



AGV GROUP LIMITED
Company Registration No. 201536566H
(Incorporated in the Republic of Singapore on 2 October 2015)

**UNAUDITED FINANCIAL STATEMENT FOR THE HALF YEAR ENDED
31 MARCH 2021**

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

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

Consolidated Statement of Profit or Loss and Other Comprehensive Income

| | The Group | | |
|--|------------------------|------------------|---------------------------------|
| | Half year ended | | |
| | 31-Mar-21 | 31-Mar-20 | Increase/ (Decrease) |
| | S\$'000 | S\$'000 | % |
| Revenue | 6,733 | 7,556 | -10.9 |
| Other item of income | | | |
| Other income | 243 | 230 | 5.7 |
| Items of expenses | | | |
| Consumables used | (3,232) | (3,340) | -3.2 |
| Employee benefits expenses | (1,843) | (1,756) | 5.0 |
| Operating lease expense | (29) | (49) | -40.8 |
| Other expenses | (1,514) | (1,309) | 15.7 |
| Finance costs | (395) | (767) | -48.5 |
| Depreciation expense | (979) | (978) | 0.1 |
| Loss before income tax | (1,016) | (413) | >100 |
| Income tax credit/(expense) | 65 | (66) | >100 |
| Loss for the year | (951) | (479) | 98.5 |
| <u>Other comprehensive income:</u> | | | |
| Exchange difference on translation of foreign operations | 135 | (124) | >100 |
| Other comprehensive income for the year | 135 | (124) | >100 |
| Total comprehensive loss for the year: | (816) | (603) | 35.3 |
| Loss attributable to: | | | |
| Owners of the Group | (653) | (193) | >100 |
| Non-controlling interests | (298) | (286) | 4.2 |
| | (951) | (479) | 98.5 |
| Total comprehensive loss for the year: | | | |
| Owners of the Group | (584) | (256) | >100 |
| Non-controlling interests | (232) | (347) | -33.1 |
| | (816) | (603) | 35.3 |

1(a)(ii) Notes to Consolidated Statement of Profit or Loss and Other Comprehensive Income

Loss before income tax is arrived at after crediting/(charging) the following:

| | Group | | Increase/ (Decrease) % |
|--|-----------------|------------|------------------------------|
| | Half year ended | | |
| | 31-Mar-21 | 31-Mar-20 | |
| | S\$'000 | S\$'000 | |
| Other income | | | |
| Government grant | 189 | 204 | -7.4 |
| Sales of waste material, zinc spray, galvanizing paint | 35 | 18 | 94.4 |
| Miscellaneous income | 19 | 8 | >100 |
| | <u>243</u> | <u>230</u> | 5.7 |

| | Group | | Increase/ (Decrease) % |
|---|-----------------|--------------|------------------------------|
| | Half year ended | | |
| | 31-Mar-21 | 31-Mar-20 | |
| | S\$'000 | S\$'000 | |
| Other expenses | | | |
| General administrative and production costs | 1,081 | 934 | 15.7 |
| Professional fees and consultation expenses | 433 | 375 | 15.5 |
| | <u>1,514</u> | <u>1,309</u> | 15.7 |

| | Group | | Increase/ (Decrease) % |
|----------------------|-----------------|------------|------------------------------|
| | Half year ended | | |
| | 31-Mar-21 | 31-Mar-20 | |
| | S\$'000 | S\$'000 | |
| Finance costs | | | |
| Interest expenses | | | |
| - bank borrowings | 190 | 355 | -46.5 |
| - leases | 52 | 74 | -29.7 |
| - third parties | 133 | 214 | -37.9 |
| - director | 20 | 124 | -83.9 |
| | <u>395</u> | <u>767</u> | -48.5 |

