



A-Smart Holdings Ltd.

(Registration No. 199902058Z)

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**UNAUDITED RESULTS FOR THE  
FIRST HALF (6 MONTHS) ENDED  
31 JANUARY 2023**

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**PART I – INFORMATION REQUIRED FOR HALF-YEAR ANNOUNCEMENTS**

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

<b>GROUP</b>			
<b>6 MONTHS ENDED</b>			
<b>Note</b>	<b>31-Jan-23</b>	<b>31-Jan-22</b>	<b>Increase / (decrease)</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>%</b>
Revenue	2,798	3,412	-18.0%
Other income	67	175	-61.7%
<b>Total Revenue</b>	<b>2,865</b>	<b>3,587</b>	<b>-20.1%</b>
<b>Costs and expenses</b>			
Changes in inventories	(18)	(55)	-67.3%
Inventories used	(1,222)	(1,676)	-27.1%
Staff costs	(1,059)	(1,378)	-23.1%
Depreciation	(338)	(358)	-5.6%
Foreign currency loss	8	1	700.0%
Impairment loss on financial assets	-	-	-
Other operating expenses	(275)	(296)	-7.1%
Finance costs	(6)	(12)	-50.0%
Share of profit of an associated company	95	34	179.4%
<b>Profit/(loss) before taxation</b>	<b>50</b>	<b>(153)</b>	<b>-132.7%</b>
Income tax *	-	-	-
<b>Net profit/(loss) for the period</b>	<b>50</b>	<b>(153)</b>	<b>-132.7%</b>
<b>Attributable to:</b>			
Equity holders of the parent	50	(158)	-131.6%
Non- controlling interests	-	5	-100.0%
<b>Net profit/(loss) for the period</b>	<b>50</b>	<b>(153)</b>	<b>-132.7%</b>

\* Less than S\$1,000

**1(a)(ii) A Statement of comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year**

	<b>GROUP</b>		
	<b>6 MONTHS ENDED</b>		
	<b>31-Jan-23</b>	<b>31-Jan-22</b>	<b>Increase/ (Decrease)</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>%</b>
<b>Net profit/(loss) for the period</b>	<b>50</b>	<b>(153)</b>	<b>-133%</b>
<b>Other comprehensive loss:</b>			
<b>Items that may be classified subsequently to profit or loss:</b>			
Translation differences arising from translation of foreign operations	<b>(150)</b>	<b>2</b>	<b>-7600%</b>
Translation differences arising on monetary items forming part of net investments in foreign operations (*)	<b>(261)</b>	<b>(30)</b>	<b>770%</b>
	<b>(411)</b>	<b>(28)</b>	<b>1368%</b>
<b>Items that will not be classified subsequently to profit or loss:</b>			
Translation differences arising from translation of foreign operations (**)	<b>(5)</b>	<b>-</b>	<b>n.a.</b>
<b>Other comprehensive loss for the period</b>	<b>(416)</b>	<b>(28)</b>	<b>1386%</b>
<b>Total comprehensive loss for the period</b>	<b>(366)</b>	<b>(181)</b>	<b>102%</b>
<b>Total comprehensive loss attributable to:</b>			
Equity holders of the parent	<b>(366)</b>	<b>(186)</b>	<b>97%</b>
Non-controlling interests (**)	<b>-</b>	<b>5</b>	<b>-100%</b>
<b>Total comprehensive loss for the period</b>	<b>(366)</b>	<b>(181)</b>	<b>102%</b>

\* Foreign exchange translation differences arising from the Group's intra-company loans denominated in USD.

\*\* Less than S\$1,000.00.

