



RESOURCES GLOBAL DEVELOPMENT LIMITED

(Company Registration No. 201841763M)
(Incorporated in the Republic of Singapore)

CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FULL YEAR ENDED 31 DECEMBER 2022

This announcement has been prepared by Resources Global Development Limited (the “Company”) and its contents have been reviewed by the Company’s sponsor, ZICO Capital Pte. Ltd. (the “Sponsor”), in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited (“SGX-ST”) Listing Manual Section B: Rules of Catalist.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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Background

The Company, and together with its subsidiaries, (the “Group”) was listed on Catalist Board on 31 January 2020. The Group is an established coal trader and coal shipping company in Indonesia. The Group procures thermal coal from coal mines located in South Kalimantan for domestic sales and exports. It also owns a relatively young and well-maintained fleet of Indonesian-flagged vessels, comprising thirteen (13) sets of tugboat and barge and one (1) bulk carrier, providing chartering services to transport coal within and beyond the Indonesian territories. For more information, please visit the Company’s website at www.rgd.sg.

RESOURCES GLOBAL DEVELOPMENT LIMITED

Condensed Interim Financial Statements
For the six months and full year ended
31 December 2022

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A. Condensed interim consolidated statement of comprehensive income

Note	The Group						
	6 months ended 31 December 2022	6 months ended 31 December 2021	Increase/ (Decrease)	12 months ended 31 December 2022	12 months ended 31 December 2021	Increase/ (Decrease)	
	S\$	S\$	%	S\$	S\$	%	
	(Unaudited)	(Unaudited)		(Unaudited)	(Audited)		
Revenue	4	109,875,983	70,877,687	55.0	179,010,828	133,327,996	34.3
Cost of sales and services		(88,063,323)	(55,443,624)	58.8	(142,504,098)	(107,961,493)	32.0
Gross profit		21,812,660	15,434,063	41.3	36,506,730	25,366,503	43.9
Interest income		163,658	127,856	28.0	302,274	205,113	47.4
Other income		101,715	29,894	>100	121,828	44,414	>100
Administrative expenses		(1,196,487)	(1,877,952)	(36.3)	(2,963,432)	(2,854,979)	3.8
Finance costs		(35,997)	(19,864)	81.2	(63,503)	(222,675)	(71.5)
Share of result of associated company		(2,174)	-	NM	(2,174)	-	NM
Profit before tax	6	20,843,375	13,693,997	52.2	33,901,723	22,538,376	50.4
Tax expense	7	(3,004,116)	(2,299,036)	30.7	(4,335,891)	(3,574,300)	21.3
Profit for the financial period/year		17,839,259	11,394,961	56.6	29,565,832	18,964,076	55.9
Other comprehensive (loss)/income							
<i>Item that may be reclassified subsequently to profit or loss:</i>							
Currency translation differences arising from consolidation		(4,001,014) ⁽²⁾	633,656	NM	(4,475,462) ⁽²⁾	244,494	NM
<i>Item that will not be reclassified subsequently to profit or loss:</i>							
Remeasurement of post-employment benefits liabilities, net of tax		(41,660)	27,942	NM	(41,660)	27,942	NM
Currency translation differences arising from consolidation		(2,039,896) ⁽³⁾	373,107	NM	(2,296,084) ⁽³⁾	119,593	NM
Other comprehensive (loss)/income for the financial period/year, net of tax		(6,082,570)	1,034,705	NM	(6,813,206)	392,029	NM
Total comprehensive income for the financial period/year		11,756,689	12,429,666	(5.4)	22,752,626	19,356,105	17.5
Profit for the financial period/year attributable to:							
Equity holders of the Company		11,995,040	8,909,942	34.6	20,115,874	14,818,035	35.8
Non-controlling interests		5,844,219	2,485,019	>100	9,449,958	4,146,041	> 100
		17,839,259	11,394,961	56.6	29,565,832	18,964,076	54.7
Total comprehensive income attributable to:							
Equity holders of the Company		7,950,664	9,556,026	(16.8)	15,597,049	15,074,956	3.5
Non-controlling interests		3,806,025	2,873,640	32.4	7,155,577	4,281,149	67.1
		11,756,689	12,429,666	(5.4)	22,752,626	19,356,105	17.5
Earnings per share for the profit for the Period/year attributable to the owners of the Company during the period/year ⁽¹⁾							
Basic & Diluted (SGD in cent)		13.3	9.9	34.4	22.4	16.5	35.8

"NM" denotes not meaningful.

Notes:

- (1) The basic and diluted earnings per share was calculated based on the weighted average number of shares on issue of 90,000,000 in 6 months and 12 months ended 31 December 2022 (6 months and 12 months ended 31 December 2021: 90,000,000 shares).
- (2) Arise from the exchange rate fluctuation on the conversion of Indonesia Rupiah as the functional currency in the subsidiaries to Singapore Dollars as the reporting currency in the financial statements during consolidation ("**Currency Translation Differences**").
- (3) Arise from the Currency Translation Differences on the assets of the Non-Controlling Interests.

B. Condensed interim statements of financial position

	Note	The Group		The Company	
		31 December	31 December	31 December	31 December
		2022	2021	2022	2021
		S\$	S\$	S\$	S\$
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
Non-current assets					
Property, plant and equipment	10	63,131,732	40,548,725	3,299,544	3,147,084
Intangible assets	11	124,390	115,220	-	-
Deferred tax assets		4,701	7,846	-	-
Other receivables	12	3,059	2,572	-	-
Investment in an associate		47,826	-	-	-
Investment in subsidiaries		-	-	1,801,028	2,061,028
		63,311,708	40,674,363	5,100,572	5,208,112
Current assets					
Contract assets		29,581	531,523	-	-
Inventories		1,965,573	4,180,409	-	-
Trade and other receivables	12	27,298,689	7,110,085	3,865,358	242,384
Cash and cash equivalents		20,043,549	20,346,000	2,198,902	3,628,977
		49,337,392	32,168,017	6,064,260	3,871,361
Total assets		112,649,100	72,842,380	11,164,832	9,079,473
Non-current liabilities					
Liabilities for post-employment benefits		251,360	318,971	-	-
Borrowings	13	2,277,768	2,461,381	2,227,830	2,382,750
		2,529,128	2,780,352	2,227,830	2,382,750
Current liabilities					
Trade and other payables	14	16,812,116	9,648,892	509,171	411,196
Contract liabilities		696,212	1,748,401	-	-
Borrowings	13	14,143,232	1,246,698	1,155,805	1,201,385
Tax payable		1,118,387	1,640,697	-	1,166
		32,769,947	14,284,688	1,664,976	1,613,747
Total liabilities		35,299,075	17,065,040	3,892,806	3,996,497
Net assets		77,350,025	55,777,340	7,272,026	5,082,976
Equity					
Share capital	15	5,701,262	5,701,262	5,701,262	5,701,262
Retained earnings/ (accumulated losses)		51,454,292	32,281,781	1,570,764	(618,286)
Currency translation reserve		(5,369,197)	(893,735)	-	-
Equity attributable to equity holders of the Company		51,786,357	37,089,308	7,272,026	5,082,976
Non-controlling interests		25,563,668	18,688,032	-	-
Total equity		77,350,025	55,777,340	7,272,026	5,082,976

