



**FUJI OFFSET PLATES MANUFACTURING LTD
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS AND FULL YEAR ENDED
31 DECEMBER 2021**

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FUJI OFFSET PLATES MANUFACTURING LTD

A. Condensed interim consolidated statement of profit or loss and other comprehensive income

		The Group					
	Notes	6 months ended 31 Dec 2021	6 months ended 31 Dec 2020	6months increase/ (decrease)	12 months ended 31 Dec 2021	12 months ended 31 Dec 2020	12 months increase/ (decrease)
		S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	4	2,026	2,090	(3.1)	4,053	4,017	0.9
Cost of sales		(1,493)	(1,558)	(4.2)	(2,982)	(2,896)	3.0
Gross profit		533	532	0.2	1,071	1,121	(4.5)
Other operating income	6	315	69	>100.0	782	615	27.2
Distribution expenses		(117)	(121)	(3.3)	(235)	(243)	(3.3)
Administrative expenses		(945)	(926)	2.1	(1,835)	(1,858)	(1.2)
Other operating expenses	6	-	(89)	NM	-	(89)	NM
Results from operating activities		(214)	(535)	(60.0)	(217)	(454)	(52.3)
Finance income		55	64	(14.1)	111	149	(25.5)
Finance expense		(13)	(21)	(38.1)	(26)	(26)	0.0
Net finance income		42	43	(2.3)	85	123	(30.9)
Share of results of associate (net of tax)		579	874	(33.8)	1,109	1,247	(11.1)
Profit before taxation		407	382	6.5	977	916	6.7
Income tax expense	7	(38)	150	NM	(74)	116	NM
Profit for the period/year		369	532	(30.6)	903	1,032	(12.5)
Other comprehensive income:							
<u>Item that may be reclassified to profit or loss in subsequent periods (net of tax)</u>							
Foreign currency translation on consolidation of foreign entities (net)		51	283	(82.0)	(370)	34	NM
<u>Item that will not be reclassified to profit or loss in subsequent periods (net of tax)</u>							
Fair value loss on equity investment, at FVOCI		(267)	(25)	>100.0	(267)	(25)	>100.0
Other comprehensive income, net of tax		(216)	258	NM	(637)	9	NM
Total comprehensive income for the period/year		153	790	(80.6)	266	1,041	(74.4)

Profit for the period/year**attributable to:**

Owners of the Company	418	557	(25.0)	964	1,075	(10.3)
Non-controlling interests	(49)	(25)	96.0	(61)	(43)	41.9
	<u>369</u>	<u>532</u>	<u>(30.6)</u>	<u>903</u>	<u>1,032</u>	<u>(12.5)</u>

**Total comprehensive
income attributable to:**

Owners of the Company	202	775	(73.9)	384	1,079	(64.4)
Non-controlling interests	(49)	15	NM	(118)	(38)	>100.0
	<u>153</u>	<u>790</u>	<u>(80.6)</u>	<u>266</u>	<u>1,041</u>	<u>(74.4)</u>

**Earnings per share for profit
for the period/year attributable
to the Owners of the Company:**

- Basic (SGD in cent)	0.84	1.12	(25.0)	1.93	2.15	(10.3)
- Diluted (SGD in cent)	0.84	1.12	(25.0)	1.93	2.15	(10.3)

Note " : "NM" denotes not meaningful

B. Condensed interim statements of financial position

		Group		Company	
	Notes	S\$'000 31.12.21	S\$'000 31.12.20	S\$'000 31.12.21	S\$'000 31.12.20
Non-current assets					
Property, plant and equipment	12	3,704	4,237	118	140
Intangible assets	11	3	15	-	-
Investment properties	13	1,749	1,808	-	-
Subsidiaries		-	-	7,809	7,809
Right-of-use assets		634	737	213	297
Investment in associate	14	10,172	9,562	-	-
Long-term loan due from associate		3,701	3,685	-	-
Financial assets at FVOCI	10	1,046	1,286	1,046	1,286
		<u>21,009</u>	<u>21,330</u>	<u>9,186</u>	<u>9,532</u>
Current assets					
Inventories		926	761	-	-
Trade receivables		1,389	1,110	-	-
Amounts due from a subsidiary		-	-	1,330	1,203
Financial assets at FVTPL	10	6,135	5,473	6,135	5,473
Other receivables		223	67	2	12
Prepayments		26	28	1	1
Tax recoverable		263	153	-	-
Cash and cash equivalents		3,025	4,794	96	262
		<u>11,987</u>	<u>12,386</u>	<u>7,564</u>	<u>6,951</u>
Total assets		<u>32,996</u>	<u>33,716</u>	<u>16,750</u>	<u>16,483</u>
Equity					
Share capital	16	14,807	14,807	14,807	14,807
Reserves		12,958	12,724	273	(713)
Equity attributable to owners of the Company		<u>27,765</u>	<u>27,531</u>	<u>15,080</u>	<u>14,094</u>
Non-controlling interests		2,467	3,153	-	-
Total equity		<u>30,232</u>	<u>30,684</u>	<u>15,080</u>	<u>14,094</u>
Non-current liabilities					
Loans and borrowings	15	74	110	74	110
Deferred tax liabilities		835	828	-	-
		<u>909</u>	<u>938</u>	<u>74</u>	<u>110</u>
Current liabilities					
Trade and other payables		736	986	248	267
Loans and borrowings	15	36	35	36	35
Provision		46	56	10	19
Current tax payable		-	-	-	-
Amount due to a subsidiary		-	-	265	941
Amount due to Director/substantial shareholder	15	1,037	1,017	1,037	1,017
		<u>1,855</u>	<u>2,094</u>	<u>1,596</u>	<u>2,279</u>
Total liabilities		<u>2,764</u>	<u>3,032</u>	<u>1,670</u>	<u>2,389</u>
Total equity and liabilities		<u>32,996</u>	<u>33,716</u>	<u>16,750</u>	<u>16,483</u>

