



Tai Sin Electric Limited

(Incorporated in the Republic of Singapore)
(Company Registration No: 198000057W)

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED
31 DECEMBER 2023

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A. Condensed interim statements of financial position

	Note	GROUP		COMPANY	
		As at 31.12.2023 \$'000	As at 30.06.2023 \$'000	As at 31.12.2023 \$'000	As at 30.06.2023 \$'000
ASSETS					
Current assets:					
Cash and bank balances		25,991	32,003	9,048	9,212
Trade receivables	6	101,235	92,427	47,229	45,855
Other receivables		8,507	5,645	2,512	2,077
Contract assets		2,689	2,617	-	-
Derivative financial instruments	7	82	2,248	95	2,253
Inventories	8	101,124	101,168	55,931	52,698
Assets classified as held for sale		-	169	-	-
Total current assets		239,628	236,277	114,815	112,095
Non-current assets:					
Other receivables		244	361	100	100
Derivative financial instruments	7	-	3	-	3
Subsidiaries	9	-	-	49,315	49,315
Associates	10	12,048	12,040	-	-
Other investments		6	6	-	-
Property, plant and equipment	11	38,021	38,061	10,896	10,595
Right-of-use assets	12	10,586	11,287	3,583	3,770
Investment properties	13	2,563	2,615	-	-
Goodwill	14	129	129	-	-
Intangible assets	15	-	-	-	-
Deferred tax assets		658	1,292	571	1,200
Total non-current assets		64,255	65,794	64,465	64,983
Total assets		303,883	302,071	179,280	177,078
LIABILITIES AND EQUITY					
Current liabilities:					
Bank borrowings	16	43,346	33,526	15,535	6,016
Trade payables		21,187	23,606	10,805	11,554
Other payables		8,468	10,883	2,443	3,164
Contract liabilities		6,236	3,179	11	29
Provision for onerous contracts	17	4,184	7,886	4,184	7,886
Lease liabilities	16	1,202	1,203	344	338
Income tax payable		3,044	3,040	1,243	1,427
Total current liabilities		87,667	83,323	34,565	30,414
Non-current liabilities:					
Other payables		151	195	-	-
Lease liabilities	16	10,513	10,991	3,512	3,686
Deferred tax liabilities		797	807	-	-
Total non-current liabilities		11,461	11,993	3,512	3,686

	Note	GROUP		COMPANY	
		As at 31.12.2023 \$'000	As at 30.06.2023 \$'000	As at 31.12.2023 \$'000	As at 30.06.2023 \$'000
Capital, reserves and non-controlling interests:					
Share capital	18	63,712	63,712	63,712	63,712
Treasury shares	19	(950)	(950)	(950)	(950)
Reserves		140,253	142,044	78,441	80,216
Equity attributable to the shareholders of the Company		203,015	204,806	141,203	142,978
Non-controlling interests		1,740	1,949	-	-
Total equity		204,755	206,755	141,203	142,978
Total liabilities and equity		303,883	302,071	179,280	177,078

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

Group	Note	6 months ended 31.12.2023 \$'000	6 months ended 31.12.2022 \$'000	Change %
Revenue	20	195,745	229,621	(14.75)
Cost of sales		(163,436)	(194,386)	(15.92)
Gross profit		32,309	35,235	(8.30)
Other operating income		2,795	3,789	(26.23)
Selling and distribution expenses		(11,701)	(12,219)	(4.24)
Administrative expenses		(10,732)	(10,496)	2.25
Other operating expenses		(2,272)	(348)	N.M
Finance costs		(1,080)	(1,113)	(2.96)
Share of profit of associates		94	68	38.24
Profit before income tax	21	9,413	14,916	(36.89)
Income tax expense	22	(2,391)	(2,886)	(17.15)
Profit for the period		7,022	12,030	(41.63)
Other comprehensive loss:				
<u>Items that may be reclassified subsequently to profit or loss</u>				
Exchange difference on translation of foreign operations		(1,331)	(2,151)	(38.12)
Changes in share of other comprehensive (loss) income of associates		(60)	21	N.M
Other comprehensive loss for the period, net of tax		(1,391)	(2,130)	(34.69)
Total comprehensive income for the period		5,631	9,900	(43.12)
Profit for the year attributable to:				
Shareholders of the Company		6,918	11,927	(42.00)
Non-controlling interests		104	103	0.97
		7,022	12,030	(41.63)
Total comprehensive income attributable to:				
Shareholders of the Company		5,573	9,878	(43.58)
Non-controlling interests		58	22	N.M
		5,631	9,900	(43.12)

N.M denotes Not Meaningful

C. Condensed interim statements of changes in equity

Group	Note	Share capital \$'000	Treasury shares \$'000	Foreign currency translation reserve \$'000	Other reserve \$'000	Accumulated profits \$'000	Equity attributable to owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance at 1 July 2023		63,712	(950)	(3,837)	(912)	146,793	204,806	1,949	206,755
Total comprehensive income for the period									
Profit for the period		-	-	-	-	6,918	6,918	104	7,022
Other comprehensive loss for the period		-	-	(1,345)	-	-	(1,345)	(46)	(1,391)
Total		-	-	(1,345)	-	6,918	5,573	58	5,631
Transactions with owners, recognised directly in equity									
Dividend paid to non-controlling interests		-	-	-	-	-	-	(267)	(267)
Final dividend for the previous year paid	23	-	-	-	-	(7,364)	(7,364)	-	(7,364)
Balance at 31 December 2023		63,712	(950)	(5,182)	(912)	146,347	203,015	1,740	204,755

