



UOB-KAY HIAN HOLDINGS LIMITED

Condensed Interim Financial Statements

For The Six Months Ended 30 June 2024

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CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 30 JUNE 2024

	<u>Note</u>	<u>The Group</u>	
		6 months ended 30 June 2024 \$'000	6 months ended 30 June 2023 \$'000
Revenue	17	317,088	287,827
Net foreign exchange gain		17,090	6,769
Commission expense		(39,018)	(37,307)
Staff costs	18	(101,129)	(78,605)
Finance expense	19	(19,164)	(31,963)
Other operating expenses	20	(43,061)	(66,396)
Profit before income tax		<u>131,806</u>	<u>80,325</u>
Income tax expense	21	(17,823)	(10,764)
Profit for the period		<u>113,983</u>	<u>69,561</u>
Other comprehensive income:			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Exchange differences on translation of foreign operations		<u>11,694</u>	<u>(2,887)</u>
Other comprehensive income for the period, net of tax		<u>11,694</u>	<u>(2,887)</u>
Total comprehensive income for the period		<u>125,677</u>	<u>66,674</u>
Profit attributable to:			
Owners of the Company		113,911	69,322
Non-controlling interests		72	239
		<u>113,983</u>	<u>69,561</u>
Total comprehensive income attributable to:			
Owners of the Company		126,375	66,747
Non-controlling interests		(698)	(73)
		<u>125,677</u>	<u>66,674</u>
Earnings per share:			
Basic and diluted	22	<u>12.64 cents</u>	<u>7.83 cents</u>

UOB-KAY HIAN HOLDINGS LIMITED AND ITS SUBSIDIARIES
**CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
30 JUNE 2024**


	Note	The Group		The Company	
		30 June 2024 \$'000	31 December 2023 \$'000	30 June 2024 \$'000	31 December 2023 \$'000
<u>ASSETS</u>					
Current assets					
Cash and cash equivalents	7	776,004	1,036,459	1,687	239
Outstanding contracts receivable		1,173,222	679,925	-	-
Trade and other receivables	8	2,004,935	1,652,875	-	-
Other financial assets	9	232,919	304,568	-	-
Other current assets	10	62,955	62,841	322,240	252,712
Derivative financial instruments	11	117,052	70,624	-	-
Total current assets		4,367,087	3,807,292	323,927	252,951
Non-current assets					
Trade and other receivables	8	206,540	131,323	204	198
Goodwill		10,187	10,731	-	-
Subsidiaries		-	-	363,860	363,860
Right-of-use assets		16,198	19,591	-	-
Other financial assets	9	1,269	9,835	-	-
Trading rights in Exchanges		90	89	-	-
Memberships in Exchanges		805	836	-	-
Property, plant and equipment	12	11,699	11,680	-	-
Deferred tax assets		2,169	2,432	-	-
Other non-current assets		187	-	-	-
Total non-current assets		249,144	186,517	364,064	364,058
Total assets		4,616,231	3,993,809	687,991	617,009
<u>LIABILITIES</u>					
Current liabilities					
Outstanding contracts payable		1,150,798	661,574	-	-
Trade and other payables	13	521,783	473,883	50,121	55,503
Borrowings	14	559,735	601,533	159,343	42,887
Lease liabilities		8,830	9,296	-	-
Debts issued	15	223,183	223,736	-	-
Income tax payable		25,076	16,112	617	809
Derivative financial instruments	11	117,060	70,605	-	-
Total current liabilities		2,606,465	2,056,739	210,081	99,199
Non-current liabilities					
Trade and other payables	13	73	10,779	-	-
Lease liabilities		9,501	11,716	-	-
Deferred tax liabilities		2,723	2,531	-	-
Total non-current liabilities		12,297	25,026	-	-
Total liabilities		2,618,762	2,081,765	210,081	99,199

UOB-KAY HIAN HOLDINGS LIMITED AND ITS SUBSIDIARIES

**CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION (cont'd)
30 JUNE 2024**



	<u>Note</u>	The Group		The Company	
		30 June 2024 \$'000	31 December 2023 \$'000	30 June 2024 \$'000	31 December 2023 \$'000
EQUITY					
Capital, reserves and non-controlling interests					
Share capital	16	348,412	305,410	348,412	305,410
Reserves		(58,594)	(71,327)	-	-
Retained earnings		1,690,222	1,659,120	129,498	212,400
Equity attributable to owners of the Company		1,980,040	1,893,203	477,910	517,810
Non-controlling interests		17,429	18,841	-	-
Total equity		1,997,469	1,912,044	477,910	517,810
Total liabilities and equity		4,616,231	3,993,809	687,991	617,009
Net asset value per share (cents)		211.76	210.35	51.11	57.53
Clients' trust/segregated accounts					
Bank balances:					
- with related parties		1,802,343	2,203,956	-	-
- with non-related banks		2,638,039	1,710,177	-	-
Margin with clearing house		39,654	37,571	-	-
Investment in government debt securities		33,115	5,971	-	-
Less: Amounts held in trust		(4,513,151)	(3,957,675)	-	-
		-	-	-	-