**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**

	<b>Group</b>		<b>Company</b>	
	<b>31-Jan-23</b>	<b>31-Jan-22</b>	<b>31-Jan-23</b>	<b>31-Jan-22</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Non-current assets</b>				
Plant and equipment	959	1,140	197	220
Long-term loans to subsidiary corporations	-	-	5,878	5,792
Investments in subsidiary corporations	-	-	6,228	6,228
Investment in an associated company	1,555	1,512	-	-
	<b>2,514</b>	<b>2,652</b>	<b>12,303</b>	<b>12,240</b>
<b>Current assets</b>				
Amounts due from subsidiary corporations				
- trade	-	-	312	201
- non-trade	-	-	387	448
Inventories	284	265	-	-
Development properties				
- land under development	3,981	4,147	-	-
Development properties				
- land held for future development	3,637	3,285	-	-
Trade receivables	1,233	1,231	-	-
Other receivables	1,560	2,173	516	597
Financial asset – at FVPL	45	45	45	45
Cash and cash equivalents	5,340	6,003	3,584	4,343
	<b>16,080</b>	<b>17,149</b>	<b>4,844</b>	<b>5,634</b>
<b>Total assets</b>	<b>18,594</b>	<b>19,801</b>	<b>17,147</b>	<b>17,874</b>
<b>Equity attributable to equity holders of the parent</b>				
Share capital	147,360	147,360	147,360	147,360
Other reserves	(299)	117	25	25
Accumulated losses	(132,560)	(132,610)	(134,504)	(133,773)
	<b>14,501</b>	<b>14,867</b>	<b>12,881</b>	<b>13,612</b>
<b>Non-controlling interests</b>	<b>152</b>	<b>152</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>	<b>14,653</b>	<b>15,019</b>	<b>12,881</b>	<b>13,612</b>
<b>Non-current liabilities</b>				
Lease liabilities	2,134	2,353	27	31
Provision for reinstatement costs	30	30	-	-
	<b>2,164</b>	<b>2,383</b>	<b>27</b>	<b>31</b>
<b>Current liabilities</b>				
Amounts due to subsidiary corporations				
- trade	-	-	5	5
- non-trade	-	-	3,993	3,993
Lease liabilities	35	282	12	12
Trade and other payables	1,742	2,117	229	221
	<b>1,777</b>	<b>2,399</b>	<b>4,239</b>	<b>4,231</b>
<b>Total liabilities</b>	<b>3,941</b>	<b>4,782</b>	<b>4,266</b>	<b>4,262</b>
<b>Total equity and liabilities</b>	<b>18,594</b>	<b>19,801</b>	<b>17,147</b>	<b>17,874</b>

**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 Jan 2023		As at 31 Jan 2022	
Secured	Unsecured	Secured	Unsecured
<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
68	-	58	460

Amount repayable after one year:

As at 31 Jan 2023		As at 31 Jan 2022	
Secured	Unsecured	Secured	Unsecured
<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
2,101	-	2,503	65

Details of any collateral:

Secured borrowings at 31 Jan 2023 mainly refer to the following:

- a. Lease liabilities amounting to S\$68,000 secured by the motor vehicles and machinery purchased under finance leases; and
- b. Lease rentals of S\$2.1 million secured by development properties – land held for future development, that has a carrying value of S\$1.17 million at 31 Jan 2023.

**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**

Note	Group	
	6 Months Ended	
	31-Jan-23	31-Jan-22
	\$'000	\$'000
<b>Cash flows from operating activities</b>		
Operating profit before working capital changes	265	23
<b>Changes in working capital:</b>		
Inventories	(18)	55
Development properties	(555)	(85)
Trade and other receivables	603	(303)
Trade and other payables	(358)	172
Cash used in operations	(63)	(138)
Income tax *	-	-
<b>Cash flows used in operating activities</b>	<b>(63)</b>	<b>(138)</b>
<b>Investing activities</b>		
Interest received	9	9
Purchase of plant and equipment	(157)	(28)
<b>Cash flows used in investing activities</b>	<b>(148)</b>	<b>(19)</b>
<b>Financing activities</b>		
Interest paid	(6)	(12)
Repayment of lease liabilities	(358)	(306)
<b>Cash flows used in financing activities</b>	<b>(364)</b>	<b>(318)</b>
Net decrease in cash and cash equivalents	(575)	(475)
Cash and cash equivalents at beginning of the period	6,003	7,511
Effects of currency translation on cash and cash equivalents	(88)	(22)
<b>Cash and cash equivalents at end of the period</b> (a)	<b>5,340</b>	<b>7,014</b>

\* Amount less than S\$1,000

**1(c) Consolidated Statement of Cash Flows for the period ended (Cont'd)**

Note	Group	
	6 Months Ended	
	31-Jan-23	31-Jan-22
	\$'000	\$'000
<b>Reconciliation between profit from operations before taxation and operating cash flows before changes in working capital:</b>		
Profit/(loss) from operations before taxation	50	(153)
<b>Adjustments for:</b>		
Interest expense	6	12
Interest income	(35)	(36)
Depreciation	338	358
Share of profit of an associated company	(94)	(34)
Gain on dissolution of a subsidiary	-	(124)
Operating profit before working capital changes	<b>265</b>	<b>23</b>