Group	Note	Share capital \$'000	Treasury shares \$'000	Foreign currency translation reserve \$'000	Other reserve \$'000	Accumulated profits \$'000	Equity attributable to owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance at 1 July 2022		63,712	(950)	(891)	(1,117)	140,935	201,689	1,878	203,567
Total comprehensive income for the period									
Profit for the period		-	-	-	-	11,927	11,927	103	12,030
Other comprehensive income for the period		-	-	(2,049)	-	-	(2,049)	(81)	(2,130)
Total		-	-	(2,049)	-	11,927	9,878	22	9,900
Transactions with owners, recognised directly in equity									
Final dividend for the previous year paid	23	-	-	-	-	(7,364)	(7,364)	-	(7,364)
Balance at 31 December 2022		63,712	(950)	(2,940)	(1,117)	145,498	204,203	1,900	206,103

Company	Note	Share capital \$'000	Treasury shares \$'000	Accumulated profits \$'000	Total equity \$'000
Balance at 1 July 2023		63,712	(950)	80,216	142,978
Profit for the period, representing total comprehensive income for the period		-	-	5,589	5,589
Transactions with owners, recognised directly in equity					
Final dividend for the previous year paid	23	-	-	(7,364)	(7,364)
Balance at 31 December 2023		<u>63,712</u>	<u>(950)</u>	<u>78,441</u>	<u>141,203</u>

Company	Note	Share capital \$'000	Treasury shares \$'000	Accumulated profits \$'000	Total equity \$'000
Balance at 1 July 2022		63,712	(950)	75,125	137,887
Profit for the period, representing total comprehensive income for the period		-	-	10,830	10,830
Transactions with owners, recognised directly in equity					
Final dividend for the previous year paid	23	-	-	(7,364)	(7,364)
Balance at 31 December 2022		<u>63,712</u>	<u>(950)</u>	<u>78,591</u>	<u>141,353</u>

D. Condensed interim consolidated statement of cash flows

Group	6 months ended 31.12.2023 \$'000	6 months ended 31.12.2022 \$'000
Operating activities		
Profit before income tax	9,413	14,916
Adjustments for:		
Depreciation of property, plant and equipment	2,747	2,512
Depreciation of investment properties	24	28
Depreciation of right-of-use assets	764	843
Interest income	(100)	(84)
Interest expense	1,080	1,113
Gain on disposal of property, plant and equipment	(144)	(3)
Gain on disposal of assets classified as held for sale	(5)	-
Property, plant and equipment written off	23	7
Bad debts recovered	(5)	(2)
Loss allowance for trade and other receivables	86	327
Reversal of provision for onerous contracts	(3,702)	(2,937)
Fair value loss on revaluation of investment in quoted shares	-*	1
Fair value adjustments on derivative financial instruments taken to profit or loss	2,169	(1,996)
Share of profit of associates	(94)	(68)
Exchange differences	(57)	-
Operating cash flows before movement in working capital	12,199	14,657
Trade receivables	(9,414)	1,027
Other receivables	(2,679)	(3,493)
Contract assets	(109)	92
Inventories	(485)	(11,404)
Trade payables	(2,256)	(5,872)
Other payables	(2,430)	(2,048)
Contract liabilities	3,108	65
Cash used in operations	(2,066)	(6,976)
Income tax paid	(1,686)	(1,631)
Net cash used in operating activities	(3,752)	(8,607)
Investing activities		
Acquisition of a subsidiary	-	(795)
Purchase of property, plant and equipment	(3,038)	(1,858)
Proceeds from disposal of property, plant and equipment	174	63
Proceeds from disposal of an asset classified as held for sale	6	-
Dividend received from an associate	26	-
Interest received	100	84
Net cash used in investing activities	(2,732)	(2,506)
Financing activities		
Proceeds from bank borrowings	65,108	103,425
Repayment of bank borrowings	(55,024)	(67,298)
Repayment of principal portion of lease liabilities	(572)	(473)
Interest paid	(1,080)	(1,113)
Dividend paid	(7,364)	(7,364)
Dividend paid to non-controlling interests	(267)	-
Net cash from financing activities	801	27,177

Group	6 months ended 31.12.2023 \$'000	6 months ended 31.12.2022 \$'000
Net (decrease) increase in cash and cash equivalents	(5,683)	16,064
Cash and cash equivalents at beginning of year	32,003	29,196
Effect of exchange rate changes on the balance of cash held in foreign currencies	(329)	(258)
Cash and cash equivalents at end of year	25,991	45,002

* Amount less than \$1,000.

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

The Company (Registration No. 198000057W) is incorporated in Singapore with its principal place of business and registered office at 24 Gul Crescent, Singapore 629531. The Company 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 31 December 2023 comprise the Company and its subsidiaries (collectively, the "Group").

The principal activities of the Group and the Company are:

- a) Cable and wire manufacturer and dealer in such products;
- b) Electrical switchboards, feeder pillars and components manufacturer and dealer in such products;
- c) Trading and distributor of electrical products;
- d) Laboratories for tests, experiments and researches and provision of quality consultancy services;
- e) General construction and technical engineering;
- f) Provision of oil and gas, non-construction, testing and analysis services;
- g) Investment holding.

2. Basis of preparation

The condensed interim financial statements for the six months ended 31 December 2023 have been prepared in accordance with Singapore Financial Standards (International) ("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 full year financial statements for the financial year ended 30 June 2023.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s.

The condensed interim financial statements have been prepared on a going concern basis, since the directors have verified that there are no financial, operating or other types of indicators that might cast significant doubt upon the Group's ability to meet its obligations in the foreseeable future and particularly within the 12 months from the end of the reporting period.

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 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 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 30 June 2023.

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

2. Basis of preparation (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:

- Loss allowance for trade receivables

The Group uses an allowance matrix to calculate expected credit losses (“ECL”) for trade receivables. The allowance rates are based on days past due for groupings of various customer segments that have similar loss patterns.

The Group determines the ECL of trade receivables by using an allowance matrix that is based on its historical credit loss experience, debtors’ ability to pay and any relevant forward-looking information that may be specific to the debtors and economic environment.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant management estimate. 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.

The loss allowance and carrying amounts of the Group’s trade receivables at the end of the reporting period are disclosed in Note 6 to the condensed interim financial statements.