UOB-KAY HIAN HOLDINGS LIMITED AND ITS SUBSIDIARIES



**CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2024**

<u>Note</u>	Share capital	Equity reserve	Foreign currency translation reserves	Statutory reserve	Retained earnings	Equity attributable to owners of the Company	Non-controlling interests	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<u>The Group</u>								
Balance as at 1 January 2024	305,410	2,258	(75,437)	1,852	1,659,120	1,893,203	18,841	1,912,044
<i>Total comprehensive income for the period:</i>								
Profit for the period	-	-	-	-	113,911	113,911	72	113,983
Other comprehensive income (loss) for the period	-	-	12,538	(74)	-	12,464	(770)	11,694
Total	-	-	12,538	(74)	113,911	126,375	(698)	125,677
<i>Transactions with owners, recognised directly in equity:</i>								
Final dividend for 2023 paid	43,002	-	-	-	(82,806)	(39,804)	-	(39,804)
Transfer to statutory reserve	-	-	-	3	(3)	-	-	-
Acquisition of additional interest in a subsidiary	-	259	-	7	-	266	(632)	(366)
Payment of dividend by a subsidiary	-	-	-	-	-	-	(82)	(82)
Balance as at 30 June 2024	348,412	2,517	(62,899)	1,788	1,690,222	1,980,040	17,429	1,997,469

UOB-KAY HIAN HOLDINGS LIMITED AND ITS SUBSIDIARIES

**CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (cont'd)
FOR THE SIX MONTHS ENDED 30 JUNE 2024**

<u>Note</u>	Share capital	Equity reserve	Foreign currency translation reserves	Statutory reserve	Retained earnings	Equity attributable to owners of the Company	Non-controlling interests	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
The Group								
Balance as at 1 January 2023	288,619	1,968	(54,057)	1,828	1,541,947	1,780,305	19,792	1,800,097
<i>Total comprehensive income for the period:</i>								
Profit for the period	-	-	-	-	69,322	69,322	239	69,561
Other comprehensive (loss) income for the period	-	-	(2,577)	2	-	(2,575)	(312)	(2,887)
Total	-	-	(2,577)	2	69,322	66,747	(73)	66,674
<i>Transactions with owners, recognised directly in equity:</i>								
Final dividend for 2022 paid	27,243	-	-	-	(53,014)	(25,771)	-	(25,771)
Acquisition of additional interest in a subsidiary	-	290	-	12	-	302	(978)	(676)
Payment of dividend by a subsidiary	-	-	-	-	-	-	(198)	(198)
Share buyback	(6,789)	-	-	-	-	(6,789)	-	(6,789)
Balance as at 30 June 2023	309,073	2,258	(56,634)	1,842	1,558,255	1,814,794	18,543	1,833,337

UOB-KAY HIAN HOLDINGS LIMITED AND ITS SUBSIDIARIES



**CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (cont'd)
FOR THE SIX MONTHS ENDED 30 JUNE 2024**

<u>The Company</u>	<u>Note</u>	<u>Share capital</u> \$'000	<u>Retained earnings</u> \$'000	<u>Total</u> \$'000
Balance as at 1 January 2024		305,410	212,400	517,810
Loss for the period, representing total comprehensive income for the period		-	(96)	(96)
Final dividend for 2023 paid		43,002	(82,806)	(39,804)
Balance as at 30 June 2024		<u>348,412</u>	<u>129,498</u>	<u>477,910</u>

<u>The Company</u>	<u>Note</u>	<u>Share capital</u> \$'000	<u>Retained earnings</u> \$'000	<u>Total</u> \$'000
Balance as at 1 January 2023		288,619	261,408	550,027
Profit for the period, representing total comprehensive income for the period		-	2,754	2,754
Share buyback		(6,789)	-	(6,789)
Final dividend for 2022 paid		27,243	(53,014)	(25,771)
Balance as at 30 June 2023		<u>309,073</u>	<u>211,148</u>	<u>520,221</u>