Explanatory notes to the consolidated cash flow statement

**Note:**

- (a) Cash and cash equivalents comprise the following:

	31 Jan 2023	31 Jul 2022
	\$'000	\$'000
Cash at bank and in hand	2,807	3,477
Fixed deposits	2,533	2,526
Cash and cash equivalents in the cash flow statement	<b>5,340</b>	<b>6,003</b>

**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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

**Statement of Changes in Equity for the Group**

	Share Capital	Share Option Reserve	Currency translation reserve	Accumulated losses	Total	Non- controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>At 1 August 2022</b>	<b>147,360</b>	<b>25</b>	<b>92</b>	<b>(132,610)</b>	<b>14,867</b>	<b>152</b>	<b>15,019</b>
<b>Total comprehensive income for the financial period</b>							
<i>Profit for the financial period</i>	-	-	-	50	50	-	50
<i>Other comprehensive loss</i>							
Translation differences arising from translation of foreign subsidiaries	-	-	(416)	-	(416)	-	(416)
Total other comprehensive loss	-	-	(416)	-	(416)	-	(416)
<b>Total comprehensive income/(loss) for the financial period</b>	<b>-</b>	<b>-</b>	<b>(416)</b>	<b>50</b>	<b>(366)</b>	<b>-</b>	<b>(366)</b>
<b>At 31 January 2023</b>	<b>147,360</b>	<b>25</b>	<b>(324)</b>	<b>(132,560)</b>	<b>14,501</b>	<b>152</b>	<b>14,653</b>
<b>At 1 August 2021</b>	<b>147,360</b>	<b>25</b>	<b>(38)</b>	<b>(131,512)</b>	<b>15,835</b>	<b>191</b>	<b>16,026</b>
<b>Total comprehensive loss for the financial period</b>							
<i>Loss for the financial period</i>	-	-	-	(158)	(158)	5	(153)
<i>Other comprehensive iloss</i>							
Translation differences arising from translation of foreign subsidiaries	-	-	(28)	-	(28)	1	(27)
Total other comprehensive loss	-	-	(28)	-	(28)	1	(27)
<b>Total comprehensive loss for the financial period</b>	<b>-</b>	<b>-</b>	<b>(28)</b>	<b>(158)</b>	<b>(186)</b>	<b>6</b>	<b>(180)</b>
<b>At 31 January 2022</b>	<b>147,360</b>	<b>25</b>	<b>(66)</b>	<b>(131,670)</b>	<b>15,649</b>	<b>197</b>	<b>15,846</b>



**1(d)(i) (Cont'd) - Statement of Changes in Equity for the Company**

	Share Capital	Share Option Reserve	Accumulated losses	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000
<b>At 1 August 2022</b>	147,360	25	(133,773)	13,612
Total comprehensive loss for the period	-	-	(731)	(731)
Issue of new shares	-	-	-	-
<b>At 31 January 2023</b>	<b>147,360</b>	<b>25</b>	<b>(134,504)</b>	<b>12,881</b>
<b>At 1 August 2021</b>	147,360	25	(143,559)	3,826
Total comprehensive loss for the period	-	-	(493)	(493)
<b>At 31 January 2022</b>	<b>147,360</b>	<b>25</b>	<b>(144,052)</b>	<b>3,333</b>

## 1(e) Notes to the condensed interim consolidated financial statements

### i. Corporate information

A-Smart Holdings Ltd (the "Company") is incorporated and domiciled in Singapore and whose shares are publicly traded on the Mainboard of the Singapore Exchange. These condensed interim consolidated financial statements as at 31 Jan 2023 and for the 6 months from 1 August 2022 to 31 Jan 2023 respectively, comprise the Company and its subsidiaries (collectively, the Group). The primary activities of the Company are those relating to long term investment holding.

The principal activities of the Group are:

- (a) Property development and real estate investment; and
- (b) Smart technologies; and
- (c) Print and media; and
- (d) Other investments.