C. Condensed interim statements of changes in equity

GROUP	← Attributable to equity holders of the Company →					
	Share capital S\$	Retained earnings S\$	Currency translation reserve S\$	Total S\$	Non-controlling interests S\$	Total equity S\$
Balance at 1 January 2022	5,701,262	32,281,781	(893,735)	37,089,308	18,688,032	55,777,340
Profit for the financial year	-	20,115,874	-	20,115,874	9,449,958	29,565,832
Other comprehensive income Currency translation differences arising from consolidation	-	-	(4,475,462)	(4,475,462)	(2,296,084)	(6,771,546)
Remeasurement of post-employment benefits liabilities	-	(43,363)	-	(43,363)	1,703	(41,660)
Other comprehensive income for the financial year, net of tax	-	(43,363)	(4,475,462)	(4,518,825)	(2,294,381)	(6,813,206)
Total comprehensive income for the financial year	-	20,072,511	(4,475,462)	15,597,049	7,155,577	22,752,626
Dividend paid to shareholders of the Company ⁽¹⁾	-	(900,000)	-	(900,000)	-	(900,000)
Dividend payable by a subsidiary to non-controlling shareholder	-	-	-	-	(43,160)	(43,160)
Return of capital from struck off of a subsidiary	-	-	-	-	(236,781)	(236,781)
Balance at 31 December 2022 (Unaudited)	<u>5,701,262</u>	<u>51,454,292</u>	<u>(5,369,197)</u>	<u>51,786,357</u>	<u>25,563,668</u>	<u>77,350,025</u>

Note:

(1) The final dividend of S\$0.01 per ordinary share in respect of financial year 31 December 2021 was approved by the Company's shareholders at the Annual General Meeting of the Company held on 29 April 2022. The dividend was paid by the Company on 25 May 2022.

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

GROUP	← Attributable to equity holders of the Company →			Total S\$	Non-controlling interests S\$	Total equity S\$
	Share capital S\$	Retained earnings S\$	Currency translation reserve S\$			
Balance at 1 January 2021	5,701,262	17,451,319	(1,138,229)	22,014,352	14,425,858	36,440,210
Profit for the financial year	-	14,818,035	-	14,818,035	4,146,041	18,964,076
Other comprehensive income						
Currency translation differences arising from consolidation	-	-	244,494	244,494	119,593	364,087
Remeasurement of post-employment benefits liabilities	-	12,427	-	12,427	15,515	27,942
Other comprehensive income for the financial year, net of tax	-	12,427	244,494	256,921	135,108	392,029
Total comprehensive income for the financial year	-	14,830,462	244,494	15,074,956	4,281,149	19,356,105
Dividend distribution by a subsidiary to non-controlling shareholders	-	-	-	-	(18,975)	(18,975)
Balance at 31 December 2021 (Audited)	<u>5,701,262</u>	<u>32,281,781</u>	<u>(893,735)</u>	<u>37,089,308</u>	<u>18,688,032</u>	<u>55,777,340</u>

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

COMPANY	Share capital	Retained earnings/ (accumulated losses)	Total equity
	S\$	S\$	S\$
Balance at 1 January 2022	5,701,262	(618,286)	5,082,976
Profit for the financial year	-	3,089,050	3,089,050
Dividend paid to shareholders of the Company ⁽¹⁾	-	(900,000)	(900,000)
Balance at 31 December 2022 (Unaudited)	<u>5,701,262</u>	<u>1,570,764</u>	<u>7,272,026</u>

Note:

(1) The final dividend of S\$0.01 per ordinary share in respect of financial year 31 December 2021 was approved by the Company's shareholders at the Annual General Meeting of the Company held on 29 April 2022. The dividend was paid by the Company on 25 May 2022.

COMPANY	Share capital	Accumulated losses	Total equity
	S\$	S\$	S\$
Balance at 1 January 2021	5,701,262	(2,212,564)	3,488,698
Profit for the financial year	-	1,594,278	1,594,278
Balance at 31 December 2021 (Audited)	<u>5,701,262</u>	<u>(618,286)</u>	<u>5,082,976</u>

D. Condensed interim consolidated statement of cash flows

	The Group	
	12 months ended 31 December 2022 S\$ (Unaudited)	12 months ended 31 December 2021 S\$ (Audited)
Cash flows from operating activities		
Profit before tax	33,901,723	22,538,376
Adjustments for:		
Depreciation of property, plant and equipment	4,769,541	3,932,481
Share of result of associated company	2,174	-
Post-employment benefits	(97,044)	7,685
Inventories written off	-	291,284
Interest income	(302,274)	(205,113)
Interest expense ⁽²⁾	63,503	222,675
Property, plant and equipment written off	12,521	-
	<hr/>	<hr/>
Operating cash flows before working capital changes	38,350,144	26,787,388
Change in operating assets and liabilities:		
Inventories	1,985,760	(2,480,790)
Receivables and contract assets	(21,901,153)	4,020,768
Payables and contract liabilities	4,351,231	(1,537,321)
Currency translation difference	(73,872)	85,723
	<hr/>	<hr/>
Cash generated from operations	22,712,110	26,875,768
Interest received	302,274	205,113
Taxes paid	(4,726,406)	(2,370,338)
	<hr/>	<hr/>
Net cash generated from operating activities	18,287,978	24,710,543
Cash flows from investing activities		
Purchases of property, plant and equipment ⁽¹⁾	(29,465,574)	(8,613,010)
Purchases of intangible assets	(20,812)	(114,342)
	<hr/>	<hr/>
Net cash used in investing activities	(29,486,386)	(8,727,352)
Cash flows from financing activities		
Proceeds from bank loan ⁽²⁾	13,930,422	2,560,000
Interest paid ⁽²⁾	(63,503)	(222,675)
Return of capital from a subsidiary struck off	(236,781)	-
Dividend paid to shareholders of the Company	(900,000)	-
Dividend paid to non-controlling shareholder	-	(18,975)
Loan from immediate holding company	-	1,000,000
Loan from related party ⁽²⁾	1,996,694	-
Repayment of loan to related party ⁽²⁾	(1,996,694)	-
Repayment of borrowings ⁽²⁾	(153,903)	(4,662,462)
Repayment of lease liabilities ⁽²⁾	(93,729)	(126,143)
	<hr/>	<hr/>
Net cash generated from/ (used in) financing activities	12,482,506	(1,470,255)

