

SINGAPORE KITCHEN EQUIPMENT LIMITED

Incorporated in the Republic of Singapore
(Registration No. 201312671M)

CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER AND THREE MONTHS ENDED 31 MARCH 2023 (“3M FY2023”)

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Pursuant to Rule 705(2) of the SGX-ST Listing Rules (Catalist), the Singapore Exchange Regulation requires the Company to announce its quarterly financial statements in view of the qualified opinion issued by the Company’s auditor in the latest audited financial statements for the financial year ended 31 December 2022.

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Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income

	The Group			
	Note	3 months ended 31 Mar 2023 (Unaudited) S\$'000	3 months ended 31 Mar 2022 (Unaudited) S\$'000	Increase/ (Decrease) %
Revenue	4	6,244	5,327	17.2
Cost of sales		(4,302)	(4,016)	7.1
Gross profit		1,942	1,311	48.1
Other operating income				
Interest income		7	1	600.0
Other income		140	281	(50.2)
Operating expenses				
Selling and distribution expenses		(1,216)	(774)	57.1
Administrative expenses		(1,447)	(1,208)	19.8
Other operating expenses		(60)	(89)	(32.6)
Impairment losses on trade receivables		(121)	-	n.m
Finance costs		(65)	(61)	6.6
Loss before taxation	5	(820)	(539)	52.1
Taxation		66	-	n.m
Loss for the period		(754)	(539)	39.9
Other comprehensive income/(loss)				
Items that may be reclassified subsequently to profit or loss:				
Foreign currency translation difference on consolidation		9	-	
Total comprehensive loss for the period attributable to owners of the Company		(745)	(539)	38.2
Loss Per Share attributable to equity holders of the Company				
Basic and diluted (Cent)	6	(0.49)	(0.35)	40.0

* n.m denotes not meaningful

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Condensed Interim Consolidated Statement of Financial Position

	Note	The Group as at		The Company as at	
		31 Mar 2023 (Unaudited) S\$'000	31 Dec 2022 (Audited) S\$'000	31 Mar 2023 (Unaudited) S\$'000	31 Dec 2022 (Audited) S\$'000
Non-Current Assets					
Property, plant and equipment		7,739	7,751	1	2
Intangible assets		19	24	-	-
Investment in subsidiaries		-	-	10	10
Right-of-use assets		862	627	-	-
Finance lease receivables		201	206	-	-
		8,821	8,608	11	12
Current Assets					
Inventories		8,771	5,197	-	-
Finance lease receivables		133	110		
Trade and other receivables		8,338	9,735	2,640	2,733
Prepayments		259	94	6	3
Pledged bank deposits		3,109	3,013	-	-
Cash and bank deposits		9,631	11,522	31	96
		30,241	29,671	2,677	2,832
TOTAL ASSETS		39,062	38,279	2,688	2,844
Current Liabilities					
Contract liabilities		6,667	4,308	-	-
Trade and other payables		7,116	7,177	73	103
Borrowings	8	2,253	2,730	-	-
Lease liabilities		779	695	-	-
Current tax payable		93	143	-	-
		16,908	15,053	73	103
Non-Current Liabilities					
Borrowings	8	5,946	6,372	-	-
Lease liabilities		587	488	-	-
Deferred tax liabilities		34	34	-	-
		6,567	6,894	-	-
TOTAL LIABILITIES		23,475	21,947	73	103
NET ASSETS		15,587	16,332	2,615	2,741
Equity					
Share capital	9	5,125	5,125	5,125	5,125
Other Reserves		1,171	1,162	-	-
Retained Earnings		9,291	10,045	(2,510)	(2,384)
TOTAL EQUITY		15,587	16,332	2,615	2,741

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Condensed Interim Consolidated Statement of Cash Flows

