

LIFEBRANDZ LTD.
(Incorporated in the Republic of Singapore)
(Company Registration No.: 200311348E)

CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 31 JANUARY 2022

This announcement has been reviewed by the Company's sponsor, SAC Capital Private Limited (the "Sponsor").

This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited ("SGX-ST") and the SGX-ST 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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A. Condensed interim consolidated statement of profit or loss and other comprehensive income

	Note	Group		
		Six months ended		Inc/ (Dec) %
		31-Jan-22 ("HY FY22") S\$'000	31-Jan-21 ("HY FY21") S\$'000	
Revenue	4	37	19	95%
Other operating income		83	2,545	(97%)
Expenses				
- Inventories and consumables used		(11)	(5)	>100%
- Amortisation and depreciation		(1)	(6)	(83%)
- Employee benefits		(402)	(400)	1%
- Finance cost		-	(2)	N.M.
- Advertising, media and entertainment		(2)	(6)	(67%)
- Lease expenses		(19)	(28)	(32%)
- Transportation		(1)	(1)	-
- Legal and professional fees		(131)	(271)	(52%)
- Other operating expenses		(62)	(112)	(45%)
Total expenses		(629)	(831)	(24%)
(Loss)/Profit before income tax	6	(509)	1,733	N.M.
- Income tax expense		-	-	-
(Loss)/Profit from continuing operations for the financial period		(509)	1,733	N.M.
Discontinued operations				
Owners of the Company		-	1,389	N.M.
Non-controlling interest		-	2,078	N.M.
Profit from discontinued operations for the financial period		-	3,467	N.M.
Total (loss)/profit for the financial period		(509)	5,200	N.M.
Attributable to:				
Owners of the Company		(509)	3,122	N.M.
Non-controlling interest		-	2,078	N.M.
		(509)	5,200	N.M.
Other comprehensive income:				
Exchange differences on translating foreign operations		(41)	4	N.M.
Total comprehensive (loss)/income for the financial period		(550)	5,204	N.M.
Total comprehensive (loss)/income for the financial period attributable to:				
Owners of the Company		(550)	3,126	N.M.
Non-controlling interest		-	2,078	N.M.
		(550)	5,204	N.M.

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	Group			
	Note	Six months ended		Inc/ (Dec) %
		31-Jan-22 ("HY FY22") S\$'000	31-Jan-21 ("HY FY21") S\$'000	
(Loss)/Earnings per share attributable to owners of the Company (cents):	8			
Basic and diluted (loss)/earning per share from continuing operations		(0.02)	0.25	N.M.
Basic and diluted earnings per share from discontinued operations		-	0.20	N.A.
Total basic and diluted (loss)/earnings per share		(0.02)	0.46	N.M.

N.M. – not meaningful

B. Condensed interim statements of financial position

	Note	The Group		The Company	
		31/1/2022 S\$'000	31/7/2021 (Audited) S\$'000	31/1/2022 S\$'000	31/7/2021 (Audited) S\$'000
<u>Current assets</u>					
Inventories		3	2	-	-
Trade and other receivables		116	121	578	425
Cash and cash equivalents		3,557	4,454	3,497	4,350
		3,676	4,577	4,075	4,775
<u>Non-current assets</u>					
Plant and equipment	10	6	6	4	5
Investment in subsidiaries		*	-	*	-
		6	6	4	5
Total assets		3,682	4,583	4,079	4,780
<u>Current liabilities</u>					
Trade and other payables		650	1,001	794	1,090
Total liabilities		650	1,001	794	1,090
Equity					
Share capital	11	69,950	69,950	69,950	69,950
Foreign currency translation reserve		(84)	(43)	-	-
Accumulated losses		(66,834)	(66,325)	(66,665)	(66,260)
Equity attributable to owners of the Company		3,032	3,582	3,285	3,690
Total equity		3,032	3,582	3,285	3,690
Total equity and liabilities		3,682	4,583	4,079	4,780

