



**BAKER TECHNOLOGY LIMITED**  
**(UEN 198100637D)**  
**(Incorporated in Singapore)**

**Unaudited Condensed Interim Financial Statements**  
**For the six months ended 30 June 2023**

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## A. Condensed interim consolidated statement of comprehensive income

	Note	Group		Change %
		6 months ended 30 June 2023 \$'000	2022 \$'000	
<b>Revenue</b>	4	39,373	47,128	-16
Cost of sales		(27,691)	(29,798)	-7
<b>Gross profit</b>		11,682	17,330	-33
Other income		1,494	1,910	-22
Administrative expenses		(11,158)	(9,899)	+13
Finance cost		(289)	(274)	+5
<b>Profit before tax</b>	6	1,729	9,067	-81
Income tax (expenses)/credit	7	(232)	21	NM
<b>Profit for the period</b>		1,497	9,088	-84
<b>Profit for the period attributable to:</b>				
Owners of the Company		4,116	9,021	-54
Non-controlling interests		(2,619)	67	NM
		1,497	9,088	-84
<b>Other comprehensive income:</b>				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Net fair value gain/(loss) on debt instruments at fair value		21	(25)	NM
Foreign currency translation		756	2,582	-71
<b>Other comprehensive income for the period, net of tax</b>		777	2,557	-70
<b>Total comprehensive income for the period attributable to owners of the Company</b>		2,274	11,645	-80
<b>Total comprehensive income for the period attributable to:</b>				
Owners of the Company		4,640	10,643	-56
Non-controlling interests		(2,366)	1,002	NM
<b>Total comprehensive income</b>		2,274	11,645	-80
<b>Earnings per share attributable to owners of the Company</b>	8			
Basic and diluted (in cents)		2.0	4.4	

NM – Not meaningful

## B. Condensed interim statements of financial position

	Note	Group		Company	
		30 Jun 2023 \$'000	31 Dec 2022 \$'000	30 Jun 2023 \$'000	31 Dec 2022 \$'000
<b>Non-current assets</b>					
Property, plant and equipment	9	145,572	149,063	1	2
Right-of-use assets		8,848	2,043	–	–
Intangible assets		387	517	–	–
Investment in subsidiaries		–	–	88,600	88,600
Investment securities		2,766	2,756	2,766	2,756
		157,573	154,379	91,367	91,358
<b>Current assets</b>					
Contract assets		1,050	6,822	–	–
Investment securities		3,445	1,730	3,445	1,730
Inventories and work-in-progress		4,790	4,077	–	–
Trade and other receivables	10	21,734	28,625	521	290
Amounts due from subsidiaries		–	–	79,851	95,106
Loan to an associated company		4,689	4,644	–	–
Cash and short-term deposits		85,252	71,467	65,859	51,200
		120,960	117,365	149,676	148,326
<b>Less: Current liabilities</b>					
Contract liabilities		1,016	576	–	–
Trade and other payables		12,720	12,830	419	825
Loans and borrowings	11	8,078	8,317	–	–
Amounts due to subsidiaries		–	–	6,916	3,648
Income tax payable		1,000	679	256	410
		22,814	22,402	7,591	4,883
<b>Net current assets</b>		98,146	94,963	142,085	143,443
<b>Non-current liabilities</b>					
Deferred tax liabilities		2,529	2,825	–	–
Loans and borrowings	11	9,139	2,961	–	–
Provision		1,800	1,550	–	–
		13,468	7,336	–	–
<b>Net assets</b>		242,251	242,006	233,452	234,801
<b>Equity attributable to owners of the Company</b>					
Share capital	12	108,788	108,788	108,788	108,788
Reserves		106,686	104,075	124,664	126,013
		215,474	212,863	233,452	234,801
Non-controlling interests		26,777	29,143	–	–
<b>Total equity</b>		242,251	242,006	233,452	234,801