C. Condensed interim statements of changes in equity

The Group	Share capital	Foreign currency translation reserve	Fair value adjustment reserve	Retained earnings	Total	Non-controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2021	14,807	283	(738)	13,179	27,531	3,153	30,684
Profit net of tax for the year	-	-	-	964	964	(61)	903
<u>Other comprehensive income</u>							
Fair value loss on equity instrument, at FVOCI	-	-	(267)	-	(267)	-	(267)
Foreign currency translation	-	(313)	-	-	(313)	(57)	(370)
Total comprehensive income for the year	-	(313)	(267)	964	384	(118)	266
Dividends on ordinary shares	-	-	-	(150)	(150)	-	(150)
Dividends paid to non-controlling interests	-	-	-	-	-	(568)	(568)
Balance at 31 December 2021	14,807	(30)	(1,005)	13,993	27,765	2,467	30,232
Balance at 1 January 2020	14,807	254	(713)	12,254	26,602	3,191	29,793
Profit net of tax for the year	-	-	-	1,075	1,075	(43)	1,032
<u>Other comprehensive income</u>							
Fair value loss on equity instrument, at FVOCI	-	-	(25)	-	(25)	-	(25)
Foreign currency translation	-	29	-	-	29	5	34
Total comprehensive income for the year	-	29	(25)	1,075	1,079	(38)	1,041
Dividends on ordinary shares	-	-	-	(150)	(150)	-	(150)
Balance at 31 December 2020	14,807	283	(738)	13,179	27,531	3,153	30,684

The Company

	Share capital	Fair value adjustment reserve	Retained earnings	Total
	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2021	14,807	(738)	25	14,094
Profit net of tax for the year	-	-	1,403	1,403
<u>Other comprehensive income</u>				
Fair value loss on equity instrument, at FVOCI	-	(267)	-	(267)
Total comprehensive income for the year	-	(267)	1,403	1,136
Dividends on ordinary shares	-	-	(150)	(150)
Balance at 31 December 2021	14,807	(1,005)	1,278	15,080
Balance at 1 January 2020	14,807	(713)	107	14,201
Profit net of tax for the year	-	-	68	68
<u>Other comprehensive income</u>				
Fair value gain on equity instrument, at FVOCI	-	(25)	-	(25)
Total comprehensive income for the year	-	(25)	68	43
Dividends on ordinary shares	-	-	(150)	(150)
Balance at 31 December 2020	14,807	(738)	25	14,094

D. Condensed interim consolidated statement of cash flows

	S\$'000 31.12.21	S\$'000 31.12.20
Operating activities		
Profit before tax	977	916
Adjustments for:		
Depreciation of property, plant and equipment	603	417
Depreciation of investment properties	57	58
Depreciation of right-of-use assets	71	147
Gain on disposal of property, plant and equipment	(7)	(2)
Amortisation of intangible assets	12	14
Share of results of associate	(1,109)	(1,247)
Fair value changes on loan	(545)	(492)
Interest expense	26	26
Interest income	(111)	(149)
Foreign exchange (gain)/loss	(143)	89
Operating cash flow before changes in working capital	(169)	(223)
Changes in working capital:		
Inventories	(185)	(237)
Trade and other receivables	(461)	967
Prepayments	2	16
Trade and other payables	(239)	168
Cash (used in)/from operations	(1,052)	691
Income taxes paid	(175)	(164)
Interest received	28	51
Cash flows (used in)/from operating activities	(1,199)	578
Investing activities		
Purchase of property, plant and equipment	(86)	(1,137)
Proceeds from disposal of property, plant and equipment	7	3
Dividend received from associate	325	328
Cash flows from/(used in) investing activities	246	(806)
Financing activities		
Payment of lease liabilities	(40)	(124)
Loan from Director/substantial shareholder	-	800
Dividends paid to owners of the Company	(150)	(150)
Dividends paid to non-controlling interest of a subsidiary	(568)	-
Cash flows (used in)/from financing activities	(758)	526
Net (decrease)/increase in cash and cash equivalents	(1,711)	298
Effect of exchange rate changes on balances held in foreign currency	(58)	21
Cash and cash equivalents at beginning of the year	4,794	4,475
Cash and cash equivalents at end of the period	3,025	4,794

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the six months and full year ended 31 December 2021

1. Corporate information

Fuji Offset Plates Manufacturing Ltd (the Company) is a limited liability company incorporated and domiciled in Singapore and is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited (SGX-ST).