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2024**

	<u>Note</u>	The Group	
		6 months ended 30 June 2024 \$'000	6 months ended 30 June 2023 \$'000
Operating activities			
Profit before income tax		131,806	80,325
Adjustments for:			
Depreciation of property, plant and equipment		2,250	4,890
Depreciation of right-of-use assets		3,900	3,104
Net gain on disposal of property, plant and equipment		(4)	(48)
Impairment of goodwill		136	315
Dividend income		(213)	(707)
Allowance for trade receivables		934	17,846
Interest expense	19	19,164	31,963
Exchange differences		(9,847)	14,388
Operating cash flows before movements in working capital		148,126	152,076
Changes in operating assets and liabilities:			
Other financial assets		80,821	25,615
Trade, outstanding contracts and other receivables		(961,426)	(248,600)
Trade, outstanding contracts and other payables		579,241	226,929
Debts issued		(547)	(188)
Cash (used in) from operations		(153,785)	155,832
Interest paid		(19,164)	(31,577)
Income tax paid		(8,424)	(12,702)
Net cash (used in) from operating activities		(181,373)	111,553

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (cont'd)
FOR THE SIX MONTHS ENDED 30 JUNE 2024**

	<u>Note</u>	<u>The Group</u>	
		6 months ended 30 June 2024 \$'000	6 months ended 30 June 2023 \$'000
Investing activities			
Payments for property, plant and equipment	12	(2,587)	(2,155)
Proceeds from disposal of property, plant and equipment		215	57
Dividends received from quoted/unquoted securities		213	707
Net cash used in investing activities		<u>(2,159)</u>	<u>(1,391)</u>
Financing activities			
Payment to non-controlling interests for additional interest in a subsidiary		(366)	(676)
Payment to non-controlling interests for dividend		(82)	(198)
Repayment of lease liabilities		(4,721)	(3,545)
Net repayment of short-term bank loans		(49,620)	(299,475)
Dividends paid		(39,804)	(25,770)
Purchase of treasury share		-	(6,789)
Net cash used in financing activities		<u>(94,593)</u>	<u>(336,453)</u>
Effects of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies		9,847	(14,388)
Net decrease in cash and cash equivalents		(268,278)	(240,679)
Cash and cash equivalents at beginning of the period		1,034,760	1,233,202
Cash and cash equivalents at end of the period	7	<u><u>766,482</u></u>	<u><u>992,523</u></u>

1. CORPORATE INFORMATION

UOB-KAY HIAN HOLDINGS LIMITED (the Company) is incorporated in Singapore with its principal place of business and registered office at 8 Anthony Road, #01-01, Singapore 229957. The Company is listed on the Singapore Exchange Securities Trading Limited. The financial statements are expressed in Singapore dollars.

These condensed interim consolidated financial statements as at and for the six months ended 30 June 2024 comprises the Company and its subsidiaries. The principal activity of the Company is that of investment holding. The principal activities of its subsidiaries are stockbroking, futures broking, structured lending, investment trading, margin financing, investment holding and provision of nominee and research services.

2. BASIS OF PREPARATION

The condensed interim financial statements for the six months ended 30 June 2024 have been prepared in accordance with Singapore Financial Reporting Standards (International) (SFRS(I)) 1-34 *Interim Financial Reporting* issued by the Accounting Standard Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and the performance of the Group since the last annual financial statements for the year ended 31 December 2023.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with Singapore Financial Reporting Standards (International) (SFRS(I))s, except for the adoption of new and revised SFRS(I) that are effective for the annual period beginning on 1 January 2024.

The adoption of these new/revised SFRS(I) pronouncements does not result in changes to the Group's and Company's accounting policies and has no material effect on the amounts reported for the current financial period.

The condensed interim financial statements are presented in Singapore dollars, which is the functional currency of the Group and Company.

3. ACCOUNTING JUDGEMENT AND ESTIMATES

In preparing the interim financial statement, management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Management is of the opinion that any instances of application of judgements are not expected to have a significant impact on the amounts recognised in the financial statements.

(i) *Estimation Uncertainty*

The assumptions concerning the future, and other sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial period, are as below.

(a) Income taxes

The Group is subject to income taxes in numerous jurisdictions. Significant judgement is required in determining the capital allowances and deductibility of certain expenses during the estimation of the provision for income taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. The Group recognises liabilities for anticipated tax issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred income tax provisions in the period in which such determination is made.