### C. Condensed interim statements of changes in equity

Group	Attributable to owners of the Company					Total reserves \$'000	Non-controlling interests \$'000	Total equity \$'000
	Share capital (Note 12) \$'000	Capital reserve <sup>(1)</sup> \$'000	Retained earnings \$'000	Fair value reserve \$'000	Foreign currency translation reserve \$'000			
<b>2023</b>								
<b>At 1 January 2023</b>	108,788	2,344	102,062	869	(1,200)	104,075	29,143	242,006
Profit for the period	–	–	4,116	–	–	4,116	(2,619)	1,497
<u>Other comprehensive income</u>								
Net fair value changes on debt instruments at FVOCI	–	–	–	21	–	21	–	21
Foreign currency translation	–	–	–	–	503	503	253	756
Total comprehensive income for the period	–	–	4,116	21	503	4,640	(2,366)	2,274
<u>Contributions by and distributions to owners</u>								
Dividend on ordinary shares	–	–	(2,029)	–	–	(2,029)	–	(2,029)
<b>At 30 June 2023</b>	108,788	2,344	104,149	890	(697)	106,686	26,777	242,251
<b>2022</b>								
<b>At 1 January 2022</b>	108,788	2,344	89,676	930	(645)	92,305	31,360	232,453
Profit for the period	–	–	9,021	–	–	9,021	67	9,088
<u>Other comprehensive income</u>								
Net fair value changes on debt instruments at FVOCI	–	–	–	(25)	–	(25)	–	(25)
Foreign currency translation	–	–	–	–	1,647	1,647	935	2,582
Total comprehensive income for the period	–	–	9,021	(25)	1,647	10,643	1,002	11,645
<u>Contributions by and distributions to owners</u>								
Dividend on ordinary shares	–	–	(1,014)	–	–	(1,014)	–	(1,014)
<b>At 30 June 2022</b>	108,788	2,344	97,683	905	1,002	101,934	32,362	243,084

**C. Condensed interim statements of changes in equity (cont'd)**

Company	Attributable to owners of the Company					
	Share capital (Note 12) \$'000	Capital reserve <sup>(1)</sup> \$'000	Retained earnings \$'000	Fair value reserve \$'000	Total reserves \$'000	Total equity \$'000
<b>2023</b>						
<b>At 1 January 2023</b>	108,788	2,344	122,800	869	126,013	234,801
Profit for the period	–	–	659	–	659	355
<u>Other comprehensive income</u>						
Net fair value changes on debt instruments at FVOCI	–	–	–	21	21	21
Total comprehensive income for the period	–	–	659	21	680	680
<u>Contributions by and distributions to owners</u>						
Dividend on ordinary shares	–	–	(2,029)	–	(2,029)	(2,029)
<b>At 30 June 2023</b>	108,788	2,344	121,430	890	124,664	233,452
<b>2022</b>						
<b>At 1 January 2022</b>	108,788	2,344	111,495	930	114,967	223,557
Profit for the period	–	–	355	–	355	355
<u>Other comprehensive income</u>						
Net fair value changes on debt instruments at FVOCI	–	–	–	(25)	(25)	(25)
Total comprehensive income for the period	–	–	355	(25)	330	330
<u>Contributions by and distributions to owners</u>						
Dividend on ordinary shares	–	–	(1,014)	–	(1,014)	(1,014)
<b>At 30 June 2022</b>	108,788	2,344	110,836	905	114,085	222,873

(1) Capital reserve arose from restructuring exercise in prior years.