	Note	The Group	
		3 months ended 31 Mar 2023 S\$'000	3 months ended 31 Mar 2022 S\$'000
Cash Flows from Operating Activities			
Loss before taxation		(820)	(539)
Adjustments for:			
Amortisation of intangible assets		6	4
Depreciation of property, plant and equipment		112	82
Depreciation of right-of-use assets		175	487
Impairment losses on trade receivables		121	-
Interest expense		66	46
Interest income		(7)	(1)
Write-down on inventories reversed		(51)	-
Operating (loss)/profit before working capital changes		(398)	79
Working Capital Changes:			
Changes in inventories		(3,529)	(1,904)
Changes in contract assets		(53)	-
Changes in trade and other receivables		1,314	1,292
Changes in prepayments		(166)	(144)
Changes in trade and other payables		(75)	(152)
Changes in contract liabilities		2,352	570
Cash used in operations		(555)	(259)
Income taxes refunded		14	-
Net cash used in operating activities		(541)	(259)
Cash Flows from Investing Activities			
Interest received from fixed deposits		7	1
Purchase of property, plant and equipment		(109)	(6,522)
Proceeds from finance lease receivables		37	-
Net cash used in investing activities		(65)	(6,521)
Cash Flows from Financing Activities			
Bank deposits pledged or with maturity of more than three months		(97)	-
Interest paid		(66)	(61)
Proceeds from borrowings		2,492	6,189
Repayment of borrowings		(3,395)	(2,521)
Repayment of lease liabilities		(228)	(236)
Net cash (used in)/generated from financing activities		(1,294)	3,371
Net decrease in cash and cash equivalents		(1,900)	(3,409)
Cash and cash equivalents at beginning of the period		11,522	15,558
Exchange differences on translation of cash and cash equivalents		9	(2)
Cash and cash equivalents at end of the period		9,631	12,147

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Condensed Interim Statement of Changes of Equity

The Group	Note	Share Capital	Merger Reserve	Foreign Currency	Retained Earnings	Total Equity
		S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2023		5,125	1,311	(149)	10,045	16,332
Loss for the period		-	-	-	(754)	(754)
Other comprehensive income for the period						
Foreign currency translation differences		-	-	9	-	9
Total comprehensive income/(loss) for the period		-	-	9	(754)	(745)
Balance at 31 March 2023		5,125	1,311	(140)	9,291	15,587

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Condensed Interim Consolidated Statement of Changes of Equity (continued)

The Group	Note	Share Capital	Merger Reserve	Foreign Currency	Retained Earnings	Total Equity
		S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2022		5,125	1,311	(136)	10,364	16,664
Profit for the period		-	-	-	844	844
Other comprehensive loss for the period						
Foreign currency translation differences		-	-	(13)	-	(13)
Total comprehensive (loss)/income for the period		-	-	(13)	844	831
Contribution by and distribution to owners:						
Dividends		-	-	-	(1,163)	(1,163)
Transactions with owners in their capacity as owners		-	-	-	(1,163)	(1,163)
Balance at 31 December 2022		5,125	1,311	(149)	10,045	16,332

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Condensed Interim Statement of Changes of Equity (continued)

The Company	Share Capital S\$'000	Retained Earnings S\$'000	Total Equity S\$'000
Balance as at 1 January 2022	5,125	(1,320)	3,805
Profit for the reporting period, representing total comprehensive income for the period	-	99	99
Contributions by and distribution to owners:			
Dividends	-	(1,163)	(1,163)
Transactions with owners in their capacity as owners	-	(1,163)	(1,163)
Balance as at 31 December 2022	5,125	(2,384)	2,741
Balance as at 1 January 2023	5,125	(2,384)	2,741
Loss for the reporting period, representing total comprehensive loss for the period	-	(126)	(126)
Balance as at 31 March 2023	5,125	(2,510)	2,615
There are no outstanding convertible loans or shares held as treasury shares as at 31 March 2023 and 31 March 2022.			

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Notes to Condensed Interim Consolidated Financial Statements

1. Corporate information

Singapore Kitchen Equipment Limited (the “**Company**”) is incorporated as a limited liability company and domiciled in Singapore and whose shares are publicly traded on the Catalist of the Singapore Exchange Securities Trading Limited.

These condensed interim consolidated financial statements as at and for the three months period ended 31 March 2023 comprise the Company and its subsidiaries (collectively, the “**Group**”).