These condensed interim consolidated financial statements for the six months and full year ended 31 December 2021 comprise the Company and its subsidiaries (collectively, the Group).

The primary activities of the Company are those relating to investments in commercial, industrial, hospitality, residential and/or mixed development properties and investment holding.

The principal activities of the subsidiaries and associate are:

- (a) manufacture and sale of gravure printing cylinders and related services in the printing industry;
- (b) letting of properties and investment holding; and
- (c) property development

2. Basis of preparation

The condensed interim financial statements for the six months and full year ended 31 December 2021 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore (ASCI). 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 performance of the Group since the last annual financial statements for the year ended 31 December 2020.

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 Note 2.1.

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

2.1 New and amended standards adopted by the Group

The Group and Company have adopted the new and revised Singapore Financial Reporting Standards (International) ("**SFRS(I)s**"), and Interpretations of SFRS(I) ("**SFRS(I) INTs**") that are effective for the financial year beginning on or after 1 January 2021. The adoption of these SFRS(I)s and SFRS(I) INTs do not have any significant impact on the financial statements of the Group and Company or would require a change in the Group and Company's accounting policies.

2.2 Use of judgements and estimates

The preparation of the interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and 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 that applied to the consolidated financial statements as at and for the year ended 31 December 2020.

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 affected future periods.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next interim period are included in the following notes:

Note 10 – Valuation of unquoted equity instrument designated at FVOCI/FVTPL

Note 13 – Classification of investment properties

Note 14 – Classification of investment in an associate

3. Seasonal operations

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

4. Segment and revenue information

For management purposes, the Group is organised into business units based on their products and services, and has three reportable operating segments as follows:

- (i) Printing cylinders is the manufacture and sale of gravure printing cylinders and related services in the printing industry;
- (ii) Investment holding;
- (iii) Investment in property development companies.

Except as indicated above, no operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects, as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements. Group financing (including corporate finance costs), foreign exchange gain and income taxes are managed on a group basis and are not allocated to operating segments.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

4.1 Reportable Segments

	Printing cylinders	Investment holding	Investment in Property Development Companies	Adjustments and eliminations	Notes	Consolidated
12 months ended 31 December 2021	S\$'000	S\$'000	S\$'000	S\$'000		S\$'000
Revenue:						
External customers	3,878	175	-	-		4,053
Inter-segment revenue	-	200	-	(200)	A	-
Total revenue	3,878	375	-	(200)		4,053
Results:						
Segment profit/(loss)	54	5	1,736	(818)	B	977
Depreciation of property, plant and equipment	515	40	-	48		603
Depreciation of investment properties	-	57	-	-		57
Depreciation of right-of-use assets	-	11	-	60		71
Amortisation of intangible assets	12	-	-	-		12
Fair value changes on loan	-	-	545	-		545
Interest income	(27)	(1)	(83) ⁽¹⁾	-		(111)
Interest expense	-	-	-	26		26
Assets and Liabilities:						
As at 31 December 2021						
Segment assets	7,078	4,170	21,054	694		32,904
Capital expenditure – property, plant and equipment/right-of-use assets/intangible assets	83	-	-	3		86
Segment liabilities	418	106	-	2,240	C	2,764
12 months ended 31 December 2020	S\$'000	S\$'000	S\$'000	S\$'000		S\$'000
Revenue:						
External customers	3,858	159	-	-		4,017
Inter-segment revenue	-	213	-	(213)	A	-
Total revenue	3,858	372	-	(213)		4,017
Results:						
Segment profit/(loss)	142	46	1,838	(1,110)	B	916
Depreciation of property, plant and equipment	374	42	-	1		417
Depreciation of investment properties	-	58	-	-		58
Depreciation of right-of-use assets	28	11	-	108		147
Amortisation of intangible assets	14	-	-	-		14
Fair value changes on loan	-	-	(492)	-		(492)
Interest income	(46)	(5)	(98) ⁽¹⁾	-		(149)
Interest expense	-	-	-	26		26

As at 31 December 2020
Assets and Liabilities:

Segment assets	8,620	4,225	20,007	864		33,716
Capital expenditure – property, plant and equipment/right-of-use assets/intangible assets	1,136	-	-	1		1,137
Segment liabilities	662	106	-	2,264	C	3,032

	Printing cylinders	Investment holding	Investment in Property Development Companies	Adjustments and eliminations	Notes	Consolidated
6 months ended December 2021	31	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000

Revenue:

External customers	1,939	87	-	-		2,026
Inter-segment revenue	-	93	-	(93)	A	-
Total revenue	1,939	180	-	(93)		2,026

Results:

