



COLEX HOLDINGS LIMITED AND ITS SUBSIDIARIES
Company Registration No. 197101485G

Unaudited Full Year Financial Statements And Dividend Announcement for the Financial Year Ended 31 December 2019

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

1 (a) An income statement and statement of comprehensive income, or a statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	<u>Group</u>		<u>Increase/ (decrease)</u>
	<u>Financial year ended</u>	<u>Financial year ended</u>	
	<u>31/12/2019</u>	<u>31/12/2018</u>	<u>(decrease)</u>
	<u>S\$'000</u>	<u>S\$'000</u>	<u>%</u>
Revenue	66,847	69,301	(3.5)
Other income (Note 1(a)(i))	1,254	1,530	(18.0)
Cost of inventories and consumables used	(1,177)	(1,277)	(7.8)
Staff costs	(31,108)	(33,067)	(5.9)
Depreciation expenses (Note 1(a)(ii))	(4,002)	(3,336)	20.0
Other operating expenses (Note 1(a)(iii))	(28,542)	(29,268)	(2.5)
Profit from operations	<u>3,272</u>	<u>3,883</u>	(15.7)
Finance costs (Note 1(a)(iv))	(189)	*	N.M.
Profit before taxation	<u>3,083</u>	<u>3,883</u>	(20.6)
Income tax expense (Note 1(a)(v))	(594)	(652)	(8.9)
Profit for the year	<u><u>2,489</u></u>	<u><u>3,231</u></u>	(23.0)
Profit for the year	2,489	3,231	(23.0)
Other comprehensive income after tax	-	-	-
Total comprehensive income	<u><u>2,489</u></u>	<u><u>3,231</u></u>	(23.0)
Total comprehensive income attributable to:			
Equity holders of the Company	2,489	3,231	(23.0)
Non-controlling interests	-	-	-
Total comprehensive income	<u><u>2,489</u></u>	<u><u>3,231</u></u>	(23.0)

N.M.: Not meaningful

*.: Less than S\$1,000

Explanatory notes:

		Group	
		Financial year ended	
		31/12/2019	31/12/2018
		S\$'000	S\$'000
Note 1 (a)(i)	Other income		
	Interest income	213	158
	Rental income	21	20
	Late payment charges received	42	39
	Government grants	908	1,229
	Gain on disposal of property, plant and equipment	43	33
	Other miscellaneous income	27	51
		<u>1,254</u>	<u>1,530</u>
Note 1 (a)(ii)	Depreciation expenses increased for the full year ended 31 December 2019 ("FY2019") mainly due to the depreciation of right-of-use assets following the adoption of SFRS(I) 16 as disclosed in paragraph 5 and the additions of plant and equipment for the waste disposal segment.		
Note 1 (a)(iii)	Included within other operating expenses are:		
	Allowance for impairment of trade receivables	43	44
	Write-back of allowance for impairment of trade receivables	-	(24)
Note 1 (a)(iv)	Finance costs for the FY2019 relates to the interest expense on lease liabilities following the adoption of SFRS(I) 16 as disclosed in paragraph 5.		
Note 1 (a)(v)	The tax expense for the FY2019 was lower due to the lower taxation profit for FY2019.		
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	
	31/12/2019	31/12/2018	31/12/2019	31/12/2018
	S\$'000	S\$'000	S\$'000	S\$'000
Assets				
Non-Current Assets				
Property, plant and equipment	20,260	18,934	-	-
Investment in subsidiaries	-	-	4,589	4,589
	<u>20,260</u>	<u>18,934</u>	<u>4,589</u>	<u>4,589</u>
Current Assets				
Inventories	141	115	-	-
Trade and other receivables	11,011	11,121	8,374	8,373
Deposits	132	160	*	*
Prepayments	206	190	3	3
Cash and cash equivalents	22,508	19,458	2,809	2,736
	<u>33,998</u>	<u>31,044</u>	<u>11,186</u>	<u>11,112</u>
Total assets	<u>54,258</u>	<u>49,978</u>	<u>15,775</u>	<u>15,701</u>

*.: Less than S\$1,000

	<u>Group</u>		<u>Company</u>	
	<u>31/12/2019</u>	<u>31/12/2018</u>	<u>31/12/2019</u>	<u>31/12/2018</u>
	S\$'000	S\$'000	S\$'000	S\$'000
Equity and Liabilities				
Capital and reserves				
Share capital	14,524	14,524	14,524	14,524
Retained profits	28,517	26,691	1,179	1,087
Total equity	43,041	41,215	15,703	15,611
Non-Current Liabilities				
Deferred income tax liabilities	1,808	1,769	-	-
Lease liabilities	2,976	75	-	-
Provision	740	740	-	-
	5,524	2,584	-	-
Current Liabilities				
Trade and other payables	4,734	5,535	22	40
Accrual for directors' fees	50	50	50	50
Lease liabilities	337	48	-	-
Current tax payable	572	546	*	*
	5,693	6,179	72	90
Total liabilities	11,217	8,763	72	90
Total equity and liabilities	54,258	49,978	15,775	15,701

*.: Less than S\$1,000

1 (b)(ii) Aggregate amount of group's borrowings and debt securities.

