

GRP LIMITED



Company No.197701449C

**Financial Statement And Dividend Announcement For Financial
Quarter and Year ended 30 June 2022**

GRP LIMITED

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL QUARTER AND YEAR ENDED 30 JUNE 2022

	Note	GROUP			GROUP		
		\$'000		% Increase/ (decrease)	\$'000		% Increase/ (decrease)
		3 months ended			12 months ended		
		4Q FY2022	4Q FY2021		30 June 2022	30 June 2021	
Continuing operations							
Revenue		4,418	3,343	32.2	15,368	14,361	7.0
Cost of sales		(2,985)	(2,261)	32.0	(10,321)	(9,539)	8.2
Gross profit		1,433	1,082	32.4	5,047	4,822	4.7
Other write back/(losses)		77	(448)	NM	77	(448)	NM
Other income		612	358	70.9	1,030	1,234	(16.5)
Distribution costs		(521)	(485)	7.4	(1,880)	(1,833)	2.6
Administrative expenses		(1,252)	(1,145)	9.3	(5,439)	(4,492)	21.1
Finance costs		(16)	(22)	(27.3)	(76)	(63)	20.6
Share of result of associates		1	(68)	NM	(1)	(71)	(98.6)
Profit/(loss) before income tax expense	19	334	(728)	NM	(1,242)	(851)	45.9
Income tax expense	20	73	(122)	NM	(144)	(343)	(58.0)
Profit/(loss) from continuing operations, net of tax		407	(850)	NM	(1,386)	(1,194)	16.1
Discontinued operations							
Profit/(loss) from discontinued operations, net of tax, before loss on Distribution in specie	11	3,479	(39)	NM	3,047	(525)	NM
Total profit/(loss) for year, net of tax		3,886	(889)	NM	1,661	(1,719)	NM
Loss on Distribution in specie	11	(3,479)	-	NM	(4,699)	-	NM
Total profit/(loss) for year, net of tax, after loss on Distribution in specie		407	(889)	NM	(3,038)	(1,719)	76.7
Exchange differences on translation of foreign operations		(330)	94	NM	948	180	NM
Other comprehensive (loss)/income for the year, net of tax		(330)	94	NM	948	180	NM
Total comprehensive (loss)/income for the year		77	(795)	NM	(2,090)	(1,539)	35.8
Loss attributable to:							
Owners of the company		330	(862)	NM	(2,950)	(1,391)	NM
Non-controlling interest		77	(27)	NM	(88)	(328)	(73.2)
		407	(889)	NM	(3,038)	(1,719)	76.7
Profit/(Loss) attributable to owners of the company relates to:							
Profit/(Loss) from continuing operations		330	(849)	NM	(1,298)	(1,191)	9.0
Loss from discontinued operations		-	(13)	(100.0)	(1,652)	(200)	NM
		330	(862)	NM	(2,950)	(1,391)	NM
Profit/(Loss) attributable to non-controlling interest of the company relates to:							
Loss from continuing operations		77	(1)	NM	(88)	(3)	NM
Loss from discontinued operations		-	(26)	(100.0)	-	(325)	(100.0)
		77	(27)	NM	(88)	(328)	(73.2)
		407	(889)	NM	(3,038)	(1,719)	76.7
Total comprehensive loss attributable to:							
Owners of the company		-	(768)	(100.0)	(2,002)	(1,211)	65.3
Non-controlling interests		77	(27)	NM	(88)	(328)	(73.2)
		77	(795)	NM	(2,090)	(1,539)	35.8
Loss per share attributable to owners of the company:							
<i>From continuing and discontinued operations (cents)</i>							
Basic and diluted		0.18	(0.48)	NM	(1.64)	(0.77)	NM
<i>From continuing operations (cents)</i>							
Basic and diluted		0.18	(0.47)	NM	(0.72)	(0.66)	9.1
<i>From discontinued operations (cents)</i>							
Basic and diluted		-	(0.01)	(100.0)	(0.92)	(0.11)	NM

* NM - not meaningful

CONDENSED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2022

	Note	GROUP		COMPANY	
		\$'000		\$'000	
		30/06/2022	30/06/2021	30/06/2022	30/06/2021
ASSETS					
Current assets					
Cash and bank balances		22,686	25,688	12,801	15,644
Trade receivables	6	2,509	1,920	981	495
Other receivables & prepayments	7	1,108	1,133	19,013	35,945
Investment		33	-	-	-
Inventories	8	4,585	5,088	-	-
Development properties	9	3,592	3,607	-	-
Development property expenditure	10	9,444	6,370	-	-
Disposal group assets classified as held for distribution to owners ("Disposal group assets")	11	-	35,619	-	-
Total current assets		43,957	79,425	32,795	52,084
Non-current assets					
Other receivables	7	4,557	4,565	-	-
Investment in subsidiaries		-	-	6,627	7,051
Associates		3	-	-	-
Deferred tax assets		96	275	-	-
Intangible asset		31	32	25	25
Right-of-use assets	12	686	1,401	-	324
Property, plant and equipment	13	720	744	96	30
Total non-current assets		6,093	7,017	6,748	7,430
Total assets		50,050	86,442	39,543	59,514
LIABILITIES AND EQUITY					
Current liabilities					
Bank loans	14	367	188	-	-
Trade payables	15	1,478	526	21	34
Lease liabilities	14	399	720	-	341
Other payables	16	2,658	1,612	827	698
Deferred consideration payable	10	2,698	2,780	-	-
Income tax payable		178	446	49	49
Liabilities directly associated with disposal group classified as held for distribution to owners ("Disposal group liabilities")	11	-	16,234	-	-
Total current liabilities		7,778	22,506	897	1,122
Non-current liabilities					
Bank loans	14	952	1,312	-	-
Deferred tax liabilities		1	1	-	-
Lease liabilities	14	301	711	-	-
Total non-current liabilities		1,254	2,024	-	-
Capital and reserves					
Share capital	17	44,093	72,502	44,093	72,502
Treasury shares	18	(2,382)	(2,382)	(2,382)	(2,382)
Statutory reserve		-	245	-	-
Currency translation reserve		1,986	1,471	-	-
Accumulated (losses)/ profits		(2,708)	(11,264)	(3,065)	(11,728)
Reserves of disposal group classified as held for distribution to owners ("Reserves of disposal group")	11	-	(3,165)	-	-
Equity attributable to owners of the company		40,989	57,407	38,646	58,392
Non-controlling interests		29	4,505	-	-
Total equity		41,018	61,912	38,646	58,392
Total liabilities and equity		50,050	86,442	39,543	59,514

