(14)
Write back of impairment loss on properties held for sale	(293)	-
Allowance for/(write back of) doubtful trade receivables	10	(10)
Write back of doubtful non-trade receivables	-	(62)
Gain on disposal of property, plant and equipment	(11)	(26)
Interest income	(181)	(417)
Interest expenses	19	6
Share of result of associates	3	3
Operating cash flows before movements in working capital	(404)	(548)
Trade receivables	(91)	26
Loan receivables	(90)	-
Other receivables & prepayments	3,418	1,209
Inventories	296	(1,183)
Properties held for sale	3,152	1,466
Development properties	(176)	(2,567)
Development property expenditure	-	(276)
Trade payables	(415)	(107)
Other payables	(970)	(707)
Cash generated/(used in) operating activities	4,720	(2,687)
Income taxes paid	(296)	(1,131)
Net cash generated/(used in) from operating activities	4,424	(3,818)
Investing activities:		
Proceeds from disposal of property, plant and equipment	11	63
Purchase of property, plant and equipment	(103)	(98)
Payment for club membership	-	-
Net cash outflow from acquisition of subsidiary	(197)	-
Receivable from associates	(2,568)	-
Investment in financial assets at FVTPL	-	(2,333)
Interest received	181	417
Decrease in restricted bank balance	5,421	-
Net cash used in investing activities	2,745	(1,951)
Financing activities:		
Interest paid	(19)	(6)
Share buy-back	-	(801)
Dividend paid	-	(1,879)
Decrease in bank deposits pledged	-	1,322
Proceeds from drawdown of bank loans	1,500	-
Repayment of bank loans	-	(900)
Payment of lease liabilities	(563)	(466)
Net cash from/(used in) financing activities	918	(2,730)
Net increase/(decrease) in cash and cash equivalents	8,087	(8,499)
Cash and cash equivalents at beginning of period	38,579	54,522
Effect of foreign exchange rate changes on the balance of cash held in foreign currencies	418	(898)
Cash and cash equivalents at end of period	47,084	45,125

Note 1 - Cash and cash equivalents is derived from:

	The Group	
	\$'000	
	At 31/12/2020	At 31/12/2019
Cash and bank balances	47,084	45,907
Less: Pledged cash placed with bank	-	782
	47,084	45,125

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Group	Share capital	Treasury shares	Statutory reserve	Currency translation reserve	Accumulated losses	Attributable to equity holders of the company	Non-controlling interest	Total \$'000
\$'000								
Latest Period								
Balance at 01/07/2020	72,502	(2,343)	245	(1,874)	(9,873)	58,657	4,709	63,366
<i>Total comprehensive income/(loss) for the period</i>								
-Loss for the period	-	-	-	-	(593)	(593)	(144)	(737)
- Other comprehensive income for the period	-	-	-	342	-	342	-	342
Balance at 31/12/2020	72,502	(2,343)	245	(1,532)	(10,466)	58,406	4,565	62,971
Previous Corresponding Period								
Balance at 01/07/2019	72,502	(294)	245	(1,559)	(3,207)	67,687	5,479	73,166
<i>Total comprehensive (loss)/income for the period</i>								
- (Loss)/profit for the period	-	-	-	-	(636)	(636)	24	(612)
- Other comprehensive loss for the period	-	-	-	(727)	-	(727)	-	(727)
<i>Transactions with owners, recognised directly in equity</i>								
- Share buy-back held as treasury shares	-	(801)	-	-	-	(801)	-	(801)
- Dividend paid	-	-	-	-	(1,879)	(1,879)	-	(1,879)
Balance at 31/12/2019	72,502	(1,095)	245	(2,286)	(5,722)	63,644	5,503	69,147

Company	Share capital	Treasury shares	Accumulated profits	Total
\$'000				
Latest Period				
Balance at 01/07/2020	72,502	(2,343)	2,768	72,927
<i>Total comprehensive loss for the period</i>				
- Loss for the period	-	-	(1,079)	(1,079)
Balance at 31/12/2020	72,502	(2,343)	1,689	71,848
Previous Corresponding Period				
Balance at 01/07/2019	72,502	(294)	6,964	79,172
<i>Total comprehensive income for the period</i>				
- Profit for the period	-	-	582	582
<i>Transactions with owners, recognised directly in equity:</i>				
- Share buy-back held as treasury shares	-	(801)	-	(801)
- Dividend paid	-	-	(1,879)	(1,879)
Balance at 31/12/2019	72,502	(1,095)	5,667	77,074