* – amount less than S\$1,000

C. Condensed interim statements of changes in equity

(i) Group

	Share Capital S\$'000	Foreign Currency Translation Reserve S\$'000	Accumulated Losses S\$'000	Non- Controlling Interest S\$'000	Total S\$'000
Balance at 1 August 2021	69,950	(43)	(66,325)	-	3,582
Loss for the financial period	-	-	(509)	-	(509)
Other comprehensive loss for the financial period	-	(41)	-	-	(41)
Balance at 31 January 2022	69,950	(84)	(66,834)	-	3,032
Balance at 1 August 2020	63,074	(164)	(68,185)	(2,408)	(7,683)
Issuance of shares	450	-	-	-	450
Share issuance expenses	(26)	-	-	-	(26)
Profit for the financial period	-	-	3,122	2,078	5,200
Other comprehensive income for the financial period	-	4	-	-	4
Balance at 31 January 2021	63,498	(160)	(65,063)	(330)	(2,055)

(ii) **Company**

	Share Capital S\$'000	Accumulated Losses S\$'000	Total S\$'000
Balance at 1 August 2021	69,950	(66,260)	3,690
Loss for the financial period	-	(405)	(405)
Balance at 31 January 2022	69,950	(66,665)	3,285
Balance at 1 August 2020	63,074	(65,916)	(2,842)
Issuance of shares	450	-	450
Share issuance expenses	(26)	-	(26)
Profit for the financial period	-	1,577	1,577
Balance at 31 January 2021	63,498	(64,339)	(841)

D. Condensed interim consolidated statement of cash flows

	HY FY22 S\$'000	HY FY21 S\$'000
Cash flows from operating activities		
(Loss)/Profit before income tax from continuing operations	(509)	1,733
Profit before income tax from discontinued operations	-	3,467
<u>Adjustments for:</u>		
Depreciation of plant and equipment	1	16
Gain on derecognition of lease liabilities	-	(3,382)
Reversal of provision for reinstatement	-	(242)
Operating cash flows before changes in working capital	(508)	1,592
<u>Changes in working capital</u>		
Inventories	(1)	(5)
Trade and other receivables	5	183
Trade and other payables	(212)	(2,279)
Cash flows used in operations	(716)	(509)
Income tax paid	-	(2)
Net cash flows used in operating activities	(716)	(511)
Cash flows from investing activities		
Purchase of plant and equipment	(1)	-
Exchange realignment	-	4
Net cash flows (used in)/generated from investing activities	(1)	4
Cash flows from financing activities		
Amount due to related party	(139)	-
Proceeds from issuance of shares	-	450
Share issuance expenses	-	(26)
Repayment of borrowings	-	(8)
Exchange realignment	(41)	-
Net cash flows (used in)/generated from financing activities	(180)	416
Net change in cash and cash equivalents	(897)	(91)
Cash and cash equivalents at beginning of the financial period	4,454	105
Cash and cash equivalents at end of the financial period	3,557	14

E. Notes to the condensed interim consolidated financial statements

1. Corporate Information

LifeBrandz Ltd. (the “**Company**”) (Registration Number 200311348E) is a limited liability company incorporated and domiciled in Singapore and is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”). The registered office of the Company is located at 30 Cecil Street #19-08 Prudential Tower, Singapore 049712. These condensed interim consolidated financial statements as at 31 January 2022 and for the half year then ended comprise the Company and its subsidiaries (collectively, the “**Group**”).

The principal activity of the Company is that of investment holding and management consultancy to its subsidiaries. The principal activities of the respective subsidiaries are those of lifestyle and entertainment businesses.

2. Basis of preparation

The condensed interim financial statements for the half year ended 31 January 2022 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards 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 financial position and performance of the Group since the last audited financial statements for the financial year ended 31 July 2021. The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with Singapore Reporting Standards (International) (“**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

A number of amendments to SFRS(I)s have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

2.2. 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 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 financial year ended 31 July 2021.

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 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 as follows:

- Assessment of impairment of trade and other receivables

3. Seasonal operations

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

4. Segment and revenue information

The Group's operations are in Singapore, except for two subsidiaries – Mulligan's Co., Ltd. and LB F&B Sdn. Bhd. which are located in Thailand and Malaysia, respectively. For management purposes, the Group is organised into business units based on their geographical locations.