The Group did not have any borrowings and/or debt securities as at 31 December 2019 and 31 December 2018.

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

	<u>Group</u>	
	<u>31/12/2019</u>	<u>31/12/2018</u>
	S\$'000	S\$'000
Cash Flows from Operating Activities		
Profit before taxation	3,083	3,883
Adjustments for:		
Depreciation of property, plant and equipment	4,002	3,336
Property, plant and equipment written off	145	106
Finance costs	189	-
Gain on disposal of property, plant and equipment	(43)	(33)
Interest income	(213)	(158)
Operating profit before working capital changes	7,163	7,134

	Group	
	Financial year ended	
	<u>31/12/2019</u>	<u>31/12/2018</u>
	S\$'000	S\$'000
Changes in working capital		
Inventories	(26)	20
Trade and other receivables	150	450
Deposits and prepayments	12	204
Trade and other payables	(801)	(1,023)
Lease liabilities	-	123
Cash generated from operations	<u>6,498</u>	<u>6,908</u>
Interest received	173	135
Income tax paid	(529)	(139)
Net cash generated from operating activities	<u>6,142</u>	<u>6,904</u>
Cash Flows from Investing Activities		
Proceeds from disposal of property, plant and equipment	216	93
Acquisition of property, plant and equipment	(2,074)	(3,503)
Receipt of government grant relating to property, plant & equipment	144	-
Net cash used in investing activities	<u>(1,714)</u>	<u>(3,410)</u>
Cash Flows from Financing Activities		
Lease payments	(715)	-
Payment of dividend	(663)	(729)
Net cash used in financing activities	<u>(1,378)</u>	<u>(729)</u>
Net increase in cash and cash equivalents	<u>3,050</u>	<u>2,765</u>
Cash and cash equivalents at beginning of the year	19,458	16,693
Cash and cash equivalents at the end of the year (Note A)	<u><u>22,508</u></u>	<u><u>19,458</u></u>

Note A

Cash and cash equivalents in the above consolidated statement of cash flows comprise the following statement of financial position amounts:

	Group	
	<u>31/12/2019</u>	<u>31/12/2018</u>
	S\$'000	S\$'000
Fixed deposits	13,192	11,519
Cash and bank balances	9,316	7,939
Cash and cash equivalents	<u><u>22,508</u></u>	<u><u>19,458</u></u>

Reconciliation of liabilities arising from financing activities

	1 January 2019	Principal payment	Non-Cash Changes			31 December 2019	
			Adoption of SFRS (I)16	Interest expense	Additions		Termination
	\$	\$	\$	\$	\$	\$	
Lease Liabilities	123	(715)	3,488	189	258	(30)	3,313

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.

The Group	Share capital S\$'000	Retained profits S\$'000	Total S\$'000
Balance at 1 January 2019	14,524	26,691	41,215
Total comprehensive income	-	2,489	2,489
Dividends for year ended 31 December 2018 - tax-exempt (one-tier) final dividend of S\$0.005 per share	-	(663)	(663)
Balance at 31 December 2019	<u>14,524</u>	<u>28,517</u>	<u>43,041</u>
Balance at 1 January 2018	14,524	24,189	38,713
Total comprehensive income	-	3,231	3,231
Dividends for year ended 31 December 2017 - tax-exempt (one-tier) final dividend of S\$0.0055 per share	-	(729)	(729)
Balance at 31 December 2018	<u>14,524</u>	<u>26,691</u>	<u>41,215</u>
The Company			
Balance at 1 January 2019	14,524	1,087	15,611
Total comprehensive income	-	755	755
Dividends for year ended 31 December 2018 - tax-exempt (one-tier) final dividend of S\$0.005 per share	-	(663)	(663)
Balance at 31 December 2019	<u>14,524</u>	<u>1,179</u>	<u>15,703</u>
Balance at 1 January 2018	14,524	788	15,312
Total comprehensive income	-	1,028	1,028
Dividends for year ended 31 December 2017 - tax-exempt (one-tier) final dividend of S\$0.0055 per share	-	(729)	(729)
Balance at 31 December 2018	<u>14,524</u>	<u>1,087</u>	<u>15,611</u>

1 (d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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.