- Allowance for inventories

The policy for allowance for inventories for the Group is based on management’s judgement and evaluation of the saleability and the aging analysis of the individual inventory item. A considerable amount of judgement is required in assessing the ultimate realisation of these inventories, including the current market price and movement trend of each inventory.

The carrying amount of inventories at the end of the reporting period is disclosed in Note 8 to the condensed interim financial statements.

- Impairment of investment in subsidiaries and associates

Investments in subsidiaries and associates are stated at cost less impairment loss. The Company follows the guidance of SFRS(I) 1-36 *Impairment of Assets* to determine when its investments in subsidiaries and associates are impaired. This determination requires management to evaluate, among other factors, the market and economic environment in which the subsidiaries and associates operate, economic performance of these entities, the duration and extent to which the cost of investments in these entities exceed their net tangible assets values and fair value of investments less cost to sell.

The carrying amount of investments in subsidiaries and associates at the end of the reporting period is disclosed in Notes 9 and 10 to the condensed interim financial statements.

- Impairment of right-of-use assets (“ROUA”)

ROUA are stated at cost less accumulated depreciation. The Company follows the guidance of SFRS(I) 1-36 *Impairment of Assets* to determine whether there is any indication that those assets have suffered an impairment loss at each reporting period. If such indication exists, the recoverable amount of the assets is estimated to determine the extent of the impairment loss (if any).

The recoverable amount of the ROUA is determined based on the value-in-use calculation which uses cash flow projections based on financial budget approved by the directors, projected over the remaining useful life of the underlying asset. Management uses the expected cash flow approach taking into consideration possible variations in the amount or timing of the future cash flows and assigns probabilities to estimates of future cash flows. An appropriate discount rate is estimated in order to calculate the present value of the future cash flows.

The carrying amount of ROUA at the end of the reporting period is disclosed in Note 12 to the condensed interim financial statements.

2. Basis of preparation (cont'd)

2.2 Use of judgements and estimates (cont'd)

- Provision for onerous contracts

The policy for provision of onerous contracts for the Group is based on management's judgement and evaluation of the estimated losses arising from the differences between (1) the committed selling prices and estimated cost of sales for the unfulfilled sales quantities committed in respect of contracts for which delivery has substantially commenced by the end of the financial year and (2) the committed prices and estimated cost for the services committed in respect of uncompleted contracts.

A considerable amount of judgement is required in assessing the unavoidable costs of meeting the obligations under the contract. This determination requires management to evaluate and estimate, among other factors, copper prices, the outstanding quantity of copper for future delivery and the timing of future delivery, the hedged copper quantity, the quantity of finished goods on hand that can be used to fulfil onerous contracts and the percentage of copper costs in cables.

The provision for onerous contracts at the end of the reporting period is disclosed in Note 17 to the condensed interim financial statements.

3. Seasonal operations

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

4. Financial assets and financial liabilities

The following table sets out the financial instruments as at the end of the reporting period.

	Group		Company	
	31.12.2023	30.06.2023	31.12.2023	30.06.2023
	\$'000	\$'000	\$'000	\$'000
Financial assets				
Financial assets at amortised costs	129,044	126,131	57,292	56,360
Derivative financial instruments	82	2,251	95	2,256
Financial liabilities				
Financial liabilities at amortised costs	69,033	64,351	28,227	20,285
Lease liabilities	11,715	12,194	3,856	4,024

Fair values of financial assets and financial liabilities

The carrying amounts of cash and bank balances, trade and other current receivables and payables and other current liabilities approximate their respective fair values due to the relatively short-term maturity of these financial instruments. The fair values of other classes of financial assets and liabilities are disclosed in the respective notes to financial statements.

The fair values of financial assets and financial liabilities are determined as follows:

- the fair value of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices; and
- the fair value of derivative instruments are calculated using quoted prices.

Management considers that the carrying amounts of financial assets and financial liabilities recorded at amortised cost in the financial statements approximate their fair values.

The fair value hierarchy of the Group's derivative financial instruments relating to forward foreign exchange contracts and copper contracts are classified as Level 2. There were no movements between different levels during the period.

5. Related Party Transactions

Some of the Group's transactions and arrangements are with related parties and the effect of these on the basis determined between the parties are reflected in these financial statements. The balances are unsecured, interest-free and repayable on demand.

During the period, the Group entered into the following significant transactions with related parties:

	Group	
	6 months ended 31.12.2023	6 months ended 31.12.2022
	\$'000	\$'000
Sales to associates	(5,613)	(4,338)
Services provided by associates	167	155
Management fees charge to associates	(9)	(9)
Rental charge to associates	(86)	(94)
Manpower provided to associate	(28)	(23)
Manpower supply by associates	27	9
Expenses paid on behalf for associates	(31)	(21)

Companies in which key management have interests:

	Group	
	6 months ended 31.12.2023	6 months ended 31.12.2022
	\$'000	\$'000
Sales	(358)	(230)
Purchases	222	250
Consultancy service charges to related party	(18)	(64)
Services provided by a related party	9	-
Manpower provided to related parties	(3)	(9)
Rental provided by related parties	19	22
Expenses paid on behalf for a related party	(103)	(69)
Expenses paid on behalf by a related party	55	51

6. Trade receivables

	Group		Company	
	31.12.2023	30.06.2023	31.12.2023	30.06.2023
	\$'000	\$'000	\$'000	\$'000
Outside parties	100,706	93,049	45,766	45,591
Related parties	673	662	25	58
Subsidiaries	-	-	1,015	1,511
Associates	4,231	3,161	2,218	752
	105,610	96,872	49,024	47,912
Less: Loss allowance	(4,375)	(4,445)	(1,795)	(2,057)
	101,235	92,427	47,229	45,855

The average credit period is 30 to 120 days (30 June 2023 : 30 to 120 days). No interest is charged on the trade receivables.