D. Condensed interim consolidated statement of cash flows (cont'd)

	The Group	
	12 months ended 31 December 2022 S\$ (Unaudited)	12 months ended 31 December 2021 S\$ (Audited)
Net increase in cash and cash equivalents	1,284,098	14,512,936
Effect of exchange rate changes on cash and cash equivalents	(1,586,549)	(12,123)
Cash and cash equivalents at beginning of financial year	20,346,000	5,845,187
Cash and cash equivalents at end of financial year	20,043,549	20,346,000

Notes:

(1) Breakdown on the purchases of property, plant and equipment:

	The Group	
	12 months ended 31 December 2022 S\$ (Unaudited)	12 months ended 31 December 2021 S\$ (Audited)
Aggregate cost of property, plant and equipment acquired	32,620,013	13,589,308
Less: Additions to right-of-use assets	(21,704)	(68,824)
Less: unpaid portion of the construction of tugboats and barges	(8,000,203)	(4,799,256)
Less: unpaid portion of the vessel equipment	(40,006)	-
Less: unpaid portion of dry-docking costs	-	(108,218)
Add: Payment for construction of tugboats and barges ^(a)	4,799,256	-
Add: Payment for dry docking costs for the tugboats and barges ^(b)	108,218	-
Net cash outflow for purchase of property, plant and equipment	29,465,574	8,613,010

a. Payment for the remaining outstanding balance payable to shipyard for the tugboat and barge delivered in FY2021.

b. Payment for the remaining outstanding balance payable to the shipyard for the dry-docking costs incurred for tugboat and barge in FY2021.

D. Condensed interim consolidated statement of cash flows (cont'd)

(2) Breakdown on the borrowings:

	The Group				Total
	Bank loans	Loan from immediate holding company	Lease liabilities	Loan from related party	
	S\$	S\$	S\$	S\$	
Balance at 1.1.2022	2,537,538	1,000,000	170,541	-	3,708,079
Changes from financing cash flows:					
- Proceed	13,930,422	-	-	1,996,694	15,927,116
- Repayments	(153,903)	-	(93,729)	(1,996,694)	(2,244,326)
- Interest paid	(45,766)	-	(17,737)	-	(63,503)
Non-cash changes:					
- Addition of lease	-	-	21,704	-	21,704
- Interest expenses	45,766	-	17,737	-	63,503
- Exchange difference	(982,422)	-	(9,151)	-	(991,573)
Balance at 31.12.2022 (Unaudited)	15,331,635	1,000,000	89,365	-	16,421,000

E. Notes to the condensed interim consolidated financial statements

1 Corporate information

Resources Global Development Limited (Co. Reg. No. 201841763M) was incorporated on 12 December 2018 and domiciled in Singapore. The Company was listed on the Catalist Board of Singapore Exchange Securities Trading Limited on 31 January 2020.

The principal place of business of the Company is located at 144 Robinson Road, #11-02 Robinson Square, Singapore 068908.

The principal activities of the Group are:

- (a) Coal Trading Business
- (b) Coal Shipping Services

The Company's immediate and ultimate holding company is Deli International Resources Pte. Ltd., incorporated in Singapore.

2 Basis of preparation

The condensed interim financial statements as of and for the six months and twelve months (“FY”) ended 31 December 2022 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last interim financial statements for the period ended 30 June 2022.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

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

2.1 New and amended standards adopted by the Group

A number of amendments to the 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 estimates and judgements

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 year ended 31 December 2021.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

3 Seasonal operations

The seasonal wet weather conditions during the year affect the ability of our coal suppliers to increase their production to meet increased demands and the efficiency on our coal shipping services.

4 Segment and revenue information

The Group is organised into the following main business segments:

- Segment 1: Coal Trading Business
- Segment 2: Coal Shipping Services

Inter-segment revenue is eliminated on consolidation. There is no inter-segment revenue during the current and previous financial year/period.

Inter-segment assets and liabilities are eliminated to arrive at the total assets and liabilities reported in the consolidated statement of financial position.

Segment results

Management monitors the operating results of its operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Income taxes are managed on a group basis and operating results of the investment holding company are not allocated to operating segments. Sales between operating segments are on terms agreed by the group companies concerned.

Segment assets

The amounts provided to the management with respect to total assets are measured in a manner consistent with that of the condensed interim financial statements. Management monitors the assets attributable to each segment for the purposes of monitoring segment performance and for allocating resources between segments. All assets are allocated to reportable segment except for deferred tax assets, prepaid taxes and assets of the Singapore entities. These assets are classified as unallocated assets.

Segment liabilities

The amounts provided to the management with respect to total liabilities are measured in a manner consistent with that of the condensed interim financial statements. All liabilities are allocated to the reportable segments based on the operations of the segments other than tax payable and liabilities of the Singapore entities. These liabilities are classified as unallocated liabilities.

4.1 Reportable segments

	Coal Trading Business		Coal Shipping Services		Consolidated	
	1 July 2022 to 31 December 2022 S\$	1 July 2021 to 31 December 2021 S\$	1 July 2022 to 31 December 2022 S\$	1 July 2021 to 31 December 2021 S\$	1 July 2022 to 31 December 2022 S\$	1 July 2021 to 31 December 2021 S\$
Revenue:						
External customers	88,959,542	59,780,218	20,916,441	11,097,469	109,875,983	70,877,687
Total Revenue	<u>88,959,542</u>	<u>59,780,218</u>	<u>20,916,441</u>	<u>11,097,469</u>	<u>109,875,983</u>	<u>70,877,687</u>
Segment profit:	10,531,022	9,577,471	11,045,510	4,897,992	21,576,532	14,475,463
Interest income	134,133	116,457	17,131	11,394	151,264	127,851
Finance costs	(6,567)	(5,517)	(10,787)	(4,479)	(17,354)	(9,996)
Unallocated corporate expenses	-	-	-	-	(867,067)	(899,321)
Profit before tax	10,658,588	9,688,411	11,051,854	4,904,907	20,843,375	13,693,997
Income tax expense					(3,004,116)	(2,299,036)
Profit for the financial period					<u>17,839,259</u>	<u>11,394,961</u>
Assets						
Segment assets	34,172,336	22,889,839	72,595,637	41,728,171	106,767,973	64,618,010
Unallocated assets					5,881,127	8,224,370
Total assets					<u>112,649,100</u>	<u>72,842,380</u>
Liabilities						
Segment liabilities	7,166,424	5,108,119	23,146,459	6,320,893	30,312,883	11,429,012
Unallocated liabilities					4,986,192	5,636,028
Total liabilities					<u>35,299,075</u>	<u>17,065,040</u>
Other segment information						
Capital expenditure	1,360	98,597	27,227,329	7,733,542	27,228,689	7,832,139
Unallocated capital expenditure					40,285	3,003,101
					<u>27,268,974</u>	<u>10,835,240</u>
Depreciation	36,682	31,622	2,323,479	1,699,129	2,360,161	1,730,751
Unallocated corporate depreciation					50,872	64,565
					<u>2,411,033</u>	<u>1,795,316</u>
Other non-cash expenses	(13,860)	62,607	(57,456)	-	(71,316)	60,607