There was no change in the Company's share capital since 30 June 2019 up to 31 December 2019. The Company did not have treasury shares, subsidiary holdings or any outstanding convertibles as at 31 December 2019 and 31 December 2018.

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.

Total number of issued shares of the Company as at 31 December 2019 and 31 December 2018 was 132,522,560. The Company did not have any treasury shares as at 31 December 2019 and 31 December 2018.

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

Not applicable. The Company did not have treasury shares during and as at the end of FY2019.

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.

Not applicable. The Company did not have any subsidiary holdings during and as at the end of FY2019.

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

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

3 Where the figures have been audited or reviewed, the auditors' report (including any modifications or emphasis of a 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 issues.

(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.

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

Except as disclosed in Note 5 below, the same accounting policies and methods of computation as in the most recently audited annual financial statements for the financial year ended 31 December 2018 ("FY2018") have been applied.

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

The Group adopted the new/revised SFRS(I)s that are effective for annual periods beginning on or after 1 January 2019. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective SFRS(I)s, SFRS(I) Interpretations and amendments to SFRS(I)s.

Adoption of SFRS(I) 16 Leases

SFRS(I) 16 is effective for financial years beginning on or after 1 January 2019.

SFRS(I) 16 has resulted in almost all leases being recognised on the statement of financial position, as the distinction between operating and finance leases is removed. Under the new standard, an asset (the right to use the leased item) and a financial liability to pay rentals are recognised. The only exemptions are short-term leases and leases of low value assets. The accounting for lessors has not changed significantly.

The Group has applied the simplified transition approach and will not restate comparative amounts for the year prior to the first adoption.

Right-of-use assets will be measured on at the amount of the lease liability on adoption (adjusted for any prepaid or accrued lease expenses).

Right-of-use assets are measured using the cost model and are carried at cost less accumulated depreciation and accumulated impairment loss, if any, subsequent to initial recognition. The carrying amount for lease liabilities subsequent to initial recognition would take into account interest on the lease liabilities, lease payments made and any reassessment or lease modifications.

The adoption of SFRS(I) 16 resulted in adjustments to the statement of financial position of the Group as at 1 January 2019. The differences from the statement of financial position as previously reported at 31 December 2018 are estimated as follows:

	<u>As at 01/01/2019 after adoption of SFRS(I) 16</u>	
	S\$'000	
Increase in right-of-use assets		3,488
Increase in lease liabilities (current)		(341)
Increase in lease liabilities (non-current)		(3,147)

6 Earnings per ordinary 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.

	<u>Group</u>	
	<u>Financial year ended</u>	
	<u>31/12/2019</u>	<u>31/12/2018</u>
Based on weighted average number of ordinary shares in issue (Singapore cents)	1.88	2.44
On a fully diluted basis (Singapore cents)	1.88	2.44

As there were no potentially dilutive ordinary shares as at the end of the respective financial years above, the basic and diluted earnings per share are the same.

- 7 **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.**

	<u>Group</u>		<u>Company</u>	
	<u>31/12/2019</u>	<u>31/12/2018</u>	<u>31/12/2019</u>	<u>31/12/2018</u>
Net asset value per ordinary share (Singapore cents)	32.48	31.10	11.85	11.78

- 8 **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:- (a) 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; and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Income Statement

The Group revenue for FY2019 decreased by 3.5% to S\$66.847 million from S\$69.301 million in FY2018. Revenue from the waste disposal segment increased by 2.6% to S\$38.397 million in FY2019 from S\$37.407 million in FY2018. The increase was mainly due to successful renewal of existing contracts and new contracts secured. Revenue from the contract cleaning segment decreased by 10.8% to S\$28.450 million in FY2019 from S\$31.894 million in FY2018. The decrease was mainly due to completion of some existing contracts.

The Group's other income for FY2019 decreased by 18.0% to S\$1.254 million from S\$1.530 million in FY2018. This was due to the decrease in government grants received, mainly the Special Employment Credit and Temporary Employment Credit, partially offset by an increase in interest income generated from fixed deposits.