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2022

	The Group		The Group	
	\$'000		\$'000	
	3 months ended 30/06/2022	3 months ended 30/06/2021	12 months ended 30/06/2022	12 months ended 30/06/2021
Operating activities:				
Profit/(loss) before income tax from continuing operations	334	(728)	(1,242)	(851)
Profit/(Loss) before income tax from discontinued operations	3,479	-	3,135	(668)
Loss on Distribution in specie	(3,479)	-	(4,699)	-
Total profit/(loss) before income tax	334	(728)	(2,806)	(1,519)
Adjustments for:				
Depreciation and amortisation	45	99	174	390
Depreciation of right-of-use assets	97	265	713	1,111
Profit/(Loss) before income tax from discontinued operations	(3,479)	-	(3,135)	-
Loss on Distribution in specie	3,479	-	4,699	-
Interest income	(25)	(100)	(54)	(274)
Interest expenses	12	22	63	75
Finance income	433	-	433	-
(Gain) Loss on disposal of property, plant and equipment	11	-	4	-
Provision/(write back) for inventories	121	28	159	76
Write off of inventories	(2)	35	-	35
Write back of impairment loss on properties held for sale	-	(325)	-	(618)
Write back of doubtful trade receivables	(38)	-	(38)	-
Allowance for doubtful loan receivables	-	28	-	33
Bad debts written off	-	7	-	7
Write (back)/down of development properties	(77)	448	(77)	448
Net fair value loss on other investment	3	-	6	-
Unrealised foreign exchange loss/(gain)	213	(1,071)	223	(1,071)
Share of result of associates	(1)	63	1	88
Operating cash flows before movements in working capital	1,126	(1,229)	365	(1,219)
Trade receivables	(483)	1,078	(551)	(446)
Loan and factoring receivables	-	(3,498)	-	(4,521)
Other receivables & prepayments	(158)	348	30	4,169
Inventories	409	416	353	1,232
Properties held for sale	-	770	-	3,837
Development properties	-	166	-	-
Development property expenditures	(1,019)	(170)	(2,641)	(170)
Trade payables	751	(279)	954	(875)
Other payables	343	61	964	(804)
Cash used in operating activities	969	(2,337)	(526)	1,203
Income taxes paid	(34)	(145)	(226)	(577)
Net cash used in operating activities	935	(2,482)	(752)	626
Investing activities:				
Proceeds from disposal of property, plant and equipment	-	-	81	16
Purchase of property, plant and equipment	(73)	(87)	(246)	(194)
Net cash outflow from acquisition of subsidiaries	-	(150)	-	(150)
Receivable from associates	-	2,616	-	-
Decrease in restricted bank balances (Note A)	-	-	-	5,421
Advances to former associate turned subsidiary, Rumah Kami Sdn Bhd	-	(3,172)	-	(3,172)
Interest received	25	100	54	273
Net cash (used in)/ generated from investing activities	(48)	(693)	(111)	2,194
Financing activities:				
Interest paid	(12)	(22)	(63)	(39)
Share buyback	-	(39)	-	(75)
New Loan	-	-	-	1,500
Repayment of loan	(99)	-	(181)	-
Amount due to non-controlling interests	-	38	-	38
Payment of lease liabilities	(130)	(302)	(731)	(1,062)
Net cash generated from/(used in) financing activities	(241)	(325)	(975)	362
Net (decrease)/increase in cash and cash equivalents	646	(3,500)	(1,838)	3,182
Cash and cash equivalents at beginning of year	23,265	45,390	25,688	38,579
Effect of foreign exchange rate changes on the balance of cash held in foreign currencies	(1,225)	367	(1,164)	496
Cash and cash equivalents at end of year (Note B)	22,686	42,257	22,686	42,257

Note A

The amount related to bank balances of 3 PRC subsidiaries frozen by the Bank of China and Industrial and Commercial Bank of China as at 30 June 2020. The bank balances were unfrozen in November 2020. Please refer to the Company's announcement on 24 November 2020 for the details. Also refer to the Company's announcement on 19 November 2021 where Chongqing Tianhu Land Co., Ltd and Chongqing Gangyuan Property Development Co., Ltd had received and decided to accept the Notices of Administrative Penalty ("Notices") from the State Administration of Foreign Exchange Hanzhong City Central Branch. The Notices served as a warning not to repeat such transactions and to impose a penalty of 10% of the funds transferred in accordance with Article 45 of the Regulations of the People's Republic of China on Foreign Exchange Administration.

Note B

	The Group		The Group	
	\$'000		\$'000	
	3 months ended 30/06/2022	3 months ended 30/06/2021	12 months ended 30/06/2022	12 months ended 30/06/2021
Cash and cash equivalents is derived from:				
Cash and bank balances				
- Continuing operations	22,686	25,688	22,686	25,688
- Discontinued operations	-	16,569	-	16,569
	22,686	42,257	22,686	42,257

CONDENSED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 30 JUNE 2022

Group	Share capital	Treasury Shares	Statutory reserve	Currency translation reserve	Accumulated losses	Reserve of disposal group classified as held for distribution to owners	Attributable to equity holders of the company	Non-controlling interests	Total
\$'000									
Latest Period									
Balance at 01/07/2021	72,502	(2,382)	245	1,471	(11,264)	(3,165)	57,407	4,505	61,912
<i>Total comprehensive loss for the year</i>									
- Loss for the year	-	-	-	-	(2,950)	-	(2,950)	(88)	(3,038)
- Other comprehensive income/(loss) for the year	-	-	-	515	-	433	948	-	948
<i>Transactions with owner, recognised directly in equity</i>									
- Capital reduction	(28,409)	-	-	-	28,409	-	-	-	-
- Dividend distribution in specie	-	-	-	-	(14,416)	-	(14,416)	-	(14,416)
- Disposal of non-contributing interest in LFHL	-	-	-	-	-	-	-	(4,388)	(4,388)
- Reclassification of reserves resulting from the distribution in specie of LFHL shares	-	-	(245)	-	(2,487)	2,732	-	-	-
Balance at 30/06/2022	44,093	(2,382)	-	1,986	(2,708)	-	40,989	29	41,018
Previous Corresponding Period									
Balance at 01/07/2020	72,502	(2,343)	245	(1,874)	(9,873)	-	58,657	4,709	63,366
<i>Total comprehensive loss for the year</i>									
- (Loss)/Profit for the year	-	-	-	-	(1,391)	-	(1,391)	(328)	(1,719)
- Other comprehensive loss for the year	-	-	-	180	-	-	180	-	180
<i>Transactions with owner, recognised directly in equity</i>									
- Share buy-back held as treasury shares	-	(39)	-	-	-	-	(39)	-	(39)
- Acquisition of subsidiary	-	-	-	-	-	-	-	124	124
- Reserve attributable to disposal group classified as held for distribution to owners	-	-	-	3,165	-	(3,165)	-	-	-
Balance at 30/06/2021	72,502	(2,382)	245	1,471	(11,264)	(3,165)	57,407	4,505	61,912

The Company	Share capital	Treasury Shares	Accumulated losses	Total
\$'000				
Latest Period				
Balance at 1/07/2021	72,502	(2,382)	(11,728)	58,392
<i>Total comprehensive income for the year , represented by</i>				
- Loss for the year	-	-	(5,232)	(5,232)
<i>Transactions with owner, recognised directly in equity</i>				
- Capital reduction	(28,409)	-	28,409	-
- Dividend distribution in specie	-	-	(14,514)	(14,514)
Balance at 30/06/2022	44,093	(2,382)	(3,065)	38,646
Previous Corresponding Period				
Balance at 1/07/2020	72,502	(2,343)	2,768	72,927
<i>Total comprehensive income for the year , represented by</i>				
- Loss for the year	-	-	(14,496)	(14,496)
<i>Transactions with owner, recognised directly in equity</i>				
- Share buy-back held as treasury shares	-	(39)	-	(39)
Balance at 30/06/2021	72,502	(2,382)	(11,728)	58,392

Notes to the condensed financial statements

Note 1 Corporate information

GRP Limited (the "Company") is incorporated in the Republic of Singapore with its registered office at 30 Cecil Street, #10-01/02 Prudential Tower, Singapore 049712. The company is listed on the Singapore Exchange Securities Trading Limited. These condensed financial statements for the financial year ended 30 June 2022 comprise the Company and its subsidiaries (collectively, the "Group"). The principal activities of the Company is that of investment holding and rental of property.

The principal activities of the Group are:

- (a) Property development;
- (b) Sales of hose and marine products; and
- (c) Sales of measuring instruments/metrology.

Note 2 Basis of preparation

The condensed financial statements for the financial year ended 30 June 2022 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last financial statements for the year ended 30 June 2021.

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

Note 2.1 New and amended standards adopted by the Group

In the current financial year, the Group has adopted all the new and revised SFRS(I) and SFRS(I) Interpretations ("**SFRS(I) INT**") that are relevant to its operations and effective for the current financial year. Changes to the Group's accounting policies have been made as required in accordance with the transitional provisions in the respective SFRS(I) and SFRS(I) INT.

The adoption of these new/revised SFRS(I) and SFRS(I) INT did not have any material effect on the financial results or position of the Group and the Company.

Note 2.2 Use of judgements and estimates

In preparing the condensed 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.

In addition to the additional significant accounting judgements and estimates as disclosed below, 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 30 June 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 financial period are disclosed as follow or included in the following notes:

- * Note 5 - Fair value of investment in redeemable convertible preference share ("RCPS")
- * Note 6 - Recoverable amount of trade receivables
- * Note 7 - Recoverable amount of non-current advance payment receivable from PRC authority
- * Notes 9 and 10 - Estimation of net realisable value of development properties and development property expenditure

Fund transfers relating to certain subsidiary of the group in PRC

As at the date of authorisation of these condensed financial statements, the matter is still under on-going investigation and management intends to cooperate fully with the officer-in-charge on the matter.

