

21 Shipyard Road, Singapore 628144 Tel: 6268 9788 Fax: 6268 9488 www.peceng.com Co. Reg. No: 198200079M

FIRST HALF FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE PERIOD ENDED 31 DECMBER 2020

The Directors are pleased to announce the operating results of the Group and the Company for the period ended 31 December 2020.

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

1(a)(i) An income statement (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

Results for period ended 31 December 2020 (1H 2021):

		Group	
	1H 2021	1H 2020	Change
	S\$'000	S\$'000	%
Revenue	175,677	292,296	(40%)
Cost of sales	(134,016)	(240,547)	(44%)
Gross profit	41,661	51,749	(19%)
Gross profit margin	24%	18%	
Other operating income	6,300	1,939	225%
Administrative expenses	(13,065)	(16,017)	(18%)
Other operating expenses	(27,818)	(28,222)	(1%)
Finance expenses	(629)	(447)	41%
Share of results of associate	267	207	29%
Profit before taxation	6,716	9,209	(27%)
Income tax expense	(2,989)	(2,543)	18%
Profit after taxation	3,727	6,666	(44%)
Attributable to:			
Equity holders of the Company	3,695	6,165	(40%)
Non-controlling interests	32	501	(94%)
	3,727	6,666	(44%)
Other comprehensive income:			
Item that will not be reclassified subsequently to profit or loss:			
Net change in fair value reserve	(1)	-	NM
Items that may be reclassified subsequently to profit or loss:			
Foreign currency translation	(1,658)	(43)	NM
Total other comprehensive income for the period, net of tax	(1,659)	(43)	NM
Total comprehensive income			
for the period	2,068	6,623	(69%)
Total comprehensive income attributable to:			
Owners of the Company	2,044	6,194	(67%)
Non-controlling interests			
•	24	429	NM

Denotes: NM - not meaningful



21 Shipyard Road, Singapore 628144 Tel: 6268 9788 Fax: 6268 9488 www.peceng.com Co. Reg. No: 198200079M

1(a)(ii) The income statement is arrived after crediting / (debiting) the following:-

	Group		
	1H 2021	1H 2020	
	S\$'000	S\$'000	
Depreciation of right-of-use assets	(1,360)	(870)	
Amortisation of intangible assets	(4)	(9)	
Depreciation of property, plant and equipment	(5,995)	(5,990)	
Depreciation of investment property	(77)	(78)	
Write back of impairment losses/(impairment losses) on financial assets	668	(22)	
Write back of cash written off	203	-	
Loss on disposal of subsidiary	-	(6)	
Interest expense	(193)	(309)	
Interest expense on lease liabilities	(390)	(138)	
Interest expense on reinstatement cost	(46)	-	
Exchange loss, net	(4,157)	(1,156)	
Gain on disposal of property, plant and equipment, net	358	661	
Insurance claim	99	159	
Interest income	160	498	



21 Shipyard Road, Singapore 628144 Tel: 6268 9788 Fax: 6268 9488 www.peceng.com Co. Reg. No: 198200079M

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.

statement as at the end of the immedi	Gro		Comp	
	31 Dec 2020	30 Jun 2020		30 Jun 2020
ASSETS	S\$'000	S\$'000	S\$'000	S\$'000
Non-current assets				
Property, plant and equipment	88,213	91,698	41,240	42,029
Investment property	5,725	5,782	-	_
Investment securities	1	1	1	1
Investment in subsidiaries Investment in an associate	_ 5,717	_ 5,450	55,380 354	55,970 354
Intangible assets	60	64	60	64
Prepayments	1,231	1,427	_	_
Deferred tax assets	965	965	965	965
Right-of-use assets	20,476	21,489	15,742	16,258
Trade receivables	122,388	<u>44</u> 126,920	113,742	115,641
0	122,000	120,320	110,742	110,041
Current assets Contract assets	33,637	12,034	19,573	6,817
Accrued income	18,849	22,889	8,861	12,923
Inventories	708	443	_	
Trade receivables	76,346	141,080	46,581	30,402
Other receivables and deposits	7,346	10,012	9,743	13,134
Prepayments Capitalised contract costs	3,217 15,667	2,244 20,496	1,097	824
Amounts due from subsidiaries		20,490	6,476	4,406
Cash and short-term deposits	139,179	100,069	39,229	50,840
	294,949	309,267	131,560	119,346
Total Assets	417,337	436,187	245,302	234,987
EQUITY AND LIABILITIES				
Current liabilities				
Contract liabilities	61,010	66,640	3,111	4,377
Trade payables	25,133	26,294	15,017	12,485
Other payables and accruals Provisions	56,156 7,384	71,995 6,887	29,687 4,420	24,077 3,889
Loans and borrowings	14,733	14,385	10,000	10,000
Deferred income	3,306	3,358	2,944	2,944
Lease liabilities	1,966	1,897	1,035	1,247
Income tax payable	3,136	1,469	63	265
	172,824	192,925	66,277	59,284
Net current assets	122,125	116,342	65,283	60,062
Non-current liabilities		0.774	0.070	0.004
Provisions	2,820	2,774	2,678	2,634
Loans and borrowings Lease liabilities	4,516 18,238	4,634 18,994	15,010	
Deferred tax liabilities	529	518	-	
	26,103	26,920	17,688	17,844
Total Liabilities	198,927	219,845	83,965	77,128
Net assets	218,410	216,342	161,337	157,859
Equity attributable to owners of the Company				
Share capital	58,836	58,836	58,836	58,836
Treasury shares	(576)	(576)	(576)	(576)
Statutory reserve Fair value reserve	2,481 (12)	2,481 (13)	(12)	(13)
Retained earnings	159,846	156,153	103,089	99,612
Premium paid on acquisition of non-controlling				,
interests	(4,841)	(4,841)	-	_
Foreign currency translation reserve	(900)	750		-
Non-controlling interests	214,834	212,790	161,337	157,859
Non-controlling interests Total Equity	<u>3,576</u> 218,410	<u>3,552</u> 216,342	161,337	157,859
Total equity and liabilities	417,337	436,187	245,302	234,987
ו סומו פקעונץ מווע וומטוווופס	417,007	+30,107	243,302	234,301

Page 3 of 14



21 Shipyard Road, Singapore 628144 Tel: 6268 9788 Fax: 6268 9488 www.peceng.com Co. Reg. No: 198200079M

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

Amount repayable in one year or less, or on demand

As at 31	Dec 2020	As at 30	Jun 2020
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
6,699	10,000	6,282	10,000

Amount repayable after one year

As at 31	Dec 2020	As at 30	Jun 2020
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
22,754	-	23,628	_

Detail of any collateral

The Group's borrowings include loans and borrowings as well as lease liabilities. Certain of the Group's loans and borrowings were secured over corporate guarantee and certain property, plant and equipment and deposits.