#### D. Condensed interim consolidated statement of cash flows

	Note	Group	
		6 months ended 2023	30 June 2022
		\$'000	\$'000
<b>Cash flows from operating activities</b>			
Profit before tax	6	1,729	9,067
Adjustments for:			
Depreciation of property, plant and equipment		6,250	6,288
Depreciation of right-of-use assets		570	571
Amortisation of intangible assets		130	130
Allowance for expected credit losses		1,450	1,478
Inventories written down		–	155
Interest income		(932)	(75)
Interest expense		289	274
Unrealised foreign exchange gain		(1,143)	(1,381)
<b>Operating cash flows before working capital changes</b>		<b>8,343</b>	<b>16,507</b>
Increase in inventories and work-in-progress		(713)	(750)
Decrease in contract assets		5,772	2,301
Increase/(decrease) in contract liabilities		440	(798)
Decrease/(increase) in trade and other receivables		5,607	(5,345)
Increase/(decrease) in trade and other payables		409	(1,268)
<b>Cash flows from operations</b>		<b>19,858</b>	<b>10,647</b>
Interest received		712	66
Interest paid		(289)	(274)
Income tax paid		(225)	(185)
<b>Net cash flows from operating activities</b>		<b>20,056</b>	<b>10,254</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	9	(1,843)	(395)
Repayment from associates		–	1,167
Purchase of investment securities		(2,725)	–
Maturities of investment securities		1,093	–
<b>Net cash flows (used in)/from investing activities</b>		<b>(3,475)</b>	<b>772</b>
<b>Cash flows from financing activities</b>			
Dividends on ordinary shares		(2,029)	(1,014)
Repayment of borrowings		(729)	(1,260)
Payment of principal portion of lease liabilities		(471)	(443)
<b>Net cash flows used in financing activities</b>		<b>(3,229)</b>	<b>(2,717)</b>
Net increase in cash and cash equivalents		13,352	8,309
Effect of exchange rate changes on cash and cash equivalents		433	2,008
Cash and cash equivalents at beginning of financial period		71,467	59,760
<b>Cash and cash equivalents at end of financial period</b>		<b>85,252</b>	<b>70,077</b>

## **E. Notes to the condensed interim consolidated financial statements**

### **1. Corporate information**

Baker Technology Limited (the “Company”) is a limited liability company incorporated and domiciled in Singapore and is listed on the Singapore Exchange Securities Trading Limited (SGX-ST). These condensed interim consolidated financial statements as at and for the six months ended 30 June 2023 comprised the Company and its subsidiaries (collectively, the Group).

The principal activities of the Company are investment holding and the provision of specialised marine offshore equipment and services for the oil and gas industry.

### **2. Basis of Preparation**

The condensed interim financial statements for the six months ended 30 June 2023 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 Group’s financial position and performance of the Group since the last annual financial statements for the year ended 31 December 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 Note 2.1.

The condensed interim financial statements are presented in Singapore Dollars (SGD or \$), which is the Company’s functional currency, and all values in the tables are rounded to the nearest thousand (\$’000), except when otherwise indicated.

#### **2.1 New and amended standards adopted by the Group**

A number of amendments to Standards 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 these 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, liabilities, income and expenses. 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 2022.

Estimates and underlying assumptions were 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.

Management is of the opinion that there were no significant judgements made in applying the accounting policies in the condensed interim financial statements.

## **E. Notes to the condensed interim consolidated financial statements (Cont'd)**

### **2.2 Use of judgements and estimates (cont'd)**

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 9 – impairment test on vessels
- Note 10 – provision for expected credit losses of trade 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 is organised into business units based on their products and services, and has three reportable operating segments as follows:

- (i) The marine offshore segment is essentially the Group's principal business activity as manufacturers and providers of specialised marine offshore equipment and services for the oil and gas industry. The Group's core business is in the design, construction, operating and chartering of mobile offshore units and offshore services vessels, along a wide range of critical equipment and components for the offshore marine industry.
- (ii) The investments segment relates to the Group's investments in available-for-sale investments.
- (iii) The corporate segment is involved in Group-level corporate services and treasury functions.

These operating segments are reported in a manner consistent with internal reporting provided to the Chief Executive Officer who is responsible for allocating resources and assessing performance of the operating segments.



## E. Notes to the condensed interim consolidated financial statements (Cont'd)

### 4.1 Reportable segments

The following table present revenue and profit information for the Group's operating segments for the 6 months ended 30 June 2023 and 2022, respectively:

	Marine offshore		Investments		Corporate		Adjustments and elimination		Consolidated	
	6M2023 \$'000	6M2022 \$'000	6M2023 \$'000	6M2022 \$'000	6M2023 \$'000	6M2022 \$'000	6M2023 \$'000	6M2022 \$'000	6M2023 \$'000	6M2022 \$'000
Revenue from external customers	39,373	47,128	–	–	–	–	–	–	39,373	47,128
Results:										
Depreciation and amortisation	(6,949)	(6,988)	–	–	(1)	(1)	–	–	(6,950)	(6,989)
Interest income	127	10	42	5	763	60	–	–	932	75
Finance cost	(289)	(274)	–	–	–	–	–	–	(289)	(274)
Segment profit/(loss)	1,475	9,137	27	(29)	617	349	(390)	(390)	1,729	9,067
Other segment information:										
Purchase of investment securities	–	–	2,725	–	–	–	–	–	2,725	–
Additions to non-current assets:										
- Purchase of property, plant and equipment	1,843	395	–	–	–	–	–	–	1,843	395