Bank of China and Industrial and Commercial Bank of China had frozen certain PRC bank accounts of Tangshan GRP, Chongqing Tianhu Land Co., Ltd ("**Tianhu**") and Chongqing Gangyuan Property Development Co., Ltd ("**Gangyuan**") during the financial year ended 30 June 2020. Tianhu and Gangyuan are indirect wholly-owned subsidiaries of Luminor Financial Holdings Limited ("**LFHL**"). As announced on 19 November 2021, Tianhu and Gangyuan had received and decided to accept the Notices of Administrative Penalty ("**Notices**") from the State Administration of Foreign Exchange Hanzhong City Central Branch. The Notices served as a warning not to repeat such transactions and to impose a penalty of 10% of the funds transferred in accordance with Article 45 of the Regulations of the People's Republic of China on Foreign Exchange Administration. With this, LFHL obtained an unqualified audit opinion on their audited financial statements for the financial year ended 31 December 2021.

Correspondingly, management has provided \$0.8 million (approximately RMB3.6 million) penalty in current financial statements under review. This represented 10% penalty on the fund transfers from subsidiary in Tangshan, PRC. The Group will be working towards obtaining an unqualified audit opinion.

Note 3 Seasonal operations

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

Note 4 Financial Instruments

The following table sets out the financial instruments as at 30 June 2022 and 30 June 2021:

	Group		Company	
	As at 30/06/2022	As at 30/06/2021	As at 30/06/2022	As at 30/06/2021
	\$'000	\$'000	\$'000	\$'000
<u>Financial assets</u>				
Amortised costs:				
Cash and bank balances	22,686	25,688	12,801	15,644
Trade receivables	2,509	1,897	981	495
Other receivables	1,065	1,110	18,992	35,937
Disposal group assets classified as held for distribution to owners	-	25,466	-	-
	26,260	54,161	32,774	52,076
Financial assets designated at fair value through profit or loss	33	-	-	-
Total	26,293	54,161	32,774	52,076

	Group		Company	
	As at 30/06/2022	As at 30/06/2021	As at 30/06/2022	As at 30/06/2021
	\$'000	\$'000	\$'000	\$'000
<u>Financial liabilities</u>				
Amortised cost:				
- Trade payables	1,428	486	10	21
- Other payables	2,658	1,612	827	698
- Loans and borrowings	1,319	1,500	-	-
Lease liabilities	700	1,431	-	341
Disposal group liabilities classified as held for distribution to owners	-	2,822	-	-
Total	6,105	7,851	837	1,060

Note 5 Fair value of Financial Instruments

The carrying amounts of all categories of financial assets and liabilities approximate their respective fair values due to the relatively short-term maturity of these financial instruments, except for non-current other receivables and lease liabilities.

The fair value hierarchy adopted in fair value measurements of the group's and the company's financial assets at fair value through profit or loss is Level 3. The following table gives information about how the fair values of the financial assets at fair value through profit or loss is determined (in particular, the valuation technique and inputs used).

	Fair value		Fair value hierarchy
	As at 30/06/2022	As at 30/06/2021	
	\$'000	\$'000	
Financial assets at fair value through profit or loss	33	-	Level 1
Investment in redeemable convertible preference shares ("RCPS")	-	-	Level 3

The investment relates to the aggregate principal amount for the subscription of 15,250 redeemable convertible preference shares ("RCPS") issued by Energiser Enterprise Sdn Bhd ("EESB").

EESB was unable to repay the redemption amount and both parties had signed an agreement on 17 June 2020 and agreed on an arrangement by which the outstanding amount will be settled in the future, which incorporates land transfer from EESB to the group, deed of assignment for the account receivables of EESB and joint development of student accommodation units.

Due to uncertainties, the land transfer, deed assignment for the account receivables of EESB and joint development of student accommodation units are not foreseeable in the near future. Accordingly, the RCPS amount is assessed at \$Nil value during the financial year ended 30 June 2021. As announced by the Company on 19 July 2022, the land transfer agreement and its supplemental agreement had expired on 30 June 2022. The Company had decided not to further extend the timeline for the restructuring and will pursue actions to recover the outstanding amount, hence the RCPS amount remained at zero as at 30 June 2022.

There were no transfers between Level 1 and Level 2 of the fair value hierarchy during the financial year ended 30 June 2022 and financial year ended 30 June 2021.

Note 6 Trade receivables

	Group		Company	
	As at 30/06/2022	As at 30/06/2021	As at 30/06/2022	As at 30/06/2021
	\$'000	\$'000	\$'000	\$'000
Outside parties	2,509	1,935	37	131
Subsidiaries	-	-	5,487	4,324
	2,509	1,935	5,524	4,455
Less: Loss allowance				
- Outside parties	-	(38)	-	-
- Subsidiaries	-	-	(4,543)	(3,960)
	2,509	1,897	981	495
Net GST receivables	-	23	-	-
	2,509	1,920	981	495

The loss allowance of the group of Nil (30 June 2021: \$38,000) and the company of \$4,543,000 (30 June 2021: \$3,960,000) relate to trade receivables which are past due for more than 360 days.

Note 7 Other receivables and prepayments

	Group		Company	
	As at 30/06/2022	As at 30/06/2021	As at 30/06/2022	As at 30/06/2021
	\$'000	\$'000	\$'000	\$'000
<u>Current</u>				
Deposits for property projects	-	569	-	569
Prepayments	43	23	21	8
Other deposits	627	1,100	27	89
Sundry receivables	438	10	34	4
Subsidiaries	-	-	23,013	50,147
	1,108	1,702	23,095	50,817
Less: Loss allowances				
- Outside parties	-	(569)	-	(569)
- Subsidiaries	-	-	(4,082)	(14,303)
	1,108	1,133	19,013	35,945
Short term loan receivable	1,161	1,161	-	1,161
Less: Allowance for short term loan receivable	(1,161)	(1,161)	-	(1,161)
	1,108	1,133	19,013	35,945
<u>Non-current</u>				
Advance payment (Note 1)	4,557	4,565	-	-
	4,557	4,565	-	-

Note 1:

Amount relates to part of advance payment in accordance with agreement entered with the People's Government of Kaiping District. The group is expecting the refund of \$5,339,000 (30 June 2021 : \$5,305,000) as compensation to the farmers for the land use rights made in past years. \$782,000 (30 June 2021 : \$740,000) representing the excess of repossession value over the carrying value of the development property, was presented net of the noncurrent receivable from the local government. Management continues to pursue the negotiation and to arrange to meet the local PRC authority to negotiate for full recovery of the remaining receivables.

Note 8 Inventories

	Group	
	As at 30/06/2022	As at 30/06/2021
	\$'000	\$'000
Finished goods	4,585	5,088
Movement in allowance for inventories:		
Balance at beginning of year	2,355	2,282
Increase/(decrease) in allowance recognised in profit or loss	159	76
Exchange realignment	(9)	(3)
Balance at end of year	2,505	2,355

Note 9 Development properties

	Group	
	As at 30/06/2022	As at 30/06/2021
	\$'000	\$'000
Development properties located in		
- Malaysia	3,592	3,607
	3,592	3,607

Note 10 Development property expenditure

	Group	
	As at 30/06/2022	As at 30/06/2021
	\$'000	\$'000
Balance at beginning of the financial year	6,370	469
Exchange differences	(238)	-
Additions	3,589	165
Acquisition of subsidiary	-	5,736
Transferred to cost of sales	(277)	-
Balance at end of the financial period	9,444	6,370
Comprising joint venture development agreement with:		
- Karib Tropika Sdn Bhd	615	634
- Lembaga Perumahan Dan Hartanah, Perak	8,829	5,736
	9,444	6,370
Deferred consideration payable		
Joint venture development agreement with Lembaga Perumahan Dan Hartanah, Perak ("LPHP")	2,698	2,780

Note 11 Discontinued operations and disposal group classified as held for distribution

Following the announcement by the Company on 4 June 2021 on the proposed distribution in specie of shares in Luminor Financial Holdings Limited ("LFHL") to shareholders of the Company by way of capital reduction ("Distribution"), the assets and liabilities related to LFHL had been presented as a disposal group held for distribution to owners and results from LFHL was presented separately on the income statement as "Discontinued operations" on the financial statements for year ended 30 June 2021.

