

# ICP LTD

(Company Registration No. 196200234E)

Condensed Interim Financial Statements  
For the Six Months and Full Year Ended 30 June 2023

## Table of Contents

A. Condensed interim consolidated statement of profit or loss and other comprehensive income .....	2
B. Condensed interim statements of financial position .....	3
C. Consolidated statement of cash flows .....	4
D. Condensed interim statements of changes in equity .....	5
E. Notes to the condensed interim consolidated financial statements .....	7
F. Other information required pursuant to Appendix 7C of the Catalist Rules .....	19

**A. Consolidated Statement of Profit or Loss and Other Comprehensive Income for the Six Months and Full Year Ended 30 June 2023**

	Note	Group					
		Unaudited 6 Months Ended 30/06/2023 S\$'000	Unaudited 6 Months Ended 30/06/2022 S\$'000	Change %	Unaudited 12 Months Ended 30/06/2023 S\$'000	Audited 12 Months Ended 30/06/2022 S\$'000	Change %
<b>Revenue</b>	<b>4</b>	5,174	2,558	N.M.	9,984	5,121	95.0%
Cost of sales		(719)	(768)	-6.4%	(1,461)	(1,588)	-8.0%
<b>Gross profit</b>		<b>4,455</b>	<b>1,790</b>	<b>N.M.</b>	<b>8,523</b>	<b>3,533</b>	<b>N.M.</b>
Other income		13	88	-85.2%	39	145	-73.1%
Administrative expenses		(3,110)	(2,123)	46.5%	(5,334)	(3,788)	40.8%
<b>Results from operating activities</b>		<b>1,358</b>	<b>(245)</b>	<b>N.M.</b>	<b>3,228</b>	<b>(110)</b>	<b>N.M.</b>
Finance income		40	7	N.M.	61	14	N.M.
Finance costs		(452)	(440)	2.7%	(934)	(891)	4.8%
<b>Net finance costs</b>		<b>(412)</b>	<b>(433)</b>	<b>-4.8%</b>	<b>(873)</b>	<b>(877)</b>	<b>-0.5%</b>
Impairment loss on goodwill		(764)	-	N.M.	(764)	-	N.M.
Other losses		(129)	(312)	-58.7%	(405)	(359)	12.8%
Share of results of equity-accounted investees, net of tax		14	(1)	N.M.	2	2	0.0%
<b>Profit / (Loss) before tax</b>	<b>5</b>	<b>67</b>	<b>(991)</b>	<b>N.M.</b>	<b>1,188</b>	<b>(1,344)</b>	<b>N.M.</b>
Tax expenses		(113)	(75)	50.7%	(113)	(75)	50.7%
<b>(Loss) / Profit for the year</b>		<b>(46)</b>	<b>(1,066)</b>	<b>-95.7%</b>	<b>1,075</b>	<b>(1,419)</b>	<b>N.M.</b>
(Loss) / Profit for the year attributable to:							
Owners of the Company		(87)	(925)	-90.6%	1,056	(1,230)	N.M.
Non-controlling interests		41	(141)	N.M.	19	(189)	N.M.
<b>(Loss) / Profit for the year</b>		<b>(46)</b>	<b>(1,066)</b>	<b>-95.7%</b>	<b>1,075</b>	<b>(1,419)</b>	<b>N.M.</b>
<b>Other comprehensive income:</b>							
Foreign currency translation differences		(141)	(424)	-66.7%	(718)	(438)	63.9%
<b>Other comprehensive loss, net of tax</b>		<b>(141)</b>	<b>(424)</b>	<b>-66.7%</b>	<b>(718)</b>	<b>(438)</b>	<b>63.9%</b>
<b>Total comprehensive (loss) / income for the year</b>		<b>(187)</b>	<b>(1,490)</b>	<b>-87.4%</b>	<b>357</b>	<b>(1,857)</b>	<b>N.M.</b>
<b>Total comprehensive (loss) / income attributable to:</b>							
Owners of the Company		(322)	(1,238)	-74.0%	382	(1,558)	N.M.
Non-controlling interests		135	(252)	N.M.	(25)	(299)	-91.6%
		<b>(187)</b>	<b>(1,490)</b>	<b>-87.4%</b>	<b>357</b>	<b>(1,857)</b>	<b>N.M.</b>