The following table presents assets and liabilities information for the Group's operating segments as at 30 June 2023 and 31 December 2022, respectively:

	Marine offshore	Investments	Corporate	Adjustments and elimination	Consolidated
	\$'000	\$'000	\$'000	\$'000	\$'000
Segment assets					
30 June 2023	205,620	53,645	66,381	(47,113)	278,533
31 December 2022	215,431	51,935	51,491	(47,113)	271,744
Segment liabilities					
30 June 2023	35,600	7	675	–	36,282
31 December 2022	28,485	18	1,235	–	29,738

## E. Notes to the condensed interim consolidated financial statements (Cont'd)

### 4.1 Reportable segments (cont'd)

#### Geographical information

	Group			
	Revenue		Non-current assets	
	6M2023 \$'000	6M2022 \$'000	30 Jun 2023 \$'000	31 Dec 2022 \$'000
Asia Pacific (excluding China and Singapore)	24,066	20,070	–	–
Europe	252	13,951	–	–
Americas	870	8,109	–	–
Africa	4,754	2,606	–	–
Middle East	6,037	1,862	–	–
Singapore	3,377	500	154,807	151,623
China	17	30	–	–
	39,373	47,128	154,807	151,623

Segment revenue is based on the countries in which customers are invoiced. Non-current assets information consists of property, plant and equipment, right-of-use assets and intangible assets as presented in the consolidated balance sheet and are based on the geographical location of the entities.

### 4.2 Disaggregation of revenue

	Group	
	6M2023 \$'000	6M2022 \$'000
	Marine offshore revenue	36,954
Spare sales	2,419	2,362
	39,373	47,128

### Timing of transfer of goods or services

	6M2023		6M2022	
	At a point in time \$'000	Over time \$'000	At a point in time \$'000	Over time \$'000
	Asia Pacific (excluding China and Singapore)	8	24,058	213
Europe	23	229	–	13,951
Americas	42	828	43	8,066
Africa	244	4,510	21	2,585
Middle East	1,969	4,068	1,862	–
Singapore	116	3,261	193	307
China	17	–	30	–
	2,419	36,954	2,362	44,766

## E. Notes to the condensed interim consolidated financial statements (Cont'd)

### 5. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2023 and 31 December 2022:

	Group		Company	
	30 Jun 2023 \$'000	31 Dec 2022 \$'000	30 Jun 2023 \$'000	31 Dec 2022 \$'000
<b>Financial assets</b>				
<i>Equity securities at fair value through other comprehensive income</i>				
- Corporate bonds (quoted) (Level 1)	3,186	1,961	3,186	1,961
- Unquoted equity securities (Level 2)	2,525	2,525	2,525	2,525
Trade and other receivables (excluding GST recoverable and prepaid expenses)	20,578	27,594	498	257
Amounts due from subsidiaries	–	–	79,851	95,106
Cash and short-term deposits	85,252	71,467	65,859	51,200
Loan to associated company	4,689	4,644	–	–
Total undiscounted financial assets	116,730	108,191	152,419	151,049
<b>Financial liabilities</b>				
Trade and other payables (excluding deferred income and provision for reinstatement)	12,720	12,830	419	825
Amounts due to subsidiaries	–	–	6,916	3,648
Loans and borrowings	9,002	9,854	–	–
Lease liabilities	13,615	1,882	–	–
Total undiscounted financial liabilities	35,337	24,566	7,335	4,473
Total net undiscounted financial assets	81,393	83,625	145,084	146,576