The principal activities of the Company are those relating to investment holding. The principal activities of the subsidiaries are:

- (a) manufacturing of table, kitchen and other cutlery equipment.
- (b) repair and maintenance and servicing of commercial kitchen equipment; and
- (c) engineering design and consultancy activities.

2. Basis of Preparation

The condensed interim financial statements as at and for the three months ended 31 March 2023 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Committee. 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 financial 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 (“S\$”) which is the Company's functional currency.

2.1. New and amended standards adopted by the Group.

The Group has applied various new accounting standards and interpretations of accounting standards for the first time for the financial year beginning on 1 January 2023. The application of these standards and interpretations did not have a material effect on the condensed interim financial statements.

2.2. Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income, and expense. Although these estimates are based on management's best knowledge of current events and actions, 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 recognized in the period in which the estimates are revised and in any future periods affected.

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3. Seasonal operations

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

4. Segment & Revenue Information

Business Segments

The Group is primarily engaged in three business segments namely:

- (i) Fabrication and distribution of kitchen equipment.
- (ii) Maintenance and servicing of kitchen equipment; and
- (iii) Rental income business

The Group adopts these three business segments for its primary segment information.

4.1. Reportable Segments

Business Segment	Fabrication & Distribution	Maintenance & Servicing	Rental Income	Unallocated	Total
(Unaudited)	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
3M FY2023					
Segment revenue					
External revenue	4,587	1,604	53	-	6,244
Results					
Segment results	(716)	53	34	(126)	(755)
Finance costs	(48)	(17)	-	-	(65)
(Loss)/Profit before taxation	(764)	36	34	(126)	(820)
Taxation				(66)	(66)
(Loss)/Profit for the period	(764)	36	34	(60)	(754)
Non-cash Items					
Amortisation of intangible assets	(5)	(1)	-	-	(6)
Depreciation of property, plant and equipment	(83)	(29)	-	-	(112)
Depreciation of right-of-use assets	(130)	(45)	-	-	(175)
Impairment losses on trade receivables	(91)	(30)	-	-	(121)
Write-down on inventories reversed	38	13	-	-	51
Capital expenditure					
Property, plant and equipment	-	-	-	(109)	(109)
Assets and liabilities					
Segment assets	-	-	-	39,062	39,062
	-	-	-	39,062	39,062
Segment liabilities	-	-	-	23,348	23,348
Current tax payable	-	-	-	93	93
Deferred tax liabilities	-	-	-	34	34
	-	-	-	23,475	23,475

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Business Segment	Fabrication & Distribution	Maintenance & Servicing	Rental Income	Unallocated	Total
(Unaudited)	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
3M FY2022					
Segment revenue					
External revenue	3,914	1,368	45	-	5,327
Results					
Segment results	(454)	34	22	(80)	(478)
Finance costs	(45)	(16)	-	-	(61)
(Loss)/Profit before taxation	(499)	18	22	(80)	(539)
Taxation	-	-	-	-	-
(Loss)/Profit for the period	(499)	18	22	(80)	(539)
Non-cash Items					
Amortisation of intangible assets	(3)	(1)	-	-	(4)
Depreciation of property, plant and equipment	(61)	(21)	-	-	(82)
Depreciation of right-of-use assets	(362)	(125)	-	-	(487)
Capital expenditure					
Property, plant and equipment	-	-	-	(6,522)	(6,522)
Assets and liabilities					
Segment assets	-	-	-	35,605	35,605
	-	-	-	35,605	35,605
Segment liabilities	-	-	-	18,885	18,885
Current tax payable	-	-	-	455	455
Deferred tax liabilities	-	-	-	23	23
	-	-	-	19,363	19,363

4.2. Disaggregation of Revenue

Geographical information

Revenue is based on the country where the customer is located. Non-current assets comprise property, plant and equipment, intangible assets and right-of-use assets, and exclude finance lease receivables, and are presented based on the geographical area in which the assets are located.