21 Shipyard Road, Singapore 628144 Tel: 6268 9788 Fax: 6268 9488 www.peceng.com Co. Reg. No: 198200079M

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.

It to the top of top of the top of the top of top of top of top of the top of top		Group		
Cash flows from operating activities6,7169,209Profit before taxation6,7169,209Adjustments for:5,9955,990Depreciation of property, plant and equipment, net(358)(661)(Write back of impairment losses on financial assets(668)22Provision, net554238Foreign exchange differences3,836787Amoritastion of capitalised contracts cost5,5818,784Depreciation of ripht-fu-se assets1,380870Share of results of associate(267)(207)Interest income(160)(486)Interest expense239309Operating cash flows before working capital changes23,09925,119Increase in contract assets(20,335)(1,885)Decrease in contract assets(20,335)(1,885)Decrease in contract assets(21)(87)Decrease in contract liabilities(5,630)(621)Decrease in contract liabilities(25,630)(621)Decrease/increase in ancrued noome4,191(2,462)Increase in contract liabilities(26,19)(24,282)Cash flows generated from operations45,98714,594Tax paid(1,345)(1,845)(1,845)Interest paid(666)(266)(161)Interest paid(265)(645)(14,594)Interest paid(1345)(1,845)(1,845)Interest paid(1,345)(1,845)(1,845)Interest paid(
Profit before taxation6.7169.209Adjustments for:00Depreciation of investment property7778Gain on disposal of property, plant and equipment, net(358)(668)(Write back of impairment losses)/impairment losses on financial assets(668)22Provision, net554289Foreign exchange differences3.636787Amoritisation of ciphalised contracts cost5.5818.784Depreciation of right-of-use assets1.360670Share of results of associate(257)(207)Interest expense on lease liabilities300138Interest expense on lease liabilities(5630)(521)Decrease in contract tassets(20,335)(1,885)Decrease in contract liabilities(5,503)(521)Decrease in contract liabilities(5,530)(521)Decrease in contract liabilities(5,630)(521)Decrease in contract liabilities(5,630)(221)Decrease in contract liabilities(5,630)(521)Decrease in contract liabilities(5,630)(521)Decrease in trade and other payables and accruals(16,217)(1,245)(Increase) increase in trade and other payables and accruals(26,959(42,328)(Decrease) increase in trade and other payables and accruals(56,51)(57)Decrease in functing activities45,21812,729Cash flows generated from operations46,98714,545Tax paid(1,345)(1,845)<	Orah flaves from an anting activities	S\$'000	S\$'000	
Adjustments for: 0 0 Depreciation of property, plant and equipment 5,995 5,990 Cain on disposal of property, plant and equipment, net (358) (661) Write back of impairment losses on financial assets (668) 222 Provision, net 5,541 2,564 289 Foreign exchange differences 3,636 789 Amoritasition of capitalised contracts cost 5,561 8,764 Opereciding of hiphef-use assets 1,360 8700 Share of results of associate (267) (207) Interest expense 239 309 Operating cash flows before working capital changes 23,089 25,119 Increase in contract assets (210) (498) Increase in contract assets (211) (211) Decrease in contract assets (20,335) (1,885) Decrease in contract assets (211) (211) Decrease in contract assets (211) (211) Decrease in contract costs (141) (24,525) Increase in contract assets (211) (211) Decrease in trude receivables, other receivables and accruals (261) (211) Decrease in trude receivables, other receivables (255) (512) Cas		6 716	0 200	
Depreciation of property, plant and equipment 5,995 5,990 Depreciation of investment property 77 78 Gain on disposed of property, plant and equipment, net (358) (668) 22 Provision, net 554 289 Foreign exchange differences 3,636 787 Amoritsation of indpt-of-use assets 1,360 6707 Amoritsation of aphalese contracts cost 5,581 8,764 Depreciation of right-of-use assets 1,360 6707 Share of results of associate (267) (207) Interest expense on lease liabilities 390 138 Interest expense 239 309 Operating cash flows before working capital changes (20,35) (1,885) Decrease in contract assets (20,335) (1,885) Decrease in contract casses (21) (87) Increase in nortact assets (22,959 (24,228) Operating cash flows generated from operations 46,987 (42,328) Increase in nortact assets (310) (87) Decrease/increase in nrade an		0,710	9,209	
Depreciation of investment property7778Gain on disposal of property, plant and equipment, net(358)(661)(Wite back of impairment losses)/impairment losses on financial assets(668)22Provision, net554289Provision, net5,5818,784Amortisation of intangible assets49Amortisation of intangible assets3,636787Amortisation of capitalised contracts cost5,5818,784Depreciation of inphi-of-use assets1,3606700Share of results of associate(267)(207)Interest expense on lease liabilities390138Interest expense239309Operating cash flows before working capital changes(20,335)(1,885)Decrease (in contract assets(21,335)(1,885)Increase in contract liabilities(5,630)(521)Decrease(increase) in accrued income4,191(5,485)Increases in inventiones(261)(87)Decrease(increase) in accrued income4,191(1,545)Increases in inventiones(42,289)(16,217)Decrease(increase) in trade and other payables and accruals(16,217)(1,245)Interest expland(1,345)(1,845)(1,845)Interest received(566)(618)(168)Interest expland(566)(518)(1618)Interest expland(566)(518)(1618)Interest expland(3,126)(6,720)Proceeds from disposal of property,		5 005	5 990	
Cain on disposal of property, plant and equipment, net(358)(661)(Write back of impairment losses)/impairment losses on financial assets(668)22Provision, net554289Foreign exchange differences3,036787Amortisation of capitalised contracts cost5,5818,784Depreciation of night-of-use assets1,360670Share of results of associate(267)(207)Interest expense on lease liabilities390138Interest expense on lease liabilities390138Interest expense on contract tassets(20,335)(1,885)Decrease in contract tassets(20,335)(1,885)Increase in contract casts(619)24,652Increase in inventories(261)(87)Decrease in contract taspitalised contract costs(819)24,652Increase in inventories(261)(87)Decrease in contract taspitalised contract costs(62,959(42,328)Increase in inventories(261)(87)Decrease/increase in trade and other payables and deposits, and prepayments(16,217)15,129Cash flows generated from operating activities(568)(518)Interest received(669)(42,328)Interest received(60)498Net cash flows generated from operating activities(2,243)(5,423)Proceeds from disposal of property, plant and equipment504-Proceeds from disposal of property, plant and equipment(3,126)(6,790)Proc				
(Write back of impairment losses) impairment losses on financial assets(66a)22Provision, net554289Provision, net554289Amotisation of intangible assets49Amotisation of capitalised contracts cost5.5818.784Depreciation of right-of-use assets1,360670Share of results of associate(267)(207)Interest axpense on lease liabilities390138Interest expense239309Operating cash flows before working capital changes(20,335)(1,885)Decrease in contract liabilities(5,630)(521)Increase in contract income4,191(5,485)(Increase) in accrued income(1,91)(5,485)(Increase) in accrued income(1,81)24,652Increase in inventories(261)(67)Decrease/(Increase) in trade receivables, other receivables and deposits, and prepayments(1,345)(1,845)(Increase) increase in trade and other payables and accruais(62,859)(16)Interest paid(5,85)(518)160Interest paid(5,85)(518)160Interest paid(1,345)(1,845)(1,845)Interest paid(5,85)(518)119Proceeds from disposal of asset held for sale-187Proceeds from disposal of asset held for sale-187Proceeds from disposal of asset held for sale-187Proceeds from disposal of asset held for sale-187			-	