4.1 Reportable segments (cont'd)

	Coal Trading Business		Coal Shipping Services		Consolidated	
	1 January 2022 to 31 December 2022 S\$	1 January 2021 to 31 December 2021 S\$	1 January 2022 to 31 December 2022 S\$	1 January 2021 to 31 December 2021 S\$	1 January 2022 to 31 December 2022 S\$	1 January 2021 to 31 December 2021 S\$
Revenue:						
External customers	142,223,300	113,201,753	36,787,528	20,126,243	179,010,828	133,327,996
Total Revenue	<u>142,223,300</u>	<u>113,201,753</u>	<u>36,787,528</u>	<u>20,126,243</u>	<u>179,010,828</u>	<u>133,327,996</u>
Segment profit:	16,820,761	15,730,749	18,678,987	8,355,540	35,499,748	24,086,289
Interest income	259,480	173,673	30,399	31,419	289,879	205,092
Finance costs	(13,221)	(10,809)	(13,289)	(200,683)	(26,510)	(211,492)
Unallocated corporate expenses	-	-	-	-	(1,861,394)	(1,541,513)
Profit before tax	<u>17,067,020</u>	<u>15,893,613</u>	<u>18,696,097</u>	<u>8,186,276</u>	<u>33,901,723</u>	<u>22,538,376</u>
Income tax expense					<u>(4,335,891)</u>	<u>(3,574,300)</u>
Profit for the financial year					<u>29,565,832</u>	<u>18,964,076</u>
Assets						
Segment assets	34,172,336	22,889,839	72,595,637	41,728,171	106,767,973	64,618,010
Unallocated assets					5,881,127	8,224,370
Total assets					<u>112,649,100</u>	<u>72,842,380</u>
Liabilities						
Segment liabilities	7,166,424	5,108,119	23,146,459	6,320,893	30,312,883	11,429,012
Unallocated liabilities					4,986,192	5,636,028
Total liabilities					<u>35,299,075</u>	<u>17,065,040</u>
Other segment information						
Capital expenditure	37,134	100,887	32,299,843	10,483,821	32,336,977	10,584,708
Unallocated capital expenditure	-	-	-	-	303,848	3,004,600
					<u>32,640,825</u>	<u>13,589,308</u>
Depreciation	71,166	61,304	4,567,799	3,755,559	4,638,965	3,816,863
Unallocated corporate depreciation	-	-	-	-	130,576	115,618
					<u>4,769,541</u>	<u>3,932,481</u>
Other non-cash expenses	-	72,111	-	-	-	72,111

4.2 Disaggregation of Revenue

	The Group		The Group	
	1 July 2022 to 31 December 2022 S\$ (Unaudited)	1 July 2021 to 31 December 2021 S\$ (Unaudited)	1 January 2022 to 31 December 2022 S\$ (Unaudited)	1 January 2021 to 31 December 2021 S\$ (Audited)
Types of goods or service:				
Coal trading business	88,959,542	59,780,218	142,223,300	113,201,753
Coal shipping services	20,916,441	11,097,469	36,787,528	20,126,243
Total revenue	<u>109,875,983</u>	<u>70,877,687</u>	<u>179,010,828</u>	<u>133,327,996</u>
Timing of revenue recognition:				
At a point in time	88,959,542	59,780,218	142,223,300	113,201,753
Over time	20,916,441	11,097,469	36,787,528	20,126,243
Total revenue	<u>109,875,983</u>	<u>70,877,687</u>	<u>179,010,828</u>	<u>133,327,996</u>
Geographical information:				
Indonesia	109,875,983	70,323,075	170,655,857	124,939,465
China	-	554,612	514,166	8,388,531
Philippines	-	-	7,840,805	-
Total revenue	<u>109,875,983</u>	<u>70,877,687</u>	<u>179,010,828</u>	<u>133,327,996</u>

A breakdown of sales:

	The Group		
	Financial year ended 31 December 2022 S\$	Financial year ended 31 December 2021 S\$	Increase %
Sales reported for the first half year	69,134,845	62,450,309	10.7%
Operating profit after tax before deducting non-controlling interests reported for first half year	11,726,573	7,569,115	54.9%
Sales reported for the second half year	109,875,983	70,877,687	55.0%
Operating profit after tax before deducting non-controlling interests reported for second half year	17,839,259	11,394,961	56.6%

5 Financial assets and financial liabilities

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

	The Group		The Company	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	S\$	S\$	S\$	S\$
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Financial Assets				
At Amortised Costs	46,758,569	26,419,044	6,053,617	3,644,277
Financial Liabilities				
At Amortised Costs	33,233,116	13,356,971	3,892,806	3,995,331

6 Profit before tax

6.1 Significant items

	The Group			
	6 months ended 31 December 2022	6 months ended 31 December 2021	12 months ended 31 December 2022	12 months ended 31 December 2021
	S\$	S\$	S\$	S\$
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Other Income				
Government grant income ⁽¹⁾	4,671	6,164	13,184	20,684
Rental income	-	16,652	11,600	16,652
Others ⁽²⁾	97,044	7,078	97,044	7,078
	101,715	29,894	121,828	44,414
Finance costs				
Interest on bank loans	27,620	10,721	45,766	204,545
Interest on lease liabilities	8,377	9,143	17,737	18,130
	35,997	19,864	63,503	222,675
Included in cost of sales and services:				
Coal purchases	76,471,015	47,386,381	121,318,614	91,341,699
Depreciation of vessels and vessel equipment	2,282,175	1,655,818	4,483,775	3,668,168
Freight charter	1,520,579	1,930,342	2,932,200	4,276,895
Fuel expenses	3,883,725	1,336,503	6,202,719	2,502,276
Insurance expenses	202,349	168,312	402,220	326,412
Loading/discharging expenses	321,826	398,167	699,974	1,058,755
Mooring and anchoring expenses	57,015	29,531	87,176	48,818
Repair and maintenance	562,515	294,821	985,237	550,186
Staff costs	1,229,059	1,019,655	2,440,383	1,879,200

Notes:

- (1) Government grant income consists of the Jobs Support Scheme ("JSS") and Jobs Growth Incentives ("JGI").
(2) Related to reversal of post employee benefits liability based on actuarial report.

6 Profit before tax (cont'd)

6.1 Significant items (cont'd)

	The Group				
	6 months ended 31 December 2022 S\$ (Unaudited)	6 months ended 31 December 2021 S\$ (Unaudited)	12 months ended 31 December 2022 S\$ (Unaudited)	12 months ended 31 December 2021 S\$ (Audited)	
	Included in administrative expenses:				
	Audit fees paid/payable to:				
- auditor of the Company	52,500	51,000	100,000	95,000	
- other auditor ⁽¹⁾	24,313	19,547	47,731	39,557	
Depreciation of property, plant and equipment	128,858	139,498	285,766	264,313	
Insurance expenses	18,565	18,833	36,933	37,157	
(Gain)/loss on foreign currency exchange, net	(296,470)	22,859	(233,780)	(264,694)	
Office supplies	32,056	30,768	87,675	65,045	
Professional fees	269,470	178,553	371,652	285,972	
Staff costs	1,226,874	1,088,605	2,217,529	1,965,101	
Property, plant and equipment written off	12,521	-	12,521	-	
Inventories written off	-	291,284	-	291,284	

Note:

(1) Includes independent member firm of Baker Tilly International Network.