(b) Impairment of trade and other receivables

Management reviews its trade and other receivables for Expected credit losses (ECL) at least half yearly. When measuring ECL, the Group uses reasonable and supportable forward-looking information, which is based on assumptions for the future movement of different economic drivers and how these drivers will affect each other. Loss given default is an estimate of the loss arising on default. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, taking into account cash flows from collateral and integral credit enhancements. Probability of default constitutes a key input in measuring ECL. Probability of default is an estimate of the likelihood of default over a given time horizon, the calculation of which includes historical data, assumptions and expectations of future conditions. In determining these, management makes judgements as to whether there is observable data indicating that there has been a significant change in the ability of the debtor to repay amounts owing to the Group, or whether there have been significant changes with adverse effect in the economic or legal environment in which the debtor operates in.

Management makes judgements as to whether an impairment loss should be recorded in profit or loss. In determining this, management uses estimates based on historical loss experience for assets with similar credit risk characteristics. The methodology and assumptions used for estimating both the amount and timing of future cash flows are reviewed regularly to reduce any differences between the estimated loss and actual loss experience.

(c) Impairment of goodwill

Determining whether goodwill is impaired requires an estimation of the value in use of the cash-generating units to which goodwill has been allocated. The value in use calculation requires the Group to estimate the future cash flows expected to arise from the cash-generating unit and a suitable discount rate and growth rate in order to calculate present value.

(d) Fair value measurements and valuation processes

Some of the Group's assets and liabilities are measured at fair value for financial reporting purposes. In estimating the fair value of an asset or liability, the Group uses market-observable data to the extent it is available. Management and finance department, in consultation with external experts, determine the appropriate valuation techniques and inputs for fair value measurements.

The Regional Finance and Operations Director reports to the Board of Directors of the Company every quarter to explain the cause of fluctuations in the fair value of the assets and liabilities. These valuations will be approved by the Board of Directors. Information about the valuation techniques and inputs used in determining the fair value of various assets and liabilities are disclosed in Note 5 to the financial statements.

4. SEASONAL OPERATIONS

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

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2024

5. FINANCIAL ASSETS AND FINANCIAL LIABILITIES

The following table sets out the financial assets and financial liabilities of the Group as at 30 June 2024 and 31 December 2023:

	Note	The Group \$'000	The Company \$'000
At 30 June 2024			
Financial assets			
At fair value through profit or loss (FVTPL):			
Mandatorily measured at FVTPL	9	192,600	-
Designated as at FVTPL	8	187,730	-
At amortised cost (including cash and cash equivalents)			
Derivative financial instruments	11	4,071,434	324,119
		117,052	-
Financial liabilities			
At FVTPL:			
Designated as at FVTPL	13,15	191,951	-
At amortised cost			
Lease liabilities		2,263,620	209,464
Derivative financial instruments	11	18,331	-
		117,060	-
At 31 December 2023			
Financial assets			
At fair value through profit or loss (FVTPL):			
Mandatorily measured at FVTPL	9	273,828	-
Designated as at FVTPL	8	189,956	-
At amortised cost (including cash and cash equivalents)			
Derivative financial instruments	11	3,409,973	253,148
		70,624	-
Financial liabilities			
At FVTPL:			
Designated as at FVTPL	13,15	196,455	-
At amortised cost			
Lease liabilities		1,775,050	98,390
Derivative financial instruments	11	21,012	-
		70,605	-

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2024

5(i) *Fair value of financial assets and financial liabilities*

Some of the Group's financial assets and financial liabilities are measured at fair value at the end of each reporting period. The following table presents the financial assets and liabilities measured at fair value.

Financial assets/liabilities	Fair value as at (\$'000)				Fair value hierarchy
	30-June-24		31-Dec-23		
	Assets	Liabilities	Assets	Liabilities	
Other financial assets (see Note 9)					
Quoted equity securities	89,704	-	90,863	-	Level 1
Quoted debt securities	3,690	-	19,631	-	Level 1
Unquoted equity securities	173	-	181	-	Level 2
Unquoted debt securities	9,434	-	28,456	-	Level 2
Unquoted investment in private fund	2,914	-	2,856	-	Level 3
Unit trusts	33,156	-	27,413	-	Level 1
Government debt securities	53,529	-	104,428	-	Level 1
Derivative financial instruments (see Note 11)					
Forward foreign exchange contracts	12	20	23	4	Level 2
Equity derivatives	117,040	117,040	70,601	70,601	Level 2

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2024**

Financial assets/liabilities	Fair value as at (\$'000)				Fair value hierarchy
	30-June-24		31-Dec-23		
	Assets	Liabilities	Assets	Liabilities	
Trade and other receivables (see Note 8)					
Loan receivables designated as at fair value through profit or loss	187,730	-	189,956	-	Level 3
Debts issued (see Note 15)					
Notes issued, designated as at fair value through profit or loss	-	174,757	-	176,726	Level 3
Trade and other payables (see Note 13)					
Trade payables, designated as at fair value through profit or loss	-	17,194	-	19,729	Level 3

Fair value measurements are categorised into Level 1 , 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

The Company

The Company had no financial assets or liabilities carried at fair value in 2024 and 2023.