N.M. – Not Meaningful

## B. Statements of Financial Position as at 30 June 2023

	Note	Group		Company	
		Unaudited	Audited	Unaudited	Audited
		30/06/23 S\$'000	30/06/22 S\$'000	30/06/23 S\$'000	30/06/22 S\$'000
<b>Non-current assets</b>					
Property, plant and equipment	8	38,984	42,529	1	3
Intangible assets	9	6,403	7,219	-	-
Investment in subsidiaries		-	-	8,300	8,300
Associate and joint venture		1,977	20	-	-
Other investments		380	380	380	380
Other receivables		-	1,679	21,243	18,323
Right-of-use assets		-	143	-	-
		<b>47,744</b>	<b>51,970</b>	<b>29,924</b>	<b>27,006</b>
<b>Current assets</b>					
Trade and other receivables		1,803	1,721	10,593	8,069
Inventories		6	6	-	-
Cash and cash equivalents		6,598	6,877	2,609	3,623
		<b>8,407</b>	<b>8,604</b>	<b>13,202</b>	<b>11,692</b>
<b>Total assets</b>		<b>56,151</b>	<b>60,574</b>	<b>43,126</b>	<b>38,698</b>
<b>Non-current liabilities</b>					
Loans and borrowings	11	16,568	5,977	1,850	3,110
Amount due to non-controlling interests		-	269	-	-
Deferred tax liability		1,310	1,276	-	-
		<b>17,878</b>	<b>7,522</b>	<b>1,850</b>	<b>3,110</b>
<b>Current liabilities</b>					
Loans and borrowings	11	1,467	16,829	1,260	1,260
Amount due to non-controlling interests		1,183	1,312	-	-
Trade and other payables		2,132	1,637	6,772	2,435
Lease liabilities		-	143	-	-
Income tax payable		71	68	-	-
		<b>4,853</b>	<b>19,989</b>	<b>8,032</b>	<b>3,695</b>
<b>Total liabilities</b>		<b>22,731</b>	<b>27,511</b>	<b>9,882</b>	<b>6,805</b>
<b>Net assets</b>		<b>33,420</b>	<b>33,063</b>	<b>33,244</b>	<b>31,893</b>
<b>Equity</b>					
Share capital	10	36,618	34,626	36,618	34,626
Reserves		(9,383)	(9,784)	(3,374)	(2,733)
<b>Equity attributable to equity holders of the Company</b>		<b>27,235</b>	<b>24,842</b>	<b>33,244</b>	<b>31,893</b>
Non-controlling interests		6,185	8,221	-	-
<b>Total equity</b>		<b>33,420</b>	<b>33,063</b>	<b>33,244</b>	<b>31,893</b>

**C. Consolidated Statement of Cash Flows for the Full Year Ended 30 June 2023**

	<b>01/07/22 to 30/06/23 S\$'000</b>	<b>01/07/21 to 30/06/22 S\$'000</b>
<b>Cash Flows From Operating Activities</b>		
Profit / (Loss) before tax	1,188	(1,344)
Adjustments for:-		
Depreciation of property, plant and equipment	1,621	1,987
Depreciation of right-of-use assets	193	176
Amortisation of intangible assets	-	8
Net loss arising on financial asset designated as at FVTPL	-	103
Interest expenses	932	885
Interest expenses of lease liabilities	2	6
Interest income	(61)	(14)
Share of results of equity-accounted investees, net of tax	(2)	(2)
Unrealised foreign exchange loss	105	170
Property, plant and equipment written off	2	3
Loss allowance on trade receivables	161	209
Doubtful debts written off on trade receivables	18	92
Loss allowance on amount due from an associate	192	76
Impairment loss on goodwill	764	-
Loss on disposal of other intangible assets	95	-
<b>Operating cash flows before working capital changes</b>	<b>5,210</b>	<b>2,355</b>
Change in working capital: -		
Inventories	-	69
Trade and other receivables	128	(396)
Trade and other payables	575	(181)
<b>Cash generated from operations</b>	<b>5,913</b>	<b>1,847</b>
Interest paid	(932)	(885)
Income tax paid	(76)	-
<b>Net cash from operating activities</b>	<b>4,905</b>	<b>962</b>
<b>Cash Flows from Investing Activities</b>		
Acquisition of property, plant and equipment	(793)	(11)
Acquisition of intangible assets	(43)	(669)
Interest received	61	14
Non-trade amount due from an associate	1,445	(68)
Investment in an associate	(2,066)	-
Return of capital from other investments	-	156
Placement of fixed deposits with tenor of more than 3 months placed with financial institutions	(138)	-
Dividend income received	30	-
<b>Net cash used in investing activities</b>	<b>(1,504)</b>	<b>(578)</b>
<b>Cash Flows from Financing Activities</b>		
Repayment to non-controlling interests, net	(398)	(371)
Repayment of loans and borrowings	(3,115)	(1,000)
Repayment of lease liabilities	(195)	(193)
<b>Net cash used in financing activities</b>	<b>(3,708)</b>	<b>(1,564)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(307)</b>	<b>(1,180)</b>
Cash and bank balances at beginning of the financial year	6,389	7,772
Effect of exchange rate fluctuations on cash held	(69)	(203)
<b>Cash and bank balances at end of the financial year</b>	<b>6,013</b>	<b>6,389</b>
<b>Represented by:</b>		
Fixed deposits	585	488
Cash and bank balances	6,013	6,389
<b>Total</b>	<b>6,598</b>	<b>6,877</b>
Less: Fixed deposits with tenor of more than 3 months placed with financial institutions	(585)	(488)
<b>Cash and cash equivalents at end of the financial year</b>	<b>6,013</b>	<b>6,389</b>