Segment profit/(loss)	(38)	(10)	894	(439)	B	407
Depreciation of property, plant and equipment	246	27	-	24		297
Depreciation of investment properties	-	28	-	-		28
Depreciation of right-of-use assets	-	5	-	30		35
Amortisation of intangible assets	6	-	-	-		6
Fair value changes on loan	-	-	274	-		274
Interest income	(12)	(1)	(42) ⁽¹⁾	-		(55)
Interest expense	-	-	-	13		13

**6 months ended
31 December 2020**

	S\$'000	S\$'000	S\$'000	S\$'000		S\$'000
Revenue:						
External customers	2,002	88	-	-		2,090
Inter-segment revenue	-	115	-	(115)	A	-
Total revenue	2,002	203	-	(115)		2,090

Results:

Segment profit/(loss)	17	47	1,150	(832)	B	382
Depreciation of property, plant and equipment	203	32	-	1		236
Depreciation of investment properties	-	37	-	-		37
Depreciation of right-of-use assets	-	5	-	54		59
Amortisation of intangible assets	6	-	-	-		6
Fair value changes on loan	-	-	233	-		233
Interest income	(19)	(2)	(43) ⁽¹⁾	-		(64)
Interest expense	-	-	-	21		21

Notes:

- (1) Accrued interest income on loan to IPark Development Sdn Bhd ("IPark").
 (A) Inter-segment revenues are eliminated on consolidation.
 (B) The following items are added to/(deducted from) segment profit to arrive at "Profit before taxation" presented in the consolidated income statement:

	Period 2H2021	Period 2H2020	Year 2021	Year 2020
	S\$'000	S\$'000	S\$'000	S\$'000
Profit from inter-segment sales	(93)	(115)	(200)	(213)
Unallocated exchange gain/(loss)	20	(325)	143	(89)
Unallocated corporate expenses	(366)	(392)	(761)	(808)
	(439)	(832)	(818)	(1,110)

- (C) Unallocated segment liabilities mainly in respect of unallocated corporate liabilities and deferred tax liabilities.

4.2 Disaggregation of revenue

Set out below is an overview of the Group's revenue disaggregated by primary geographical markets and product or service. The table also includes a reconciliation of the disaggregated revenue with the Group's reportable segments (see Note 4.1):

	The Group 6 months ended 31 December					
	Printing cylinders		Investment holding		Total	
	2021 S\$'000	2020 S\$'000	2021 S\$'000	2020 S\$'000	2021 S\$'000	2020 S\$'000
Revenue:						
Singapore	528	418	—	—	528	418
Malaysia	1,400	1,584	87	88	1,487	1,672
Other countries	11	-	—	—	11	-
Total	1,939	2,002	87	88	2,026	2,090
Timing of transfer of goods or services:						
At a point in time	1,939	2,002	—	—	1,939	2,002
Over time	—	—	87	88	87	88
Total	1,939	2,002	87	88	2,026	2,090

	The Group					
	12 months ended 31 December					
	Printing cylinders		Investment holding		Total	
	2021	2020	2021	2020	2021	2020
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Revenue:						
Singapore	949	838	—	—	949	838
Malaysia	2,918	3,017	175	159	3,093	3,176
Other countries	11	3	—	—	11	3
Total	3,878	3,858	175	159	4,053	4,017

Timing of transfer of goods or services:

At a point in time	3,878	3,858	—	—	3,878	3,858
Over time	—	—	175	159	175	159
Total	3,878	3,858	175	159	4,053	4,017

A breakdown of sales

	The Group		
	FY2021	FY2020	Increase/
	S\$'000	S\$'000	(Decrease) %
Sales reported for the first half year	2,027	1,927	5.2
Operating profit after tax before deducting non-controlling interest reported for first half year	534	500	6.8
Sales reported for second half year	2,026	2,090	(3.1)
Operating profit after tax before deducting non-controlling interest reported for second half year	369	532	(30.6)

5. Financial Assets and Liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 December 2021 and 31 December 2020:

	Group		Company	
	31.12.21	31.12.20	31.12.21	31.12.20
	S\$'000	S\$'000	S\$'000	S\$'000
Financial Assets				
Financial assets at fair value through other comprehensive income (FVOCI)	1,046	1,286	1,046	1,286
Financial assets at fair value through profit and loss (FVTPL)	6,135	5,473	6,135	5,473
Cash and cash equivalents and trade and other receivables (Amortised cost)	8,338	9,656	1,421	1,477
	15,519	16,415	8,602	8,236
Financial Liabilities				
Trade and other payables and borrowings (Amortised cost)	1,883	2,138	1,660	2,360