### 6. Profit before tax

#### 6.1 Significant items

	Group	
	6M2023 \$'000	6M2022 \$'000
<b>Income:</b>		
Grant income	168	331
Interest income	932	75
Foreign exchange gain	294	1,308
<b>Expenses:</b>		
Depreciation of property, plant and equipment	6,250	6,288
Depreciation of right-of-use assets	570	571
Amortisation of intangible assets	130	130
Interest expense	289	274
Inventories written off	–	155
Allowance for expected credit losses	1,451	1,478

## E. Notes to the condensed interim consolidated financial statements (Cont'd)

### 6.2 Related party transactions

In addition to the related party information disclosed elsewhere in the condensed interim financial statements, the following significant transactions between the Group and related parties took place at terms agreed between the parties during the financial period:

	Group	
	6M2023 \$'000	6M2022 \$'000
Management and agency fee from associated companies	32	33

### 7. Income tax expense/(credit)

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	Group	
	6M2023 \$'000	6M2022 \$'000
<b>Statement of comprehensive income:</b>		
<i>Current income tax:</i>		
Current income taxation	552	–
Over provision in respect of prior years	–	(21)
<i>Deferred income tax:</i>		
Origination and reversal of temporary difference	(320)	–
Income tax expense/(credit) recognised in the statement of comprehensive income	232	(21)

### 8. Earnings per share and net asset value per share

Basic earnings per ordinary share for the six months ended 30 June 2023 and 2022 are calculated by dividing profit/(loss) for the financial period, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial periods of 202,877,948.

The Group has no dilution in its earnings per share at 30 June 2023 and 30 June 2022.

	Group		Company	
	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022
Net asset value per ordinary share based on issued share capital at the end of the period (in cents)	106.2	104.9	115.1	115.7

Net asset value per ordinary share as at 30 June 2023 and 31 December 2022 are calculated based on the number of ordinary shares in issue of 202,877,948.

## **E. Notes to the condensed interim consolidated financial statements (Cont'd)**

### **9. Property, plant and equipment**

During the six months ended 30 June 2023, the Group acquired assets amounting to \$1,843,000 (30 June 2022: \$395,000) and disposed assets amounting to \$89,000 (30 June 2022: \$Nil).

#### Impairment testing on vessels

As at 31 December 2022, the Group carried out a review of the recoverable amount of its vessels due to the continued weakness in the oil and gas industry. The recoverable amount of the vessels was based on its value in use and the pre-tax discount rate was 10.5%. As the recoverable amount was computed to be higher than the carrying value, no impairment loss was recognised during 2022. The Group has not performed any further review of the recoverable amount of its vessels during the six months ended 30 June 2023 because there were no impairment indicators at 30 June 2023.

### **10. Trade receivables**

As at 30 June 2023, the carrying amount of the Group's trade receivables, net of allowance for expected credit losses (ECL) of \$9,136,000 (31 December 2022: \$7,596,000) amounted to \$18,627,000 (31 December 2022: \$26,232,000), which represented 15% (31 December 2022: 17%) of its current assets.

#### Provision for expected credit losses of trade receivables

The Group uses a provision to calculate ECL for trade receivables. The provision rates are based on days past due for groupings of various customers segments that have similar loss patterns. The provision matrix is initially based on the Group's historical observed default rates. The Group will calibrate the matrix to adjust historical credit loss experience with forward-looking information. At every reporting date, historical default rates are updated and changes in the forward-looking estimates are analysed. The assessment of the correlation between historical observed default rates, forecast economic conditions and ECL is a significant estimate. The amount of ECL is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future. As at 30 June 2023, the Group assessed that the ECL provision recorded is adequate.

## E. Notes to the condensed interim consolidated financial statements (Cont'd)

### 11. Loans and borrowings

	<b>Group</b>	
	<b>30 Jun 2023</b>	<b>31 Dec 2022</b>
	\$'000	\$'000
<u>Amount repayable within one year or on demand</u>		
Secured - borrowings	6,017	6,013
Unsecured – borrowings	1,266	1,348
Unsecured – lease liabilities	795	956
	8,078	8,317
	8,078	8,317
<u>Amount repayable after one year</u>		
Unsecured – borrowings	1,524	2,161
Unsecured – lease liabilities	7,615	800
	9,139	2,961
	9,139	2,961
 Total loans and borrowings	 17,217	 11,278

The secured bank borrowing is secured by a subsidiary's vessel.