6.2 Related party transactions

In addition to information disclosed elsewhere, the following significant transactions took place between the Group and the related parties at terms agreed by the parties:

	The Group	
	Financial year ended 31 December 2022 S\$ (Unaudited)	Financial year ended 31 December 2021 S\$ (Audited)
With immediate holding company:		
Loan from	-	1,000,000 ⁽¹⁾
With related parties:		
Advances from	1,996,694 ⁽²⁾	-
Cash collateral provided by a related party	13,930,422 ⁽³⁾	-

6 Profit before tax (cont'd)

6.2 Related party transactions (cont'd)

Notes:

- (1) The short-term loan from immediate holding company is unsecured, interest-free and repayable within 12 months to partially finance the purchase of a new office in Singapore.
- (2) The short-term loan from a related party, PT Deli Indonesia Raya ("PT DIR"), is unsecured, interest-free and repayable within 12 months. The short-term loan is to partially finance the purchase of new sets of tugboat and barge by PT Deli Pratama Angkutan Laut ("PT DPAL"), a subsidiary of the Company. The short-term loan was fully repaid in FY2022.
- (3) PT DPAL obtained an unsecured and short-term loan provided by a bank in Indonesia with 2.9% interest rate per annum. PT DIR provided cash collateral for the bank loan.

7 Tax Expense

The Group calculates the income tax expenses 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 losses are:

	The Group			
	6 months ended 31 December 2022 S\$ (Unaudited)	6 months ended 31 December 2021 S\$ (Unaudited)	12 months ended 31 December 2022 S\$ (Unaudited)	12 months ended 31 December 2021 S\$ (Audited)
Current income tax provision	2,557,945	2,108,085	3,893,022	3,385,143
Deferred income tax ⁽¹⁾	18,887	3,095	15,585	1,301
Withholding tax expenses	427,284	187,856	427,284	187,856
	<u>3,004,116</u>	<u>2,299,036</u>	<u>4,335,891</u>	<u>3,574,300</u>

Note:

- (1) The deferred income tax arises from the temporary differences associated with the depreciation period of the vehicles under finance lease and non-deductible expenses.

8 Net Asset Value

	Group		Company	
	31 December 2022 (Unaudited)	31 December 2021 (Audited)	31 December 2022 (Unaudited)	31 December 2021 (Audited)
Net asset value per ordinary share (SGD in cent) ⁽¹⁾	<u>57.5</u>	<u>41.2</u>	<u>8.1</u>	<u>5.6</u>

Note:

- (1) Calculated based on the net asset value attributable to equity holders of the Company over the issued and allotted total shares of 90,000,000 as at 31 December 2022 and 31 December 2021.

9 Fair Value of assets and liabilities

The Group classifies fair value measurement using a fair value hierarchy that reflects the significance of the inputs used in making measurements. The fair value hierarchy have the following levels:

- a) Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;
- b) Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly (i.e. derived from prices); and
- c) Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The carrying amounts of other financial assets and liabilities (excluding lease liabilities) of the Group are reasonable approximation of their fair values due to relatively short-term maturity of these financial instruments.

The fair value of the borrowings approximate their carry values based on the discounted cash flow analysis using a discount rate based upon market lending rate for similar borrowings.

10 Property, plant and equipment

During FY2022, property, plant and equipment has a total addition of S\$32,620,013 (31 December 2021: S\$13,589,308), and write off of damaged vessel equipment of S\$12,521 (31 December 2021: Nil). Included in the purchase during FY2022 are:

- (i) Aggregate costs of S\$30,812,808 related to the orders placed for fifteen (15) new sets of tugboat and barge in FY2022 (FY2021: S\$7,795,476), with remaining balance of S\$8,000,203 as at 31 December 2022 (31 December 2021: S\$4,799,256) payable to the shipyard vendor by monthly instalments;
- (ii) Dry docking costs of S\$863,106 incurred for the vessels in FY2022 (FY 2021: S\$2,336,938). There are no outstanding payable to the shipyard as at 31 December 2022 (31 December 2021: S\$108,218); and
- (iii) Purchase of vessel equipment of S\$623,929 in FY2022 (FY2021: S\$273,915), with remaining balance of S\$40,006 payable to the suppliers as at 31 December 2022 (31 December 2021: Nil).

11 Intangible asset

The addition of the intangible asset was in connection to the purchase of an accounting ERP software system totalled at S\$20,812 in FY2022. (FY2021: S\$114,342).

12 Trade and other receivables

	The Group		The Company	
	31 December 2022 S\$ (Unaudited)	31 December 2021 S\$ (Audited)	31 December 2022 S\$ (Unaudited)	31 December 2021 S\$ (Audited)
Current				
Trade receivables	26,649,626	5,996,843	-	-
Other receivables				
- Associated company	4,348	-	4,348	-
- Subsidiary	-	-	2,812	-
- Third parties	55,987	57,545	-	-
Dividend receivable from a subsidiary	-	-	3,845,556 ⁽¹⁾	-
Advance payment to suppliers	1,701	5,831	-	-
Deposits	2,000	16,084	2,000	15,300
Prepaid taxes	288,947	544,189	-	-
Prepayments	294,353	225,311	8,915	22,407
GST receivable	1,727	204,677	1,727	204,677
VAT receivable	-	59,605	-	-
	27,298,689	7,110,085	3,865,358	242,384
Non-current				
Other deposits	3,059	2,572	-	-

Note:

(1) An FY2022 interim dividend receivable from one of the subsidiaries, PT Deli Niaga Sejahtera.