6. Profit before Taxation

6.1 The following significant items were charged/(credited) to arrive at profit before tax:

	The Group			
	6 months ended 31 December 2021	6 months ended 31 December 2020	12 months ended 31 December 2021	12 months ended 31 December 2020
	S\$'000	S\$'000	S\$'000	S\$'000
Income				
Gain on disposal of property, plant and equipment	(7)	(2)	(7)	(2)
Other income arising from sale of scrap	(7)	(28)	(57)	(29)
Government grants*	-	(37)	(17)	(82)
Foreign exchange (gain)/loss (net)	(20)	325	(143)	89
Fair value changes on loan	(274)	(233)	(545)	(492)
Interest income from banks	(13)	(21)	(28)	(51)
Other interest income	(42)	(43)	(83)	(98)
Expenses				
Depreciation of property, plant and equipment	297	236	603	417
Depreciation of investment properties	28	37	57	58
Depreciation of right-of-use assets	35	59	71	147
Amortisation of intangible assets	6	6	12	14
Interest on lease liabilities	3	4	6	9
Other interest expense	10	17	20	17

- * Government grants were received by certain subsidiaries in connection with employment of Singaporean workers under Job Support Scheme. There were no unfulfilled conditions or contingencies relating to these grants.

6.2 Related party transactions

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

7. Income tax (credit)/expense

	The Group			
	6 months ended 31 December 2021	6 months ended 31 December 2020	12 months ended 31 December 2021	12 months ended 31 December 2020
	S\$'000	S\$'000	S\$'000	S\$'000
Current income tax (expense)/income	(37)	11	(61)	(23)
Deferred income tax expense relating to origination and reversal of temporary differences	(1)	139	(13)	139
	(38)	150	(74)	116

8. Dividends

	The Group	
	FY2021	FY2020
	S\$'000	S\$'000
Ordinary dividends paid:		
Final exempt 2021 dividend of 0.3 cents per share (2020: Final exempt 2020 dividend of 0.3 cents per share)	150	150
Interim exempt 2021 dividend of 0.0 cents per share (2020: Interim exempt 2020 dividend of 0.0 cents per share)	—	—
	150	150
Dividend per share (net of tax) (cents per share)	0.30	0.30

9. Net Asset Value

	Group		Company	
	As at 31 December 2021 S\$	As at 31 December 2020 S\$	As at 31 December 2021 S\$	As at 31 December 2020 S\$
Net Asset Value per ordinary share (cents)	55.63	55.16	30.21	28.24

10. Fair value of assets and liabilities

(a) Fair value hierarchy

The Group categorises fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

- Level 1 – Quoted prices (unadjusted) in active market for identical assets or liabilities that the Group can access at the measurement date,
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and
- Level 3 – Unobservable inputs for the asset or liability.

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

(b) Assets and liabilities measured at fair value

The following table shows an analysis of the financial asset measured at fair value at the end of the reporting period:

Fair value measurements at the end of the reporting period using				
	(Level 1) S\$'000	(Level 2) S\$'000	(Level 3) S\$'000	Total S\$'000
31 December 2021				
Financial assets:				
<u>Other receivables</u>				
Loan to Star City, at FVTPL	–	–	6,135	6,135
<u>Other investment</u>				
Unquoted equity instrument, at FVOCI	–	–	1,046	1,046
31 December 2020				
Financial assets:				
<u>Other receivables</u>				
Loan to Star City, at FVTPL	–	–	5,473	5,473
<u>Other investment</u>				
Unquoted equity instrument, at FVOCI	–	–	1,286	1,286

Reconciliation of the fair value measurement of other receivable designated at FVTPL:

	Other receivable	
	FY2021	FY2020
	S\$'000	S\$'000
As at 1 January		
Add:	5,473	5,071
Fair value changes	545	492
Less:		
Foreign exchange difference	117	(90)
As at 31 December	6,135	5,473

Reconciliation of the fair value measurement of other investment designated at FVOCI:

	Other investment	
	FY2021	FY2020
	S\$'000	S\$'000
As at 1 January	1,286	1,311
Add:		
Fair value loss	(240)	(25)
As at 31 December	1,046	1,286

The Group has a 10% equity investment in and loan to Star City Property Development Co., Ltd (“**Star City**”). The key assumptions concerning the future and other key sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial period are the marketability and valuation of Star City’s land plot which is performed by external valuation specialists and the net assets value of Star City that is based on the Group’s assessment. The key assumptions used to determine the fair value of the investment and the loan are based on the discounted cash flow of Star City and the prevailing discount rate.

The Group based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

11. Intangible assets

	The Group		
	Technical know-how	Computer software	Total
	S\$'000	S\$'000	S\$'000
Cost			
At 1 January 2021	110	145	255
Translation difference	–	(2)	(2)
At 31 December 2021	110	143	253
Accumulated amortisation			
At 1 January 2021	110	130	240
Amortisation charge for the year	–	12	12
Translation difference	–	(2)	(2)
At 31 December 2021	110	140	250
Net book amount			
At 31 December 2020	-	15	15
At 31 December 2021	-	3	3

12. Property, plant and equipment

During the year ended 31 December 2021, the Group acquired assets amounting to \$86,000 (31 December 2020: \$1,137,000) and disposed of assets amounting to \$179,000 (31 December 2020: \$75,000)

13. Investment properties

The Group's investment properties consist of two industrial properties which are leased to third parties under operating leases.