The Group's operating profit before tax for FY2019 decreased by 20.6% to S\$3.083 million from S\$3.883 million in FY2018. The decrease in profit was mainly due to the decreases in revenue and other income, higher depreciation charges of S\$0.666 million and higher finance costs of S\$0.189 million as disclosed in Note 1(a)(ii) and Note 1(a)(iv), partially offset by the lower cost of inventories and consumables used of S\$0.100 million, lower staff costs of S\$1.959 million and lower other operating expenses of S\$0.726 million. The lower cost of inventories and consumables used and staff costs was in-line with the decrease in revenue and headcount for the contract cleaning segment.

Operating profit before tax for the waste disposal segment for FY2019 decreased by 26.2% to S\$0.358 million from S\$0.485 million in FY2018. Operating profit before tax for the contract cleaning segment for FY2019 decreased by 18.0% to S\$2.970 million from S\$3.620 million in FY2018. The decrease for both segments was mainly due to higher operating expenses and lower other income. For waste disposal segment, the increase in staff costs was in-line with increase in revenue, whilst the increase in other operating expenses was mainly due to higher dumping fees. For contract cleaning segment, the lower cost of inventories and consumables used, staff costs and other operating expenses were in line with lower revenue.

Statement of Financial Position

Non-current assets increased by 7% to S\$20.260 million as at 31 December 2019 mainly due to the recognition of right-of-use assets arising from the adoption of SFRS(I) 16 as disclosed in paragraph 5, the additions of motor vehicles and equipment for the waste disposal segment, partially offset by the depreciation charges during FY2019.

Current assets increased by 9.5% to S\$33.998 million as at 31 December 2019 mainly due to an increase in cash and cash equivalents of S\$3.050 million.

Current liabilities decreased by 7.9% to S\$5.693 million as at 31 December 2019 mainly due to the decrease in other payables of S\$0.923 million from both the waste disposal and contract cleaning segments, mainly due to accrued operating expenses and sundry payables, partially offset by the increase in lease liabilities as disclosed in paragraph 5.

Non-current liabilities increased by 113.8% to S\$5.524 million as at 31 December 2019 mainly due to increase in lease liabilities as disclosed in paragraph 5.

Statement of Cash Flows

The Group had cash and cash equivalents amounting to S\$22.508 million as at 31 December 2019, as compared to S\$19.458 million as at 31 December 2018.

The net increase in cash and cash equivalents of S\$3.050 million for FY2019 was mainly as a result of net cash generated from operating activities of S\$6.142 million, partially offset by the net cash used in investing activities of S\$1.714 million and financing activities of S\$1.378 million.

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 was previously disclosed.

10 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The Group continued to face stiff competition from our competitors as they strive to increase their market shares. This has put pressure on our profit margins and has affected the overall performance of the Group.

With the non-renewal of a major contract, the Group revenue will be affected. Nevertheless, we will intensify our effort to secure more contracts for the industrial and commercial sectors for the waste segment to improve the bottom line. The waste segment will participate in the remaining four public waste collection sectors to be tendered out by the National Environment Agency in years 2020 and 2021.

In view of the COVID-19 outbreak, the Group has put in place precautionary measures and business continuity plans (BCP).

11 Dividend

(a) Current Financial Period Reported On

The Directors are pleased to recommend a tax exempt one-tier first and final dividend of Singapore cents 0.45 per share in respect of FY2019 for approval by shareholders at the forthcoming annual general meeting to be convened ("AGM").

Name of Dividend	First and final
Dividend Type	Cash
Dividend Amount per share (in Singapore cents)	0.45
Tax Rate	Exempt (one-tier)

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend	First and final
Dividend Type	Cash
Dividend Amount per share (in Singapore cents)	0.50
Tax Rate	Exempt (one-tier)

(c) Date payable

The proposed first and final dividend, if approved by shareholders at the forthcoming AGM, will be paid on 15 May 2020.

(d) Books closure date

Notice is hereby given that subject to the approval of shareholders to the proposed first and final dividend being obtained at the forthcoming AGM, the transfer book and register of members of the Company will be closed on 4 May 2020 after 5.00 p.m., for the purpose of determining shareholders' entitlements to the proposed first and final dividend. Duly completed transfers received by the Company's share registrar, KCK CorpServe Pte Ltd at 333 North Bridge Road, #08-00, KH KEA Building, Singapore 188721, up to 5.00 p.m. on 4 May 2020 will be registered before entitlements to the proposed dividend are determined. Members whose securities accounts with The Central Depository (Pte) Limited are credited with shares of the Company as at 5.00 p.m. on 4 May 2020 will be entitled to such proposed dividends.

12 If no dividend has been declared (recommended), a statement to that effect and the reasons(s) for the decision.

Not applicable.