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.

Continued Operations

	Singapore		Thailand		Malaysia		Total	
	<u>HY FY22</u>	<u>HY FY21</u>	<u>HY FY22</u>	<u>HY FY21</u>	<u>HY FY22</u>	<u>HY FY21</u>	<u>HY FY22</u>	<u>HY FY21</u>
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Revenue:								
Sales to external customers	-	3	37	16	-	-	37	19
Results:								
Amortisation and depreciation	1	5	-	1	-	-	1	6
Segment (loss)/profit for the year	(417)	1,700	(84)	(76)	(8)	75	(509)	1,699
Assets/(Liabilities):								
Plant and equipment	4	5	1	2	1	-	6	7
Segment assets	3,622	215	21	105	39	-	3,682	320
Segment liabilities	(579)	(493)	(68)	(157)	(3)	-	(650)	(650)

Discontinued Operations

	Japan		United States		Total	
	<u>HY FY22</u>	<u>HYFY21</u>	<u>HY FY22</u>	<u>HY FY21</u>	<u>HY FY22</u>	<u>HY FY21</u>
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Revenue:						
Sales to external customers	-	-	-	-	-	-
Results:						
Segment profit for the year	-	209	-	3,258	-	3,467
Assets/(Liabilities):						
Plant and equipment	-	4	-	-	-	4
Segment assets	-	258	-	-	-	258
Segment liabilities	-	(441)	-	(1,542)	-	(1,983)

5. Financial assets and financial liabilities

Set out of below is an overview of the financial assets and financial liabilities of the Group as at 31 January 2022 and 31 July 2021:

	<u>Group</u>		<u>Company</u>	
	<u>31/1/2022</u>	<u>31/7/2021</u>	<u>31/1/2022</u>	<u>31/7/2021</u>
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
<i>Financial assets at amortised cost</i>				
Trade and other receivables	116	121	578	425
Less: Prepayments	(70)	(46)	(47)	(44)
	46	75	531	381
Cash and cash equivalents	3,557	4,454	3,497	4,350
Total	3,603	4,529	4,028	4,731
<i>Financial liabilities at amortised cost</i>				
Trade and other payables	650	1,001	794	1,090
Total	650	1,001	794	1,090

6. Profit before income tax

6.1. Significant items – Continuing Operations

	HY FY22	HY FY21
	S\$'000	S\$'000
Depreciation of plant and equipment	1	16
Loss on disposal of plant and equipment	10	-
Interest expense	-	2
Waiver of loans from shareholders	-	(2,124)
Gain on derecognition of lease liabilities	-	(244)
Reversal of provision for reinstatement	-	(242)
Government grant	(13)	(36)
Net foreign exchange gain	(48)	-

6.2. Significant items – Discontinued Operations

	HY FY22	HY FY21
	S\$'000	S\$'000
Gain on derecognition of lease liabilities	-	(3,138)

6.3. Related party transactions

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

7. Dividends

No dividend has been declared for HY FY22 and HY FY21.

Please refer to Notes 5 and 6 in Section F - Other information required by Catalist Rules Appendix 7C for further details.

8. Earnings per share

	HY FY22 S\$'000	HY FY21 S\$'000
Continuing Operations		
(Loss)/Profit per share ("LPS/EPS") for the financial period attributable to the owners of the Company	(509)	1,733
Discontinued Operations		
EPS for the financial period attributable to the owners of the Company	-	1,389
	(509)	3,122
Weighted average number of ordinary shares ('000)	2,060,340	683,485
Based on the weighted average number of ordinary shares		
- Basic & Diluted (cents)	(0.02)	0.46
Continuing Operations		
Based on the weighted average number of ordinary shares		
- Basic & Diluted (cents)	(0.02)	0.25
Discontinued Operations		
Based on the weighted average number of ordinary shares		
- Basic & Diluted (cents)	-	0.20

Diluted LPS is the same as basic LPS as the outstanding warrants have not been included in the calculation given that they are anti-dilutive.