### ii. Basis of preparation

The condensed interim financial statements for the six months (first half ending 31 Jan 2023 or 1H2023) have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed 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 of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the year ended 31 July 2022.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Section 5 on page 14.

The condensed interim financial statements are presented in Singapore dollar which is the Company's functional currency.

### iii. Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial statements as at and for the year ended 31 July 2022.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about critical judgements, assumptions and estimation uncertainties that have the most significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial period are:

- Impairment of non-financial assets – property, plant and equipment, investment in subsidiaries, and investment in associated company; and
- Useful lives of property, plant and equipment; and
- Impairment of trade and other receivables.

### iv. Seasonal operations

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

1(e) Notes to the condensed interim consolidated financial statements (Cont'd)

(v) Segment and revenue information

(v.1) Business Segments

For 6 months ending 31 January

	Print and Media		Property		Corporate and others		Smart technologies		Eliminations		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Revenue and expenses</b>												
Sales to external customers	2,378	3,093	-	-	-	-	420	319	-	-	2,798	3,412
Inter-segment sales	-	-	-	-	-	-	-	32	-	(32)	-	-
<b>Total revenue</b>	<b>2,378</b>	<b>3,093</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>420</b>	<b>351</b>	<b>-</b>	<b>(32)</b>	<b>2,798</b>	<b>3,412</b>
<b>Segment results</b>												
	322	163	2	20	(417)	(290)	54	(68)	-	-	(39)	(175)
Finance costs											(6)	(12)
Share of profit of an associated company											95	34
(Loss)/profit before taxation											50	(153)
Income tax											-	-
<b>Net (loss)/profit for the year</b>											<b>50</b>	<b>(153)</b>
<b>Assets and liabilities</b>												
Segment assets	1,895	2,856	8,330	7,926	2,313	2,373	716	472	-	-	13,254	13,627
Unallocated assets											5,340	7,014
<b>Total assets</b>											<b>18,594</b>	<b>20,641</b>
Segment liabilities	519	520	340	343	845	782	68	63	-	-	1,772	1,708
Current income tax liabilities											-	-
Unallocated liabilities											2,169	3,087
<b>Total liabilities</b>											<b>3,941</b>	<b>4,795</b>

**1(e) Notes to the condensed interim consolidated financial statements (Cont'd)**

**(v.2) Other segment information**

	Print and media		Property		Corporate and others		Smart technologies		Eliminations		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>For 6 months ending 31 January</b>												
Capital expenditure – plant and equipment	157	28	-	-	-	-	-	-	-	-	157	28
Depreciation of property, plant and equipment	312	333	-	-	23	23	3	2	-	-	338	358
Interest expense	1	11	-	-	5	1	-	-	-	-	6	12
Gain on dissolution of subsidiary corporations	-	(124)	-	-	-	-	-	-	-	-	-	(124)

	Revenue from external customers		Segment assets		Capital expenditure	
	2023	2022	2023	2022	2023	2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>For 6 months ending 31 January</b>						
<u>Geographical Segments</u>						
Singapore	2,798	3,412	8,237	10,717	157	28
China	-	-	1,555	1,505	-	-
Timor-Leste	-	-	8,330	7,933	-	-
Others	-	-	472	486	-	-
	<b>2,798</b>	<b>3,412</b>	<b>18,594</b>	<b>20,641</b>	<b>157</b>	<b>28</b>

**1(e) Notes to the condensed interim consolidated financial statements (Cont'd)**

**(v.3) Disaggregation of Revenue**

For 6 months ending 31 January	Print and media		Smart technologies		Property		Corporate and others		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Type of goods or service:										
Sale of goods	-	-	381	291	-	-	-	-	381	291
Services rendered	2,378	3,093	39	28	-	-	-	-	2,417	3,121
Total revenue	2,378	3,093	420	319	-	-	-	-	2,798	3,412
Timing of revenue recognition:										
At a point in time	2,378	3,093	381	291	-	-	-	-	2,759	3,384
Over time	-	-	39	28	-	-	-	-	39	28
Total revenue	2,378	3,093	420	319	-	-	-	-	2,798	3,412
Geographical information:										
Singapore	2,378	3,093	420	319	-	-	-	-	2,798	3,412
Timor-Leste	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-
	2,378	3,093	420	319	-	-	-	-	2,798	3,412