The Distribution was completed on 3 December 2021 where the Company distributed 120,130,358 of LFHL shares to the shareholders of the Company via distribution in specie by way of capital reduction.

An analysis of the results of discontinued operations, and the result recognised on the remeasurement of disposal group is as follows:

	Group		Group	
	3 months ended	3 months ended	12 months ended	12 months ended
	30/06/2022	30/06/2021	30/06/2022	30/06/2021
	\$'000	\$'000	\$'000	\$'000
Revenue	-	1,027	3,402	7,511
Gain on disposal of development properties (Note C)	3,479	-	3,479	-
Expenses	-	(1,032)	(3,742)	(8,162)
Share of result of associates	-	5	(4)	(17)
Profit/(Loss) before tax from discontinued operations	3,479	-	3,135	(668)
Tax credit (expense)	-	(39)	(88)	143
Profit/(Loss) after tax from discontinued operations	3,479	(39)	3,047	(525)
Loss on Distribution in specie	(3,479)	-	(4,699)	-
Total loss	-	(39)	(1,652)	(525)

Profit/(Loss) before tax from discontinued operations is stated after charging:

	Group		Group	
	3 months ended	3 months ended	12 months ended	12 months ended
	30/06/2022	30/06/2021	30/06/2022	30/06/2021
	\$'000	\$'000	\$'000	\$'000
This is arrived at after charging:				
Depreciation and amortisation	-	(37)	(62)	(201)
Depreciation of right-of-use assets	-	(43)	(72)	(208)
Write back of impairment loss on properties held for sale	-	325	-	618
Net reversal of impairment/(impairment loss) on trade receivables	-	-	-	(5)
Net foreign currency exchange adjustment gain (loss)	-	(154)	67	(158)
Interest expenses	-	(6)	(8)	(26)
Penalty on fund transferred from PRC	-	-	(1,434)	-
Gain on disposal of development properties (Note C)	3,479	-	3,479	-
Interest income	-	-	44	116
Rental and service income	-	-	10	-
Other income	-	24	-	251
Tax credit (expense) - current period	-	(39)	(88)	143

Note C

LFHL announced on 30 November 2021 that it had decided to accept the offer of RMB42.9 million as compensation for repossession of land in Chongqing, PRC, from the Fuling District local authority. On 17 February 2022, LFHL announced the receipt of the compensation of RMB42.9 million and on 12 August 2022, LFHL reported other income of RMB33.4 million largely resulting from the receipt of the RMB42.9 million compensation.

In view that the repossession offer was accepted before 3 December 2021, the Group has deemed that the recognition of the gain on disposal of development properties is an appropriate reflection of the performance of the Group. Accordingly, the Group has recorded a gain on disposal of development properties of \$3.5 million, as the repossession value received, net of tax, is \$7.3 million (approximately RMB34.3 million) compared to the book value of \$3.8 million for the development property.

	Group
	As at
	30/06/2021
	\$'000
Details of disposal group classified as held for distribution to owners:	
Assets directly associated with disposal held for distribution to owners:	
Property, plant and equipment	305
Right-of-use assets	213
Goodwill	200
Intangible assets	5
Associate	165
Deferred tax assets	194
Other receivables	588
Development properties	3,730
Properties held for sale	5,341
Loan receivables	7,606
Trade receivables	703
Cash and bank	16,569
	35,619

	Group
	As at
	30/6/2021
	\$'000
Liabilities directly associated with disposal held for distribution to owners:	
Lease liabilities	191
Other payables	1,467
Advance receipts from the sale of properties	328
Amount due to non-controlling interests	17
Amount due to director of subsidiary	819
Income tax payable	8,404
Deferred tax payable	5,008
	16,234
Reserves:	
Currency translation reserve	(3,165)
	(3,165)

Note 12 Right-of-use assets

	Group		Company	
	As at 30/06/2022	As at 30/06/2021	As at 30/06/2022	As at 30/06/2021
	\$'000	\$'000	\$'000	\$'000
Cost:				
At 1 July	2,525	3,325	1,320	1,320
Exchange realignment	-	12	-	-
Addition	-	1,272	-	-
Arising from acquisition	-	-	-	-
Reclassified to disposal group assets held for distribution	-	(475)	-	-
Termination of leases	(1,336)	(1,609)	(1,320)	-
At 30 June	1,189	2,525	-	1,320
Accumulated depreciation:				
At 1 July	1,124	1,012	996	494
Exchange realignment	-	9	-	-
Depreciation	713	1,111	324	502
Reclassified to disposal group assets held for distribution	-	(262)	-	-
Termination of leases	(1,334)	(746)	(1,320)	-
At 30 June	503	1,124	-	996
Carrying value	686	1,401	-	324

Note 13 Property, plant and equipment

	Group		Company	
	As at 30/06/2022	As at 30/06/2021	As at 30/06/2022	As at 30/06/2021
	\$'000	\$'000	\$'000	\$'000
Cost:				
At 1 July	2,257	2,805	377	376
Exchange realignment	(22)	28	-	-
Addition	246	194	74	1
Arising from acquisition	-	-	-	-
Reclassified to disposal group assets held for distribution	-	(704)	-	-
Disposal	(378)	(66)	(225)	-
At 30 June	2,103	2,257	226	377
Accumulated depreciation:				
At 1 July	1,513	1,593	347	309
Exchange realignment	(11)	10	-	-
Depreciation	174	359	8	38
Reclassified to disposal group assets held for distribution	-	(399)	-	-
Disposal	(293)	(50)	(225)	-
At 30 June	1,383	1,513	130	347
Carrying value	720	744	96	30

Note 14 Bank loans and lease liabilities

	Group		Company	
	As at 30/06/2022	As at 30/06/2021	As at 30/06/2022	As at 30/06/2021
	\$'000	\$'000	\$'000	\$'000
Amount repayable in one year or less, or on demand				
- Secured	399	720	-	341
- Unsecured	367	188	-	-
	766	908	-	341
Amount repayable after one year				
- Secured	301	711	-	-
- Unsecured	952	1,312	-	-
	1,253	2,023	-	-

	1 July 2021	Financing cash flows (i)	Others non cash charges(ii)	Termination/ Reclass to disposal group liabilities	30 June 2022
	\$'000	\$'000	\$'000	\$'000	\$'000
Bank loans	1,500	(181)	-	-	1,319
Lease liabilities	1,431	(731)	-	-	700
	2,931	(912)	-	-	2,019

	1 July 2020	Financing cash flows (i)	Others non cash charges(ii)	Termination/ Reclass to disposal group liabilities	30 June 2021
	\$'000	\$'000	\$'000	\$'000	\$'000
Bank loans	-	1,500	-	-	1,500
Lease liabilities	2,289	40	(35)	(863)	1,431
	2,289	1,540	(35)	(863)	2,931

(i) The cash flows make up the net amount of new/repayments of borrowings and lease liabilities in the consolidated statement of cash flows.

(ii) Other non cash charges include lease liabilities interest expense on lease liabilities.

Details of any collateral

Secured borrowings relate to lease liabilities which are secured over the right-of-use assets.

The unsecured borrowings relate to drawdown of the Enterprise Financing Scheme Temporary Bridging Loan ("EFS TBL") facility of \$1,500,000 in December 2020. This loan facility is guaranteed by GRP Limited. The loan is for 5 years. Monthly principal repayment commenced in January 2022, 12 months from drawdown date.

Note 15 Trade payables

	Group		Company	
	As at 30/06/2022	As at 30/06/2021	As at 30/06/2022	As at 30/06/2021
	\$'000	\$'000	\$'000	\$'000
Outside parties	1,428	486	10	21
Net GST payable	50	40	11	13
	1,478	526	21	34

The credit period on purchases of goods range from 30 to 90 days (30 June 2021 : 30 to 90 days).