Provision, net55.4289Foreign exchange differences3.636787Amortisation of capitalised contracts cost5.6818.784Depreciation of right-of-use assets1,360870Share of results of associate(267)(207)Interest expense on lease liabilities390138Interest expenses on lease liabilities390138Interest expenses on lease liabilities239309Operating cash flows before working capital changes(20.335)(1.88)Decrease in contract sasels(20.335)(1.88)Decrease in contract sasels(26.13)(5.43)Chromese ji na carued income4.191(5.485)(Increase ji no trade receivables, other receivables and deposits, and prepayments(16.217)Decrease/(Increase) in trade receivables, other receivables and deposits, and prepayments(13.45)(1.445)(Increase in investing activities46.98714.594Tax paid(1.345)(1.445)(1.445)Interest received160498Net cash flows generated from operating activities2.21812.729Cash flows generated from operating activities-187Proceeds from disposal of asset held for sale-187Proceeds fro		. ,	()	
Foreign exchange differences3,636787Amotisation of intangble assets49Amotisation of intangble assets5,5818,784Depreciation of right-of-use assets1,360870Share of results of associate(267)(207)Interest expense on lease liabilities390138Interest expense239309Operating cash flows before working capital changes23,09925,119Increase in contract assets(20,335)(1,885)Decrease/increase) in accrued income4,191(5,485)Increase in contract inabilities(5,630)(521)Decrease/increase) in accrued income(4,191(6,485)(Increase)/decrease in capitalised contract costs(819)24,652Increase in inventories(261)(87)Decrease/increase in trade and other payables and accruals(261)(87)Cash flows generated from operations46,98714,594Tax paid(1,345)(1,845)(1,845)Interest received160498Net cash flows generated from operating activities3791,048Proceeds from disposal of asset held for sale-187Proceeds from disposal of asset held for sale-187Proceeds from disposal of asset held for sale-130Net cash flows used in investing activities(2,243)(5,242)Cash flows used in investing activities-130Net cash flows used in investing activities-130Proceed		()		
Amortisation of intangible assets49Amortisation of capitalised contracts cost5,5818,784Depreciation of right-of-use assets1,360870Share of results of associate(267)(207)Interest expense on lease liabilities330138Interest expense on lease liabilities330338Interest expense2.33309Operating cash flows before working capital changes23,03925,119Increase in contract lassets(20,035)(1,885)Decrease in contract lassets(20,335)(1,885)Decrease in contract lassets(21,335)(3,845)Increase in investories(261)(87)Decreases (Increase) in accrued income4,191(5,485)(Increase)/decrease in trade and other payables and accruals(16,217)15,129Cash flows generated from operations46,98714,594Tax paid(1,345)(1,845)(1,845)Interest paid(555)(518)11,429Interest received160498Net cash flows generated from operating activities3791,048Proceeds from disposal of property, plant and equipment3791,048Proceeds from disposal of intangible assets–187Proceeds from disposal of intangible assets–2Proceeds from disposal of intangible assets–2Proceeds from disposal of intangible assets–2Proceeds from disposal of intangible assets–130Net cas				
Amortisation of capitalised contracts cost 5,581 8,784 Depreciation of right-of-use assets 1,360 870 Share of results of associate (267) (207) Interest expense on lease liabilities 330 133 Interest expense 233 309 Operating cash flows before working capital changes 23,099 25,119 Increase in contract assets (20,335) (1,885) Decrease (incorrease) in accrued income 4,191 (5,430) (Increase)/decrease in capitalised contract costs (819) 24,652 (Increase)/decrease in trade receivables, other receivables and deposits, and prepayments (261) (87) Decrease/(Increase) 11rade receivables, other receivables and deposits, and prepayments (16,217) 15,129 Cash flows generated from operations 45,987 14,594 Interest received (1345) (1,845) Interest received (585) (518) Interest received 160 498 Net cash flows generated from operating activities 77 1,048 Proceeds from liquotated subsidiaries u			-	
Depreciation of right-of-use assets1,360670Share of results of associate(267)(207)Interest income(160)(498)Interest expense23,90309Operating cash flows before working capital changes23,09925,119Increase in contract assets(20,335)(1,885)Decrease in contract assets(20,335)(1,885)Decrease in contract isabilities(5,630)(521)Increase in inventories(4,191)(2,4625)Increase in inventories(819)24,662Increase in inventories(261)(87)Decrease/Increase) in trade receivables, other receivables and deposits, and prepayments(261)(87)Decrease/Increase) in trade and other payables and accruals(16,217)15,129Cash flows generated from operations46,98714,594Tax paid(1,345)(1,845)(1,845)Interest received160498Net cash flows generated from operating activities-187Proceeds from disposal of property, plant and equipment3791,048Proceeds from disposal of asset held for sale-187Proceeds from disposal of asset held for sale-187Proceeds from borrowings(5,337)(364)Proceeds from borrowings5,6151,706Proceeds from borrowings5,6151,706Proceeds from borrowings5,6151,706Proceeds from borrowings5,6151,706Proceeds from borrowings5			-	
Share of results of associate (267) (207) Interest income (160) (498) Interest expense on lease liabilities 330 138 Interest expense 239 309 Operating cash flows before working capital changes 23,099 25,119 Increase in contract liabilities (5,630) (1,885) Decrease (increase) in accrued income 4,191 (5,485) Increase (increase) in trade receivables, other receivables and deposits, and prepayments (221) (87) Decrease/(Increase) in trade raceivables, other receivables and deposits, and prepayments (28,95) (42,328) (Decrease/(Increase) in trade and other payables and accruals (16,217) 15,129 Cash flows generated from operations 46,987 14,594 Tax paid (1,345) (1,845) Interest paid (585) (518) Interest paid (585) (518) Interest paid (3,126) (6,790) Proceeds from disposal of property, plant and equipment 379 1,048 Proceeds from liquidated subsidiarise upon completion 504	•			
Interest income(160)(498)Interest expense on lease liabilities330138Interest expense239309Operating cash flows before working capital changes23,09925,119Increase in contract liabilities(2,0,335)(1,885)Decrease in contract liabilities(5,630)(521)Decrease in contract liabilities(2,643)(5,630)(Increase)/(increase) in accrued income(4,191(5,485)(Increase)/(increase) in inventories(261)(87)Decrease/(increase) in inventories(261)(87)Decrease/(increase) in trade receivables, other receivables and deposits, and prepayments62,959(42,328)(Decrease)/increase in trade and other payables and accruals(1,6,217)15,129Cash flows generated from operations46,98714,594Tax paid(1,345)(1,845)Interest received160498Net cash flows generated from operating activities2791,048Proceeds from disposal of asset held for sale-187Proceeds from disposal of asset held or sale-187Proceeds from disposal of asset held or sale-130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(2,243)(5,423)Cash flows used in investing activities-130Net cash flows used in investing activities(2,637)(364)Proceeds from disposal of asset held or sale-130Net				