9. Net asset value

	Group		Company	
	31/1/2022	31/7/2021	31/1/2022	31/7/2021
Number of ordinary shares ('000)	2,060,340	2,060,340	2,060,340	2,060,340
Net assets value (attributable to the owners of the Company) per ordinary share based on existing issued share capital (excluding treasury shares) as at the end of the period reported on (cents)	0.15	0.17	0.16	0.18

10. Plant and equipment

During HY FY22, the Group acquired plant and equipment ("PE") for an amount of S\$1,300 (HY FY21: Nil).

11. Share capital

	Group and Company	
	<u>No. of shares</u>	<u>Amount</u>
	'000	S\$'000
Issued and paid-up share capital	2,060,340	69,950

There was no change in the Company's share capital since the end of the previous period reported on, being the period between 1 August 2021 and 31 January 2022.

There were no other outstanding convertibles, treasury shares and subsidiary holdings held or issued as at 31 January 2022, 31 July 2021 and 31 January 2021.

12. Subsequent events

As announced on 3 February 2022, LB Lab Pte. Ltd. ("**LB Lab**"), a wholly-owned subsidiary of the Company, has entered into a non-binding term sheet with certain vendors in relation to a proposed acquisition of 70% of the issued and paid-up share capital of The Green Bar Pte. Ltd. and the Group is also proposing a subsequent investment in LB Lab of up to S\$700,000 by way of approximately S\$160,000 as share equity in LB Lab and S\$540,000 by way of a convertible loan to LB Lab by the Company ("**Proposed Transactions**"). The Proposed Transactions did not lead to any adjustment to this set of interim financial statements. Please refer to the Company's announcement dated 3 February 2022 for further details. The Company will make further announcements as and when there are material developments in respect of the Proposed Transactions.

There are no other known subsequent events which led to adjustments to this set of interim financial statements.

F. Other information required by Catalyst Rules Appendix 7C

1. Review

The condensed consolidated statement of financial position of LifeBrandz Ltd. and its subsidiaries as at 31 January 2022 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statements of changes in equity and condensed consolidated statement of cash flows for the six months then ended and certain explanatory notes have not been audited or reviewed. There is no auditors' report issued (including any modifications or emphasis of matter).

The Company has a qualified opinion for its most recently audited financial statements for the financial year ended 31 July 2021 ("FY2021"). During the audit of the financial statements for FY2021, the auditors were unable to obtain sufficient appropriate audit evidence about the profit from discontinued operations and the gain on disposal recorded in other operating income arising from the disposal of two of the disposed subsidiaries, namely Sync Co., Ltd. and e-Holidays Co., Ltd., as management was unable to provide auditors pertinent and relevant supporting records and documents requested to perform audits on the aforementioned disposed subsidiaries. Following the completion of the disposals of the disposed subsidiaries in March 2021, the audit issue highlighted above has been resolved.

2. Review of performance of the Group

Review of Income Statement

Continuing operations

Revenue

	<u>Group</u>				
	HY FY22	Contribution	HY FY21	Contribution	Increase / (Decrease)
	S\$'000	%	S\$'000	%	%
Food and beverage revenue					
- Thailand	37	100%	19	100%	95%

The Group recorded approximately S\$37,000 from food and beverage ("F&B") revenue for HY FY22, an increase of S\$18,000 compared to HY FY21.

Other income

Decrease in other operating income of S\$2.5 million is mainly due to the following transactions happening in HY FY21 but not in HY FY22: (i) waiver of loans from shareholders amounting to S\$2.1 million; (ii) a gain on derecognition of lease liabilities of S\$0.3 million due to ceasing operation of Hashida Sushi; and (iii) reversal of reinstatement cost of S\$0.1 million in relation to the reinstatement of premise rented for Hashida Sushi.

Costs & expenses

Legal and professional fees decreased by S\$140,000 in HY FY22 as certain corporate exercises including, *inter alia*, subscription of new ordinary shares, settlement and waiver of certain loans by shareholders took place during HY FY21.