Loss allowance for trade receivables has always been measured at an amount equal to lifetime ECL. The ECL on trade receivables are estimated using an allowance matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date.

A trade receivable is written off when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, e.g. when the debtor has been placed under liquidation or has entered into bankruptcy proceedings, or when the trade receivables are over two years past due, whichever occurs earlier. None of the trade receivables that have been written off is subject to enforcement activities.

7. Derivative financial instruments

	Group		Company	
	31.12.2023	30.06.2023	31.12.2023	30.06.2023
	\$'000	\$'000	\$'000	\$'000
Forward foreign exchange contracts	(17)	811	(4)	816
Copper contracts	99	1,440	99	1,440
Total	82	2,251	95	2,256
Less : Non-current	-	(3)	-	(3)
Current derivative financial instruments	82	2,248	95	2,253

Forward foreign exchange contracts

As at 31 December 2023 and 30 June 2023, the Group and Company had outstanding currency derivatives that were used to hedge significant future transactions. The instruments purchased are primarily denominated in the currencies of the Group's and Company's principal markets.

Details of the Group's and Company's forward foreign currency contracts outstanding as at the end of the reporting period are as follows:

	Foreign currency		Notional contract value		Fair value	
	31.12.2023	30.06.2023	31.12.2023	30.06.2023	31.12.2023	30.06.2023
	FC'000	FC'000	\$'000	\$'000	\$'000	\$'000
<u>Group</u>						
Buy United States dollar less than 12 months	49,542	40,050	64,463	52,321	(17)	808
Buy United States dollar more than 12 months	-	3,000	-	3,885	-	3
<u>Company</u>						
Buy United States dollar less than 12 months	48,633	38,250	63,255	49,888	(4)	813
Buy United States dollar more than 12 months	-	3,000	-	3,885	-	3

7. Derivative financial instruments (cont'd)

As at 31 December 2023, the fair value loss of forward foreign exchange contracts for the Group and the Company was \$17,000 (30 June 2023 : fair value gain of \$811,000) and \$4,000 (30 June 2023 : fair value gain of \$816,000) respectively. These amounts were determined based on observable forward exchange rates, contract forward rates and discounted at a rate that reflected the credit risk of various counterparties at the end of reporting period. Changes in the fair value of the forward foreign exchange contracts were recorded in profit or loss immediately.

Copper contracts

As at 31 December 2023 and 30 June 2023, the Group and the Company had outstanding copper contracts that were used to hedge significant future fluctuations in copper prices. The instruments purchased are primarily copper derivatives where the Group and Company pay or receive the difference in actual market price against price contracted as the copper derivatives contracts mature.

8. Inventories

	Group		Company	
	31.12.2023	30.06.2023	31.12.2023	30.06.2023
	\$'000	\$'000	\$'000	\$'000
Raw materials	8,872	7,972	5,336	5,778
Work-in-progress	16,267	20,898	8,565	13,790
Finished goods	74,427	70,508	41,249	31,843
Goods-in-transit	1,558	1,790	781	1,287
	<u>101,124</u>	<u>101,168</u>	<u>55,931</u>	<u>52,698</u>

As at the end of the reporting period, inventories are stated net of an allowance of \$435,000 (30 June 2023 : \$435,000).

9. Subsidiaries

	Company
	\$'000
Unquoted equity shares, at cost:	
At 1 July 2022	37,567
Acquisition of a subsidiary	870
Less: Provision for impairment of subsidiary	(396)
At 30 June 2023	<u>38,041</u>
Reversal of provision for impairment of a subsidiary	466
Less: Disposal of a subsidiary	(466)
At 31 December 2023	<u>38,041</u>
Deemed investment ^(a)	
At 1 July 2022	10,631
Additions during the period	643
At 30 June 2023 and 31 December 2023	<u>11,274</u>
Carrying amount:	
At 31 December 2023	<u>49,315</u>
At 30 June 2023	<u>49,315</u>

^(a) The deemed investment arises from the fair value of corporate guarantees given to subsidiaries to secure the bank facilities.

Fair value of corporate guarantees is the guarantee fee received for issuing the financial guarantee and is approximately 1% (30 June 2023 : 1%) per annum of the sum guaranteed under the financial guarantee contract.

10. Associates

	Group	
	31.12.2023	30.06.2023
	\$'000	\$'000
Unquoted equity shares, at cost	3,188	3,188
Share of post-acquisition results and reserves, net of dividends received	8,860	8,852
	<u>12,048</u>	<u>12,040</u>

11. Property, plant and equipment

During the six months ended 31 December 2023, the Group acquired assets amounting to \$3,038,000 (31 December 2022 : \$1,858,000), assets acquired through acquisition of a subsidiary amounting to \$Nil (31 December 2022 : \$178,000), disposed of assets amounting to \$25,000 (31 December 2022 : \$60,000) and written-off assets amounting to \$23,000 (31 December 2022 : \$7,000).

12. Right-of-use assets

Group	Leasehold land and buildings \$'000	Office equipment \$'000	Motor vehicles \$'000	Total \$'000
Cost:				
At 1 July 2022	16,155	428	867	17,450
Additions	585	48	514	1,147
De-recognition	(99)	-	-	(99)
Adjustment [#]	388	-	-	388
Currency realignment	(184)	(1)	(30)	(215)
At 30 June 2023	<u>16,845</u>	<u>475</u>	<u>1,351</u>	<u>18,671</u>
Additions	84	-	34	118
Currency realignment	(154)	-	(8)	(162)
At 31 December 2023	<u>16,775</u>	<u>475</u>	<u>1,377</u>	<u>18,627</u>
Accumulated depreciation:				
At 1 July 2022	2,597	80	495	3,172
Depreciation	1,311	91	264	1,666
De-recognition	(87)	-	-	(87)
Currency realignment	(30)	(1)	(25)	(56)
At 30 June 2023	<u>3,791</u>	<u>170</u>	<u>734</u>	<u>4,695</u>
Depreciation	579	47	138	764
Currency realignment	(31)	-	(4)	(35)
At 31 December 2023	<u>4,339</u>	<u>217</u>	<u>868</u>	<u>5,424</u>
Impairment:				
At 1 July 2022	-	-	-	-
Impairment loss	2,706	-	-	2,706
Currency realignment	(17)	-	-	(17)
At 30 June 2023	<u>2,689</u>	<u>-</u>	<u>-</u>	<u>2,689</u>
Currency realignment	(72)	-	-	(72)
At 31 December 2023	<u>2,617</u>	<u>-</u>	<u>-</u>	<u>2,617</u>
Carrying amount:				
At 31 December 2023	<u>9,819</u>	<u>258</u>	<u>509</u>	<u>10,586</u>
At 30 June 2023	<u>10,365</u>	<u>305</u>	<u>617</u>	<u>11,287</u>