There were no significant transfers between Level 1 and Level 2 of the fair value hierarchy in the period.

Fair value of the Group's financial assets and financial liabilities that are not measured at fair value on a recurring basis

The carrying amounts of cash and cash equivalents, trade and other current receivables and payables, other current financial assets and other liabilities approximate their respective fair values due to the relatively short-term maturity or frequent repricing of these financial instruments. The carrying amount of debts issued and the assets underpinning them approximate their respective fair values due to their relatively short-term maturity or frequent repricing. The fair values of other classes of financial assets and liabilities are disclosed in the respective notes to financial statements.

6. SIGNIFICANT RELATED PARTY TRANSACTIONS

There are no material related party transactions apart from those disclosed elsewhere in the financial statements.

Key management compensation scheme is consistent with that of the previous financial year.

The Group has banking facilities from United Overseas Bank Limited Group (which is defined in the SGX-ST listing manual as a person who holds directly or indirectly 15% or more of the nominal amount of all voting shares in the Company) in the normal course of business.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2024

7. CASH AND CASH EQUIVALENTS

	The Group		The Company	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	\$'000	\$'000	\$'000	\$'000
Bank balances with:				
- Related parties	255,290	265,472	1,687	239
- Non-related banks	425,929	593,428	-	-
Cash on hand	24	24	-	-
	<u>681,243</u>	<u>858,924</u>	<u>1,687</u>	<u>239</u>
Fixed deposits with:				
- Non-related banks	94,761	177,535	-	-
	<u>94,761</u>	<u>177,535</u>	<u>-</u>	<u>-</u>
Cash and bank balances	<u>776,004</u>	<u>1,036,459</u>	<u>1,687</u>	<u>239</u>

At the end of the reporting period, the carrying amounts of cash and bank balances approximate their fair values.

For the purpose of presenting the consolidated statement of cash flows, the cash and cash equivalents comprise the following:

	The Group	
	30 June 2024	31 December 2023
	\$'000	\$'000
Cash and bank balances (as above)	776,004	1,036,459
Less: Bank overdrafts (Note 14)	(9,522)	(1,699)
Cash and cash equivalents per consolidated statement of cash flows	<u>766,482</u>	<u>1,034,760</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2024

8. TRADE AND OTHER RECEIVABLES

	The Group		The Company	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	\$'000	\$'000	\$'000	\$'000
Trade receivables from third parties:	1,349,284	1,141,046	-	-
Other loan receivables:				
At amortised cost	727,347	502,387	-	-
Designated as at fair value through profit or loss	187,730	189,956	-	-
Less: Allowance for impairment of trade receivables individually assessed	(52,886)	(49,191)	-	-
	2,211,475	1,784,198	-	-
Other receivables from subsidiary:				
At amortised cost	-	-	204	198
	2,211,475	1,784,198	204	198
Current trade and other receivables (recoverable within 12 months)	2,004,935	1,652,875	-	-
Non-current trade and other receivables (recoverable after 12 months)	206,540	131,323	204	198
	2,211,475	1,784,198	204	198

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2024

9. OTHER FINANCIAL ASSETS

	The Group	
	30 June 2024	31 December 2023
	\$'000	\$'000
Financial assets mandatorily measured at FVTPL:		
Quoted securities:		
- Debt securities	3,690	19,631
- Equity securities	89,704	90,863
Unquoted securities:		
- Debt securities	9,434	28,456
- Equity securities	173	181
Investment in private fund	2,914	2,856
Unit trusts	33,156	27,413
Government debt securities	53,529	104,428
Financial assets measured at amortised cost:		
Investment in notes	41,588	40,575
	<u>234,188</u>	<u>314,403</u>
Current financial assets	232,919	304,568
Non-current financial assets	1,269	9,835
	<u>234,188</u>	<u>314,403</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2024

10. OTHER CURRENT ASSETS

	The Group		The Company	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	\$'000	\$'000	\$'000	\$'000
Amounts due from subsidiaries	-	-	322,214	252,698
Deposits	36,266	36,916	-	-
Prepayments	6,080	4,069	12	-
Amounts deposited with lenders of securities	2,972	2,972	-	-
Other receivables	17,637	18,884	14	14
	<u>62,955</u>	<u>62,841</u>	<u>322,240</u>	<u>252,712</u>

- (a) The non-trade amounts due from subsidiaries are unsecured, interest-free and repayable on demand.