#### D. Consolidated Statement of Changes in Equity

##### The Group - For the Full Year Ended 30 June 2023

Group	Share Capital	Foreign Currency Translation Reserve	Other Reserve	Accumulated Losses	Total attributable to the equity holders of the Company	Non-controlling Interests	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 July 2022	34,626	(721)	(1,338)	(7,725)	24,842	8,221	33,063
Profit for the year	-	-	-	1,056	1,056	19	1,075
Other comprehensive loss for the year	-	(674)	-	-	(674)	(44)	(718)
Total comprehensive income for the year	-	(674)	-	1,056	382	(25)	357
<i>Transaction with owners, recognized directly in equity:</i>							
Issuance of share capital	1,992	-	-	-	1,992	-	1,992
Acquisition of non-controlling interests without a change in control	-	-	-	19	19	(2,011)	(1,992)
Total transactions with owners	1,992	-	-	19	2,011	(2,011)	-
<b>Balance as at 30 June 2023</b>	<b>36,618</b>	<b>(1,395)</b>	<b>(1,338)</b>	<b>(6,650)</b>	<b>27,235</b>	<b>6,185</b>	<b>33,420</b>

##### The Group - For the Full Year Ended 30 June 2022

Group	Share Capital	Foreign Currency Translation Reserve	Other Reserve	Accumulated Losses	Total attributable to the equity holders of the Company	Non-controlling Interests	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 July 2021	34,626	(393)	(1,338)	(6,495)	26,400	8,520	34,920
Loss for the year	-	-	-	(1,230)	(1,230)	(189)	(1,419)
Other comprehensive loss for the year	-	(328)	-	-	(328)	(110)	(438)
Total comprehensive loss for the year	-	(328)	-	(1,230)	(1,558)	(299)	(1,857)
<b>Balance as at 30 June 2022</b>	<b>34,626</b>	<b>(721)</b>	<b>(1,338)</b>	<b>(7,725)</b>	<b>24,842</b>	<b>8,221</b>	<b>33,063</b>

**The Company – For the Full Year Ended 30 June 2023**

<b>Company</b>	<b>Share Capital</b>	<b>Accumulated Losses</b>	<b>Total</b>
	S\$'000	S\$'000	S\$'000
<b>Balance as at 1 July 2022</b>	<b>34,626</b>	<b>(2,733)</b>	<b>31,893</b>
Loss for the year	-	(641)	(641)
Total comprehensive loss for the year	-	(641)	(641)
<i>Transaction with owners, recognized directly in equity:</i>			
Issuance of Share Capital	1,992	-	1,992
<b>Balance as at 30 June 2023</b>	<b>36,618</b>	<b>(3,374)</b>	<b>33,244</b>

**The Company – For the Full Year Ended 30 June 2022**

<b>Company</b>	<b>Share Capital</b>	<b>Accumulated Losses</b>	<b>Total</b>
	S\$'000	S\$'000	S\$'000
<b>Balance as at 1 July 2021</b>	<b>34,626</b>	<b>(1,127)</b>	<b>33,499</b>
Loss for the year	-	(1,606)	(1,606)
Total comprehensive loss for the year	-	(1,606)	(1,606)
<b>Balance as at 30 June 2022</b>	<b>34,626</b>	<b>(2,733)</b>	<b>31,893</b>

## **E. Notes to the Financial Statements**

### **1. Corporate Information**

ICP Ltd (the "Company") (Registration Number 196200234E) is incorporated in the Republic of Singapore with its principal place of business and registered office at 6 Temasek Boulevard, #23-01, Suntec Tower Four, Singapore 038986. The Company is listed on Catalist of Singapore Exchange. The financial statements are expressed in Singapore dollars.