Revision of rental rates and rental term.

13. Investment properties

	<u>Group</u> <u>\$'000</u>
Cost:	
At 1 July 2022	3,195
Additions	312
Disposals	(132)
Reclassified as held for sale	(180)
Currency realignment	(269)
At 30 June 2023	<u>2,926</u>
Currency realignment	(31)
At 31 December 2023	<u>2,895</u>
Accumulated depreciation:	
At 1 July 2022	287
Depreciation	55
Disposals	(1)
Reclassified as held for sale	(4)
Currency realignment	(26)
At 30 June 2023	<u>311</u>
Depreciation	24
Currency realignment	(3)
At 31 December 2023	<u>332</u>
Carrying amount:	
At 31 December 2023	<u>2,563</u>
At 30 June 2023	<u>2,615</u>

14. Goodwill

	<u>Goodwill on</u> <u>consolidation</u> <u>\$'000</u>
<u>Group</u>	
Cost:	
At 1 July 2022,	-
Recognised on acquisition of a subsidiary	129
At 30 June 2023 and 31 December 2023	<u>129</u>
Carrying amount:	
At 31 December 2023	<u>129</u>
At 30 June 2023	<u>129</u>

Goodwill acquired in a business combination is allocated, at acquisition, to the cash generating units (CGUs) that are expected to benefit from that business combination. Before recognition of impairment losses, the carrying amount of goodwill had been allocated to Cable & Wire Segment.

The group tests goodwill annually for impairment or more frequently if there are indications that goodwill might be impaired.

15. Intangible assets

	<u>Customer relationships</u> \$'000
<u>Group</u>	
Cost:	
At 1 July 2022, 30 June 2023 and 31 December 2023	2,114
Accumulated amortisation:	
At 1 July 2022, 30 June 2023 and 31 December 2023	2,114
Carrying amount:	
At 31 December 2023	-
At 30 June 2023	-

16. Borrowings

	<u>Group</u>		<u>Company</u>	
	<u>31.12.2023</u>	<u>30.06.2023</u>	<u>31.12.2023</u>	<u>30.06.2023</u>
	\$'000	\$'000	\$'000	\$'000
Amount repayable within one year or on demand				
- Secured	29,013	28,713	344	338
- Unsecured	15,535	6,016	15,535	6,016
Amount repayable after one year				
- Secured	10,513	10,991	3,512	3,686

Details of any collateral

The other bank borrowings of the Group are secured by the following:

- i. negative pledge over all assets of a subsidiary; and
- ii. corporate guarantee by the Company.

Lease liabilities are secured over the lessors' title to the leased assets.

17. Provision for onerous contracts

	<u>Group and Company</u>	
	<u>31.12.2023</u>	<u>30.06.2023</u>
	\$'000	\$'000
Balance at beginning of year	7,886	12,557
Credit to profit or loss	(3,702)	(4,671)
Balance at end of year	4,184	7,886

Management has made assessment for the fixed price onerous contracts which deliveries are expected to be made over the next 3 years after the period end. During the six months ended 31 December 2023, a reversal of provision of \$3.702 million (31 December 2022 : \$2.937 million) was made based on prevailing copper price as at the end of the reporting period. Any fluctuation in copper price subsequent to period end will result in addition or reversal of such provision.

The reversal of provision for onerous contracts during the period has been credited to cost of sales.

18. Share capital

	Group and Company	
	Number of ordinary shares	\$'000
Issued and paid up capital: At 1 July 2022, 30 June and 31 December 2023	462,988,841	63,712

Fully paid ordinary shares, which have no par value, carry one vote per share and carry a right to dividend.

19. Treasury shares

	Group and Company	
	Number of ordinary shares	\$'000
At 1 July 2022, 30 June and 31 December 2023	2,727,000	950

20. Revenue

The Group derives its revenue from the transfer of goods and services over time and at a point in time in the following major operating segments. This is consistent with the revenue information that is disclosed for each reportable segment under SFRS(I) 8 (see Note 24).

	Group	
	6 months ended 31.12.2023 \$'000	6 months ended 31.12.2022 \$'000
At a point in time:		
Cable and wire	134,165	151,416
Electrical material distribution	44,403	60,586
Test and inspections	6,772	5,715
Switchboard	2,174	2,644
Over time:		
Electrical material distribution	25	177
Test and inspections	8,206	9,083
	195,745	229,621

21. Profit before income tax

Profit for the period has been arrived at after charging (crediting):

	Group	
	6 months ended 31.12.2023	6 months ended 31.12.2022
	\$'000	\$'000
Bad debts recovered	(5)	(2)
Foreign currency exchange adjustment gain	(950)	(420)
Fair value adjustments on derivative financial instruments taken to profit or loss	2,169	(1,996)
Gain on disposal of property, plant and equipment	(144)	(3)
Gain on disposal of an asset classified as held for sale	(5)	-
Government grants	(116)	(146)
Interest income	(100)	(84)
Loss allowance for trade and other receivables	86	327
Realised (gain) loss on derivative financial instruments included in cost of sales	(1,290)	3,038
Reversal of provision for onerous contracts	(3,702)	(2,937)
Property, plant and equipment written off	23	7
Depreciation of property, plant and equipment	2,747	2,512
Depreciation of investment properties	24	28
Depreciation on right-of-use assets	764	843

22. Income tax expense

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	
	6 months ended 31.12.2023	6 months ended 31.12.2022
	\$'000	\$'000
Income tax:		
Current	1,537	2,305
Underprovision in prior years	153	34
	1,690	2,339
Deferred income tax:		
Current	621	489
Withholding tax	80	58
Total income tax expense	2,391	2,886

23. Dividends

During the financial period ended 31 December 2023, the Company declared and paid final tax-exempt dividend of 1.60 cents per ordinary share in respect of the financial year ended 30 June 2023 totalling \$7.364 million.