	The Group	
	December 2021	December 2020
	S\$'000	S\$'000
Cost		
At 1 January	2,226	2,225
Translation difference	(6)	1
At 31 December	2,220	2,226
Accumulated depreciation		
At 1 January	418	361
Depreciation for the year	57	58
Translation difference	(4)	(1)
At 31 December	471	418
Net carrying amount		
At 31 December	1,749	1,808

13.1 Valuation

The investment properties are measured at cost less accumulated depreciation and any impairment losses. Valuation of the investment properties is performed for disclosure purposes and impairment assessments by external independent valuers. Directors' valuations are carried out at half-yearly reporting and annually.

The last independent valuation was performed in 2016 by an independent valuer with recent experience in the location and category of the properties being valued. The valuations were based on estimated marketable price of the factory and industrial land assessed by the independent valuer. In relying on the valuation reports, management exercised its judgement and was satisfied that the valuation methods and estimates are reflective of then prevailing market conditions based on Directors' valuations and contracted sales prices.

14. Investment in an associate

	Group	
	December 2021	December 2020
	S\$'000	S\$'000
Shares, at cost	6,748	6,748
Share of results	4,307	3,198
Dividend received	(653)	(328)
Translation differences	(230)	(56)
	10,172	9,562

The Group has a 20% equity interest in IPark, a private company in Malaysia that is engaged in property development. When objective evidence of impairment is identified, management estimates the recoverable amount of the Group's investment in and loan to IPark on a value in use basis using a discounted cash flow model. The assessment of whether any objective evidence of impairment exists requires management judgement. When making the assessment, management considers factors such as actual performance of the underlying property development relative to its budget, its expected future performance, as well as prevailing market conditions and economic outlook that may impact the profitability of the development.

15. Borrowings

	The Group and the Company	
	31 December 2021	31 December 2020
	S\$'000	S\$'000
<u>Amount repayable within one year or on demand</u>		
Secured	36	35
Unsecured	1,037	1,017
<u>Amount repayable after one year</u>		
Secured	74	110
Unsecured	—	—

The collateral in respect of secured borrowings is by way of legal charges over certain property, plant and equipment held under hire purchase arrangements.

16. Share capital

	The Group and the Company			
	31 December 2021		31 December 2020	
	No. of shares '000	S\$'000	No. of shares '000	S\$'000
At beginning and end of interim period	49,913	14,807	49,913	14,807

The Company did not hold any treasury shares as at 31 December 2021.

The Company's subsidiaries do not hold any shares in the Company as at 31 December 2021 and 31 December 2020.

There are no outstanding convertible instruments as at 31 December 2021 and 31 December 2020.

17. Subsequent events

Subsequent to year-end, the Company had received US\$115,000 (10% share) from Star City in January 2022 in partial repayment of its loans.

OTHER INFORMATION REQUIRED BY CATALIST RULE APPENDIX 7C

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

The condensed consolidated statement of financial position of Fuji Offset Plates Manufacturing Ltd and its subsidiaries as at 31 December 2021 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

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

Not applicable

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

(i) Updates on the efforts taken to resolved 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.

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 as compared to the most recent audited financial statements for the financial year ended 31 December 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 and Company have adopted the new and revised Singapore Financial Reporting Standards (International) ("SFRS(I)s"), and Interpretations of SFRS(I) ("SFRS(I) INTs") that are effective for the financial year beginning on or after 1 January 2021. The adoption of these SFRS(I)s and SFRS(I) INTs do not have any significant impact on the financial statements of the Group and Company.

6. Review of the performance of the Group

Group performance review for the twelve months period ended 31 December 2021 ("FY2021") compared to the twelve months period ended 31 December 2020 ("FY2020")

Condensed Consolidated Income Statement

Revenue

For the financial year ended 31 December 2021 ("FY2021"), total Group revenue amounted to S\$4.05 million as compared with S\$4.02 million for the financial year ended 31 December 2020 ("FY2020"), an increase of S\$0.03 million or about 1%. The higher revenue was mainly due to higher sales of printing cylinders in Singapore mainly on account of the country's improved economy.

Cost of Sales

In line with the higher Group revenue, cost of sales also increased by about 3% or S\$0.08 million, from S\$2.90 million for FY2020 to S\$2.98 million for FY2021. The increase is due to higher costs of raw materials, mainly seamless steel pipes and MS plates, coupled with higher depreciation on account of new machinery purchased at year-end 2020.

Gross Profit

As a result of the higher revenue and cost of sales, gross profit declined from S\$1.12 million for FY2020 to S\$1.07 million for FY2021, a drop of S\$0.05 million or about 5% due to the higher cost of sales. Consequently, gross profit margin declined from 27.9% for FY2020 to 26.4% for FY2021.

Other Operating Income

For FY2021, Other operating income amounted to S\$0.78 million as compared with S\$0.62 million for FY2020 mainly due to net foreign exchange gain and fair value changes arising from the US\$ loan to Star City totalling S\$0.20 million, partially offset by lower Government grants received by the Company in connection with employment of Singaporean workers under Job Support Scheme S\$0.06 million).