Other operating expenses in HY FY22 saw a decrease of S\$50,000 due to, amongst others, temporary closure of operations by the Company's 100%-owned subsidiary, Mulligan's Co., Ltd., in light of COVID-19 control measures in August and September 2021. Please refer to the Company's announcements dated 3 August 2021, 5 August 2021, 19 August 2021 and 4 October 2021 for further details.

(Loss)/Profit from continuing operations

Overall, continuing operations recorded a loss of S\$0.5 million in HY FY22 as compared to a profit of S\$1.7 million in HY FY21 for the reasons stated above.

Review of Statement of Financial Position

Current assets

The Group's current assets decreased by S\$0.9 million, from S\$4.6 million as at 31 July 2021 to S\$3.7 million as at 31 January 2022. This was mainly due to decrease in cash and cash equivalent of S\$0.9 million, utilised for working capital purposes including, *inter alia*, payment of professional fees and payroll related expenses.

Current liabilities

The Group's current liabilities decreased by S\$0.4 million, from S\$1.0 million as at 31 July 2021 to S\$0.6 million as at 31 January 2022 due to the decrease in trade and other payables.

Equity

The Group's total equity stood at of S\$3.0 million as at 31 January 2022 as compared to total equity of S\$3.6 million as at 31 July 2021. The decrease was mainly due to a net loss of S\$0.5 million recorded by the Group in HY FY22.

Review of Statement of Cash Flows

The Group's net cash flows used in operating activities in HY FY22 was S\$0.7 million, mainly due to net operating cash outflow before changes in working capital of S\$0.5 million and net working capital outflow of S\$0.2 million.

The net cash flows used in financing activities in FY2021 was S\$0.2 million, mainly due to the repayment of amount due to a related party.

As a result, cash and cash equivalents stood at S\$3.6 million as at 31 January 2022.

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.

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 months

The Group business in Pattaya, Thailand re-opened since October 2021, under certain COVID-19 pandemic restrictions. The Group will continue to monitor closely its sales, governments' supports and the evolving situation of the COVID-19 pandemic that are happening in Pattaya City. Please refer to the Company's announcement dated 3 August 2021, 5 August 2021, 19 August 2021 and 4 October 2021.

On 3 February 2022, the Company announced that it has, on 31 January 2022, signed a non-binding term sheet in relation to the proposed acquisition in The Green Bar Pte Ltd ("**GBPL**") by LB Lab Pte. Ltd. ("**Proposed Acquisition**"), a wholly-owned subsidiary of the Company, and subsequent investment in LB Lab Pte. Ltd. by the Company ("**Proposed Investment**") (the Proposed Acquisition and the Proposed Investment collectively, the "**Proposed Transactions**"). GBPL is a company incorporated in Singapore and is principally engaged in the food and beverage business, in particular the sale of gourmet salads.

The management believes that the Proposed Transactions are in line with its corporate strategy to allow the Group to capitalise on growth opportunities and re-strategise the Company's financial and

capital resources. The Proposed Transactions are subject to amongst others, successful completion of legal as well as financial due diligence exercises on GBPL and the signing of binding definitive agreements between the parties. Please refer to the Company's announcement dated 3 February 2022 for further details.

While global economic conditions are expected to recover by the progressive roll-out of the vaccination programmes and gradual easing of the border control across various countries, the outlook of the global economy continues to be full of uncertainties. In late February 2022, the crisis between Russia and Ukraine escalated as the global economy was beginning to recover from COVID-19 pandemic. The impact following the conflicts will be significant over time as it will disrupt global supply chains and elevate energy costs. For now, the Company will remain cautiously optimistic on future prospects during this period as the Company remains prudent in cost management and will continue to perform strategic review to optimise the utilisation of our resources on all possible opportunities, with a view to building long-term value for shareholders.

5. Dividend

(a) Current Financial Period Reported On
Any dividend declared for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year
Any dividend declared for the corresponding period of the immediately preceding financial year?

None.