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares or cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year

Share Capital	6 months ended 31/12/2020	6 months ended 31/12/2019		6 months ended 31/12/2020	6 months ended 31/12/2019
	No of ordinary shares			\$	\$
Issued and paid up:					
At 1 July	193,701,610	193,701,610		72,501,544	72,501,544
At 31 December	193,701,610	193,701,610		72,501,544	72,501,544

Treasury shares	6 months ended 31/12/2020	6 months ended 31/12/2019		6 months ended 31/12/2020	6 months ended 31/12/2019
	No of Treasury Shares			\$	\$
At 1 July	13,243,600	1,707,200		2,343,166	293,761
Share buy-back	-	4,099,600		-	800,961
At 31 December	13,243,600	5,806,800		2,343,166	1,094,722

The Company did not buy back any share during the six months ended 31 December 2020. All the shares acquired were held as treasury shares. The Company has 13,243,600 treasury shares as at 31 December 2020 (31 December 2019: 5,806,800)

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	6 months ended 31/12/2020	12 months ended 31/6/2020
	No of ordinary shares	
At 1 July	180,458,010	191,994,410
Share buy-back	-	(11,536,400)
Total number of issued shares	180,458,010	180,458,010

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported thereon.

Treasury shares	6 months ended 31/12/2020
At 1 July and 31 December	13,243,600

1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

The Company has no subsidiary holdings as at 31 December 2020.

2. Whether the figures have been audited, or reviewed and in accordance with which

The figures have not been audited or reviewed by the auditors.

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

Not applicable.

3A. 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.

In respect of the financial statements of the Group for the financial year ended 30 June 2020 ("**FY2020**"), the auditors, Messrs Deloitte & Touche LLP had issued an "except for" qualified audit opinion, for various fund transfer payments made by certain Group subsidiaries in the People's Republic of China ("**PRC**") ("**PRC Subsidiaries**") and the recoverability of certain assets from the PRC authorities. The basis for the "except for" qualified opinion is contained in the Auditor's Report, pages 57 to 63 of the Company Annual Report for FY2020.

In relation to the matters, the Board and the management of the Company provide their comments and update as follows:

- 1) The Company had obtained a legal opinion from a firm of PRC legal counsel, which has confirmed that the transfer of funds from the PRC Subsidiaries' bank accounts in China ("**Accounts**") to certain third-party PRC entities as designated by the Singapore licensed remittance agent ("**Agent**") did not contravene any PRC laws or regulations. Further for the fund transfers received by the Company's Singapore subsidiaries, the Company has also obtained legal opinion from a Singapore lawyer who has opined that the transactions complied with all regulations issued by the Monetary Authority of Singapore ("**MAS**").
- 2) The Company had engaged legal counsels ("**Counsels**") for the respective PRC Subsidiaries to pursue the resolution of the matter in relation to their frozen bank accounts. The Counsels have communicated and submitted documents to the officer-in-charge ("**OIC**") of the investigation in Yan Ta police station, Shanxi Province Xi'an City, PRC.
- 3) As announced by the Company on 24 November 2020, the Company has noted that the affected bank accounts have been "unfrozen", and the Company has obtained verbal confirmation from the OIC that the bank accounts have been "unfrozen" and that the PRC Subsidiaries may continue to use the funds in the affected bank accounts for normal business operations. The PRC Subsidiaries have submitted all the required documents to the OIC as last announced by Starland Holdings Limited, the 83.17% indirectly owned subsidiary on 25 January 2021, and the Company on 21 December 2020. The Company intends to co-operate fully with the OIC on the matters.
- 4) The Company is in the process of re-negotiating on the repossession value of the land parcel in Fuling District, Chongqing, PRC with the local authorities. The management is confident of the recovery of the value of the land parcel. The title of the land parcel is held by the PRC Subsidiaries at present.
- 5) As announced by the Company on 29 December 2020, the Company's indirect wholly owned subsidiary, Tangshan GRP Trading Co Ltd ("**Tangshan GRP**") had received the final payment of RMB20 million from the PRC authority. The RMB20 million was deposited into Tangshan GRP's bank account with Bank of China as the account has been "unfrozen" and it can be used for normal business operations.