Interest expense390138Interest expense2.39309Operating cash flows before working capital changes23,09925,119Increase in contract liabilities(5,630)(521)Decrease in contract liabilities(5,630)(521)Decrease/(increase) in accrued income4,191(5,485)(Increase) in inventories(261)(87)Decrease/(increase) in trade receivables, other receivables and deposits, and prepayments(261)(87)Cash flows generated from operations46,98714,594Tax paid(1,345)(1,845)(1,845)Interest received(568)(518)Interest received(568)(518)Net cash flows generated from operating activities45,21812,729Cash flows from investing activities-187Proceeds from disposal of property, plant and equipment3791,048Proceeds from disposal of sale tabli of sale-187Proceeds from disposal of asset held or sale-187Proceeds from disposal of intangible assets-2Purchase of property, plant and equipment3,126)(6,790)Dividend income from associate-130Net cash flows used in investing activities(5,337)(364)Proceeds from disposal of property, plant and equipment5,6151,706Proceeds from disposal of property activities(5,337)(364)Proceeds from disposal of intangible assets-100Pivender flows used in inve		()	()	
Interest expense239309Operating cash flows before working capital changes23,09925,119Increase in contract assets(20,335)(1,885)Decrease in contract liabilities(5,630)(521)Decrease in contract isolatione4,191(5,485)(Increase) in acrued income4,191(5,485)(Increase) in trade receivables, other receivables and deposits, and prepayments(261)(87)Decrease/(Increase) in trade receivables, other receivables and deposits, and prepayments(6,98714,994(Decrease)/(Increase) in trade and other payables and accruals(16,217)15,129Cash flows generated from operations46,98714,994Tax paid(1,345)(1,845)Interest received160498Net cash flows generated from operating activities3791,048Proceeds from disposal of property, plant and equipment7910,488Proceeds from disposal of asset held for sale-187Proceeds from disposal of asset held for sale-130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(2,243)(5,423)Cash flows from financing activities-20Proceeds from disposal of intangible assets-2Proceeds from disposal of intangible assets-130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(1,018)(5,48)Proceeds from borro		. ,	. ,	
Operating cash flows before working capital changes23,09925,119Increase in contract assets(20,335)(1,885)Decrease in contract liabilities(5,630)(521)Decrease/(increase) in accrued income4,191(5,485)(Increase)/decrease in capitalised contract costs(819)24,652(Increase)/increase) in trade receivables, other receivables and deposits, and prepayments(261)(87)(Decrease)/(increase) in trade receivables, other receivables and deposits, and prepayments(1,345)(1,345)(1,345)(Decrease)/(increase) in trade and other payables and accruals(16,217)15,129(1,345)(1,345)(1,345)Cash flows generated from operating(1,345)(1,345)(1,345)(1,345)(1,345)(1,345)Interest paid(585)(518)12,729(254)160498Net cash flows generated from operating activities-18710,488Proceeds from disposal of property, plant and equipment3791,048-187Proceeds from disposal of asset held for sale-120120120Proceeds from disposal of asset held for sale-1300160498Net cash flows used in investing activities(2,243)(5,337)(364)Proceeds from disposal of asset held for sale-1300100Net cash flows used in investing activities(1,018)(5,423)Cash flows from financing activities(2,243)(5,337)(364)Proceeds from borrowings <td></td> <td></td> <td></td>				
Increase in contract assets(20,335)(1,885)Decrease in contract liabilities(5,630)(521)Decrease/(increase) in accrued income4,191(5,485)(Increase) in inventories(261)(87)Decrease/(increase) in trade receivables, other receivables and deposits, and prepayments(261)(87)Decrease/(increase) in trade receivables, other receivables and deposits, and prepayments(1,345)(1,345)Cash flows generated from operations46,98714,594Tax paid(1,345)(1,345)(1,845)Interest paid(585)(518)Interest received160498Net cash flows generated from operating activities45,21812,729Cash flows from investing activities-187Proceeds from liquidated subsidiaries upon completion504-Proceeds from disposal of property, plant and equipment3791,048Proceeds from disposal of asset held for sale-130Net cash flows from investing activities(2,243)(5,423)Cash flows from financing activities(2,243)(5,423)Cash flows from financing activities-130Net cash flows used in investing activities(5,337)(364)Proceeds from financing activities(1,018)(548)Dividend paid on ordinary shares-(5,099)Net cash flows used in financing activities(1,018)(542)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activit	· · · ·			
Decrease in contract liabilities(5,630)(521)Decrease (increase) in accrued income4,191(5,485)(Increase)/decrease in capitalised contract costs(819)24,652Increase in inventories(261)(87)Decrease/(Increase) in trade receivables, other receivables and deposits, and prepayments(16,217)15,129Cash flows generated from operations46,98714,594Tax paid(1,345)(1,845)(1,845)Interest paid(585)(518)Interest received160498Net cash flows generated from operating activities45,21812,729Cash flows from investing activities3791,048Proceeds from disposal of property, plant and equipment504-Proceeds from disposal of asset held for sale-187Proceeds from disposal of intangible assets-2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate-130Net cash flows used in investing activities(5,337)(364)Proceeds from disposal of intangible assets-(5,037)Purchase of property, plant and equipment(5,6151,706Purchase of property, plant and equipment(5,637)(364)Proceeds from disposal of intangible assets-130Net cash flows used in investing activities(740)(4,305)Net cash flows used in investing activities(740)(4,305)Proceeds from financing activities(740)(4,30				
Decrease/(increase) in accrued income4,191(5,485)(Increase)/decrease in capitalised contract costs(819)24,652Increase in inventories(261)(67)Decrease/(increase) in trade receivables, other receivables and deposits, and prepayments(261)(67)Decrease/(increase) in trade and other payables and accruals(16,217)15,129Cash flows generated from operations46,98714,594Tax paid(1,345)(1,845)Interest paid(585)(518)Interest received160498Net cash flows generated from operating activities45,21812,729Cash flows from investing activities3791,048Proceeds from disposal of property, plant and equipment3791,048Proceeds from disposal of intangible assets-2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate-130Net cash flows used in investing activities(2,243)(5,423)Cash flows used in investing activities(5,337)(364)Proceeds from borowings5,6151,706Payment of principal portion of lease liabilities(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(740)(4,305)Net cash flows used in financing activities(740)(4,305)Net cash flows used in financing activities(2,243)(5,643)Dividends paid on ordinary shares-(5,0		. ,	. ,	