n.m. = not meaningful

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:**

Statements of Financial Position

| | Group | | Company | |
|--|------------------|------------------|------------------|------------------|
| | 31-Mar-21 | 30-Sep-20 | 31-Mar-21 | 30-Sep-20 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| ASSETS | | | | |
| Non-current assets | | | | |
| Subsidiaries | - | - | 16,707 | 16,707 |
| Property, plant and equipment | 12,789 | 13,307 | 28 | 33 |
| Deferred tax assets | 326 | 326 | - | - |
| Total non-current assets | 13,115 | 13,633 | 16,735 | 16,740 |
| Current assets | | | | |
| Cash and bank balances | 862 | 1,487 | 46 | 480 |
| Pledge fixed deposit | 365 | 367 | - | - |
| Trade and other receivables | 2,797 | 2,069 | 3,278 | 1,436 |
| Inventories | 3,105 | 1,914 | - | - |
| Prepayments | 266 | 86 | 35 | 20 |
| Total current assets | 7,395 | 5,923 | 3,359 | 1,936 |
| Total assets | 20,510 | 19,556 | 20,094 | 18,676 |
| EQUITY AND LIABILITIES | | | | |
| Equity | | | | |
| Share capital | 26,161 | 26,161 | 26,161 | 26,161 |
| Accumulated losses | (24,472) | (23,819) | (17,289) | (15,939) |
| Other reserve | (2,565) | (2,565) | - | - |
| Translation reserve | 107 | 38 | - | - |
| (Capital deficiency)/equity attributable to owners of the Company | (769) | (185) | 8,872 | 10,222 |
| Non-controlling interests | (3,567) | (3,335) | - | - |
| Total (capital deficiency)/equity | (4,336) | (3,520) | 8,872 | 10,222 |
| Non-current liabilities | | | | |
| Lease liabilities | 1,326 | 1,373 | - | - |
| Borrowings | 7,143 | 8,242 | 214 | 271 |
| Trade and other payables | 7,592 | 6,448 | 6,540 | 6,012 |
| Deferred tax liabilities | 28 | 42 | - | - |
| Total non-current liabilities | 16,089 | 16,105 | 6,754 | 6,283 |
| Current liabilities | | | | |
| Trade and other payables | 5,642 | 3,699 | 4,335 | 2,041 |
| Provision for reinstatement cost | 100 | 100 | - | - |
| Lease liabilities | 355 | 477 | 19 | 24 |
| Borrowings | 2,660 | 2,695 | 114 | 106 |
| Total current liabilities | 8,757 | 6,971 | 4,468 | 2,171 |
| Total liabilities | 24,846 | 23,076 | 11,222 | 8,454 |
| Total equity and liabilities | 20,510 | 19,556 | 20,094 | 18,676 |

1(b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:

| | 31-Mar-21 S\$'000 | 30-Sep-20 S\$'000 |
|----------------------------------|----------------------|----------------------|
| Amount repayable within one year | | |
| Secured | 3,015 | 3,172 |
| Unsecured | - | - |
| | <u>3,015</u> | <u>3,172</u> |
| Amount repayable after one year | | |
| Secured | 8,469 | 9,615 |
| Unsecured | - | - |
| | <u>8,469</u> | <u>9,615</u> |
| Total | <u>11,484</u> | <u>12,787</u> |

Details of collaterals

The Group's borrowings are secured by:

- (i) Personal guarantees by certain shareholders and directors;
- (ii) Legal mortgage on the leasehold property and renovation; and
- (iii) Fixed charge over the Group's plant and equipment.

1(c) **Group cash flow statement together with a comparative statement for the corresponding period of the immediately preceding financial year:**

Consolidated Statement of Cash Flows

| | Group | |
|---|------------------|------------------|
| | 31-Mar-21 | 31-Mar-20 |
| | S\$'000 | S\$'000 |
| Operating activities | | |
| Loss before income tax | (1,016) | (413) |
| Adjustments for: | | |
| Depreciation expense | 979 | 978 |
| Interest expense | 395 | 767 |
| Inventories written off | - | 3 |
| Loss on disposal of property, plant and equipment | 16 | - |
| Gain arising from right-of-use assets | (5) | - |
| Reversal of doubtful debts/bad debts written off | (1) | - |
| Unrealised currency translation loss/(gain) | 215 | (124) |
| Operating cash flows before movements in working capital | 583 | (1,211) |
| <i>Movement in working capital</i> | | |
| Inventories | (1,191) | 190 |
| Trade and other receivables | (844) | (1,643) |
| Prepayments | (180) | (237) |
| Trade and other payables | 668 | (447) |
| Deferred income, including government grant (net) | 103 | - |
| Cash used in operations | (861) | (926) |
| Income taxes paid | 50 | (81) |
| Net cash used in operations | (811) | (1,007) |
| Investing activities | | |
| Acquisition of property, plant and equipment | (517) | (14) |
| Proceeds from sale and leaseback | 1,082 | - |
| Proceeds from disposal of property, plant and equipment | 5 | - |
| Net cash generated from/(used in) investing activities | 570 | (14) |
| Financing activities | | |
| Increase in pledge deposit | - | (30) |
| Loan from directors | - | (207) |
| Proceeds from third parties | 1,200 | 3,800 |
| Repayment of borrowings | (1,323) | (1,861) |
| Repayment of finance lease obligations | (261) | (293) |
| Net cash generated from/(used in) financing activities | (384) | 1,409 |
| Net (decrease)/increase in cash and cash equivalents | (625) | 388 |
| Cash and cash equivalents in at beginning of year | 1,487 | 141 |
| Cash and cash equivalents at end of year | 862 | 529 |