### 12. Share capital

	<b>Group and Company</b>			
	<b>30 Jun 2023</b>		<b>31 Dec 2022</b>	
	No. of shares	\$'000	No. of shares	\$'000
<b>Issued and fully paid:</b>				
At 30 June 2023 and 31 December 2022	202,877,948	108,788	202,877,948	108,788
	202,877,948	108,788	202,877,948	108,788
	202,877,948	108,788	202,877,948	108,788

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restriction. The ordinary shares have no par value.

The Company did not hold any treasury shares as at 30 June 2023 and 31 December 2022. There was no sale, transfer, disposal, cancellation and use of treasury shares during the six months ended 30 June 2023.

The Company's subsidiaries do not hold any shares in the Company as at 30 June 2023 and 31 December 2022.

There was no sale, transfer, cancellation and/or use of subsidiary holdings during the six months ended 30 June 2023.

## **F. Other information required by Listing Rule Appendix 7.2**

### **1. Review**

The condensed consolidated statement of financial position of Baker Technology Limited and its subsidiaries (the “Group”) as at 30 June 2023 and the related condensed consolidated statement of 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. Review of performance of the Group**

#### **Revenue**

Group revenue for the first half in 2023 (“1H2023”) reduced by \$7.8 million or 16% to \$39.4 million as compared to the corresponding period in 2022 (“1H2022”), primarily due to lower fabrication revenue and charter revenue.

#### **Profitability**

The Group reported a lower net profit at \$1.5 million for 1H2023 as compared to \$9.1 million for 1H2022 mainly due to the following:

- Lower contributions from chartering and fabrication activities;
- Higher administrative expenses;
- Lower foreign exchange gains in the current period as US dollar strengthened by about 1% against Singapore dollar in 1H2023 compared to about 3% in 1H2022; and
- Higher tax expense.

After taking into account non-controlling interests (i.e. minority shareholders of CHO), net profit attributable to shareholders was \$4.1 million for 1H2023, as compared to \$9.0 million for the corresponding period in 2022.

#### **Financial position and cash flow**

Group shareholders’ fund increased from \$212.9 million as at 31 December 2022 to \$215.5 million as at 30 June 2023 due to net profit attributable to shareholders of \$4.1 million for the current period and foreign currency translation gain of \$0.5 million arising from the consolidation of subsidiaries reported in foreign currencies but partially offset by the payment of dividend of \$2.0 million to shareholders.

Right-of use assets increased from \$2.0 million as at 31 December 2022 to \$8.8 million as at 30 June 2023 primarily due to the lease extension for one of its leasehold lands and buildings. Correspondingly, total lease liabilities increased from \$1.8 million as at 31 December 2022 to \$8.4 million as at 30 June 2023.

Cash and cash equivalents increased from \$71.5 million as at 31 December 2022 to \$85.3 million as at 30 June 2023, primarily due to better operating cash flows during 1H2023.

**F. Other information required by Listing Rule Appendix 7.2 (Cont'd)**

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

Not applicable.

**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 reporting period and the next 12 months**

The combination of volatile oil prices, high interest rates and inflationary pressure has created a challenging operating environment for the offshore marine industry. The Group will continue to adapt by managing its cost efficiently and diversifying further into the renewables sector as it gathers pace.

**5. Dividend information**

5a. Current Financial Period Reported on

Any dividend recommended for the current financial period reported on? No

No dividend has been declared or recommended in view of the Group's operational and financial cash needs.

5b. Corresponding Period of the Immediate Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

5c. Date Payable

Not applicable

5d. Book Closure Date

Not applicable

**6. Interested person transactions**

The Company did not obtain a general mandate from shareholders for Interested Person Transactions.



**F. Other information required by Listing Rule Appendix 7.2 (Cont'd)**

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

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

**8. Confirmation pursuant to Rule 705(5) of the Listing Manual**

The Board of Directors hereby confirms that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial statements of the Company and of the Group for the half year ended 30 June 2023 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Wong Meng Yeng  
Board Chairman

Jeanette Chang  
CEO

**BY ORDER OF THE BOARD**

Lim Mee Fun  
Company Secretary

31 July 2023