The carrying amounts of other current assets approximate their fair values.

11. DERIVATIVE FINANCIAL INSTRUMENTS

	The Group			
	30 June 2024		31 December 2023	
	Assets	Liabilities	Assets	Liabilities
	\$'000	\$'000	\$'000	\$'000
Forward foreign exchange contracts	12	20	23	4
Equity derivatives	117,040	117,040	70,601	70,601
	<u>117,052</u>	<u>117,060</u>	<u>70,624</u>	<u>70,605</u>

Forward foreign exchange contracts

Forward foreign exchange contracts are entered into from time to time to manage exposure to fluctuations in foreign currency exchange rates on trade receivables and payables.

Equity derivative financial instruments arises from customer transactions and are covered back-to-back by offsetting transactions with third party issuers.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2024

12. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2024, the Group acquired property, plant and equipment of \$ 2,587,051 (31 December 2023: \$ 4,153,982).

13. TRADE AND OTHER PAYABLES

	The Group		The Company	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	\$'000	\$'000	\$'000	\$'000
Trade payables to third parties:				
At amortised cost	327,366	310,749	-	-
Participation trade payables:				
At amortised cost	68,690	44,436	-	-
Designated as at fair value through profit or loss	17,194	19,729	-	-
Accrued operating expenses	94,641	98,104	1,903	7,055
Amount due to subsidiaries	-	-	47,611	48,438
Other payables	13,965	11,644	607	10
	521,856	484,662	50,121	55,503
Analysed as:				
Current	521,783	473,883	50,121	55,503
Non-current	73	10,779	-	-
	521,856	484,662	50,121	55,503

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2024

14. BORROWINGS

	The Group		The Company	
	30 June 2024 \$'000	31 December 2023 \$'000	30 June 2024 \$'000	31 December 2023 \$'000
<i>Current</i>				
Bank overdrafts:				
- with related parties	9,522	1,361	-	-
- with non-related banks	-	338	-	-
	<u>9,522</u>	<u>1,699</u>	<u>-</u>	<u>-</u>
Short-term bank loans:				
- with related parties	316,724	188,506	19,913	32,420
- with non-related banks	233,489	411,328	139,430	10,467
	<u>550,213</u>	<u>599,834</u>	<u>159,343</u>	<u>42,887</u>
Total borrowings	<u>559,735</u>	<u>601,533</u>	<u>159,343</u>	<u>42,887</u>

Bank borrowings of the Group amounting to \$420,305,006 (31 December 2023: \$590,727,985) are secured by a fixed charge over immovable fixed assets and a floating charge over all assets of a subsidiary.

Bank borrowings of the Company amounting to \$159,343,425 (31 December 2023: \$42,887,000) are secured by a fixed charge over immovable fixed assets and a floating charge over all assets of the Company.

The carrying amounts of borrowings approximate their fair values.

15. DEBTS ISSUED

	The Group	
	30 June 2024 \$'000	31 December 2023 \$'000
Notes issued:		
At amortised cost	48,426	47,010
Designated as at fair value through profit or loss	174,757	176,726
	<u>223,183</u>	<u>223,736</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2024

16. SHARE CAPITAL

	<u>The Group and The Company</u>			
	2024	2023	2024	2023
	Number of ordinary shares		\$'000	
Issued and paid up:				
At beginning of the period	910,038,731	888,015,427	319,308	292,065
Issue of shares pursuant to Scrip Dividend Scheme	35,018,138	22,023,304	43,002	27,243
At end of the period	945,056,869	910,038,731	362,310	319,308
	<hr/>			
	<u>The Group and The Company</u>			
	2024	2023	2024	2023
	Number of ordinary shares		\$'000	
Treasury shares				
At beginning of the period	(10,000,000)	(2,491,000)	(13,898)	(3,446)
Share buyback	-	(7,509,000)	-	(10,452)
At end of the period	(10,000,000)	(10,000,000)	(13,898)	(13,898)
Total share capital	935,056,869	900,038,731	348,412	305,410

17. REVENUE

	<u>The Group</u>	
	6 months ended 30 June 2024	6 months ended 30 June 2023
	\$'000	
Commission income	162,985	138,102
Trading income	3,056	1,680
Interest income:		
- fixed deposits with related parties	14,659	18,034
- fixed deposits with non-related banks	47,762	52,185
- clients	51,272	52,181
- others	4,904	3,295
	118,597	125,695
Interest income from financial instruments designated as at fair value through profit or loss	5,186	6,339
Dividend income from quoted/unquoted securities	213	707
Facility, shares withdrawal and arrangement fees	8,224	4,305
Advisory fees	3,145	2,545
Other operating revenue	15,682	8,454
	317,088	287,827