During the financial period ended 31 December 2022, the Company declared and paid final tax-exempt dividend of 1.60 cents per ordinary share in respect of the financial year ended 30 June 2022 totalling \$7.364 million.

24. Segment information

The Group has the following five strategic units, which are its reportable segments. These units offer different products and services, and are managed separately because they manufacture and/or sell different products or services and have their own marketing strategies. The Group's CEO (the chief operating decision maker) reviews internal management reports of each unit at least quarterly. The following summary describes the operations in each of the Group's reportable segments:

- *Cable & Wire*. Includes cable and wire manufacturing and dealing in such products.
- *Electrical Material Distribution*. Includes distribution of electrical products.
- *Test & Inspection*. Includes laboratories for tests, experiments and researches and provision of quality consultancy services.
- *Switchboard*. Includes manufacturing and dealing in electrical switchboards, feeders pillars and components.
- *Others*. Investment holding.

Accordingly, the above are the Group's reportable segments under SFRS(I) 8. No operating segments have been aggregated to form the above reportable operating segments. Information regarding the Group's reportable segments is presented below. There is no change to amounts reported for the prior year as the segment information reported internally is provided to the Group's chief operating decision maker on a similar basis.

Segment revenue and results

	Cable & Wire	Electrical Material Distribution	Test & Inspection	Switch- board	Others	Elimination	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
6 months ended 31.12.2023							
Revenue							
External sales	134,165	44,428	14,978	2,174	-	-	195,745
Inter-segment sales	303	15	-	-	-	(318)	-
Total revenue	<u>134,468</u>	<u>44,443</u>	<u>14,978</u>	<u>2,174</u>	<u>-</u>	<u>(318)</u>	<u>195,745</u>
Results							
Segment result	8,384	1,932	(194)	199	(22)	-	10,299
Interest expense	(762)	(82)	(233)	(3)	-	-	(1,080)
Interest income	79	-	21	-	-	-	100
Share of profit of associates	-	83	11	-	-	-	94
Income tax expense							(2,391)
Non-controlling interests							(104)
Profit attributable to shareholders of the Company							<u>6,918</u>

24. Segment information (cont'd)

Segment revenue and results (cont'd)

	Cable & Wire	Electrical Material Distribution	Test & Inspection	Switch-board	Others	Elimination	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
6 months ended 31.12.2022							
Revenue							
External sales	151,416	60,763	14,798	2,644	-	-	229,621
Inter-segment sales	1,065	261	-	-	-	(1,326)	-
Total revenue	152,481	61,024	14,798	2,644	-	(1,326)	229,621
Results							
Segment result	10,794	5,143	(260)	237	(37)	-	15,877
Interest expense	(815)	(87)	(207)	(4)	-	-	(1,113)
Interest income	68	2	14	-	-	-	84
Share of profit of associates	-	65	3	-	-	-	68
Income tax expense							(2,886)
Non-controlling interests							(103)
Profit attributable to shareholders of the Company							11,927

Other segment information

	Cable & Wire	Electrical Material Distribution	Test & Inspection	Switch-board	Others	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
6 months ended 31.12.2023						
Additions to non-current assets	2,066	566	520	4	-	3,156
Depreciation and amortisation	1,592	706	1,196	41	-	3,535
Non-cash items other than depreciation and amortisation	(3,080)	126	412	11	3	(2,528)
6 months ended 31.12.2022						
Additions to non-current assets	1,913	554	607	-	-	3,074
Depreciation and amortisation	1,426	537	1,379	41	-	3,383
Non-cash items other than depreciation and amortisation	(5,594)	231	318	-	21	(5,024)

24. Segment information (cont'd)

Segment assets and liabilities

	Cable & Wire \$'000	Electrical Material Distribution \$'000	Test & Inspection \$'000	Switch- board \$'000	Others \$'000	Total \$'000
<u>31.12.2023</u>						
Segment assets	192,712	63,789	30,038	3,897	691	291,127
Interest in associates	-	11,106	942	-	-	12,048
Unallocated segment assets						708
Consolidated total assets						<u>303,883</u>
Segment liabilities	62,699	19,397	12,126	1,050	15	95,287
Unallocated segment liabilities						3,841
Consolidated total liabilities						<u>99,128</u>
<u>30.06.2023</u>						
Segment assets	190,732	63,521	30,428	3,897	37	288,615
Interest in associates	-	11,109	931	-	-	12,040
Unallocated segment assets						1,416
Consolidated total assets						<u>302,071</u>
Segment liabilities	58,748	20,586	11,680	436	19	91,469
Unallocated segment liabilities						3,847
Consolidated total liabilities						<u>95,316</u>

Geographical information

The Group's revenue from external by geographical location are detailed below:

	6 months ended 31.12.2023 \$'000	6 months ended 31.12.2022 \$'000
Singapore	137,255	178,712
Malaysia	40,176	35,708
Vietnam	8,314	6,509
Brunei	2,238	2,717
Indonesia	4,945	3,396
Cambodia	2,054	1,034
Others	763	1,545
	<u>195,745</u>	<u>229,621</u>

F. Other information required as set out in Appendix 7.2 of the SGX-ST Listing Manual

- 1(i) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, subdivision, consolidation, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There were no changes in the Company's share capital during the 6 months ended 31 December 2023.