Group	Singapore	Malaysia	Others	Total
3M FY2023	S\$'000	S\$'000	S\$'000	S\$'000
Total revenue from external customers	6,119	57	68	6,244
Non-current assets	8,155	465	-	8,620
3M FY2022				
Total revenue from external customers	5,220	49	58	5,327
Non-current assets	7,712	356	-	8,068

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5. Loss Before Taxation

Loss before taxation is arrived at after charging /(crediting) the following:			
	Group		Increase/ (Decrease) %
	3M FY2023 (Unaudited) S\$'000	3M FY2022 (Unaudited) S\$'000	
Amortisation of intangible assets	6	4	50.0
Depreciation of property, plant and equipment	112	82	36.6
Depreciation of right-of-use assets	175	487	(64.1)
Interest expense	66	46	43.5
Interest income	(7)	(1)	600.0

6. Loss Per Share

Loss per share of the Group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends: -

- (a) Based on the weighted average number of ordinary shares in issue; and
- (b) On a fully diluted basis (detailing any adjustments made to the earnings).

Loss per share ("LPS") ⁽¹⁾	Group	
	3M FY2023 (Unaudited)	3M FY2022 (Unaudited)
Loss attributable to owners of the Company (S\$'000)	(754)	(539)
Weighted average number of ordinary shares for calculation of basic and diluted LPS ⁽²⁾	155,000,000	155,000,000
Loss per ordinary share (cent) (basic and diluted ⁽²⁾)	(0.49)	(0.35)

Notes:

- The calculation for the basic and diluted LPS for the respective financial periods is based on the weighted average number of ordinary shares in issue in the respective financial years.
- The basic and diluted LPS were the same as the Group did not have any potentially dilutive instruments for the respective financial periods.

7. Net Asset Value

Net asset value (for the issuer and Group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the: -

- (a) Current financial period reported on; and
- (b) Immediately preceding financial year.

Net Asset Value ("NAV")	Group		Company	
	31 Mar 2023 (Unaudited)	31 Dec 2022 (Audited)	31 Mar 2023 (Unaudited)	31 Dec 2022 (Audited)
NAV attributable to owners of the Company (S\$'000)	15,587	16,332	2,615	2,741
Number of ordinary shares in issue	155,000,000	155,000,000	155,000,000	155,000,000
NAV per ordinary shares (cents)	10.06	10.54	1.69	1.77

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8. Borrowings***Aggregate amount of Group's borrowings and debt securities*****Amount repayable in one year or less, or on demand**

As at 31 Mar 2023 (Unaudited) S\$'000		As at 31 Dec 2022 (Audited) S\$'000	
Secured	Unsecured	Secured	Unsecured
2,253	-	2,730	-

Amount repayable after one year

As at 31 Mar 2023 (Unaudited) S\$'000		As at 31 Dec 2022 (Audited) S\$'000	
Secured	Unsecured	Secured	Unsecured
5,946	-	6,372	-

Details of any collateral secured borrowings: -

Borrowings of the Group comprise bank borrowings supported by corporate guarantee from the Company.

- Trust receipts have maturities of 30 to 150 (31 December 2022: 30 to 150) days. As of 31 March 2023, trust receipts are secured by the title to the Group's inventories with a carrying amount of S\$8,771,357 (31 December 2022: S\$5,197,129).
- Property loan of S\$4,633,692 is secured against a freehold property located at 207 Henderson Road #01-01, Henderson Industrial Park, Singapore 159550.
- Temporary bridging loan of S\$2,653,179 obtained by a subsidiary is secured through a corporate guarantee provided by the Company.

9. Share Capital

	31 Mar 2023		31 Dec 2022	
	Number of ordinary shares	Issued and Paid Up S\$	Number of ordinary shares	Issued and Paid Up S\$
Beginning and end of interim period	155,000,000	5,124,790	155,000,000	5,124,790

There are no outstanding convertibles or shares held as treasury shares as of 31 March 2023 and 31 December 2022.

The Company's subsidiaries did not hold any shares in the Company as of 31 March 2023 and 31 December 2022.