**1(e) Notes to the condensed interim consolidated financial statements (Cont'd)**

**(vi) Profit before taxation - significant items**

	<b>6 MONTHS ENDED</b>	
	<b>31-Jan-23</b>	<b>31-Jan-22</b>
	<u>\$'000</u>	<u>\$'000</u>
<b>Other income</b>		
Rental income	20	15
Gain on disposal of plant and equipment	-	-
Government grants	18	-
Interest income	35	36
Gain on dissolution of subsidiary	-	124
	<b>67</b>	<b>175</b>
<b>Finance costs</b>		
Interest on finance lease	<b>(6)</b>	<b>(12)</b>
	<b>(6)</b>	<b>(12)</b>
<b>Other expenses include:</b>		
Legal, professional and compliance expenses	<b>(79)</b>	<b>(138)</b>
Repair and maintenance of equipment	<b>(26)</b>	<b>(24)</b>
Utilities	<b>(69)</b>	<b>(42)</b>
Upkeep of motor vehicles	<b>(24)</b>	<b>(24)</b>

- 1(f)(i) 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.**

Ordinary shares

During the 6 months or first half ended 31 Jan 2023 ("1H2023"), the Company did not issue any new ordinary shares (1H2022: Nil).

As at 31 Jan 2023, there were no subsidiary holdings.

Share options

At 31 Jan 2023, there were 1,509,000 share options outstanding and unexercised (31 Jan 2022: 1,542,000 share options outstanding).

- 1(f)(ii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

The total number of issued shares as at 31 Jan 2023 was 149,062,362 (31 Jan 2022: 149,062,362). There were no treasury shares held by the Company at 31 Jan 2023 (31 Jan 2022: Nil).

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

Not applicable.

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

During the financial period, there was no transaction pertaining to subsidiary holdings.

**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 auditors of the Company.

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

Not applicable.

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

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

**ii) 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 Section 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period compared with those of the audited financial statements as at 31 July 2022.

**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**

On 1 August 2022, the Group and the Company adopted all the revised SFRS(I) pronouncements that are relevant to its operations. The adoption of these new/revised SFRS(I) pronouncements does not result in changes to the Group's and the Company's accounting policies and has no material financial effect on the amounts reported for the current or prior years

**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**

Earnings per ordinary share of the Group, after deducting any provision for preference dividends:	Group	
	2nd Half (6 Months)	
	31 Jan 2023	31 Jan 2022
6(a) Based on the weighted average number of ordinary shares on issue (in cents)	0.03	(0.10)
Weighted average number of ordinary shares (in million)	149.06	149.06
6(b) On a fully diluted basis (in cents)	0.03	*(0.10)
Weighted average number of ordinary shares (in million)	150.57	*149.06

\* As loss was recorded for 1H2022, the dilutive potential shares from convertible securities outstanding at the end of the financial periods were anti-dilutive and hence no changes were made to the dilutive loss per share.

**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 Jan 2023	31 Jul 2022	31 Jan 2023	31 Jul 2022
Net asset value per ordinary share based on issued share capital at the end of the financial period / year (in cents)	9.83	10.07	8.64	9.13

Net asset value per ordinary share as at 31 Jan 2023 is calculated based on the existing issued share capital of 149,062,362 ordinary shares outstanding as at 31 Jan 2023 (31 Jul 2021: 149,062,362).



- 8 **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

### **INCOME STATEMENT**

#### **Revenue**

<b>Business Activity</b>	<b>First Half ended (6 months)</b>			
	<b>31 Jan 23</b>	<b>31 Jan 22</b>	<b>+ / (-)</b>	<b>+ / (-)</b>
	<b>S\$'mil</b>	<b>S\$'mil</b>	<b>S\$'mil</b>	<b>%</b>
Printing and media	<b>2.38</b>	3.09	(0.71)	(23.0%)
Smart Technologies	<b>0.42</b>	0.32	0.10	31.3%
<b>Total revenue</b>	<b>2.80</b>	3.41	(0.61)	(17.9%)

Revenue for 1H2023 declined 17.9% compared with 1H2022. This was mainly due to certain seasonal printing projects being delayed and postponed to February 2023, as well as fewer event management revenue in 1H2023 compared to 1H2022.