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:

| | ← Attributable to shareholders of the Company → | | | | Total equity S\$'000 | Non- controlling interest S\$'000 | Total equity S\$'000 |
|--|---|----------------------------------|-----------------------------|-----------------------------------|-------------------------|--|----------------------------|
| | Share Capital S\$'000 | Accumulated losses S\$'000 | Other reserve S\$'000 | Translation reserve S\$'000 | | | |
| GROUP | | | | | | | |
| Balance at 1 October 2019 | 14,587 | (21,538) | (2,565) | 24 | (9,492) | (2,848) | (12,340) |
| <u>Total comprehensive loss for the year</u> | | | | | | | |
| Loss for the year | - | (2,281) | - | - | (2,281) | (500) | (2,781) |
| Other comprehensive income | - | - | - | 14 | 14 | 13 | 27 |
| Total | - | (2,281) | - | 14 | (2,267) | (487) | (2,754) |
| Issuance of ordinary shares | 11,574 | - | - | - | 11,574 | - | 11,574 |
| Balance at 30 September 2020 | 26,161 | (23,819) | (2,565) | 38 | (185) | (3,335) | (3,520) |
| <u>Total comprehensive loss for the year</u> | | | | | | | |
| Loss for the year | - | (653) | - | - | (653) | (298) | (951) |
| Other comprehensive income | - | - | - | 69 | 69 | 66 | 135 |
| Total | - | (653) | - | 69 | (584) | (232) | (816) |
| Balance at 31 March 2021 | 26,161 | (24,472) | (2,565) | 107 | (769) | (3,567) | (4,336) |

| | Share capital | Accumulated losses | Total |
|-------------------------------------|---------------|-----------------------|---------------|
| | S\$'000 | S\$'000 | S\$'000 |
| <u>COMPANY</u> | | | |
| Balance at 1 October 2019 | 14,587 | (18,989) | (4,402) |
| Loss for the year | - | 3,050 | 3,050 |
| Issuance of shares | 11,574 | - | 11,574 |
| Balance at 30 September 2020 | 26,161 | (15,939) | 10,222 |
| Profit for the year | - | (1,350) | (1,350) |
| Balance at 31 March 2021 | 26,161 | (17,289) | 8,872 |

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 the corresponding period of the immediately preceding financial year.

As at 31 March 2020 and 31 March 2021, the Company has no outstanding convertibles, treasury shares or subsidiary holdings.

1(d)(iii) 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

| | As at 31 Mar 2021 | As at 30 Sep 2020 |
|---------------------------|------------------------------|------------------------------|
| Number of ordinary shares | 667,104,257 | 667,104,257 |

There are no treasury shares at the end of the current financial period and as at the end of the immediately preceding year.

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

Not applicable.

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

Not applicable.

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 qualifications or emphasis of matter)

Not applicable.

3A Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:

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

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

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

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 paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period compared with those of the audited financial statements for the year ended 30 September 2020.

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

The Group has adopted all the applicable new and revised Singapore Financial Reporting Standards (International) ("SFRS(I)") and Interpretations of SFRS(I) ("INT SFRS(I)") that are mandatory for the accounting periods beginning on or after 1 October 2020. The adoptions of these new standards, amendments to standards and interpretations did not result in any significant impact on the financial statements of the Group for the current financial year reported on.