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Other information required by Appendix 7C of the Catalist Rules

1. *Review*

The condensed consolidated statement of financial position of Singapore Kitchen Equipment Limited and its subsidiaries as at 31 March 2023 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the three-month period then ended and certain explanatory notes have not been audited or reviewed.

a) Where the latest financial statements are subject to an adverse opinion, qualified opinion, or disclaimer of opinion:

A qualified opinion audit report was issued in relation to the audited consolidated financial statements of the Group and the Company for the financial year ended 31 December 2022. The Audit Risk & Management Committee ("ARMC") is of the view that except for the possible effects of the matter described in the Basis for Qualified Opinion section of the Independent Auditor's Report, the Group's systems of internal controls are adequate to address financial, operational, compliance and information technology controls and risk management systems for the period under review.

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

Management has been working towards a clean audit opinion by reviewing the accounting records and monthly management accounts of the Group on a regular basis. All retrospective adjustments pertaining to FY2021 and before have been recorded by management in FY2022 such that the independent auditor was able to obtain sufficient appropriate audit evidence in respect of the closing balances of the assets and liabilities of the Group and the Company as at 31 December 2022.

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

The Board confirms that all impact of outstanding audit issues on the financial statements in relation to FY2022 have been adequately disclosed.

2. *Review of performance of the Group*

Consolidated Statement of Comprehensive Income

Revenue

For 3M FY2023, the Group recorded revenue amounting to S\$6.2 million compared to S\$5.3 million in the previous corresponding period ("**3M FY2022**"). The increase in Group's revenue was primarily due to higher sales generated from fabrication and distribution of kitchen equipment and servicing and maintenance of kitchen equipment, as the food and beverage ("**F&B**") industry continues its recovery from the business disruptions caused by COVID-19 pandemic. Cold room systems contributed S\$1.0 million revenue in 3M FY2023.

Cost of sales and gross profit

The Group's cost of sales increased by approximately S\$0.3 million from S\$4.0 million in 3M FY2022 to S\$4.3 million in 3M FY2023 mainly due to an increase in sales.

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Other income

Other income decreased from S\$0.3 million in 3M FY2022 to S\$0.1 million in 3M FY2023 mainly due to reduction in Enterprise Singapore Grant and Jobs Growth Incentive support received by the Group from the government for supporting the expansion of local hiring.

Selling and distribution expenses

Selling and distribution expenses increased by approximately S\$0.4 million from S\$0.8 million in 3M FY2022 to S\$1.2 million in 3M FY2023, mainly due to higher commission arising from higher sales and higher business travel expenses for upcoming tradeshows.

Administrative expenses

Administrative expenses increased by S\$0.2 million from S\$1.2 million in 3M FY2022 to S\$1.4 million in 3M FY2023, mainly due to higher staff remuneration and depreciation charge on the new freehold building.

Loss for the financial period

The Group reported a net loss after tax (“**NLAT**”) of approximately S\$0.8 million in 3M FY2023 which is higher when compared to the NLAT of approximately S\$0.5 million in 3M FY2022, mainly due to the increase in selling and distribution expenses and administrative expenses.

Statement of Financial Position

Non-current assets

The Group’s non-current assets increased by S\$0.2 million to S\$8.8 million as of 31 March 2023 (31 December 2022: S\$8.6 million) mainly due to additions in right-of-use assets (hostel and copier machines).

Current assets

The Group’s current assets amounted to approximately S\$30.2 million as of 31 March 2023 (31 December 2022: S\$29.7 million).

The Group’s inventories increased by S\$3.6 million from S\$5.2 million as of 31 December 2022 to S\$8.8 million as at 31 March 2023, mainly due to stocking up of inventories for upcoming projects and in anticipation of more business.

The decrease in cash and cash equivalents is mainly due to cash used in operating activities for the purchase of inventory.

Current liabilities

The Group’s current liabilities position increased by S\$1.9 million from S\$15.0 million as at 31 December 2022 to S\$16.9 million as at 31 March 2023.

The increase in contract liabilities by approximately S\$2.4 million from S\$4.3 million as at 31 December 2022 to S\$6.7 million as at 31 March 2023 was mainly due to increase in advance payments by customers.

Non-current liabilities

The Group’s non-current liabilities decreased by S\$0.3 million mainly due to repayment of bank loan taken for purchase of 207 Henderson Road freehold building.

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Shareholders' equity

As of 31 March 2023, the Group's shareholders' equity amounted to S\$15.6 million which is lower than the shareholders' equity of S\$16.3 million as of 31 December 2022, because of loss for the period.