Based on current available information, the Board confirms that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as those adopted in the most recent audited financial statements for the financial year ended 30 June 2020.

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

Not applicable

6. 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

	6 months ended 31/12/2020	6 months ended 31/12/2019
Loss per ordinary share attributable to the owners of the Company for the period		
(i) Based on weighted average number of ordinary share in issue (Cents)	(0.33)	(0.33)
(ii) On a fully diluted basis (Cents)	(0.33)	(0.33)
Computed based on the following weighted average number of shares		
(i) Basic	180,458,010	190,079,097
(ii) Diluted	180,458,010	190,079,097

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year

	31/12/2020	30/06/2020
	Cents	
The Group	32.37	32.50
The Company	39.81	40.41

Net asset value per share attributable to the owners of the Company is calculated based on 180,458,010 (30 June 2020 : 180,458,010) ordinary shares issued at the end of the current period under review and of the immediately preceding financial year.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

Statement of comprehensive income

The Group registered revenue of \$12.0 million for the half year ended 31 December 2020 ("HY2021"). This is 21.6% higher than the \$9.9 million revenue generated in the previous corresponding half year ended 31 December 2019 ("HY2020"). Revenue for Property segment increased by \$4.0 million (>100%) and the newly acquired Financial Solutions segment contributed a revenue of \$0.4 million. These increases are partially offset by a \$1.5 million (20.0%) decrease in Measuring Instruments revenue and \$0.8 million (51.7%) decrease in revenue of the Hose and Marine segment.

The increase in property revenue is mainly due to sale of 1 unit of semi-detached house in Singapore in HY2021. The decrease in revenue for Measuring Instruments and Hose and Marine segments are due to the weak global market condition.

The Group's gross profit improved by 6.7% from \$2.7 million in HY2020 to \$2.9 million in HY2021. Gross profit for Property segment improved by \$0.3 million, mainly due to write back of impairment loss on properties held for sale. Financial Solutions segment contributed \$0.3 million gross profit for the period under review. Gross profit for Measuring Instruments segment decreased by \$0.3 million in HY2021 as compared to HY2020. Hose and Marine also reported a reduced gross profit of \$0.2 million in HY2021 as compared to HY2020. These are in line with the lower Measuring Instruments and Hose and Marine revenue in HY2021.

Other income increased by 6.7% (\$0.04 million) in HY2021 as compared to HY2020. The increase is mainly due to the receipt of \$0.2 million grant income arising from the Job Support Scheme implemented by the Singapore Government in HY2021, partially offset by lower interest income of \$0.2 million, a result of reduced interest rate in HY2021 as compared to HY2020.

Finance expenses increased by 27.3% in HY2021 as compared to HY2020. The increase is due to higher interest expenses on leases incurred by the newly acquired Financial Solutions segment in HY2021.

Selling and distribution expenses decreased by 45.9% in HY2021 as compared to HY2020. The decrease is in tandem with the lower revenue generated by the Measuring Instruments segment and lower property sale in Chongqing, People's Republic of China, in HY2021.

Administrative expenses increased by 11.4% in HY2021 as compared to HY2020. The increase is mainly due to the newly acquired Financial Solutions segment.

Consequently, the Group incurred a loss before tax of \$0.7 million for HY2021 (HY2020: \$0.6 million).

Statement of financial position and Statement of cashflows

The Group's financial position remains sound with the current ratio of around 5.3 times at the end of December 2020 as compared to 4.9 times at the end of June 2020 ("FY2020"). As at 31 December 2020, the Group had cash and bank balances totalling \$47.1 million. This is an increase of \$3.1 million as compared to 30 June 2020. The increase is largely due to a net cash of \$4.4 million generated from operating activities and a \$1.5 million proceed from draw down of bank loan, partially offset by an increase of \$2.6 million receivable from associates, during the six months ended 31 December 2020.