Operating Expenses

Despite the increase in Group revenue, distribution expenses were about unchanged at S\$0.24 million for FY2020 and FY2021.

Administrative expenses were lower by about 1% or S\$0.02 million, from S\$1.86 million for FY2020 to S\$1.84 million for FY2021 mainly due to lower staff-related expenses and exchange rate fluctuations between RM against the S\$.

Depreciation expenses were higher at S\$0.73 million for FY2021 as compared with S\$0.62 million for FY2020 mainly due to the purchase of new machinery purchased at year-end 2020. Amortisation charges were, however, about unchanged at S\$0.01 million for FY2020 and FY2021.

Other operating expenses for FY2020 were entirely in respect of net foreign exchange loss on account of the fluctuation between the US\$ against the S\$ on the Company's US\$ loan to Star City.

Operating Profit

On the basis of the above factors, the Group recorded an operating loss of S\$0.22 million for FY2021 as compared with S\$0.45 million for FY2020. The lower operating loss of S\$0.23 million over the two years is due mainly to the following factors:

- 1) Higher net foreign exchange gain of S\$0.23 million from investment in property development companies business segment on account of exchange rate fluctuations between the US\$ against the S\$, and
- 2) Favourable adjustments and eliminations, including unallocated corporate expenses, of S\$0.08 million, partially offset by
- 3) Lower contribution from printing cylinders business segment of S\$0.06 million and
- 4) Lower net contribution from investment holding business segment of S\$0.02 million.

Net finance income amounted to S\$0.08 million for FY2021 as compared with S\$0.12 million for FY2020, a decline of about S\$0.04 million or 31% mainly due to lower bank interest income on account of lower investible funds and interest rates, lower accrued interest on long-term loan due from associate.

For FY2021, share of results of associate (net of tax) amounted to a gain of S\$1.11 million as compared with S\$1.25 million in FY2020. The share of results is based on the percentage-of-completion basis where revenue is recognised on percentage of completion of each individual unit sold.

Income tax expense amounted to S\$0.07 million for FY2021 million as compared with an income of S\$0.12 million for FY2020 mainly due to write-back of deferred tax liabilities in FY2020.

Based on the above factors, the Group recorded a profit after tax of S\$0.90 million for FY2021 as compared with S\$1.03 million for FY2020.

Group's statements of financial position:

- 1) Property, plant and equipment, intangible assets, investment properties and right-of-use assets were lower mainly due to depreciation and amortisation for the year coupled with exchange rate fluctuations between the Malaysian Ringgit ("RM") against the Singapore dollar ("S\$").
- 2) Investment in associate was higher by about S\$0.61 million mainly due to share of results in IPark, partially offset by exchange rate fluctuations between RM against the S\$.
- 3) Long-term loan due from associate was higher by about S\$0.02 million mainly due to accrued interest on the loan and partially offset by exchange rate fluctuations between RM and the S\$.
- 4) Financial assets at FVOCI, pertaining to the Group's 10% share of equity interest in Star City was lower by about S\$0.24 million on fair value adjustments of the equity instrument.
- 5) Inventories were higher by about S\$0.17 million mainly due to higher raw material prices and purchase of seamless steel pipes.
- 6) Trade receivables were higher by about S\$0.28 million mainly due to higher sales of printing cylinders in 4Q2021 as compared with 4Q2020, partially offset by exchange rate fluctuations between RM against the S\$. Barring unforeseen circumstances, the Group does not foresee any issue with the collectibility of these outstanding receivables.
- 7) Financial assets at FVTPL, comprising the Group's share of loan to Star City at 31 December 2021, were higher by about S\$0.66 million due to fair value changes and exchange rate fluctuations on the loan to Star City.
- 8) Other receivables were higher by about S\$0.16 million mainly due to advance payments made for the purchase of seamless steel pipes and machinery.
- 9) Tax recoverable was higher by about S\$0.11 million mainly due to overpayment of taxes for the current year.
- 10) Trade and other payables, comprising Trade payables (S\$0.08 million) and Other payables (S\$0.66 million) as at 31 December 2021, were lower by about S\$0.25 million mainly due to advance payment for the purchase of seamless steel pipes and machinery.

Cash Flow

For FY2021, the Group net cash flows used in operating activities amounted to about S\$1.20 million as profit before taxation and depreciation and amortisation were offset by share of results of associate, fair value changes on loan to Star City and negative changes in working capital and the payment of income taxes.

Cash flows from investing activities, amounting to S\$0.25 million, were mainly due to dividends received from associate less purchase of property, plant and equipment.

Cash flows used in financing activities of S\$0.76 million were mainly due to dividends paid to non-controlling interest of a subsidiary and to owners of the Company and payment of lease liabilities.

As a result, the Group recorded a net decrease in cash and cash equivalents of S\$1.71 million for FY2021 while cash and cash equivalents stood at S\$3.03 million as at 31 December 2021.

7. 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 disclosed to the shareholders previously.