(c) Date payable

Not applicable.

(d) Record date

Not applicable.

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

No dividend has been declared/recommended for the period under review in view of the negative earnings.

7. Interested person transactions ("IPT")

The Group has not obtained any IPT mandate from the shareholders. There is no IPT which amounted to more than S\$100,000 entered during the six months ended 31 January 2022.

8. Confirmation pursuant to Rule 720(1) of the Catalist Rules

The Company has received undertaking from all its Directors and Executive Officers in the format as set out in Appendix 7H under Rule 720(1) of the Catalist Rules.

9. Use of Proceeds

The 2nd Proposed Subscriptions

The Company had, on 8 February 2021, entered into separate subscription agreements with nine individuals who are not related to the Group to raise S\$1,530,000 by way of issuing 306,000,000 new ordinary shares in the capital of the Company (the "2nd Proposed Subscriptions") for the repayment of debts and liabilities and general working capital purposes. The 2nd Proposed Subscriptions was completed on 9 March 2021 and 306,000,000 ordinary shares were allotted. Please refer to the

Company's circular dated 9 February 2021 and announcements dated 9 February 2021, 23 February 2021 and 9 March 2021 for further information on the 2nd Proposed Subscriptions.

Please refer to the Company's announcements dated 10 March 2021, 15 March 2021, 13 July 2021 28 September 2021 and 10 November 2021 for the disclosure on the use of proceeds from the 2nd Proposed Subscription. There has been no further utilisation since 13 July 2021 up to the date of this announcement. The balance proceeds from the 2nd Proposed Subscription as at the date of this announcement is S\$0.14 million.

The Rights cum Warrants Issue

The Company has on 22 June 2021 completed the renounceable non-underwritten rights cum warrants issue of 1,030,170,246 new ordinary shares ("**Rights Shares**") at the issue price of S\$0.005 for each Rights Share, with 515,085,123 free detachable and transferable warrants ("**Warrants**"), each Warrant carrying the right to subscribe for one (1) new ordinary share ("**New Share**") at the exercise price of S\$0.010 for each New Share, on the basis of one (1) Rights Share for every one (1) existing Share held by entitled shareholders as at the record date, with one (1) free detachable Warrant for every two (2) Rights Shares subscribed, fractional entitlements to be disregarded ("**Rights cum Warrants Issue**"). The Company has raised net proceeds of approximately S\$4.97 million (after deducting estimated expenses of approximately S\$0.19 million) from the Rights cum Warrants Issue (the "**Net Proceeds**"). Please refer to the Company's Offer Information Statement dated 28 May 2021 and announcements dated 15 March 2021, 7 May 2021, 18 May 2021, 19 May 2021, 28 May 2021, 18 June 2021 and 23 June 2021 for further information on the Rights cum Warrants Issue.

The following table summarises the utilisation of Net Proceeds raised from the Rights cum Warrants Issue as at the date of this announcement:

Intended use of Net Proceeds	Allocation of the Net Proceeds (S\$' million)	Amount utilised as at the date of this announcement (S\$' million)	Balance as at the date of this announcement (S\$' million)
Repayment of the Group's existing and outstanding liabilities to external creditors	0.93	(0.65)	0.28
General working capital purposes	2.11	(1.07) ⁽¹⁾	1.04
Business expansion	1.93	-	1.93
Total	4.97	(1.72)	3.25

Note:

- (1) A breakdown of the use of Net Proceeds for general working capital purposes of the Group is as follows:

	Amount S\$
Professional fees	341,000
Payroll related expenses	459,000
Working capital support for overseas subsidiary (Thailand)	40,000
Other operating expenses	225,000
Total	1,065,000

The use of proceeds is in accordance with the stated use disclosed in the Company's announcement dated 18 June 2021 in relation to the Rights cum Warrants Issue.

10. Statement pursuant to Rule 705(5) of the Catalist Rules

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the above unaudited financial results for the HY FY22 to be false or misleading in any material aspect.

By Order of the Board

Lam Siew Kee
Executive Chairman and Chief Executive Officer
16 March 2022