#### **Raw materials and consumables used and changes in inventories of finished goods and work-in-progress**

Raw materials and consumables used, including changes in inventories, in 1H2023 was 28.3% lower than that recorded for 1H2022, mainly due to the lower printing volume in 1H2023.

#### **Other income**

Other income decreased by 61.7% in 1H2023 compared with 1H2022 mainly due to the absence of the gain on dissolution of the Group's Vietnam subsidiary in the previous financial period.

#### **Staff costs**

Staff costs for 1H2023 was S\$1.06 million, 23.1% lower compared with 1H2022 mainly due to lower employee bonus in 1H2023.

#### **Depreciation**

Depreciation charges for 1H2023 decreased by 5.6% compared to 1H2022 mainly due to certain assets fully depreciated during 1H2023.

#### **Impairment of financial assets**

There was no significant increase in expected credit loss on financial assets, mainly trade and other receivables, arising from the Group's impairment assessment in 1H2023.

#### **Other operating expenses**

Other operating expenses was 7.1% lower for 1H2023 compared to 1H2022, mainly due to the cost control measures implemented across the Group.

### **Finance costs**

Finance costs for 1H2023 was 50% lower compared with 1H2022 because certain finance leases have been fully repaid.

### **Share of results of an associated company**

The Group's equity accounted for the results of its 10% stake in its associated company, Sheng Siong (China) Supermarket Co. Ltd ("SSC").

The share of the associated company's results grew by 179.4% from S\$34,000 in 1H2022 to S\$95,000 in 1H2023, as SSC continues to expand its supermarket operations in Kunming, China.

### **Taxation**

There was no taxation for the Group's current year results as the Group's profitable subsidiaries have sufficient past tax losses that can be utilised against current year's taxation.

## **STATEMENT OF FINANCIAL POSITION**

### **Plant and equipment**

The Group's plant and equipment decreased by S\$0.19 million in 1H2023, mainly due to the depreciation charge in 1H2023 partially offset by new acquisition of machinery of S\$0.16 million.

### **Investment in an associate company**

The investment in an associated company refers to the 10% interest that the Group holds in Sheng Siong (China) Supermarket Co., Ltd.

The carrying amount of the investment increased by S\$0.04 million in 1H2023 mainly due to the share of the associated company's profit for 1H2023 and exchange translation differences.

### **Inventories**

The Group's inventory level increased slightly in 1H2023 mainly due to a buildup of inventory for printing projects planned for February 2023.

### **Development properties**

The Group's Development properties – property under construction, decreased by S\$0.17 million during 1H2023 mainly due to exchange rate translation differences.

Development properties – land held for future development, increased by S\$0.35 million during 1H2023 mainly due to payments for lease rentals, partially offset by exchange rate translation differences.

### **Trade and other receivables**

There were no significant movements in the Group's trade receivables in 1H2023.

Other receivables decreased by S\$0.61 million in 1H2023 mainly due to prepayments made in the previous financial year and realized in 1H2023.

### **Trade and other payables**

The Group's trade and other payables declined by S\$0.38 million in 1H2023 mainly due to repayment of operating expenses accrued in the previous financial year.

### **Lease liabilities**

Lease liabilities decreased by S\$0.47 million in 1H2023, mainly due to lease instalment repayments in 1H2023 and partly due to exchange translation differences.

### **REVIEW OF CASH FLOWS**

The Group recorded a net cash outflow of S\$0.58 million in 1H2023. This was mainly due to S\$0.15 million used in investing activities and S\$0.37 million used to repay lease liabilities.

Aside from the above, there are no other material factors that affected the results, cash flow and the statement of financial position of the Group during the current period reported on.

**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**

#### **Print and media**

As Singapore steps down its Disease Outbreak Response System Condition (DORSCON) alert to its lowest level and its economy return to normalcy, we are cautiously optimistic that the Group's printing segment still has much room for improvement.

In the same light, the media event management unit has also secured several projects for 2023.

#### **Smart technologies**

As the deadline for legislative actions draws nearer as well the government now being focused on efforts to improve resource sustainability and climate conservation, clients from a wide spectrum of industries have been reaching out to enquire about the Group's comprehensive food waste digester systems.

While the Group's initial focus on market penetration has paid early dividends, it is now also engaged in various discussions, specifically complicated contracts with larger values require a longer time to conclude due to the more intensive level of planning. The Group is optimistic that more tender contracts will be obtained in due course.