(Increase)/decrease in capitalised contract costs(819)24,652Increase in inventories(261)(87)Decrease/(Increase) in trade receivables, other receivables and deposits, and prepayments(16,217)15,129Cash flows generated from operations46,98714,594Tax paid(1,345)(1,845)Interest paid(585)(518)Interest received160498Net cash flows generated from operating activities45,21812,729Cash flows from investing activities3791,048Proceeds from liquidated subsidiaries upon completion504-Proceeds from disposal of property, plant and equipment3791,048Proceeds from disposal of intangible assets-2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate-130Net cash flows used in investing activities(5,337)(364)Proceeds from disposal of intangible assets-5,6151,706Payment of borrowings5,6151,7065,4131,048Proceeds from disposal of intangible assets-1301642Net cash flows used in investing activities(2,243)(5,423)16,423Cash flows used in investing activities-1301648Proceeds from disposal of intangible assets130Net cash flows used in investing activities(2,243)(5,423)16,423Dividend income from associate-1301648 <td></td> <td>, ,</td> <td>. ,</td>		, ,	. ,	
Increase in inventories(261)(87)Decrease/(Increase) in trade receivables, other receivables and deposits, and prepayments(2,2,59)(42,328)(Decrease)/increase in trade and other payables and accruals(16,217)15,129Cash flows generated from operations46,98714,594Tax paid(1,345)(1,845)Interest paid(585)(518)Interest received160498Net cash flows generated from operating activities45,21812,729Cash flows from investing activities3791,048Proceeds from disposal of property, plant and equipment3791,048Proceeds from disposal of intangible assets-2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate-130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(1,018)(548)Dividend income from associate-130Net cash flows used in investing activities(1,018)(5,69)Dividends paid on ordinary shares-(5,099)Dividends paid on ordinary shares-(5,099)Net increase in cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244			,	
Decrease/(Increase) in trade receivables, other receivables and deposits, and prepayments62,959(42,328)(Decrease)/increase in trade and other payables and accruals(16,217)15,129Cash flows generated from operations46,98714,594Tax paid(1,345)(1,845)Interest paid(655)(518)Interest received160498Net cash flows generated from operating activities45,21812,729Cash flows from investing activities3791,048Proceeds from disposal of property, plant and equipment504-Proceeds from disposal of intangible assets-2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate-130Net cash flows used in investing activities(2,243)(5,423)Cash flows used in investing activities(2,243)(5,423)Net cash flows used in financing activities(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(740)(4,305)Net cash flows		()		
prepayments62,959(42,328)(Decrease)/increase in trade and other payables and accruals(16,217)15,129Cash flows generated from operations46,98714,594Tax paid(1,345)(1,845)Interest paid(585)(518)Interest received160498Net cash flows generated from operating activities45,21812,729Cash flows from investing activities791,048Proceeds from disposal of property, plant and equipment504-Proceeds from disposal of asset held for sale-187Proceeds from disposal of intangible assets-2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate-130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(740)(4,305)Net cash flows used in financing activities(740)(4,305)Net cash flows used in financing activities(740)(4,305)Cash flows used in financing activities(740)(4,305)Net cash flows used in financing activities(740)(4,305)Net cash flows used in financing activities(740)(4,305)Net cash flows used in financing act		(261)	(87)	
(Decrease)/increase in trade and other payables and accruals(16,217)15,129Cash flows generated from operations46,98714,594Tax paid(1,345)(1,845)Interest paid(585)(518)Interest received160498Net cash flows generated from operating activities45,21812,729Cash flows from investing activities7791,048Proceeds from disposal of property, plant and equipment3791,048Proceeds from disposal of property, plant and equipment3791,048Proceeds from disposal of asset held for sale-187Proceeds from disposal of intangible assets-2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate-130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(740)(4,305)Net cash flows used in financing activities(12,25)(127)Cash and cash equivalents42,2353,001Effect of exchange rate changes on cash and cash equivalents(3,125)(127)Cash and cash equivalents at end of the period100,06993,370		62,959	(42,328)	
Cash flows generated from operations46,98714,594Tax paid(1,345)(1,845)Interest paid(585)(518)Interest received160498Net cash flows generated from operating activities45,21812,729Cash flows from investing activities3791,048Proceeds from liquidated subsidiaries upon completion504-Proceeds from disposal of property, plant and equipment504-Proceeds from disposal of intangible assets-2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate-130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(1,018)(542)Proceeds from borrowings5,6151,706Payment of borrowings(1,018)(548)Proceeds from borrowings-(5,037)Net cash flows used in financing activities(1,018)(542)Net cash flows used in financing activities(1,018)(543)Proceeds from borrowings(5,337)(364)Proceeds from borrowings(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(1,018)(543)Net cash flows used in financing activities(1,018)(1,018)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(3,125)(127)Cash and cash equivalen				
Interest paid(585)(518)Interest received160498Net cash flows generated from operating activities45,21812,729Cash flows from investing activities3791,048Proceeds from disposal of property, plant and equipment504-Proceeds from disposal of asset held for sale-187Proceeds from disposal of intangible assets-2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate-130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(5,337)(364)Proceeds from borrowings5,6151,706Payment of borrowings(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(740)(4,305)Net increase in cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244	· · · · · · · · · · · · · · · · · · ·	· ·		
Interest paid(585)(518)Interest received160498Net cash flows generated from operating activities45,21812,729Cash flows from investing activities3791,048Proceeds from disposal of property, plant and equipment504-Proceeds from disposal of asset held for sale-187Proceeds from disposal of intangible assets-2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate-130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(5,337)(364)Proceeds from borrowings5,6151,706Payment of borrowings(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(740)(4,305)Net increase in cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244	Toy noid	(1.245)	(1.945)	
Interest received160498Net cash flows generated from operating activities45,21812,729Cash flows from investing activities7000000000000000000000000000000000000	•	. ,	. ,	
Net cash flows generated from operating activities45,21812,729Cash flows from investing activitiesProceeds from disposal of property, plant and equipment3791,048Proceeds from disposal of property, plant and equipment504-Proceeds from disposal of asset held for sale-187Proceeds from disposal of intangible assets-2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate-130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(5,337)(364)Proceeds from borrowings5,6151,706Payment of borrowings(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(740)(4,305)Net increase in cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244			. ,	