13 Borrowings

	The Group		The Company	
	31 December 2022 S\$ (Unaudited)	31 December 2021 S\$ (Audited)	31 December 2022 S\$ (Unaudited)	31 December 2021 S\$ (Audited)
Current				
Bank loan I ⁽¹⁾	155,805	154,788	155,805	154,788
Bank loan II ⁽²⁾	12,948,000	-	-	-
Lease liabilities	39,427	91,910	-	46,597
Loan from immediate holding company ⁽³⁾	1,000,000	1,000,000	1,000,000	1,000,000
	14,143,232	1,246,698	1,155,805	1,201,385
Non-current				
Bank loan I ⁽¹⁾	2,227,830	2,382,750	2,227,830	2,382,750
Lease liabilities	49,938	78,631	-	-
	2,277,768	2,461,381	2,227,830	2,382,750
	16,421,000	3,708,079	3,383,635	3,584,135
Secured	15,331,635	2,537,538	2,383,635	2,537,538
Unsecured	1,089,365	1,170,541	1,000,000	1,046,597
	16,421,000	3,708,079	3,383,635	3,584,135

13 Borrowings (cont'd)

Notes:

- (1) Bank loan I is secured by an office unit in Singapore and is repayable by 180 monthly instalments. Interest payable at 1.50% per annum in the first two years and 2.23% per annum in the third year. Subsequently, interest is payable at a floating rate of cost of funds + 2% per annum. The Executive Director and Chief Operating Officer, Salim Limanto, has provided a personal guarantee for this bank loan.
- (2) Bank loan II is a short-term loan provided by a bank in Indonesia with 2.9% interest rate per annum. A related party, PT DIR, provided cash collateral for this bank loan;
- (3) The loan from immediate holding company is unsecured, interest free and repayable with a one-year extendable loan tenure.

14 Trade and other payables

	The Group		The Company	
	31 December 2022 S\$ (Unaudited)	31 December 2021 S\$ (Audited)	31 December 2022 S\$ (Unaudited)	31 December 2021 S\$ (Audited)
Trade payables	7,738,850	3,969,026	-	-
- Associated company	50,000	-	-	-
- Third parties	233,711	163,862	3,169	26,254
- Subsidiary	-	-	75,000	-
Payable for dry-docking costs	-	108,218	-	-
Payable for construction of tugboats and barges	8,000,203	4,799,256	-	-
Payable for vessel equipment	40,006	-	-	-
Accrued expenses	749,346	608,530	431,002	384,942
	<u>16,812,116</u>	<u>9,648,892</u>	<u>509,171</u>	<u>411,196</u>

15 Share capital

	The Group and the Company	
	Number of shares	Amount S\$
Beginning of and as at the end of the financial year ended 31 December 2022 and 31 December 2021	<u>90,000,000</u>	<u>5,701,262</u>

The Company did not have any treasury shares, subsidiary holdings or other convertibles as at 31 December 2022 and 31 December 2021.

15 Share capital (cont'd)

15.1 A statement showing all sales, transfers, disposals, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable. The Company does not have any treasury shares during and as at the end of the current financial period reported on

15.2 A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

Not applicable. The Company does not have subsidiary holdings during and as at the end of the current financial period reported on.

16 Subsequent events

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

F. OTHER INFORMATION REQUIRED PURSUANT TO APPENDIX 7C OF THE CATALIST RULES

1. Review

The condensed consolidated statement of financial position of Resources Global Development Limited and its subsidiaries as at 31 December 2022 and the related condensed consolidation comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

1.1 Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:

- (a) Updates on the efforts take 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. The latest audited financial statements of the Group for the financial year ended 31 December 2021 are not subject to any adverse opinion, qualified opinion or disclaimer of opinion.

2. Review of performance of the Group

Review of condensed consolidated statement of comprehensive income of the Group

(A) Revenue

Total revenue increased by S\$45.7 million (34.3%), from S\$133.3 million in FY2021 to S\$179.0 million in FY2022. The breakdown of revenue by business and geographical segment is set out below:

Business Segment	The Group			
	FY2022		FY2021	
	S\$	%	S\$	%
Coal Trading Business	142,223,300	79.4	113,201,753	84.9
Coal Shipping Services	36,787,528	20.6	20,126,243	15.1
Total	179,010,828	100.0	133,327,996	100.0
Coal Trading Business				
Indonesia	134,382,495	94.5	105,367,834	93.1
China	-	-	7,833,919	6.9
Philippines	7,840,805	5.5	-	-
Total	142,223,300	100.0	113,201,753	100.0
Coal Shipping Services				
Indonesia	36,273,362	98.6	19,571,631	97.2
China	514,166	1.4	554,612	2.8
Total	36,787,528	100.0	20,126,243	100.0

Coal Trading Business

Revenue from Coal Trading Business increased by S\$29.0 million (25.6%), from S\$113.2 million in FY2021 to S\$142.2 million in FY2022. The increase was mainly due to increase in the average selling price from S\$77.8 per metric ton (“mt”) in FY2021 to S\$108.5 per mt in FY2022, partially offset by a decrease in sales volume from about 1.5 million mt in FY2021 to about 1.3 million mt in FY2022.

In terms of geographical segmentation, revenue from Coal Trading Business in FY2022 were derived from sales to Indonesia (94.5%) (FY2021: 93.1%), Philippines (5.5%) (FY2021: Nil) and no sales to China in FY2022 (FY2021: 6.9%). The revenue generated from Philippines (in FY2022) and China (FY2021) was from ad-hoc sales. The Group continues its efforts to expand and diversify its customer base beyond Indonesia, in particular within Southeast Asia.

Coal Shipping Services

Revenue from Coal Shipping Services increased by S\$16.7 million (82.8%), from S\$20.1 million in FY2021 to S\$36.8 million in FY2022. The increase was mainly due to increase in shipping volume by about 1.7 million mt (45.5%), from 3.8 million mt in FY2021 to 5.6 million mt in FY2022, and the increase in freight rate in FY2022.

The increase in shipping volume was mainly attributed to (i) increase of the Group's fleet of tugboat and barge ("TBBGs") from 10 sets at end of FY2021 to 13 sets at end of FY2022; and (ii) the improved shipping efficiency with faster turnaround time taken for each voyage.

In terms of geographical segmentation, revenue from Coal Shipping Services in FY2022 was derived from Indonesia (98.6%) (FY2021: 97.2%) and China (1.4%) (FY2021: 2.8%).

(B) Gross profit

Gross profit increased by S\$11.1 million (43.9%) from S\$25.4 million in FY2021 to S\$36.5 million in FY2022, while the gross profit margin increased by percentage points from 19.0% in FY2021 to 20.4% in FY2022. The breakdown of the gross profit margin by business segment is set out below:

Business Segment	The Group	
	FY2022 S\$	FY2021 S\$
Coal Trading Business		
Gross profit	17,357,437	16,044,679
Gross profit margin	12.2%	14.2%
Coal Shipping Services		
Gross profit	19,149,293	9,321,824
Gross profit margin	52.1%	46.3%
Overall		
Gross profit	36,506,730	25,366,503
Gross profit margin	20.4%	19.0%

Coal Trading Business

Gross profit of Coal Trading Business increased by S\$1.3 million (8.2%), from S\$16.0 million in FY2021 to S\$17.4 million in FY2022.

Gross profit margin decreased by 2.0 percentage points from 14.2% in FY2021 to 12.2% in FY2022. The decrease was mainly due to higher average coal purchase prices.

Coal Shipping Services

Gross profit of Coal Shipping Services increased by S\$9.8 million (105.4%), from S\$9.3 million in FY2021 to S\$19.1 million in FY2022. The increase was in line with increased business activities on the back of the increase in number of TBBGs in FY2022.