The total number of issued ordinary shares excluding treasury shares as at 31 December 2023 was 460,261,841 (31 December 2022: 460,261,841).

The number of ordinary shares held as treasury shares as at 31 December 2023 was 2,727,000 (31 December 2022: 2,727,000), constituting 0.59% of the total number of ordinary shares outstanding (31 December 2022: 0.59%).

As at 31 December 2023, there were no outstanding convertibles and no subsidiary holdings (31 December 2022: Nil).

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

The total number of issued ordinary shares excluding treasury shares as at 31 December 2023 was 460,261,841 (30 June 2023: 460,261,841).

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

There were no sales, transfers, cancellation and/or use of treasury shares during the current financial period reported on.

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

There were no sales, transfers, cancellation and/or use of subsidiary holdings during the current financial period reported on.

- 2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.**

The figures have not been audited nor reviewed.

3. Where the figures have been audited or reviewed, the auditor’s report (including any modifications or emphasis of a matter).

Not applicable.

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

(a) Updates on the efforts taken to resolve each outstanding audit issue.

(b) 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.

The Group and the Company have adopted the same accounting policies and methods of computation in the financial statements for the current reporting year as those of the audited financial statements for the year ended 30 June 2023.

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 has adopted all new and revised Singapore Financial Reporting Standards (International) (“SFRS(I)”) issued by the Accounting Standards Council that are relevant to the Group and effective for financial period beginning on 1 July 2023.

The adoption of the new SFRS(I)s, amendments and interpretations of SFRS(I)s did not result in any substantial change to the Group’s accounting policies and has no material impact on the financial statements of the Group for the current reporting period or the prior year’s reporting period.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group	
	6 months ended 31.12.2023	6 months ended 31.12.2022
Earnings per ordinary share for the year after deducting any provision for preference dividends:-		
(i) Based on the weighted average number of ordinary shares in issue; and	1.50 cents	2.59 cents
(ii) On a fully diluted basis	1.50 cents	2.59 cents

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-**
(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group		Company	
	As at 31.12.2023	As at 30.06.2023	As at 31.12.2023	As at 30.06.2023
Net asset value per ordinary share based on existing issued share capital as at the end of the period reported on	44.11 cents	44.50 cents	30.68 cents	31.06 cents

Net asset value per ordinary share is calculated based on the existing total number of shares in issue (excluding treasury shares) of 460,261,841 (30 June 2023: 460,261,841 shares).

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**
(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Statement of profit or loss

Revenue

For the six months ended 31 December 2023 ("1H24"), the Group reported revenue of \$195.745 million, a decline of 14.75% from \$229.621 million in the last corresponding period ended 31 December 2022 ("1H23"). The decline in revenue was across all the Group's segments except for the Testing & Inspection ("T&I") Segment.

The Cable & Wire ("C&W") Segment's revenue saw a decline of 11.39%, or \$17.251 million from \$151.416 million to \$134.165 million. The decline in revenue was observed in Singapore's C&W Segment, offset by increased revenue in the C&W Segments of Malaysia and Vietnam. The revenue drop in Singapore was attributed to completion of projects. In contrast, the improvements in revenue in the C&W Segments of Malaysia and Vietnam were primarily contributed by growth in the private sector construction activities.

The Electrical Material Distribution ("EMD") Segment saw a decline in revenue of \$16.335 million, a drop of 26.88% from \$60.763 million to \$44.428 million. This decrease was primarily due to a significant reduction in the revenue from the Electronic (ELN) Cluster during 1H24 amidst the semiconductor cyclical downturn.

The T&I Segment revenue grew by \$180,000 from \$14.798 million to \$14.978 million in the current period under review. The increase in revenue in the T&I Segment was largely due to higher revenue from the non-destructive testing in Indonesia, Malaysia and Singapore.

Revenue from the Switchboard Segment declined by 17.78%, or \$470,000 from \$2.644 million to \$2.174 million due to fewer government projects in Brunei.

Gross Profit

Gross profit ("GP") declined by \$2.926 million, from \$35.235 million in 1H23 to \$32.309 million in 1H24. However, the gross profit margin ("GPM") improved from 15.34% in 1H23 to 16.51% in 1H24 due to lower deliveries of loss-making projects.

Other operating income

Other operating income decreased by \$994,000 from \$3.789 million in 1H23 to \$2.795 million in 1H24. This was attributed to the absence of fair value gain on derivative financial instruments recorded in 1H24. There was \$1.996 million of fair value gain on derivative financial instruments recorded in 1H23. The lower other operating income was offset by higher foreign exchange gain and higher scrap sales in 1H24.

Selling and distribution expenses

Selling and distribution expenses decreased by 4.24% from \$12.219 million to \$11.701 million, mainly due to lower staff costs, which was in tandem with lower revenue.

Administrative expenses

Administrative expenses for 1H24 increased by \$236,000, up 2.25% as compared to 1H23. This was mainly because of higher depreciation of plant and equipment and information technology related costs.

Other operating expenses

Other operating expenses for 1H24 increased by \$1.924 million, largely attributable to fair value loss on derivative financial instruments, which represents a reversal of the FY23 fair value gain on derivative financial instruments. The effects were partially offset by the lower loss allowance for trade receivables in 1H24. A decrease in the loss allowance for trade receivables during the current period is primarily attributed to the recovery of loss allowances from the C&W Segment.

Finance costs

Finance costs decreased by \$33,000, mainly due to lower utilisation of bank borrowings to finance purchase of copper during the current financial period.

Share of profit of associates

Higher share of profit from associate mainly due to the higher profit attained by Nylect Group in 1H24.

Profit before income tax

For 1H24, the Group recorded profit before income tax ("PBT") of \$9.413 million, a decrease of \$5.503 million compared to \$14.916 million in 1H23.