Cash flows from investing activitiesProceeds from disposal of property, plant and equipment3791,048Proceeds from disposal of asset held for sale-187Proceeds from disposal of intangible assets-2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate-130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(5,337)(364)Proceeds from borrowings5,6151,706Payment of borrowings5,6151,706Payment of principal portion of lease liabilities(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(740)(4,305)Net cash flows used in financing activities(10,06993,370Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244	Interest received	160	498	
Proceeds from disposal of property, plant and equipment3791,048Proceeds from liquidated subsidiaries upon completion504-Proceeds from disposal of asset held for sale-187Proceeds from disposal of intangible assets-2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate-130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(5,337)(364)Proceeds from borrowings(5,6151,706Payment of borrowings(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(1,018)(14,305)Net increase in cash and cash equivalents42,2353,001Effect of exchange rate changes on cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244	Net cash flows generated from operating activities	45,218	12,729	
Proceeds from liquidated subsidiaries upon completion504Proceeds from disposal of asset held for sale–187Proceeds from disposal of intangible assets–2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate–130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(5,337)(364)Proceeds from borrowings(5,337)(364)Proceeds from borrowings(1,018)(548)Dividends paid on ordinary shares–(5,099)Net cash flows used in financing activities(1,018)(548)Dividends paid on ordinary shares–(5,099)Net cash flows used in financing activities(740)(4,305)Net increase in cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244	Cash flows from investing activities			
Proceeds from disposal of asset held for sale-187Proceeds from disposal of intangible assets-2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate-130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(5,337)(364)Proceeds from borrowings5,6151,706Payment of borrowings5,6151,706Payment of principal portion of lease liabilities(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(740)(4,305)Net increase in cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244	Proceeds from disposal of property, plant and equipment	379	1,048	
Proceeds from disposal of intangible assets–2Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate–130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(5,337)(364)Proceeds from borrowings5,6151,706Payment of principal portion of lease liabilities(1,018)(548)Dividends paid on ordinary shares–(5,099)Net cash flows used in financing activities(740)(4,305)Net cash flows used in financing activities(1,213)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244	Proceeds from liquidated subsidiaries upon completion	504	-	
Purchase of property, plant and equipment(3,126)(6,790)Dividend income from associate–130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(5,337)(364)Proceeds from borrowings5,6151,706Payment of principal portion of lease liabilities(1,018)(548)Dividends paid on ordinary shares–(5,099)Net cash flows used in financing activities(740)(4,305)Net increase in cash and cash equivalents42,2353,001Effect of exchange rate changes on cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244	Proceeds from disposal of asset held for sale	-	187	
Dividend income from associate-130Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activities(5,337)(364)Proceeds from borrowings5,6151,706Payment of principal portion of lease liabilities(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(740)(4,305)Net increase in cash and cash equivalents42,2353,001Effect of exchange rate changes on cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244	Proceeds from disposal of intangible assets	-	2	
Net cash flows used in investing activities(2,243)(5,423)Cash flows from financing activitiesRepayment of borrowings(5,337)(364)Proceeds from borrowings5,6151,706Payment of principal portion of lease liabilities(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(740)(4,305)Net increase in cash and cash equivalents42,2353,001Effect of exchange rate changes on cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244	Purchase of property, plant and equipment	(3,126)	(6,790)	
Cash flows from financing activitiesRepayment of borrowings(5,337)Proceeds from borrowings5,615Payment of principal portion of lease liabilities(1,018)Dividends paid on ordinary shares-(5,099)-Net cash flows used in financing activities(740)Net increase in cash and cash equivalents42,235Effect of exchange rate changes on cash and cash equivalents(3,125)Cash and cash equivalents at beginning of the period100,06993,370139,17996,244	Dividend income from associate	-	130	
Repayment of borrowings(5,337)(364)Proceeds from borrowings5,6151,706Payment of principal portion of lease liabilities(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(740)(4,305)Net increase in cash and cash equivalents42,2353,001Effect of exchange rate changes on cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244	Net cash flows used in investing activities	(2,243)	(5,423)	
Repayment of borrowings(5,337)(364)Proceeds from borrowings5,6151,706Payment of principal portion of lease liabilities(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(740)(4,305)Net increase in cash and cash equivalents42,2353,001Effect of exchange rate changes on cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244	Cash flows from financing activities			
Proceeds from borrowings5,6151,706Payment of principal portion of lease liabilities(1,018)(548)Dividends paid on ordinary shares–(5,099)Net cash flows used in financing activities(740)(4,305)Net increase in cash and cash equivalents42,2353,001Effect of exchange rate changes on cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244	-	(5.337)	(364)	
Payment of principal portion of lease liabilities(1,018)(548)Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(740)(4,305)Net increase in cash and cash equivalents42,2353,001Effect of exchange rate changes on cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244		. ,	. ,	
Dividends paid on ordinary shares-(5,099)Net cash flows used in financing activities(740)(4,305)Net increase in cash and cash equivalents42,2353,001Effect of exchange rate changes on cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244				
Net cash flows used in financing activities(740)(4,305)Net increase in cash and cash equivalents42,2353,001Effect of exchange rate changes on cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244		(.,0.0)	. ,	
Net increase in cash and cash equivalents42,2353,001Effect of exchange rate changes on cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244		(740)		
Effect of exchange rate changes on cash and cash equivalents(3,125)(127)Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244	-			
Cash and cash equivalents at beginning of the period100,06993,370Cash and cash equivalents at end of the period139,17996,244	•			
Cash and cash equivalents at end of the period 139,179 96,244				
	Cash and cash equivalents at end of the period		,	