Note 16 Other payables

	Group		Company	
	As at 30/06/2022	As at 30/06/2021	As at 30/06/2022	As at 30/06/2021
	\$'000	\$'000	\$'000	\$'000
Employee benefits	984	800	518	413
Operating expenses	1,339	747	191	285
Other payables	335	65	118	-
	2,658	1,612	827	698

Note 17 Share capital

	Group and Company			
	As at 30/06/2022	As at 30/06/2021	As at 30/06/2022	As at 30/06/2021
	Number of ordinary shares		\$'000	\$'000
Issued and paid up capital:				
At beginning of the period	193,701,610	193,701,610	72,502	72,502
Capital reduction	-	-	(28,409)	-
At end of the period	193,701,610	193,701,610	44,093	72,502

The Company did a capital reduction of \$28.4 million during the year ended 30 June 2022 as a result of distribution of 120,130,358 of LFHL shares to the shareholders of the Company via distribution in specie on 3 December 2021.

Fully paid ordinary shares, carry one vote per share and a fixed right to dividends as and when declared by the Company.

None of the subsidiary has shares in the Company as at 30 June 2022.

Note 18 Treasury shares

	Group and Company			
	As at 30/06/2022	As at 30/06/2021	As at 30/06/2022	As at 30/06/2021
	Number of ordinary shares		\$'000	\$'000
At beginning of the year	13,504,600	13,243,600	2,382	2,343
Repurchased during the year	-	261,000	-	39
At the end of the year	13,504,600	13,504,600	2,382	2,382

The Company acquired Nil (30 June 2021: 261,000) shares by way of market acquisition during the year ended 30 June 2022. All the shares acquired are held as treasury shares. The Company has 13,504,600 treasury shares as at 30 June 2022 (30 June 2021 : 13,504,600). The total amount paid to acquire the shares was Nil (30 June 2021: \$39,379) and has been deducted from shareholders' equity.

Note 18.1 Total number of issued shares excluding treasury shares

	As at 30/06/2022	As at 30/06/2021
	Number of ordinary shares	
At 1 July	180,197,010	180,458,010
Share buy-back	-	(261,000)
Total number of issued shares	180,197,010	180,197,010

Note 19 Loss before taxation

Note 19.1 Significant items

	GROUP		GROUP	
	\$'000		\$'000	
	3 months ended 30/06/2022	3 months ended 30/06/2021	12 months ended 30/06/2022	12 months ended 30/06/2021
<u>Included in continuing operations</u>				
Depreciation and amortisation	(45)	(62)	(174)	(189)
Depreciation of right-of-use assets	(97)	(222)	(713)	(903)
Allowance for inventories	(121)	(28)	(159)	(76)
Inventories written off	2	(35)	-	(35)
Write back of (Allowance for) doubtful trade receivables	38	(28)	38	(28)
Bad debts written off	-	(7)	-	(7)
Net foreign currency exchange adjustment loss	(213)	(71)	(223)	(134)
Write back of impairment loss (Impairment loss) on development properties	77	(448)	77	(448)
Interest expenses	(12)	(16)	(63)	(49)
(Loss) gain on disposal of property, plant and equipment	(11)	-	(4)	-
Penalty on fund transferred from PRC	-	-	(759)	-
Interest income	25	100	54	158
Finance income	433	-	433	-
Rental and services income	4	6	15	15
Other income	41	28	105	478
Management fee income	109	224	423	583
<u>Included in discontinued operations</u>				
Depreciation and amortisation	-	(37)	(62)	(201)
Depreciation of right-of-use assets	-	(43)	(72)	(208)
Allowance for doubtful trade receivables	-	-	-	(5)
Net foreign currency exchange adjustment loss (gain)	-	(154)	67	(158)
Write back of impairment loss on properties held for sale	-	325	-	618
Interest expenses	-	(6)	(8)	(26)
Penalty on fund transferred from PRC	-	-	(1,434)	-
Gain on disposal of development properties	3,479	-	3,479	-
Loss on Distribution in specie	(3,479)	-	(4,699)	-
Interest income	-	-	44	116
Rental and services income	-	-	10	-
Other income	-	24	-	251

Note 19.2 Related party transactions

	Group		Group	
	3 months ended 30/06/2022	3 months ended 30/06/2021	12 months ended 30/06/2022	12 months ended 30/06/2021
	\$'000	\$'000	\$'000	\$'000
Rental expenses recovered from a related party in which a director has interests	-	51	172	227
Management fee income received from LFHL for period from 4 December 2021 to 30 June 2022	109	-	248	-
Interest expense paid on amount due to Mr Kwan Chee Seng, director of LFHL up to 3 December 2021	-	34	28	34

Note 20 Income Tax Expenses

	Group		Group	
	3 months ended 30/06/2022	3 months ended 30/06/2021	12 months ended 30/06/2022	12 months ended 30/06/2021
	\$'000	\$'000	\$'000	\$'000
<u>From continuing operations</u>				
Current income tax expense	72	(122)	45	(343)
Deferred income tax expense, prior year	1	-	(189)	-
	73	(122)	(144)	(343)
<u>From discontinued operations</u>				
Current income tax expense	-	(276)	(88)	(94)
Deferred income tax expense	-	237	-	237
	-	(39)	(88)	143

Note 21 Dividends

In respect of the current financial year, no dividend is proposed.

The Company distributed 120,130,358 LFHL shares as distribution in specie to the shareholders of the Company on 3 December 2021. Based on the volume weighted average price of LFHL share of \$0.1095 traded on Catalist on 3 December 2021, the value of the Distribution is \$13.154 million and is equivalent to approximately \$0.073 per the Company share.

Based on the closing price of LFHL share of \$0.12 traded on Catalist on 3 December 2021, the total value of the Distribution is recorded as \$14,415,643.

Note 22 Net Asset Value

	As at 30/06/2022	As at 30/06/2021
	Cents	
The Group	22.75	31.86
The Company	21.45	32.40

Net asset value per share attributable to the owners of the company is calculated based on 180,197,010 (30 June 2021: 180,197,010) ordinary shares issued at the end of the current year under review and of the immediately preceding financial year.

Note 23 Loss Per Ordinary Share

The calculation of the basic and diluted loss per ordinary share attributable to the ordinary owners of the Company is based on the following data:

	Group		Group	
	3 months ended	3 months ended	12 months ended	12 months ended
	30/06/2022	30/06/2021	30/06/2022	30/06/2021
	\$'000	\$'000	\$'000	\$'000
(Loss) profit from continuing operations	330	(849)	(1,298)	(1,191)
Loss from discontinued operations	-	(13)	(1,652)	(200)
Net (loss) profit attributable to owners of the company	330	(862)	(2,950)	(1,391)

	Group	
	As at	As at
	30/06/2022	30/06/2021
	Number of shares	Number of shares
Weighted average number of ordinary shares for purpose of basic loss and diluted loss per share	180,197,010	180,385,868

Note 24 Reportable Segments

	Hose & Marine		Measuring instruments / metrology		Property		Total Continuing Operations		Total discontinued Operations		Total	
	12 months ended 30/06/2022	12 months ended 30/06/2021	12 months ended 30/06/2022	12 months ended 30/06/2021	12 months ended 30/06/2022	12 months ended 30/06/2021	12 months ended 30/06/2022	12 months ended 30/06/2021	12 months ended 30/06/2022	12 months ended 30/06/2021	12 months ended 30/06/2022	12 months ended 30/06/2021
S\$'000												
Revenue												
External sales	2,156	2,511	12,880	11,850	332	-	15,368	14,361	3,402	7,511	18,770	21,872
Inter-segment sales	-	-	-	-	-	-	-	-	-	-	-	-
Total revenue	2,156	2,511	12,880	11,850	332	-	15,368	14,361	3,402	7,511	18,770	21,872
Result												
Segment gross contribution	805	953	4,192	3,869	50	-	5,047	4,822	2,923	2,203	7,970	7,025
Other losses	-	-	-	-	77	(448)	77	(448)	-	-	77	(448)
Other operating income	73	182	33	140	924	912	1,030	1,234	3,533	367	4,563	1,601
Loss on Distribution in specie	-	-	-	-	-	-	-	-	(4,699)	-	(4,699)	-
Direct expenses	(1,438)	(1,321)	(2,129)	(2,098)	(1,368)	(537)	(4,935)	(3,956)	(3,317)	(3,221)	(8,252)	(7,177)
Segment net contribution	(560)	(186)	2,096	1,911	(317)	(73)	1,219	1,652	(1,560)	(651)	(341)	1,001
Direct expenses - Corporate							(2,460)	(2,432)	-	-	(2,460)	(2,432)
Loss before income tax							(1,241)	(780)	(1,560)	(651)	(2,801)	(1,431)
Share of result of associate							(1)	(71)	(4)	(17)	(5)	(88)
Loss before income tax, after associate							(1,242)	(851)	(1,564)	(668)	(2,806)	(1,519)
Income tax expense							(144)	(343)	(88)	143	(232)	(200)
Loss for the year							(1,386)	(1,194)	(1,652)	(525)	(3,038)	(1,719)
Depreciation of property, plant and equipment and amortisation	72	56	44	48	58	85	174	189	62	201	236	390
Depreciation of right-of-use- assets	273	267	115	115	325	521	713	903	72	208	785	1,111