Consolidated Statement of Cash Flows

Cash and cash equivalents, excluding pledged fixed deposits, amounted to approximately S\$9.6 million as of 31 March 2023, representing a decrease of approximately S\$1.9 million from the cash and cash equivalents balance of S\$11.5 million as of 31 December 2022.

Net cash used in operating activities.

The Group's net cash outflows used in operating activities were approximately S\$0.5 million. This was mainly due to working capital changes in inventories amounting to S\$3.5 million.

Net cash flows used in investing activities.

Net cash outflows used in investing activities amounted to approximately S\$0.1 million due to the deposit paid to purchase a new freehold property at 209 Henderson Road.

Net cash flows used in financing activities.

Net cash outflows used in financing activities during 3M FY2023 was approximately S\$1.3 million due mainly to repayment of borrowings of S\$3.4 million.

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

Not Applicable.

- 3. *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.***

In view of the return to normalcy from COVID-19 restrictions, the Group is expecting business to bounce back with increase in demand for services in the maintenance and servicing sector and also more new projects. The Group is also actively reducing costs, increasing productivity and maximising use of its labour force in the tight labour market.

- 4. *If a decision regarding dividend has been made:-***

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

No

(b) *Corresponding Period of the Immediately preceding financial year: any final dividend recommended for the corresponding period of the immediately preceding financial year?*

No

(c) *Date payable*

Not applicable

(d) *Record date*

Not applicable

- 5. *If no dividend has been declared/recommendeded, a statement to that effect and the reason(s) for the decision.***

No dividend has been declared for 3M FY2023 to conserve cash for the Group's business operations and growth.

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

The Group has not obtained general mandate from shareholders for Interested Person Transactions. There were no Interested Persons Transactions exceeding S\$100,000 conducted by the Group during this period reported on.

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7. Update on use of proceeds

(a) Initial Public Offer ("IPO")

As at 31 March 2023, the utilisation of the IPO proceeds is as follows:

	Allocation	Amount utilised	Amount un-utilised
	S\$'000	S\$'000	S\$'000
(a) Acquisition of additional fabrication equipment and machinery	700	319	381
(b) Acquisition and renovation of the newly acquired property and other capital expenditures	1,600	1,355	245
(c) For general working purposes of our Group	975	975	-
(d) Expenses such as professional fees, under writing and placement commission and brokerage, and miscellaneous fees	1,325	1,325	-
Total	4,600	3,974	626

The Company will continue to make periodic announcements on the use of proceeds via SGXNET as and when the remaining proceeds are materially disbursed.

(b) Placement

The Company has raised net proceeds from the Placement of approximately S\$1.0 million, which will be utilized as follows:

- 100% of the Net Proceeds will be used for general working capital purposes.

As at 31 March 2023, the proceeds have not yet been utilized. The Company has reallocated the placement proceeds from use for new business expansion or investments to general working capital purposes. The Company will continue to make periodic announcements on the use of proceeds via SGXNET as and when the remaining proceeds are materially disbursed.

8. Negative Confirmation by The Board Pursuant to Rule 705(5)

To the best of their knowledge, the Board of Directors have confirmed that nothing has come to their attention which may render the unaudited financial results of the Group for 3M FY2023 presented in this announcement to be false or misleading in any material aspect.

SINGAPORE KITCHEN EQUIPMENT LIMITED

Incorporated in the Republic of Singapore
(Registration No. 201312671M)

9. Confirmation that the issue has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Listing Manual

The Board of Directors of Singapore Kitchen Equipment Limited hereby confirms that the undertakings under Rule 720(1) of the Listing Manual have been obtained from all the directors and executive officers as required in the format set out in Appendix 7H.

BY ORDER OF THE BOARD

Chua Chwee Choo
Executive Director and Chief Executive Officer
15 May 2023

This announcement has been reviewed by the Company's sponsor, RHT Capital Pte Ltd (the "Sponsor") in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited ("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 correctness of any of the statements or opinions made or reports contained in this announcement.

The details of the contact person for the Sponsor are as follows:

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