The receivables from associates of \$2.8 million as at 31 December 2020 mainly relate to balance due from Ratus Nautika Sdn Bhd ("**Ratus**"). Ratus is a wholly owned subsidiary of Rumah Kami Sdn Bhd, an indirect 30% owned associate of the Company. As announced by the Company on 4 December 2020, Ratus has entered into a Joint Venture Development Agreement ("**JVDA**") with Lembaga Perumahan Dan Hartanah, Perak ("**LPHP**") to develop an affordable housing project. A sum of RM6,565,621 (approximately \$2.2 million) is to be paid by the Company to the previous developer for the project within 14 days from the date of the JVDA or upon receipt of written instruction from LPHP.

Other receivables & prepayment decreased from \$5.2 million as at 30 June 2020 to \$1.7 million as at 31 December 2020. The decrease is largely due to receipt of \$3.9 million (RMB20 million) repossession value from People's Government of Kaiping District, Tangshan City, PRC, pertaining to the repossession of the development property in Tangshan City, PRC on 29 December 2020.

Properties held for sale decreased from \$8.2 million as at 30 June 2020 to \$5.3 million as at 31 December 2020. The decrease is largely due to sale of 1 semi-detached house in Singapore during the six months under review.

Current liabilities decreased by \$1.3 million from \$15.8 million in FY2020 to \$14.4 million in HY2021. This is mainly due to a \$1.0 million lower other payables and a \$0.4 million lower trade payables, as at 31 December 2020 as compared to 30 June 2020.

Non-current liabilities increased by \$1.1 million from \$6.8 million in FY2020 to \$7.9 million in HY2021. This is mainly due to the draw down of \$1.5 million bank loan during the six months under review.

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

No forecast or prospect statement has been issued previously.

10. A commentary at the date of the announcement of the 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 COVID-19 pandemic since January 2020 has adversely impacted all the business segments of the Group. Business outlook for the next 12 months is expected to continue to be challenging.

11. Dividend

(a) Current Financial Period Reported on

Any dividend recommended for the current financial period reported on? No

Name of Dividend	Not Applicable
Dividend Type	Not Applicable
Dividend Rate	Not Applicable

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

Name of Dividend	Not Applicable
Dividend Type	Not Applicable
Dividend Rate	Not Applicable

(c) Date payable

Not Applicable

(d) Books closure date

Not Applicable

12. If no dividend has been declared/recommended, a statement to that effect

No dividend has been declared for half year ended 31 December 2020.

The Company does not have a formal dividend policy. In view of the weak market condition and the recent venture into affordable housing projects and Financial Solutions Business, the Company will be preserving its cash and bank balances.

13. Interested person transactions

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST").

Interested person transaction, as defined in Chapter 9 of the Listing Manual of the SGX-ST, entered into by the Group or by the Company during the half year ended 31 December 2020 is as follows:

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)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Luminor Capital Pte Ltd - Rental expenses recovered	105,843	-

14. Confirmation by the Board of Directors

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited financial statements for the half-year ended 31 December 2020 to be false or misleading in any material aspect.

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1)

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1) of the Listing Manual of the Singapore Exchange Securities Trading Limited.

16. Use of rights issue proceeds

As at date of this announcement, the status of the use of net proceeds from the rights shares is as below:

Use of Net Proceeds	Allocation of Net Proceeds \$'000	Net Proceeds utilised as at the date of this announcement \$'000	Balance of Net Proceeds as at the date of this announcement \$'000
2013 Rights issues			
Proposed new business	28,000	(28,000)	-
General working capital	5,000	(3,794)	1,206
	33,000	(31,794)	1,206
Proceeds from exercise of warrants: - Proposed new business	8,974	(8,974)	-
Total	41,974	(40,768)	1,206
Breakdown of utilisation of general working capital is as follows:			
Project construction costs		(2,157)	
Rental expenses		(34)	
Professional fees		(125)	
General administrative expenses		(1,478)	
Total		(3,794)	
2016 Rights issues			
Proposed new business	12,348	(6,372)	5,976
General working capital	841	-	841
	13,189	(6,372)	6,817
Proceeds from exercise of warrants: - Proposed new business	6	-	6
Total	13,195	(6,372)	6,823

BY ORDER OF THE BOARD

Kwan Chee Seng
Executive Director
10 February 2021