21 Shipyard Road, Singapore 628144 Tel: 6268 9788 Fax: 6268 9488 www.peceng.com Co. Reg. No: 198200079M

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			Attributable to owners of the Company						_	
	Share Capital	Treasury shares	Statutory Reserve	Retained earnings	Fair value reserve	Premium paid on acquisition of non- controlling interests	Foreign currency translation reserve	Equity attributable to owners of the company, total	Non- controlling interests	Equity, total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 July 2020	58,836	(576)	2,481	156,153	(13)	(4,841)	750	212,790	3,552	216,342
Total comprehensive income Transfer of loss on disposal of equity	-	-	-	3,695	(1)	_	(1,650)	2,044	24	2,068
instruments at FVOCI		_	_	(2)	2	_	_	_	_	_
At 31 December 2020	58,836	(576)	2,481	159,846	(12)	(4,841)	(900)	214,834	3,576	218,410

<u>GROUP</u>	Attributable to owners of the Company									
	Share Capital	Treasury shares	Statutory Reserve	Retained earnings	Fair value reserve	Premium paid on acquisition of non- controlling interests	Foreign currency translation reserve	Equity attributable to owners of the company, total	Non- controlling interests	Equity, total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 July 2019	58,836	(445)	2,481	174,012	(14)	(2,189)	(1,205)	231,476	9,491	240,967
Total comprehensive income Dividend paid to non-controlling	-	-	-	6,165	-	-	29	6,194	429	6,623
interest by subsidiaries	_	_	_	-	_	_	-	-	(891)	(891)
Dividends on ordinary shares		_	_	(5,099)	_	_	_	(5,099)	_	(5,099)
At 31 December 2019	58,836	(445)	2,481	175,078	(14)	(2,189)	(1,176)	232,571	9,029	241,600



21 Shipyard Road, Singapore 628144 Tel: 6268 9788 Fax: 6268 9488 www.peceng.com Co. Reg. No: 198200079M

<u>COMPANY</u>	Share Capital	Treasury shares	Retained earnings	Fair value reserve	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 July 2020	58,836	(576)	99,612	(13)	157,859
Total comprehensive income Transfer of loss on disposal of equity	_	-	3,479	(1)	3,478
instruments at FVOCI	_	_	(2)	2	
At 31 December 2020	58,836	(576)	103,089	(12)	161,337

<u>COMPANY</u>	Share Capital	Treasury shares	Retained earnings	Fair value reserve	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 July 2019	58,836	(445)	118,693	(14)	177,070
Total comprehensive income	_	-	2,407	_	2,407
Dividends on ordinary shares		-	(5,099)	_	(5,099)
At 31 December 2019	58,836	(445)	116,001	(14)	174,378



21 Shipyard Road, Singapore 628144 Tel: 6268 9788 Fax: 6268 9488 www.peceng.com Co. Reg. No: 198200079M

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 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 as at the end of the corresponding period of the immediately preceding financial period reported 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 period reported on and as at the end of the corresponding period of the immediately preceding financial period reported on and as at the end of the corresponding period of the immediately preceding financial period reported on and as at the end of the corresponding period of the corresponding period of the immediately preceding financial period reported on and as at the end of the corresponding period of the immediately preceding financial period reported on and as at the end of the corresponding period of the immediately preceding financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

	Number of Shares		
Issued and fully paid ordinary shares:	As at 31 Dec 2020	As at 31 Dec 2019	
As at beginning and end of period	254,643,826	254,965,226	

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 end of the immediately preceding year.

	As at 31 Dec 2020	As at 30 June 2020
Total number of issued shares excluding treasury shares	254,643,826	254,643,826

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

	Number of Shares		
Treasury shares:	As at 31 Dec 2020	As at 31 Dec 2019	
As at beginning and end of period	1,070,937	749,537	

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

Not applicable. The Company did not have subsidiary holdings as at the end of the current financial period reported on.

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.

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

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.

The Group and the Company have applied the same accounting policies and methods of computation in the financial statements for the current financial period as those applied in the Group's and the Company's most recently audited financial statements for the year ended 30 June 2020.



PEC LTD. 21 Shipyard Road, Singapore 628144 Tel: 6268 9788 Fax: 6268 9488 www.peceng.com Co. Reg. No: 198200079M

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.

None.

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.

	Group		
-	1H 2021	1H 2020	
Weighted average number of ordinary shares for basic earnings per share computation ('000) Effect of dilution -Performance share plan ('000)	254,723	254,842 –	
Weighted average number of ordinary shares for diluted earnings per share computation ('000)	254,723	254,842	
Earnings per share (cents per share) - Basic	1.5	2.4	
- Diluted	1.5	2.4	

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.

	Group		Company	
-	31 Dec 2020	30 Jun 2020	31 Dec 2020	30 Jun 2020
Net asset value per ordinary share based on issued shares at the end of the respective periods (in cents)	84.4	83.6	63.4	62.0
No. of shares in computing NAV ('000)	254,644	254,644	254,644	254,644



21 Shipyard Road, Singapore 628144 Tel: 6268 9788 Fax: 6268 9488 www.peceng.com Co. Reg. No: 198200079M

- 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.

Financial performance review 1HFY2021

Revenue

The Group's revenue decreased by S\$116.6 million from S\$292.3 million in 1H FY2020 to S\$175.7 million in 1H FY2021. This was mainly due to decrease in revenue from project works and maintenance services in 1HFY2021 resulting from the delay in restarting operations caused by Covid-19.

Cost of sales

As revenue decrease, the Group's cost of sales decreased by S\$106.5 million from S\$240.5 million in 1H FY2020 to S\$134.0 million in 1H FY2021. The decrease was mainly due to decrease in labour, subcontractors, material, and other direct operating costs. Government grants helped to offset the cost of Covid-19 related disruptions.

Gross profit and gross profit margin

The Group's gross profit decreased by S\$10.0 million from S\$51.7 million in 1H FY2020 to S\$41.7 million in 1H FY2021. This was mainly due to decrease in profit contribution resulting from revenue decrease.

The increase in Group's profit margin from 18% in 1H FY2020 to 24% in 1H FY2021 was mainly attributable to project settlements.