Note 24.1 Segment information

	Hose & Marine		Measuring instruments / metrology		Property		Inter-segment elimination		Total Continuing Operations		Total discontinued Operations		Total	
	As at 30/06/2022	As at 30/6/2021	As at 30/06/2022	As at 30/6/2021	As at 30/06/2022	As at 30/6/2021	As at 30/06/2022	As at 30/6/2021	As at 30/06/2022	As at 30/6/2021	As at 30/06/2022	As at 30/6/2021	As at 30/06/2022	As at 30/6/2021
S\$'000														
Other information														
Segment Assets	2,646	3,151	10,342	10,396	24,015	21,025	-	-	37,003	34,572	-	35,619	37,003	70,191
Unallocated corporate assets									13,047	16,251	-	-	13,047	16,251
Consolidated total assets									50,050	50,823	-	35,619	50,050	86,442
Segment liabilities	1,007	1,285	2,660	2,727	1,007	3,183	-	-	4,674	7,195	-	16,234	4,674	23,429
Inter-segment liabilities	4,989	4,296	552	2,148	25,228	49,605	(30,769)	(56,049)	-	-	-	-	-	-
Unallocated corporate liabilities									4,358	1,101	-	-	4,358	1,101
Consolidated total liabilities									9,032	8,296	-	16,234	9,032	24,530
Capital expenditure	22	88	148	10	76	32	-	-	246	130	-	64	246	194

Note 24.2 Geographical segments by location of customers

S\$'000	Revenue	
	12 months ended 30/06/2022	12 months ended 30/06/2021
Continuing operations		
Singapore	7,979	7,188
Malaysia	6,440	5,913
Indonesia	732	1,003
Other ASEAN countries	35	43
Other Asia countries	9	68
Middle Eastern countries	24	25
People's Republic of China	64	90
Others	85	31
	15,368	14,361
Discontinued operations		
Singapore	-	4,777
Malaysia	3,070	1,495
People's Republic of China	332	1,239
	3,402	7,511
Total	18,770	21,872

Information about major customers

In FY2022 and FY2021, no single customer contributed to more than 10% of the group's total revenue.

S\$'000	Total non-current assets	
	As at 30/06/2022	As at 30/6/2021
Continuing operations		
Singapore	223	1,100
Malaysia	1,190	1,339
People's Republic of China	4,680	4,578
Total	6,093	7,017

Note 25 Subsequent events

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

Other Information Required by Listing Rule Appendix 7.2

- 1. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)**

The figures have not been audited or reviewed by the auditors.

- 2. Whether the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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.**

In respect of the financial statements of the Group for the financial year ended 30 June 2021 ("**FY2021**"), the auditors, Messrs Baker Tilly TFW LLP had issued an "except for" qualified audit opinion, for various fund transfer payments made by certain Group subsidiaries in the People's Republic of China ("**PRC**") ("**PRC Subsidiaries**") and the recoverability of certain assets from the PRC authorities. The basis for the "except for" qualified opinion is contained in the Auditor's Report, pages 76 to 82 of the Company Annual Report for FY2021.

In relation to the matters, the Board and the management of the Company provide their comments and update as follows:

- 1) Chongqing Tianhu Land Co., Ltd and Chongqing Gangyuan Property Development Co., Ltd, the indirect wholly owned subsidiaries of LFHL had accepted the Notices of Administrative Penalty ("**Notices**") from the State Administration of Foreign Exchange Hanzhong City Central Branch on 15 November 2021. The Notices served as a warning not to repeat such transactions and to impose a penalty of 10% of the funds transferred in accordance with Article 45 of the Regulations of the People's Republic of China on Foreign Exchange Administration. The 10% penalty amounted to RMB6.8 million (approximately \$1.4 million) was provided in the financial statements for year ended 30 June 2022 ("**12MFY2022**"). With this, LFHL obtained an unqualified audit opinion on their audited financial statements for the financial year ended 31 December 2021.
- 2) Correspondingly, Tangshan GRP Trading Co., Ltd, the indirect wholly owned subsidiary of the Company had made a 10% penalty provision on the funds transferred, amounting to RMB3.6 million (approximately \$0.8 million) in the 12MFY2022 financial statements. The Group will be working towards obtaining an unqualified audit opinion.
- 3) As announced on 30 November 2021, Chongqing Gangyuan Property Development Co., Ltd, the indirect wholly owned subsidiary of LFHL had accepted the Offer of RMB42.9 million (approximately \$9.1 million) as compensation of the land parcel in Fuling District Chongqing, PRC ("**Land**"), from Fuling District local authority. LFHL will have a gain on disposal of RMB34.5 million (approximately \$7.3 million) and a corresponding tax charge of RMB8.6 million (approximately \$1.8 million).

In view that the repossession offer was accepted before 3 December 2021, the Group has deemed that the recognition of the gain on disposal of development properties is an appropriate reflection of the performance of the Group. Accordingly, the Group has recorded a gain on disposal of development properties of \$3.5 million, as repossession value received, net of tax, is \$7.3 million (approximately RMB34.3 million) compared to the book value of \$3.8 million for the development property.

Based on current available information, the Board confirms that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

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 has applied the same accounting policies and methods of computation in the financial statements for the current reporting year as that of the audited financial statements for the year ended 30 June 2021.

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

Not applicable.

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

	12 months ended 30/06/2022	12 months ended 30/06/2021
Earning/(Loss) per ordinary share attributable to the owners of the company for the year		
From continuing and discontinued operations		
(i) Based on weighted average number of ordinary share in issue (Cents)	(1.64)	(0.77)
(ii) On a fully diluted basis (Cents)	(1.64)	(0.77)
From continuing operations		
(i) Based on weighted average number of ordinary share in issue (Cents)	(0.72)	(0.66)
(ii) On a fully diluted basis (Cents)	(0.72)	(0.66)
From discontinued operations		
(i) Based on weighted average number of ordinary share in issue (Cents)	(0.92)	(0.11)
(ii) On a fully diluted basis (Cents)	(0.92)	(0.11)

Computed based on the following weighted average number of shares

(i) Basic	180,197,010	180,385,868
(ii) Diluted	180,197,010	180,385,868

7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year**

	As at 30/06/2022	As at 30/06/2021
	Cents	
The Group	22.75	31.86
The Company	21.45	32.40

Net asset value per share attributable to the owners of the company is calculated based on 180,197,010 (30 June 2021: 180,197,010) ordinary shares issued at the end of the current period under review and of the immediately preceding financial year.

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

- Three months ended 30 June 2022 ("4QFY2022") vs Three months ended 30 June 2021 ("4QFY2021 "); and

- Twelve months ended 30 June 2022 ("12MFY2022") vs Twelve months ended 30 June 2021 ("12MFY2021 ")

Continuing operations

4QFY2022 vs 4QFY2021

The Group revenue of \$4.4 million for 4QFY2022, is 32.2% higher than the \$3.3 million revenue for 4QFY2021. Revenue for the Group's Hose & Marine segment increased by \$0.3 million (>100%) and revenue from the Measuring Instruments segment increased by \$0.4 million (13.4%) in 4QFY2022 as compared to 4QFY2021. The Property segment also contributed \$0.3 million (100%) revenue in 4QFY2022, resulting from the commencement of recognition of sale, on percentage of completion basis, for the affordable housing project in Perak, Malaysia.