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2024

18. STAFF COSTS

	<u>The Group</u>	
	6 months ended 30 June 2024	6 months ended 30 June 2023
	\$'000	\$'000
Wages, salaries and other staff costs	97,360	75,020
Employers' contribution to employee benefit plans including Central Provident Fund	3,769	3,585
	<u>101,129</u>	<u>78,605</u>

19. FINANCE EXPENSE

	<u>The Group</u>	
	6 months ended 30 June 2024	6 months ended 30 June 2023
	\$'000	\$'000
Interest expense:		
- borrowings from related parties	5,862	8,746
- borrowings from non-related banks	4,997	10,570
- debts issued	4,829	6,641
- lease liabilities	414	386
- others	3,062	5,620
	<u>19,164</u>	<u>31,963</u>

20. OTHER OPERATING EXPENSES

	<u>The Group</u>	
	6 months ended 30 June 2024	6 months ended 30 June 2023
	\$'000	\$'000
Net fair value (gain) loss on other financial assets, at fair value through profit or loss	(1,531)	6,327
Expense relating to short-term leases and low value assets	2,747	680
Marketing and business promotions	2,943	3,044
Communication expenses	11,411	10,797
Contract processing charges	473	351
Information services	5,199	4,805
Depreciation expenses:		
- property, plant and equipment	2,250	4,890
- right-of-use asset	3,900	3,104
Net gain on disposal of property, plant and equipment	(4)	(48)
Impairment of goodwill	136	315
Maintenance and rental of office equipment	652	806
Allowance for trade receivables	934	17,846
Other staff cost	1,421	2,433
General administrative expenses	12,530	11,046
	<u>43,061</u>	<u>66,396</u>

21. INCOME TAX EXPENSE

Income tax is based on the statutory tax rates of the respective countries in which the Group operates.

22. EARNINGS PER SHARE

The calculation of basic and diluted earnings per share attributable to ordinary owners of the Company is based on the following data:

	6 months ended 30 June 2024 \$'000	6 months ended 30 June 2023 \$'000
Earnings for the purpose of basic earnings per share (profit for the period attributable to owners of the Company)	<u>113,911</u>	<u>69,322</u>
Weighted average number of ordinary shares for the purpose of basic earnings per share	<u>901,000,768</u>	<u>884,804,178</u>
Basic earnings per share	<u>12.64 cents</u>	<u>7.83 cents</u>

Diluted earnings per share is equal to basic earnings per share as there are no potential ordinary shares outstanding as at 30 June 2024 and 31 December 2023.

23. DIVIDENDS

No dividend has been recommended for the half year ended 30 June 2024 (30 June 2023: NIL).

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2024

24. SEGMENT INFORMATION

The Group is organised on a geographical basis, namely Singapore, Hong Kong, Thailand, Malaysia and other countries. The Group provides securities and futures broking and other related services. There is no single external customer that contributes more than 10% of the consolidated revenue.

The measurement basis of the Group's reportable segments is in accordance with its accounting policy as described in Note 2. The information below is also reported to the Group's chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

The following is an analysis of the Group's revenue and results by reportable segments:

	Singapore \$'000	Hong Kong \$'000	Thailand \$'000	Malaysia \$'000	Others \$'000	Elimination \$'000	Total \$'000
<u>The Group</u>							
<u>1 January 2024 to 30 June 2024</u>							
<u>Revenue</u>							
- External sales	107,251	42,370	14,319	26,545	2,820	-	193,305
- Interest income	74,249	39,853	3,937	4,577	1,167	-	123,783
- Inter-segment sales	5,461	87	216	381	456	(6,601)	-
	<u>186,961</u>	<u>82,310</u>	<u>18,472</u>	<u>31,503</u>	<u>4,443</u>	<u>(6,601)</u>	<u>317,088</u>
Segment results	86,220	32,703	998	11,684	(1,230)	1,431	<u>131,806</u>
Profit before tax							<u>131,806</u>
Income tax expense							<u>(17,823)</u>
Profit after tax							<u>113,983</u>
Segment assets	3,414,199	1,312,391	221,287	239,334	146,832	(719,981)	4,614,062
Deferred tax assets							<u>2,169</u>
Consolidated total assets							<u>4,616,231</u>
Segment liabilities	1,914,352	622,888	66,215	66,377	112,380	(191,249)	2,590,963
Income tax payable							25,076
Deferred tax liabilities							<u>2,723</u>
Consolidated total liabilities							<u>2,618,762</u>
<u>Other segment items</u>							
Capital expenditure	61	345	1,204	835	142	-	2,587
Impairment loss of goodwill	-	-	136	-	-	-	136
Depreciation and amortisation expense	1,303	2,265	1,480	827	275	-	6,150
Finance expense	16,686	2,082	266	157	170	(197)	19,164