Other operating income

Other operating income increased by \$\$4.4 million from \$\$1.9 million in 1H FY2020 to \$\$6.3 million in 1H FY2021. There was an increase arising from writeback of impairment losses on financial assets, partial write back of cash written off (refer to SGX announcement dated 11 August 2020) and sundry income including the Job Support Scheme grant received. The increase was partially offset by a decrease in interest income, insurance claim and lower gain from disposal of assets in the current period.

Administrative expenses

Administrative expenses decreased by S\$2.9 million from S\$16.0 million in 1H FY2020 to S\$13.1 million in 1H FY2021. This was mainly due to decrease in salaries remuneration and general administrative expenses. The decrease was partially offset by an increase in legal and professional fees.



PEC LTD. 21 Shipyard Road, Singapore 628144 Tel: 6268 9788 Fax: 6268 9488 www.peceng.com Co. Reg. No: 198200079M

Other operating expenses

Other operating expenses decreased by S\$0.4 million from S\$28.2 million in 1H FY2020 to S\$27.8 million in 1H FY2021. This was mainly due to a reduction in other operating cost such as freight forwarding, insurance, personal protective equipment cost, travelling, medical, training expenses and amortisation of intangible assets. The reduction was partially offset by a loss on forex (primarily due to depreciation of USD), increase in depreciation of right-of-use assets, workers accommodation and employee welfare expenses.

Finance expenses

Finance expenses increased by S\$0.2 million from S\$0.4 million in 1H FY2020 to S\$0.6 million in 1H FY2021. This was mainly due to increase in interest expense on lease liabilities and reinstatement. The increase was partially offset by a decrease in interest on loans and short-term financings.

Taxation

The effective tax rate increased from 27.6% in 1H FY2020 to 44.5% in 1H FY2021. This was mainly due to certain loss-making entities within the Group upon consolidation, reduced the overall profitability of the Group, and therefore increased the effective tax rate in 1H FY2021. The increase in tax provision in 1H FY2021 was mainly attributable to tax provision for overseas entities.



21 Shipyard Road, Singapore 628144 Tel: 6268 9788 Fax: 6268 9488 www.peceng.com Co. Reg. No: 198200079M

PEC LTD.

Balance Sheet Review

The Group's non-current assets decreased by S\$4.5 million from S\$126.9 million in FY2020 to S\$122.4 million in 1HFY2021. This was mainly due to decrease in property, plant and equipment, prepayment, right-of-use assets and non-current trade receivables.

The Group's current assets decreased by S\$14.4 million from S\$309.3 million in FY2020 to S\$294.9 million in 1HFY2021. This was mainly due to decrease in accrued income, a significant reduction in the trade receivables (a result of payment from a customer as previously announced), capitalized contract cost, other receivables and deposits. The decrease was partially offset by an increase in contract assets, inventories, prepayments, cash and short-term deposits.

The Group's current liabilities decreased by S\$20.1 million from S\$192.9 million in FY2020 to S\$172.8 million in 1HFY2021. This was mainly due to decrease in contract liabilities, other payables and accruals. The decrease was partially offset by an increase in provisions and provision for tax.

The Group's non-current liabilities decreased by S\$0.8 million from S\$26.9 million in FY2020 to S\$26.1 million in 1HFY2021. This was mainly due to decrease in lease liabilities, loan and borrowings.

Cash Flow Review

Net cash generated from operating activities for the Group in 1H FY2021 was S\$45.7 million (mainly a result of partial payment from an overdue receivable as previously announced).

The Group used S\$2.7 million in investing activities in 1H FY2021, this was mainly due to purchase of construction equipment, motor vehicles and office equipment to support the business operation. This was partly offset by proceeds from disposal of property, plant and equipment and proceeds from liquidated subsidiaries upon completion.

The Group used S\$0.7 million in financing activities in 1H FY2021 which was mainly due to payment of lease liabilities which is partially offset by net proceeds from bank borrowings.

As a result of the above, there was an increase in cash and cash equivalents of S\$42.2 million to S\$139.2 million in 1H FY2021.



21 Shipyard Road, Singapore 628144 Tel: 6268 9788 Fax: 6268 9488 www.peceng.com Co. Reg. No: 198200079M

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

Not applicable.

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.

Although prospects are mixed in our key markets in Middle East and Asia, PEC has made further inroads to grow and diversify its income stream and capabilities. PEC recently set up entities in Oman and Singapore to capture new opportunities such as the design and fabrication of modular process and gas compression solutions through PEC Process Systems Pte. Ltd. The latter will expand PEC's capabilities and strengthen its push into the growing clean energy sector. However, margin and cost pressures persist, especially in Singapore, and competition remains intense. We will continue to work hard to improve the cost efficiency of our overall operating structure through digitalisation and prudent financial discipline.

The orderbook stood at S\$141.0 million as at 31 December 2020, excluding maintenance contracts.

11. Dividend

If a decision regarding dividend has been made: -

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

No interim dividend has been declared/recommended.

(b) Previous corresponding period (cents)

NIL.

(c) The date the dividend is payable

Not applicable.

(d) The date on which Registrable Transfer receive by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

No interim dividend has been declared for the current first half year. The Company will review and consider a final dividend as may be recommended by the Board and approved by shareholders at the Annual General Meeting.

13. Interested person transaction

No general mandate has been obtained from shareholders for interested person transaction.



21 Shipyard Road, Singapore 628144 Tel: 6268 9788 Fax: 6268 9488 www.peceng.com Co. Reg. No: 198200079M

14. Confirmation

The Directors of the Company confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the first half financial results to be false or misleading in any material aspects.

15. Confirmation under Rule 720 (1) of the Listing Rules

The Company has procured an undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) as required under Rule 720(1).

16. Disclosure on Acquisitions and Realisations Pursuant to Rule 706A

During the half year ended 31 December 2020:

- a) There was neither acquisition nor sale of:
 - (i) shares resulting in a company becoming or ceasing to be a subsidiary or an associated company of the Company.
 - (ii) shares resulting in the Company increasing or reducing its shareholding percentage in a subsidiary or an associated company.
- b) There were the following announcements relating to incorporation / winding up of companies:

Date	Details	Announcement Reference No.
16 December 2020	Incorporation of subsidiary PEC	SG201216OTHRLHFO
	international LLC	
28 October 2020	Incorporation of subsidiary PEC	SG201028OTHROHSV
	Process Systems Pte. Ltd.	
22 September 2020	Member's voluntary winding up of a	SG200922OTHR1Z3E
	subsidiary, PT Audex Indonesia	

BY ORDER OF THE BOARD Edna Ko Poh Thim Executive Chairman 10th Februlary 2021