Gross profit margin increased by 5.8 percentage points, from 46.3% in FY2021 to 52.1% in FY2022. The increase was mainly due to (i) improved shipping efficiency with faster turnaround time; and (ii) increase in charter freight rate in FY2022.

(C) Interest income

Interest income, which comprised interest from bank and fixed deposit, increased by S\$97,000 (47.4%), from S\$205,000 in FY2021 to S\$302,000 in FY2022. The increase was mainly due to higher cash amounts placed with financial institutions for time deposits during FY2022.

(D) Other income

Other income increased by S\$78,000 (174.3%) from S\$44,000 in FY2021 to S\$122,000 in FY2022.

Other income in FY2021 comprised mainly the Jobs Support Scheme Grant and the grant from the Singapore government under the Jobs Growth Incentive ("JGI"), as well as temporary rental income received from the newly purchased office unit in Singapore in FY2021.

Other income in FY2022 comprised mainly the (i) JGI grant; (ii) short-term rental income received from the newly purchased office unit in Singapore in beginning of FY2022; and (iii) reversal of over-accrual of the post employee benefits liability based on actuarial report.

(E) Administrative expenses

Administrative expenses increased by S\$108,000 (3.8%), from S\$2.9 million in FY2021 to S\$3.0 million in FY2022. The increase was mainly due to (i) S\$252,000 increase in staff costs due to salary increment and increase in bonus issued in FY2022; (ii) S\$64,000 increase in travelling expenses after the relaxation on the travel restriction related to the COVID-19 pandemic; (iii) S\$31,000 increase in foreign exchange gain, attributed to the exchange rate fluctuation of Indonesian Rupiah (IDR) against the United States Dollar (US\$); partially offset by the absence of inventory write off in FY2022 (FY2021: S\$291,000).

(F) Finance costs

Finance costs decreased by S\$159,000 (71.5%), from S\$223,000 in FY2021 to S\$64,000 in FY2022. The decrease was mainly due to full repayment of a bank loan in FY2021.

(G) Tax expense

In Indonesia, the Coal Shipping Services segment is being taxed by the Indonesian tax authorities based on a 1.2% tax rate of revenue generated, whereas the Coal Trading Business is being taxed based on 22% tax rate of profit before tax.

Tax expense increased by S\$762,000 (21.3%), from S\$3.6 million in FY2021 to S\$4.3 million in FY2022. The increase was mainly due to increase in both the revenue for Coal Shipping Services, and increase in profit before tax for the Coal Trading Business in FY2022.

(H) Profit for the financial year

As a result of the above, profit for the financial year increased by S\$10.6 million (55.9%) from S\$19.0 million in FY2021 to S\$29.6 million in FY2022.

Review of condensed statement of financial position of the Group

(I) Non-current assets

Non-current assets increased by S\$22.6 million (55.7%), from S\$40.7 million as at 31 December 2021 to S\$63.3 million as at 31 December 2022. The increase was mainly due to the purchase of TBBGs, vessels equipment and docking costs incurred for the TBBGs in FY2022. During FY2022, the Group placed orders for 15 new sets of TBBGs, of which 3 new sets of TBBGs have commenced operations in FY2022. The remaining 12 new sets of TBBGs are under construction and are scheduled to complete progressively in 2023 and 2024.

Investment in associate of S\$0.05 million as at 31 December 2022 (Nil as at 31 December 2021) relates to the newly incorporated 50% equity owned associated company, RG Camgen Pte. Ltd. ("**RGC**") in FY2022. RGC remains dormant as at the date of this announcement.

(J) Current assets

Current assets increased by S\$17.2 million (53.4%), from S\$32.2 million as at 31 December 2021 to S\$49.3 million as at 31 December 2022. The net increase was mainly due to the following:

Trade and other receivables

Trade and other receivables increased by S\$20.2 million (283.9%), from S\$7.1 million as at 31 December 2021 to S\$27.3 million as at 31 December 2022. The increase was mainly due to increase in trade receivables from S\$6.0 million as at 31 December 2021 to S\$26.6 million as at 31 December 2022 as sales picked up in the latter half of FY2022, mainly from the Coal Trading Business. As at the date of this announcement, 99.5% of the trade receivable balances have been collected by the Group.

Inventories

Inventories decreased by S\$2.2 million (53.0%) from S\$4.2 million as at 31 December 2021 to S\$2.0 million as at 31 December 2022. The decrease was mainly due to no coal inventory-in-transit as at 31 December 2022 (31 December 2021: S\$2.5 million), and partially offset by an increase in fuel on board the vessels from S\$1.3 million as at 31 December 2021 to S\$1.6 million as at 31 December 2022.

Contract assets

Contract assets decreased by S\$502,000 (94.4%), from S\$532,000 as at 31 December 2021 to S\$30,000 as at 31 December 2022. The decrease was mainly due to a decrease in services rendered but not yet billed as at 31 December 2022, under the Coal Shipping Services.

Cash and cash equivalents

Cash and cash equivalents were S\$20.3 million as at 31 December 2021 and S\$20.0 million as at 31 December 2022. Please refer to the section entitled "Review of Cash Flow of the Group" below for information on the increase in cash and cash equivalents.

(K) Non-current liabilities

Non-current liabilities decreased by S\$251,000 (9.0%), from S\$2.8 million as at 31 December 2021 to S\$2.5 million as at 31 December 2022, mainly due to (i) decrease in long-term borrowings by S\$184,000, due to instalments paid in FY2022; and (ii) decrease in the liabilities for post-employment benefits. The liabilities for post-employment benefits relate to the retirement funds payable to the Indonesian employees of the Group. Such liabilities decreased by S\$68,000 (21.2%), from S\$319,000 as at 31 December 2021 to S\$251,000 as at 31 December 2022, due mainly to the reversal on over-accrual based on the actuarial report.

(L) Current liabilities

Current liabilities increased by S\$18.5 million (129.4%), from S\$14.3 million as at 31 December 2021 to S\$32.8 million as at 31 December 2022. The increase was mainly due to the following:

Trade and other payables

Trade and other payables increased by S\$7.2 million (74.2%), from S\$9.6 million as at 31 December 2021 to S\$16.8 million as at 31 December 2022. The increase was mainly due to (i) increase in trade payable from S\$4.0 million as at 31 December 2021 to S\$7.7 million as at 31 December 2022. The increase was due to increase in the purchase of coal in the latter half of FY2022, under the Coal Trading Business; and (ii) an increase of payable to the shipyard from S\$4.8 million as at 31 December 2021 to S\$8.0 million as at 31 December 2022, for the purchase of new sets of tugboat and barge in FY2022.

Borrowings

Borrowings increased by S\$12.9 million (1,034.5%), from S\$1.2 million as at 31 December 2021 to S\$14.1 million as at 31 December 2022. The increase was due to the S\$12.9 million interest-bearing, unsecured and short-term loan obtained from a local bank in Indonesia.