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2024

	Singapore \$'000	Hong Kong \$'000	Thailand \$'000	Malaysia \$'000	Others \$'000	Elimination \$'000	Total \$'000
<u>The Group</u>							
<u>1 January 2023 to 30 June 2023</u>							
<u>Revenue</u>							
- External sales	81,929	33,638	17,893	17,914	4,419	-	155,793
- Interest income	74,311	48,383	3,454	4,441	1,445	-	132,034
- Inter-segment sales	7,967	485	319	1,380	617	(10,768)	-
	164,207	82,506	21,666	23,735	6,481	(10,768)	287,827
Segment results	46,650	29,069	2,420	7,380	84	(5,278)	80,325
Profit before tax							80,325
Income tax expense							(10,764)
Profit after tax							69,561
Segment assets	3,354,210	1,136,475	238,222	214,591	90,485	(737,477)	4,296,506
Deferred tax assets							1,710
Consolidated total assets							4,298,216
Segment liabilities	1,882,331	518,074	79,176	59,383	51,706	(143,315)	2,447,355
Income tax payable							15,613
Deferred tax liabilities							1,909
Consolidated total liabilities							2,464,877
<u>Other segment items</u>							
Capital expenditure	1	181	853	625	495	-	2,155
Impairment loss of goodwill	-	-	315	-	-	-	315
Depreciation and amortisation expense	2,954	2,254	1,750	801	235	-	7,994
Finance expense	19,420	11,921	385	239	244	(246)	31,963

OTHER INFORMATION
30 June 2024**1. Review**

The consolidated statement of financial position of UOB-KAY HIAN HOLDINGS LIMITED and its subsidiaries as at 30 June 2024 and the related consolidated profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the six month period then ended and certain explanatory notes have not been audited or reviewed.

2. Review of performance of the GroupOperating Profit and Expenses**1H24 vs 1H23**

The Group recorded pre-tax profit of S\$131.8 million and after tax profit of S\$114.0 million, an increase of 64.1% and 63.9% respectively.

Commission and trading income increased from S\$139.8 million to S\$166.0 million, up by 18.8% mainly due to higher market volume across US markets. Interest income decreased by 6.2% from S\$132.0 million to S\$123.8 million as a result of lower income from structured loans. Other operating income increased from S\$16.0 million to S\$27.3 million. Total revenue increased 10.2% from S\$287.8 million to S\$317.1 million.

Commission expense increased 4.6% from S\$37.3 million to S\$39.0 million. Personnel expenses increased from S\$78.6 million to S\$101.1 million. Other operating expenses decreased 35.1 % from S\$66.4 million to S\$43.1 million as other operating expenses in 1H23 included an additional allowance for impairment of trade receivables of S\$17.8 million.

Balance Sheet

The Group's net asset value position remained healthy at S\$1.9 billion as at 30 June 2024. There were no significant changes in the composition of Group balance sheet items except for working capital items that fluctuate with prevailing trading volumes towards the end of each reporting period.

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

No forecast or prospect statement has been previously disclosed to shareholders.

OTHER INFORMATION
30 June 2024

4. 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 operating period and the next 12 month

Strong equity market performance and higher trading volumes in the US helped to sustain strong investors activities in the first half of 2024. There were also considerable interests in structured products and fixed income instruments to lock-in yields as investors' sentiments positioned for an expected rate cut in 2H2024.

We are cautious with regards to the outlook of our business in the next 6-12 months as recent market events have demonstrated significant volatility and investors' nervousness towards valuations and direction of US economic policies.

5. Dividend information

There were no dividends declared for the current financial period reported on, or the corresponding period of the immediately preceding financial year.

6. Interested person transactions

No IPT mandate has been obtained.

7. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company has procured undertakings from all its directors and executive officers in compliance with Listing Rule 720(1).

8. Confirmation of the Board

The Board of Directors hereby confirms that, to the best of its knowledge, nothing has come to its attention which may render the unaudited financial statements for the half year ended 30 June 2024 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Wee Ee-chao
Managing Director

Tang Wee Loke
Director

BY ORDER OF THE BOARD

Wee Ee-chao
Managing Director
15 August 2024