6 Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends

| | As at 31 Mar 2021 | As at 31 Mar 2020 |
|--|------------------------------|------------------------------|
| Loss used in calculating basic and dilutive loss per share (S\$'000) | (653) | (193) |
| Weighted average number of ordinary shares ('000) | 667,104 | 185,946 |
| Basic and diluted loss per share (S\$ cents) | (0.10) | (0.10) |

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 current period reported on and immediately preceding financial year

| | Group | | Company | |
|---|--------------------|--------------------|--------------------|--------------------|
| | 31 Mar 2021 | 30 Sep 2020 | 31 Mar 2021 | 30 Sep 2020 |
| Net (liability)/asset value (S\$'000) | (769) | (185) | 8,872 | 10,222 |
| Number of ordinary shares | 667,104,257 | 667,104,257 | 667,104,257 | 667,104,257 |
| Net (liability)/asset value per ordinary share based on issued share capital of the Company (S\$ cents) | (0.12) | (0.03) | 1.33 | 1.53 |

A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business.

REVIEW OF FINANCIAL PERFORMANCE

Revenue

Total revenue for 1HFY2021 was S\$6.7 million, a decrease of 11% from S\$7.5 million in 1HFY2020. The decrease was mainly due to the adverse impact of the Covid-19 pandemic which has caused disruption to the construction sector and resulted in the reduced zinc sales tonnage from 14,993MT in 1HFY2020 to 13,038MT in 1HFY2021.

Other income

Other income increased from approximately S\$0.23 million in 1HFY2020 to S\$0.24 million in 1HFY2021. This was mainly due to an increase in sales of waste material, zinc spray and galvanizing paint of S\$17,000 in 1HFY2021.

Consumables used

In line with the decrease in revenue, consumables used in 1HFY2021 reduced to S\$3.23 million, approximately a decrease of 3% as compared to S\$3.3 million in 1HFY2020.

Employee benefits expense

Employee benefits expense comprised of directors' remuneration and staff-related expenses increased by S\$87,000 from S\$1.75 million in 1HFY2020 to S\$1.84 million in 1HFY2021. The increase was attributable to the resumption of operations for AGV Galvanizing (M) Sdn Bhd during 1HFY2021 which required additional headcounts. This was partially offset by the decrease in foreign workers levy of S\$38,000.

Operating lease expense

Operating lease expenses, which comprised mainly machinery, factory rental and office equipment rental for use in our operations with lease term of 12 months or less, decreased from S\$49,000 in 1H2020 to S\$29,000 in 1H2021.

Other expenses

Other expenses increased from approximately S\$1.3 million in 1HFY2020 to S\$1.5 million in 1HFY2021. This was mainly due to the increase in general administration and production costs of S\$0.1 million, and higher professional fees and consultation expenses of S\$60,000 relating to the sale and leaseback arrangement of AGV Galvanizing (M) Sdn Bhd's land and building as announced on 19 November 2020.

Finance costs

Finance costs reduced from S\$0.76 million in 1HFY2020 to S\$0.39 million in 1HFY2021 mainly due to lower bank interest rate on the Group's bank borrowings and lower interest expenses attributed to third parties and director to extend the repayment schedule of S\$80,000 and S\$0.1 million respectively.

Income tax credit/(expense)

The Group recorded income tax credit of approximately S\$65,000 in 1HFY2021 mainly due to tax refund from IRAS.

Loss for the year

As a result of the above, the Group recorded a loss of S\$0.95 million in 1HFY2021.

REVIEW OF FINANCIAL POSITION

Non-current assets

Non-current assets decreased by approximately S\$0.5 million from S\$13.6 million as at 30 Sep 2020 to S\$13.1 million as at 31 Mar 2021, mainly due to depreciation charges of S\$0.98 million, which was partially offset by the acquisition of property, plant and equipment of S\$0.56 million.

Current assets

Current assets increased by approximately S\$1.5 million from S\$5.9 million as at 30 Sep 2020 to S\$7.4 million as at 31 Mar 2021 mainly due to an increase in inventories of S\$1.2 million and prepayment of S\$0.2 million.

The increase in inventories was mainly due to AGV Galvanizing (M) Sdn Bhd ordering 450MT of zinc to resume its operation during 1HFY2021.

Equity

The net loss of approximately S\$0.8 million in 1HFY2021 resulted in the total capital deficiency of the Group to increase from S\$3.5 million as at 30 Sep 2020 to S\$4.3 million as at 31 Mar 2021.

This announcement was prepared on a going concern basis on the following premise:

- the Group's ability to generate sufficient cash flows from their operations; and
- continued financial support from the Group's individual and institution lenders.