The Group's gross profit increased by 32.4% to \$1.4 million in 4QFY2022 from \$1.1 million in 4QFY2021. Gross profit for Hose & Marine segment increased by \$0.2 million and gross profit for Measuring Instruments segment improved by \$0.1 million in 4QFY2022 as compared to 4QFY2021. These are in line with the higher revenue in 4QFY2022. The Property segment contributed a \$0.05 million gross profit in 4QFY2022.

Other write back/(losses) related to write back of valuation of development properties in Malaysia. The value of these development properties are stated at valuation as at year end.

Other income increased by \$0.3 million to \$0.6 million in 4QFY2022 from \$0.3 million in 4QFY2021. The increase is largely due to a finance income of \$0.4 million recognised in 4QFY2022. This related to the present valuation of deferred consideration payable on the joint venture development agreement with LPHP.

Administrative expenses increased by 9.3% to \$1.3 million in 4QFY2022 from \$1.1 million in 4QFY2021. The increase is largely due to higher exchange loss incurred in 4QFY2022. This is a result of weakening of Malaysia Ringgit against Singapore dollar during the period under review.

Consequently, the Group recorded a profit before tax of \$0.3 million in 4QFY2022 as compared to a loss before tax of \$0.7 million in 4QFY2021.

12MFY2022 vs 12MFY2021

The Group revenue of \$15.4 million for 12MFY2022, is 7.0% higher than the \$14.4 million revenue for 12MFY2021. Revenue for the Group's Measuring Instruments segment increased by \$1 million (8.7%) from \$11.9 million in 12MFY2021 and Property segment increased by \$0.3 million from Nil in 12MFY2021. The increase is partially offset by revenue from the Group's Hose and Marine segment which decreased by \$0.4 million (14.1%) from \$2.5 million in 12MFY2021.

The Group's gross profit increased by 4.7% to \$5.0 million in 12MFY2022 from \$4.8 million in 12MFY2021. Gross profit for Measuring Instruments segment increased by \$0.3 million in 12MFY2022 resulting from the higher revenue in 12MFY2022. The Property segment contributed \$0.05 million gross profit in 12MFY2022. Gross profit for Hose and Marine segment decreased by \$0.1 million in 12MFY2022 as compared to 12MFY2021 due to the lower revenue in 12MFY2022.

Other write back/(losses) related to write back of valuation of development properties in Malaysia. The value of these development properties are stated at valuation as at year end.

Other income decreased by \$0.2 million to \$1.0 million in 12MFY2022 from \$1.2 million in 12MFY2021. The decrease is due to lower interest income of \$0.1 million, management fee income of \$0.2 million and Job Support Scheme received from the Singapore Government of \$0.4 million in 12MFY2022 as compared to 12MFY2021. The lower interest income is due to lower fixed deposit rate in 12MFY2022. The decrease in management fee income is due to reclassification of Ratus Nautika Sdn Bhd from associate to subsidiary in June 2021 as the Group increased its equity interest in Ratus Nautika Sdn Bhd from 30% to 70%. These increases are partially offset by a \$0.4 million finance income arising from the present valuation of deferred consideration payable on the joint venture development agreement with LPHP.

Administrative expenses increased by \$0.9 million to \$5.4 million in 12MFY2022 from \$4.5 million in 12MFY2021. The increase is largely due to a \$0.8 million provision for penalty on funds transferred from PRC, by Tangshan GRP Trading Co., Ltd ("**Tangshan GRP**"), an indirect wholly owned subsidiary of the Company, in 12MFY2022.

Bank of China and Industrial and Commercial Bank of China had frozen certain PRC bank accounts of Tangshan GRP, Chongqing Tianhu Land Co., Ltd ("**Tianhu**") and Chongqing Gangyuan Property Development Co., Ltd ("**Gangyuan**") during the financial year ended 30 June 2020. Tianhu and Gangyuan are indirect wholly-owned subsidiaries of LFHL. As announced on 19 November 2021, Tianhu and Gangyuan had received and decided to accept the Notices of Administrative Penalty ("**Notices**") from the State Administration of Foreign Exchange Hanzhong City Central Branch. The Notices served as a warning not to repeat such transactions and to impose a penalty of 10% of the funds transferred in accordance with Article 45 of the Regulations of the People's Republic of China on Foreign Exchange Administration.

The penalty for Tianhu and Gangyuan amounted to RMB6.8 million (approximately \$1.4 million) and is provided in the financial statements of LFHL for year ended 31 December 2021. Correspondingly, Tangshan GRP made a 10% penalty provision on the fund transferred from PRC in 12MFY2022 even though Tangshan GRP has not received any Notice.

Consequently, the Group incurred a loss before tax of \$1.2 million from continuing operations in 12MFY2022 as compared to a loss before tax of \$0.9 million in 12MFY2021.

Discontinued operations

LFHL ceased to be a subsidiary of the Group, resulting from the DIS distribution on 3 December 2021.

4QFY2022 vs 4QFY2021

The profit from discontinued operations of \$3.5 million in 4QFY2022 pertained to a gain on disposal of development properties in Chongqing, PRC. LFHL announced on 30 November 2021 that it had decided to accept the offer of RMB42.9 million as compensation for repossession of land in Chongqing, PRC, from the Fuling District local authority. On 17 February 2022, LFHL announced the receipt of the compensation of RMB42.9 million and on 12 August 2022, LFHL reported other income of RMB33.4 million largely resulting from the receipt of the RMB42.9 million compensation.

In view that the repossession offer was accepted before 3 December 2021, the Group has deemed that the recognition of the gain on disposal of development properties is an appropriate reflection of the performance of the Group. Accordingly, the Group has recorded a gain on disposal of development properties of \$3.5 million, as the repossession value received, net of tax, is \$7.3 million (approximately RMB34.3 million) compared to the book value of \$3.8 million for the development property.

12MFY2022 vs 12MFY2021

Profit from discontinued operations pertained to the result of LFHL. Included in this profit of \$3.0 million for 12MFY2022 is a \$3.5 million gain on disposal of development properties in Chongqing, PRC and partially offset by a \$1.4 million penalty on funds transferred from PRC by the subsidiaries of LFHL.

The loss on Distribution in specie of \$4.7 million incurred in 12MFY2022 pertained to the difference between the carrying value and the market closing price of LFHL on 3 December 2021. This loss is a non-cash, non-recurring accounting loss and does not impact the cash position of the Company or the Group.

Statement of financial position and Statement of cashflows

The Group's financial position remains healthy with current ratio of approximately 5.7 times as at 30 June 2022 ("FY2022") as compared to 7.0 times, without taking into account the disposal group assets and liabilities at the end of June 2021 ("FY2021"). As at 30 June 2022, the Group had cash and bank balances amounting to \$22.7 million. This is \$3.0 million lower than the cash and bank balances as at 30 June 2021. The decrease is largely due to \$2.6 million development property expenditure incurred for the affordable housing project in Malaysia and \$0.7 million lease liabilities payment during FY2022. The affordable housing project is known as "Proposed Joint Venture Development in Special Program of Perwira Housing of Perak State" undertaken by Ratus Nautika Sdn Bhd, a 70% indirectly owned subsidiary of the Company.

Trade receivables increased from \$1.9 million as at 30 June 2021 to \$2.5 million as at 30 June 2022. The increase is largely due to timing as the Measuring Instruments segment has more sales in the last month of FY2022.

Other investment of \$33,000 as at 30 June 2022 related to the undistributed LFHL shares.

Development property expenditure increased by \$3.1 million in FY2022 as compared to FY2021. The increase is due to additional construction costs incurred for the affordable housing project in Perak, Malaysia undertaken by Ratus Nautika Sdn Bhd.

Disposal group assets pertained to all assets of LFHL as at 30 June 2021. The shares of LFHL were distributed to the shareholders of the Company as distribution in specie on 3 December 2021.

Right-of-use assets decreased by \$0.7 million in FY2022 as compared to FY2021. This is due to depreciation charge of \$0.7 million in FY2022.