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

The Company is of the opinion that the outlook for the next 12 months for the printing cylinders business segment will continue to remain challenging due to keen competition and the higher costs of raw materials as well as the uncertainty surrounding the ongoing COVID-19 pandemic.

The outlook for the Group's investment in property development companies business segment will also depend on how the COVID-19 situation develops and its impact on the regional economies.

As at 31 December 2021, property sales launch for IPark were as follows:

	Total Units Available	Sold with SPA ⁽¹⁾	Rented Out ⁽²⁾	Booked ⁽³⁾	Total Units	Vacancy
Parcel 1	10	7	3 (3)	-	10	-
Parcel 2	41	28	12 (9)	-	40	1
Parcel 3	36	11	2 (1)	3	16	20

Notes:

(1) Sales & Purchase Agreement

(2) Figure in bracket denotes units proposed to be sold to AME REIT per SGXNet announcement dated 22 December 2021.

(3) Booked via payment of booking fees

With regard to Star City, there were no new developments on the sale of Star City's property assets due to the ongoing COVID-19 pandemic. The Directors and Management of Star City continue to proactively seek out potential buyers to sell the company's property assets. Meanwhile, the Company had received US\$115,000 (10% share) from Star City in January 2022 in partial repayment of its loans.

9. Dividend Information

9a. Current Financial Period Reported On

Any dividend declared for the current financial period reported on? Yes

Name of Dividend	First and Final
Dividend type	Cash
Dividend per share	0.3 cents
Tax rate	Tax exempt

The Directors are pleased to declare a tax exempt one-tier final cash dividend of 0.3 cents per share in respect of the full year ended 31 December 2021. The proposed dividend is subject to shareholders approval at the Company's upcoming Annual General Meeting.

9b. Corresponding Period of the Immediately Preceding Financial Year

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

Yes

Name of Dividend	First and Final
Dividend type	Cash
Dividend per share	0.3 cents
Tax rate	Tax exempt

9c. Date payable

To be announced by the Company subsequently.

9d. Record date

To be announced by the Company subsequently.

9e. If no dividend has been declared/recommended, a statement to that effect and the reason(s) for the decision

Not applicable

10. Interested Person Transactions (January – December 2021)

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate for interested person transactions for the financial periods which it is required to report on pursuant to Rule 705.

The Group has renewed its general mandate for Interested Party Transaction at the recent annual general meeting held on 29 April 2021.

Name of Interested Person	Nature of Relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
Adrian Teo Kee Tiong	<p>Brother of Teo Kee Bock and Teo Kee Chong, Directors and substantial shareholders of the Company, and son of Mdm Ang Kim Ton, substantial shareholder of the Company.</p> <p>Fuji Printing Cylinders Pte Ltd (FPC), a wholly-owned subsidiary of the Group</p> <p>Fuji Roto Gravure Sdn Bhd (FRG), where FPC owns 65% and Adrian Teo owns 35%. Mr Adrian Teo is also a director of FRG.</p> <p>IPT transaction Supply of printing cylinders by FRG to FPC</p> <p>Provision of technical services by the Group to FRG Lease of premises by Fujiplates Manufacturing Sdn Bhd to FRG</p>	Nil	S\$355,635

In February 2022, the Company rolled over the principal and interest amount of the unsecured loan with Mr David Teo Kee Bock totalling S\$1,040,400 due on 24 February 2022 for a further term of one year from 25 February 2022 to 24 February 2023 at the same interest rate of 2% per annum and on the same terms and conditions.

11. 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 of its directors and executive officers as set out in Appendix 7H under Rule 720(1).

12. Review of performance of the Group – turnover and earnings

Please refer to Note 2 in Other Information.

13 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family Relationship with any Director and/or Chief Executive Officer and/or Substantial Shareholder	Current position and duties, and the year position was first held	Details of changes in duties and position held, if any, during the year
Teo Kee Bock	71	Brother of Teo Kee Chong, Director and substantial shareholder of the Company, and son of Mdm Ang Kim Ton, substantial shareholder of the Company	Chairman and Director – 1982	NA
Teo Kee Chong	68	Brother of Teo Kee Bock, Director and substantial shareholder of the Company, and son of Mdm Ang Kim Ton, substantial shareholder of the Company	Managing Director - 1982	NA
Adrian Teo Kee Tiong	58	Brother of Teo Kee Bock and Teo Kee Chong, Directors and substantial shareholders of the Company, and son of Mdm Ang Kim Ton, substantial shareholder of the Company	Director of Fuji Roto Gravure Sdn Bhd (a subsidiary of Fuji Printing Cylinders Pte Ltd) - 1995	NA
Teo Wei Xian	40	Son of Teo Kee Chong, nephew of Teo Kee Bock, both Directors and substantial shareholders of the Company, and grandson of Mdm Ang Kim Ton, substantial shareholder of the Company	Business Development Manager - 2009	NA

BY ORDER OF THE BOARD

Kevin Cho Form Po
Company Secretary

1 March 2022

*This announcement has been reviewed by the Company's Sponsor, Asian Corporate Advisors Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (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.*

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