Liabilities

Total liabilities increased by approximately S\$1.8 million from S\$23 million as at 30 Sep 2020 to S\$24.8 million as at 31 Mar 2021. This was mainly due to the increase in trade and other payables of S\$3 million which the Group has received a loan from third parties of S\$1.2 million and the advance payment from the buyer for the sale and leaseback arrangement of AGV Galvanizing (M) Sdn Bhd's land and building of S\$1.08 million. The increase was offset by the net repayment of total borrowings of S\$1.13 million and finance lease payables of S\$0.17 million.

On 16 April 2021, the Group entered into debt capitalisation agreements with 21 participating creditors for the debt capitalisation exercise. The total amount of participating debts amounted to S\$6.98 million, of which S\$6.74 million was classified as non-current liabilities and S\$0.24 million was classified as current liabilities as of 31 March 2021.

REVIEW OF CONSOLIDATED STATEMENT OF CASH FLOWS

As at 31 March 2021, Group's net cash position amounted to S\$0.86 million as compared to S\$0.53 million as at 31 March 2020, a net increase of S\$0.33 million in cash and cash equivalents.

The net cash used in operations amounted to S\$0.81 million and net cash used in financing activities of S\$0.38 million respectively was offset by the net cash generated from investing activities of S\$0.57 million.

The net cash flows used in operating activities amounted to S\$0.81 million in 1HFY2021 as compared to net cash flows of S\$1 million used in operating activities in 1HFY2020.

The net cash flows generated from investing activities amounted to S\$0.57 million in 1HFY2021 mainly due to the proceeds of sale and leaseback of AGV Galvanizing (M) Sdn Bhd's land and building of S\$1.08 million which was offset by the acquisition of property, plant and equipment of S\$0.52 million.

The net cash flows used in financing activities amounted to S\$0.38 million in 1HFY2021 due to the repayment of total borrowings of S\$1.32 million and finance lease payables of S\$0.26 million which was partially offset with the proceeds from third parties of S\$1.2 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 to shareholders.

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

We expect our business to remain challenging against the backdrop of the Covid-19 situation particularly in Singapore, Malaysia and worldwide, labour shortage and the volatility in zinc prices. The Group will continue to stay vigilant on managing its operation costs and adopt cost optimisation initiatives.

As mentioned in the full year announcement FY2020, our Group's operations in Malaysia has resumed its operation during 1HFY2021.

The Group had also entered into a sale and leaseback agreement for the property located at Johor Bahru as announced on 19 November 2020 to strengthen its' working capital position. On 3 May 2021, AGV Galvanizing (M) Sdn Bhd obtained the consent from the Johor State authority for the transfer of the land title.

On 19 April 2021, the Group has announced a proposed debt capitalisation and issuance of conversion shares amounting to S\$6.98 million. The Group has entered into several debt capitalisation agreements with participating creditors for the conversion of participating debts into new ordinary shares at a conversion price of S\$0.0211. Upon completion of the debt capitalisation exercise, the Group expects to be in a stronger financial position.

11 Dividend

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

No interim or final ordinary dividend has been declared or recommended.

(b) Corresponding Period of the Immediately Preceding Financial Year

(i) **Amount per share:** Not applicable

(ii) **Previous corresponding period:** Not applicable

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived.

Not applicable.

(d) The date the dividend is payable

Not applicable.

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

Not applicable.

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

No dividend has been declared or recommended by the Board of Directors for the half year financial period ended 31 March 2021 due to the financial performance of the Group.

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

The Group has obtained a general mandate from shareholders for Interested Person Transactions on 13 January 2021 and the IPT transactions amounted to approximately S\$4.23 million from October 2020 to March 2021.

| Name of interested person | Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) | Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) |
|------------------------------------|---|---|
| JD Resources International Limited | - | S\$4,232,633.32 |

- 14 Confirmation pursuant to Rule 705(5).**

The Board of Directors hereby confirms that, to the best of our knowledge, nothing has come to the attention of the Board which may render the unaudited financial statements for the half year ended 31 Mar 2021 to be false or misleading in any material aspect.

- 15 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720 (1).**

The Company confirms that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720 (1).

BY ORDER OF THE BOARD

Chua Wei Kee
Executive Chairman
14 May 2021

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Hong Leong Finance Limited. It has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr. Kaeson Chui, Vice President, at 16 Raffles Quay, #01-05, Hong Leong Building, Singapore 048581, Telephone: (65) 6415-9886.