Tax payable

Tax payable decreased by S\$522,000 (31.8%), from S\$1.6 million as at 31 December 2021 to S\$1.1 million as at 31 December 2022. The decrease was due to repayment made during FY2022.

(M) Working capital position

As a result of the above, the working capital of the Group decreased by S\$1.3 million (7.4%) from S\$17.9 million as at 31 December 2021, to S\$16.6 million as at 31 December 2022.

Review of cash flow of the Group

During FY2022, net cash generated from operating activities amounted to approximately S\$18.4 million. This comprises positive operating cash flows before changes in working capital of S\$38.4 million, adjusted by net working capital outflow of S\$15.6 million, interest received and taxes paid of S\$0.3 million and S\$4.7 million, respectively.

Net cash used in investing activities of S\$29.5 million in FY2022 relates mainly to the S\$29.5 million payments for the purchase of new tugboats and barges, vessels equipment and docking costs incurred for a vessel.

Net cash generated from financing activities of S\$12.5 million in FY2022 was mainly due to (i) S\$13.9 million proceeds from a new bank loan in FY2022; and (ii) shareholder loan of S\$2.0 million; partially offset by (i) return of capital from struck off of a subsidiary of S\$0.2 million; (ii) dividend paid to the shareholders of the Company of S\$0.9 million; and (iii) repayment of S\$0.2 million bank loans in FY2022.

As a result of the above, net changes from cash flows (before effect of exchange rate changes) increased by S\$1.3 million. Cash and cash equivalent had decreased from S\$20.3 million to S\$20.0 million after considering effect of exchange rate changes of S\$1.6 million.

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

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

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

Coal industry remains an important sector in Indonesia with opportunities for growth in the short to mid-term, particularly with the recovery of the economy post COVID-19 pandemic.

Despite the recent weakening of thermal coal prices, the Company remains optimistic that the coal demand in Indonesia and the region will remain stable. Indonesia is increasing its efforts to develop downstream mineral industries, which involve processing raw materials into higher value-added products. This will lead to potentially more demand for coal and creating new opportunities for the Group's shipping segment as well.

In view of the above, the Group has placed orders for new TGGBs to increase the Group's commercial activities. At the end of 2022, three new sets of TBBGs have been deployed.

5. Dividend

(a) Any dividend recommended/declared for the current financial year reported on?

Name of Dividend	Final
Dividend Type	Cash
Dividend per share	S\$0.03
Tax rate	Tax exempt

The final dividend is subject to the approval of the Company's shareholders at the forthcoming annual general meeting ("**AGM**") of the Company.

This announcement does not reflect this dividend payable, which will be accounted for in the shareholders' equity as an appropriation of retained profits in the financial year ending 31 December 2023 upon approval of the Company's shareholders at the AGM.

(b) Any dividend recommended/declared for the corresponding year of the immediately preceding financial year?

Nil.

(c) Date payable

Subject to shareholders' approval at the AGM, the date payable is to be advised. The Company will make an announcement to provide an update on the date payable.

(d) Books closure date

To be announced by the Company in due course.

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

Not applicable.

6. If the group has obtained a general mandate from shareholders for interested person transactions ("IPT"), 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.

There was no transaction conducted under the shareholders' mandate in FY2022.

7. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Catalist Rules

The Company confirms that all the required undertakings under Rule 720(1) of the Catalist Rules have been obtained from all its directors and executive officers in the format set out in Appendix 7H of the Catalist Rules.

8. A breakdown of the total annual dividend (in dollar value) for the issuer's latest fully year and its previous full year as follows:

	FY2022 S\$'000	FY2021 S\$'000
Ordinary	2,700	900
Preference	-	-
Total	<u>2,700</u>	<u>900</u>

9. Disclosure of persons occupying managerial positions who are related to a director, CEO or substantial shareholder

Name	Age	Family relationship with 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
Salim Limanto	40	<p>Son of Mr Djunaidi Hardi and the nephew of each of Mr Juhadi, Mr Arifin Ang and Mr Limas Ananto ("Founding Shareholders").</p> <p>The Founding Shareholders are deemed to be interested in the shares held by Deli International Resources Pte. Ltd. (the controlling shareholder of the Company).</p>	<ul style="list-style-type: none"> Executive Director of the Company's subsidiaries, namely PT Deli Pratama Angkutan Laut (since 1 May 2013), and PT Deli Niaga Sejahtera (since 2 January 2018) Executive Director of the Company (since 12 December 2019) Chief Operating Officer of the Company (since 1 January 2019) <p>Mr Salim Limanto is responsible for the overall operations and business development activities of the Group.</p>	-
Limarson Juhadi	28	<p>Son of Mr Juhadi and the nephew of each of Mr Djunaidi Hardi, Mr Arifin Ang and Mr Limas Ananto ("Founding Shareholders").</p> <p>The Founding Shareholders are deemed to be interested in the shares held by Deli International Resources Pte. Ltd. (the controlling shareholder of the Company).</p>	<ul style="list-style-type: none"> Sales Manager of PT Deli Niaga Sejahtera ("PT DNS"). He joined PT DNS since 2 January 2019. <p>Mr Juhadi is responsible for the daily operation of the sales department of PT DNS.</p>	-

10. Disclosure pursuant to Rule 706A of the Catalyst Rules

Following are the changes to the companies within the Group that occurred during FY2022, pursuant to Rule 706A of the Catalyst Rules:

Incorporation of new subsidiary and associated company:

- | | |
|--------------------------------|--|
| (1) Name of subsidiary | : RG International Commodities Pte. Ltd. (" RGIC ") |
| Country of incorporation | : Singapore |
| Issued shares | : 100,000 ordinary shares |
| Principal activity | : Wholesale trade of a variety of goods without a dominant product |
| Interest held by the Group | : 100% |
| (2) Name of associated company | : RG Camgen Pte. Ltd. (" RGC ") |
| Country of incorporation | : Singapore |
| Issued shares | : 100,000 ordinary shares |
| Principal activity | : Wholesale trade of a variety of goods without a dominant product |
| Interest held by the Group | : 50% |

The incorporation of RGIC and RGC are funded by the Group's internal resources and are not expected to have any material impact on the earnings per share and the net intangible assets per share of the Company and the Group for FY2022. RGIC and RGC are dormant as of the date of this announcement.

Mr Francis Lee (Executive Director and CEO of the Company), Mr Salim Limanto (Executive Director and COO of the Company) and Mr Thomas Yeo (CFO of the Company) are appointed as the directors of RGIC and RGC.

Save as disclosed above, none of the Directors or any of the substantial shareholders of the Company or their respective associates have any interest, directly or indirectly (other than through their respective shareholdings (if any) in the Company), in the Incorporations.

Please refer to the Company's announcement dated 18 August 2022 for information on the abovementioned incorporations.

BY ORDER OF THE BOARD

Francis Lee
Executive Director and CEO

Salim Limanto
Executive Director and COO

1 March 2023