13 Interested Person Transactions

The Company has obtained shareholders' approval for the renewal of the general mandate for interested person transactions at the annual general meeting held on 26 April 2019. Save as disclosed below, there is no other interested person transaction entered into during FY2019 that were S\$100,000 and above:

Name of Interested Person	Nature of Relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholder's mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
Goldvein Pte Ltd ¹	refer note 1	-	\$324,759
Allsland Pte Ltd ²	refer note 2	-	\$254,378
Richvein Pte Ltd ³	refer note 3	-	\$760,701

1. Mr Henry Ngo has a 21.26% direct interest and a deemed interest of 2.09% (held through Allsland Pte Ltd) in Bonvests Holdings Limited ("Bonvests"). He also holds 40% interest in the issued share capital of Goldvein Holdings Pte Ltd ("Goldvein") which in turn holds 59.78% shareholdings in the issued share capital of Bonvests. Bonvests in turn holds 100% shareholdings in Goldvein Pte Ltd. Accordingly, Mr Henry Ngo is deemed interested in the whole of the issued share capital of Goldvein Pte Ltd by virtue of Section 7 of the Companies Act, Chapter 50 (the "Companies Act"), and Goldvein Pte Ltd is an interested person as defined by the Listing Manual of the SGX-ST, Section B: Rules of Catalist (the "Catalist Rules").

2. Allsland Pte Ltd is wholly-owned by Mr Henry Ngo. Accordingly, Allsland Pte Ltd is an interested person as defined by the Catalist Rules.

3. Bonvests holds 100% shareholdings in the issued share capital of Richvein Pte Ltd. Accordingly, Mr Henry Ngo is deemed interested in the whole of the issued share capital of Richvein Pte Ltd by virtue of Section 7 of the Companies Act, and Richvein Pte Ltd is an interested person as defined by the Catalist Rules.

Part II ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

14 Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

STATEMENT OF OPERATIONS BY SEGMENTS	<u>Waste disposal</u> S\$'000	<u>Contract cleaning</u> S\$'000	<u>Others ⁽¹⁾</u> S\$'000	<u>Total</u> S\$'000
The Group				
FY2019				
Revenue				
External sales	38,397	28,450	-	66,847
Total revenue	<u>38,397</u>	<u>28,450</u>	<u>-</u>	<u>66,847</u>
Result				
Segment result	531	2,773	(245)	3,059
Interest income	-	213	-	213
Interest expense	(173)	(16)	-	(189)
Profit before taxation	<u>358</u>	<u>2,970</u>	<u>(245)</u>	<u>3,083</u>
Taxation				(594)
Profit after taxation from ordinary activities				<u>2,489</u>
The Group				
FY2018				
Revenue				
External sales	37,407	31,894	-	69,301
Total revenue	<u>37,407</u>	<u>31,894</u>	<u>-</u>	<u>69,301</u>
Result				
Segment result	472	3,475	(222)	3,725
Interest income	13	145	-	158
Interest expense	-	-	-	-
Profit before taxation	<u>485</u>	<u>3,620</u>	<u>(222)</u>	<u>3,883</u>
Taxation				(652)
Profit after taxation from ordinary activities				<u>3,231</u>

Note:

⁽¹⁾ Others - Operations in this segment include mainly the investment holding company, namely Colex Holdings Ltd.

The Group operates solely in Singapore.

15 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 8.

16 **A breakdown of sales.**

	Group		Increase/ (decrease)
	<u>31/12/2019</u>	<u>31/12/2018</u>	
	S\$'000	S\$'000	%
(a) Sales reported for first half financial year	33,725	35,015	(3.7)
(b) Operating profit after tax before deducting non-controlling interests reported for first half financial year	1,266	1,978	(36.0)
(c) Sales reported for second half financial year	33,122	34,286	(3.4)
(d) Operating profit after tax before deducting non-controlling interests reported for second half financial year	1,223	1,253	(2.4)

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

	<u>Latest Full Year</u>	<u>Previous Full</u>
	S\$'000	S\$'000
Ordinary shares - First and final	<u>596</u>	<u>663</u>

18 **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.**

There is no person occupying a managerial position in the Company and/or its subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company and/or its subsidiaries as at 31 December 2019 pursuant to Rule 704(10) of the Catalist Rules.

19 **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) of the Listing Manual.**

The Company confirms that it has procured undertakings from all its directors and executive officers in the required format.

BY ORDER OF THE BOARD

Foo Soon Soo
Company Secretary
28 February 2020

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist.

This announcement has not been examined or approved by the SGX-ST. 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.

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