Additionally, the Group had gained valuable insights and experience from its accumulated sales and deployment of its systems in multiple locations across the country. It is constantly devising strategies to enhance the existing system and streamline its processes. In addition, the Group is also conducting its own R&D to develop other eco-friendly and sustainable products to introduce into the market, creating new business verticals. In the second half of the financial year, the Group will commission its first food waste system in Maldives and a marketing campaign targeted at the Maldivian resort industry will also be rolled out.

The Group firmly believes that this business segment will contribute positively to the country's conservation efforts towards a more sustainable future.

### Property development

The Group's maiden mixed property development project, Timor Marina Square ("TMS"), in Timor-Leste has commenced foundation works and its official sales launch is planned to begin in the second half of FY2023.

In view of the market interest generated after announcement of the in-principle approval for Timor-Leste's ASEAN membership, the Group is also looking into more real estate related projects, with the possible partnership with various reputable parties in different industry sectors. The Group will leverage on our early mover advantage to increase its level of involvement in Timor-Leste's national development.

### Long-term investments – Associated Company

The Group's associated company, Sheng Siong China (SSC), now has four operational Sheng Siong supermarket stores and one store undergoing renovation in Kunming, China. SSC will continue the strategy of gradually expanding the chain of supermarket stores, while promoting the "Sheng Siong" brand across the entire Chinese market.

The stores continue to be profitable and the associated Sheng Siong branding is now very well received by the locals, based on the findings on consumer awareness in Kunming, China.

### Summary

Although the Board expects the Group's operations to improve given the overall improvement of the pandemic situation globally, uncertainties in the global economy remain.

Many advanced economies have been raising interest rates and this could have a larger-than-expected impact on global growth. Furthermore, the Singapore dollar could be weakened by further hikes in global interest rates and hence increase the cost of imports.

There are also risk of headwinds that may arise from further escalations in the war in Ukraine and geopolitical tensions among major global powers which could worsen supply disruptions and dampen consumer and business confidence as well as weigh on global trade.

Barring any unexpected shocks from the external global environment, the Board remains confident that the Group's restructuring will continue to yield positive results.

## **11 Dividend**

### **(a) Current financial period reported on**

Any dividend declared for the present financial period?

No.

### **(b) Corresponding period of the immediately preceding financial year**

Any dividend declared for the previous corresponding period?

No.

### **(c) Date payable**

Not Applicable.

### **(d) Book closure date**

Not Applicable.

## **12 If no dividend has been declared or recommended, a statement to that effect**

No dividend has been declared or recommended for the current financial period in order as the Group intends to conserve cash for working capital required for its ongoing property development project.

## **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.**

There is no interested person transaction which is valued at more than S\$100,000 during the year under review and the Company has not obtained any general mandate pursuant to Rule 920 of the Listing Manual.

**14 Use of proceeds from rights issue and shares placement**

Further to the disclosure in page 36 of the Company's annual report for FY2022, the total net proceeds of S\$8,201,000 from the issuance of i) 8,950,000 new shares pursuant to the exercise of 8,950,000 Share Warrants by the warrant holder on 15 February 2019; and ii) 20,336,000 new shares pursuant to the exercise of 20,336,000 Share Warrants by the warrant holder on 20 July 2020, were further utilised as follows:

	<b>Use of Proceeds from Share Placement (S\$'000)</b>
Balance proceeds from the last announced (page 36 of the Company's annual report for FY2022)	<b>5,611</b>
Less utilisation:	
<u>Investment</u>	
• Working capital loan to subsidiary – payment for the cost of land	<b>(360)</b>
• Working capital loan for property development costs	<b>(50)</b>
<b>Total net proceeds balance from the Placement</b>	<b>5,201</b>

**15 Confirmation by the Board**

The Board of Directors hereby confirm that, to the best of their knowledge, nothing has come to its attention of which may render the interim financial statement for the financial period ended 31 January 2023 to be false or misleading in any material aspect.

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

The Company hereby confirms that it has procured undertakings from all its directors and executive officers under Rule 720(1) of the Listing Manual.

**BY ORDER OF THE BOARD**

Lim Huan Chiang  
Executive Director and Chief Executive Officer  
15 March 2023