The C&W Segment's PBT for 1H24 decreased by \$2.346 million from \$10.047 million to \$7.701 million, mainly attributable to the fair value adjustments on derivative financial instruments for both periods.

The EMD Segment's PBT declined by \$3.190 million from \$5.123 million to \$1.933 million, in tandem with lower revenue achieved in 1H24.

The PBT from Switchboard Segment decreased by \$37,000, a drop of 15.88% as compared to 1H23. The T&I Segment's loss before tax decreased by \$55,000 from loss before tax of \$450,000 to loss before tax of \$395,000.

Income tax expense

Income tax expense for 1H24 decreased by \$495,000, in tandem with lower profit recognised during the current financial period.

Statement of financial position

Cash and bank balances decreased by \$6.012 million due to lower collections from customers towards the end of the current financial period and cash used for the purchase of plant and equipment, along with prompt payments to suppliers towards the end of the period.

Trade receivables increased by \$8.808 million, driven by higher sales in 2Q24.

Other receivables in total increased by \$2.679 million, primarily due to down payments for purchases of plant and equipment as well as purchase of materials.

Contract assets increased by \$72,000, primarily attributable to unbilled revenue and retention sum receivables for those revenue recognised over time for on-going contracts.

Derivative financial instruments in total decreased by \$2.169 million, primarily driven by utilisation of foreign currency forward contracts and copper contracts during the current financial period.

Inventories decreased by \$44,000, mainly due to higher deliveries to customers towards the end of the current financial period.

Property, plant and equipment decreased by \$40,000, mainly due to depreciation charges of \$2.747 million, and currency re-alignment of \$279,000 against addition of plant and equipment amounting to \$3.083 million, mainly additions of plant and machinery for C&W Segment.

Decrease in right-of-use ("ROU") assets of \$701,000 was primarily attributed to depreciation charges during the current financial period.

Deferred tax assets decreased by \$634,000, mainly due to timing differences arising from reversal of provision for onerous contracts during the current financial year.

Bank borrowings increased by \$9.820 million, primarily because of higher bank borrowings by the C&W Segment for purchase of copper.

Trade payables decreased by \$2.419 million, primarily due to higher settlement made to suppliers towards the end of the current financial period.

Other payables in total decreased by \$2.459 million, because of payout of previous financial year's accrued staff costs.

Contract liabilities rose by \$3.057 million, mainly driven by higher advances from customers in the EMD Segment for upcoming deliveries.

Provision for onerous contracts amounted to \$4.184 million, a decrease of \$3.702 million from the end of the previous financial year, caused by the partial delivery of the contracts during the current financial period.

Statement of cash flows

The cash and cash equivalents at the end of the period decreased to \$25.991 million compared to \$32.003 million at the end of the previous financial year.

The Group's net cash used in operating activities of \$3.752 million was attributable to the net impact of operating profit before working capital changes, increase in trade and other receivables, contract assets, and inventories, decrease in trade and other payables, as well as payment of income tax. This was offset by an increase in advances received from customers.

The net cash used in investing activities of \$2.732 million was mainly for purchase of plant and equipment, net of proceeds from disposal of plant and equipment, proceeds from disposal of assets classified as held for sale, interest received, and dividend income received from an associate.

The net cash from financing activities of \$801,000 was mainly due to proceeds from bank borrowings against repayment of borrowings, dividends, lease liabilities and interest paid.

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

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

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

The business environment is expected to remain challenging, as the global economy continues to be weighed down by geopolitical uncertainties and persistently high inflation. This confluence of headwinds may amplify the volatility in commodity prices and exacerbate supply chain disruptions which would contribute to rising cost pressures.

Nevertheless, the growth prospects of the local manufacturing and trade-related sectors are expected to improve in tandem with the turnaround in global electronics demand.

The Group remains vigilant in managing the ongoing price tension arising from the volatile copper prices. It will continue to focus on executing its business strategy and proactively looking out for suitable business opportunities in the South East Asian region where demand is expected to remain resilient.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared (recommended) for the current financial period reported on? **Yes**

Name of Dividend	Interim
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.75 cent per ordinary share
Tax Rate	Exempt One-tier

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared (recommended) for the corresponding period of the immediately preceding financial year? **Yes**

Name of Dividend	Interim
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.75 cent per ordinary share
Tax Rate	Exempt One-tier

(c) Date payable

The Interim One-tier Tax Exempt Dividend of 0.75 cent per ordinary share will be paid on 13 March 2024.

(d) Record date

NOTICE IS HEREBY GIVEN that the Share Transfer Books and Register of Members of the Company will be closed on 6 March 2024 for the purpose of preparing dividend warrants.

Duly completed registrable transfers received by the Share Registrars of the Company, B.A.C.S. Private Limited at 77 Robinson Road, #06-03 Robinson 77, Singapore 068896 up to 5.00 p.m. on 5 March 2024 will be registered to determine shareholders' entitlements to the interim dividend. In respect of shares in securities accounts with The Central Depository (Pte) Limited ("CDP"), the said interim dividend will be paid by the Company to CDP which will distribute the dividend to holders of the securities accounts.

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

Not applicable.

13. If the Group has obtained a general mandate from shareholders for Interested Person Transactions ("IPTs"), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

No IPT mandate has been obtained from shareholders.

14. Negative confirmation pursuant to Rule 705(5). (Not required for announcement on full year results).

Two Directors have signed a statement kept on record, confirming on behalf of the Board of Directors of the Company that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited interim financial statements for the half year ended 31 December 2023 to be false or misleading in any material aspect.

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

The Company has procured undertakings from all its Directors and executive officer(s) required under Rule 720(1) of the Listing Manual of the SGX-ST.

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

Not applicable.

17. 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(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Not applicable.

BY ORDER OF THE BOARD

Hazel Chia / Juliana Tan
Company Secretaries

Singapore, 07 February 2024