The Group made a drawdown \$1.5 million on its Enterprise Financing Scheme Temporary Bridging Loan ("EFS TBL") facility in December 2020. \$0.4 million of the amount is due for repayment within the next 12 months and the balance of \$1.0 million is due for repayment after the next 12 months.

Trade payables increased by \$1.0 million in FY2022 as compared to FY2021. This is largely due to construction costs payable for the affordable housing project in Perak, Malaysia.

Total lease liabilities decreased by \$0.7 million in FY2022 as compared to FY2021. This is due to monthly repayment of the lease liabilities.

Other payables increased by \$1.0 million in FY2022 as compared to FY2021. This is largely due to the \$0.8 million penalty on funds transferred from PRC provided by Tangshan GRP in FY2022.

Income tax payable decreased by \$0.3 million in FY2022 as compared to FY2021. This is a largely due to higher loss incurred in FY2022 as compared to FY2021.

Disposal group liabilities related to all liabilities of LFHL as at 30 June 2021. The Company distributed its shareholding in LFHL to the shareholders of the Company as distribution in specie on 3 December 2021.

Share capital decreased by \$28.4 million in FY2022 as compared to FY2021. This is due to a \$28.4 million capital reduction undertaken by the Company as the Company distributed its shareholding in LFHL via distribution in specie by way of capital reduction on 3 December 2021.

Statutory reserve of \$0.2 million as at FY2021 related to LFHL. With the distribution of LFHL shares on 3 December 2021, this amount is reclassified to Accumulated profits during FY2022.

Reserves of disposal group related to currency translation reserve of LFHL as at 30 June 2021. With the completion of the distribution in specie on 3 December 2021, this amount is reclassified to Accumulated profits during FY2022.

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 prospect statement has been issued previously.

10. A commentary at the date of the announcement of the 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 COVID-19 pandemic since January 2020 has adversely impacted all the business segments of the Group. The Hose & Marine segment is facing shortages in hose supplies due to supply chain disruptions as a result of COVID-19. Business outlook for the next 12 months is expected to remain challenging.

One positive note for the Group is that the affordable housing project in Perak, Malaysia has commenced its sale of the affordable housing in fourth quarter FY2022. The Group would be focusing on the affordable housing project, managing the construction costs and promoting sales in the next 12 months.

11. Dividend

If a decision regarding dividend has been made:-

(a) Whether an interim (final) dividend has been declared (recommended); and

No dividend has been declared for the year ended 30 June 2022.

(b) Amount per share (cents) and previous corresponding period (cents)

The Company distributed 120,130,358 LFHL shares as distribution in specie to the shareholders of the Company on 3 December 2021. Based on the volume weighted average price of LFHL share of \$0.1095 traded on Catalist on 3 December 2021, the value of the Distribution is \$13.154 million and is equivalent to approximately \$0.073 per the Company share.

Based on the closing price of LFHL share of \$0.12 traded on Catalist on 3 December 2021, the total value of the Distribution is recorded as \$14,415,643.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

As stated under Section 2.9 of the Circular dated 7 September 2021, shareholders who are in doubt as to their respective tax positions in Singapore or any other jurisdiction, or any tax implications arising from the Distribution should consult their own professional advisers.

(d) The date the dividend is payable

Not applicable.

(e) The date on which Registrable Transfer receive by the Company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect

No dividend is declared for year ended 30 June 2022.

The Company does not have a formal dividend policy. In view of the weak market conditions and the recent venture into affordable housing projects, the Company will be preserving its cash and bank balances.

13. Interested person transactions

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST").

Interested person transaction, as defined in Chapter 9 of the Listing Manual of the SGX-ST, entered into by the Group or by the Company during the year ended 30 June 2022 is as follows:

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Luminor Capital Pte Ltd - Rental expenses recovered	172,040	-
Kwan Chee Seng - Interest expense paid on amount due to director of LFHL up to 3 December 2021	28,330	-
Luminor Financial Holdings Limited - Management fee income received from LFHL for period from 4 December 2021 to 30 June 2022	248,000	-

14. Persons occupying managerial positions who are related to the Directors, Chief Executive Officer or substantial shareholders

Name	Age	Family relationship with the CEO, any director, and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Kelvin Kwan Chee Hong	69	Brother of Mr Kwan Chee Seng, Executive Director/ Substantial Shareholder of GRP Limited	General Manager, Property Division. Date of appointment: 1 April 2022	Kelvin Kwan is transferred back to GRP Limited as General Manager of Property Division with effect from 1 April 2022. Prior to this transfer, Kelvin was the General Manager of Property Division, Luminor Financial Holdings Limited since 18 Feb 2016.
Kwan Yu Wen	30	Daughter of Mr Kwan Chee Seng. Executive Director/ Substantial Shareholder of GRP Limited	Non-executive Director of GRP Limited Date of appointment: 13 Feb 2019 as Executive Director 21 Dec 2020 re-designated to Non-executive Director	Yu Wen is re-designated to Non-executive Director with effect from 21 Dec 2020. She was appointed as Executive Director of GRP Limited with effect from 13 Feb 2019. Yu Wen is appointed as Executive Director of Luminor Financial Holdings Limited with effect from 21 Dec 2020. Prior to this appointment, Yu Wen was a Consultant to GRP Limited since 1 Jan 2017.

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1)

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1) of the Listing Manual of the Singapore Exchange Securities Trading Limited.

16. Use of proceeds from rights issue and exercise of warrants

As at the date of this announcement, the status of the use of net proceeds from the rights shares is as below.

Use of Net Proceeds	Allocation of Net Proceeds \$'000	Net Proceeds utilised as at the date of this announcement \$'000	Balance of Net Proceeds as at the date of this announcement \$'000
<u>2013 Rights issues</u>			
Proceeds from rights issue:			
- Proposed new business	28,000	(28,000)	-
- General working capital	5,000	(5,000)	-
	33,000	(33,000)	-
Proceeds from exercise of warrants:			
- Proposed new business	8,974	(8,974)	-
Total	41,974	(41,974)	-
<u>2016 Rights issues</u>			
Proceeds from rights issue:			
- Proposed new business	12,348	(6,372)	5,976
- General working capital	841	(841)	-
	13,189	(7,213)	5,976
Proceeds from exercise of warrants:			
- Proposed new business	6	-	6
Total	13,195	(7,213)	5,982
Cumulative Total	55,169	(49,187)	5,982
Breakdown of general working capital is as follows:			
Capital contribution	-	(570)	-
Project construction costs	-	(2,309)	-
Rental expenses	-	(34)	-
Professional fees	-	(125)	-
General administrative expenses	-	(2,803)	-
Total	-	(5,841)	-

Note:

The Group had fully utilised the proceed from the 2013 Rights issues.

17. Acquisition or sale of shares in subsidiaries and/or associated companies under Rule 706(A)

During FY2022 and as at the date of this announcement, Company's indirect wholly-owned subsidiary, GRP Project Management Sdn Bhd ("**GRP Project**") has contributed an additional share capital of RM1,749,998 (approximately \$0.57 million) into Rumah Kami Sdn Bhd ("**Rumah Kami**").

With this additional capital contribution, GRP Project holds 1,750,000 shares of RM1 per share and its equity interest in Rumah Kami has increased from 30% to 70%. This additional capital contribution is in accordance with the Addendum to the Shareholders Agreement dated 21 December 2020 entered into between GRP Project, Poly Radius Sdn Bhd, Greenery Majestic Sdn Bhd and Ecogale Sdn Bhd (the "**Addendum**"). As per the Addendum, the equity interests of Poly Radius Sdn Bhd, Greenery Majestic Sdn Bhd and Ecogale Sdn Bhd in Rumah Kami are 12.857%, 12.857% and 4.286% respectively.

On 23 March 2022, Hiflex Pte Ltd, an indirect wholly-owned subsidiary of the Company changed its name to GRP Hua Kai (S) Pte Ltd ("**GRP Hua Kai**") and on 30 March 2022, GRP Hua Kai increased its issued and paid-up share capital from \$100,000 divided into 100,000 ordinary shares to \$1,660,000 divided into 1,660,000 ordinary shares.

BY ORDER OF THE BOARD

Kwan Chee Seng
Executive Director
25 August 2022