The principal activity of the Company and its subsidiaries (collectively, the "Group") are that of investment holding, provision of hotel management services, hotel investment and chartering of vessels.

These condensed financial statements for the financial year ended 30 June 2023 ("FY2023") comprise the Group.

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

The condensed interim financial statements for the six months and full year ended 30 June 2023 have been prepared in accordance with Singapore Financial Reporting Standard (International) ("SFRS(I)") 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore.

The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last audited financial statements for the financial year ended 30 June 2022 ("FY2022").

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.

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

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

#### **2.2 Use of estimates and judgements**

The preparation of financial statements in conformity with SFRS(I) requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. 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 amount of the assets within the next financial period are included in the following notes:

Note 9 – Impairment test of intangible assets and goodwill: key assumptions underlying recoverable amounts

#### ***Measurement of fair values***

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and financial liabilities.

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

## **2. Basis of Preparation (continued)**

### **2.2 Use of estimates and judgements (continued)**

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement (with Level 3 being the lowest).

## **3 Seasonal operations**

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

## **4 Segment information**

The Group has three reportable segments, as described below, which are the Group's strategic business units. These units are managed separately because they require different operational expertise, industry knowledge and separate financial requirements on a standalone basis. For each of the strategic business units, the Executive Directors of the respective strategic business units (the chief operating decision maker) reviews internal management reports on a monthly basis to make strategic decisions including resource allocation and performance assessments.

- (a) Hospitality - Hotel management, franchise and investment
- (b) Vessels chartering - Chartering of vessels (oil tankers)
- (c) Investment holding – Investment and management activities

Performance is measured based on segment profit or loss, as included in the internal management reports that are reviewed by the Executive Director of the respective strategic business units. Segment profit or loss is used to measure performance as the Executive Director of the respective strategic business units believe that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.



#### 4.1 Reportable segments

	Hospitality <sup>(i)</sup>	Vessels chartering	Investment holding	Inter-segment adjustments	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<i>Financial year ended 30 June 2023</i>					
<b>Segment revenue</b>					
Revenue from external customers	8,175	1,809	-	-	9,984
Inter-segment revenue	98	-	995	(1,093)	-
<b>Total revenue</b>	<b>8,273</b>	<b>1,809</b>	<b>995</b>	<b>(1,093)</b>	<b>9,984</b>
Finance income	13	-	48	-	61
Finance costs	(843)	-	(91)	-	(934)
Impairment loss on goodwill	-	(764)	-	-	(764)
Other losses	(362)	(2)	(41)	-	(405)
Share of results of equity-accounted investees, net of tax	2	-	-	-	2
Tax expenses	(8)	(105)	-	-	(113)
<b>Reportable segment profit / (loss) for the year</b>	<b>1,948</b>	<b>(248)</b>	<b>(643)</b>	<b>18</b>	<b>1,075</b>
Other material items:					
Depreciation and amortisation charges for the year	722	1,090	2	-	1,814
Other segment items:					
Capital expenditure	184	695	-	-	879

#### 4.1 Reportable segments (continued)

Six months ended 30 June 2023

	Hospitality <sup>(i)</sup> S\$'000	Vessels chartering S\$'000	Investment holding S\$'000	Inter-segment adjustments S\$'000	Total S\$'000
<b>Segment revenue</b>					
Revenue from external customers	4,214	960	-	-	5,174
Inter-segment revenue	25	-	995	(1,020)	-
Total revenue	4,239	960	995	(1,020)	5,174
Finance income	5	-	35	-	40
Finance costs	(410)	-	(42)	-	(452)
Impairment loss on goodwill	-	(764)	-	-	(764)
Other losses	(127)	-	(2)	-	(129)
Share of results of equity-accounted investees, net of tax	14	-	-	-	14
Tax expenses	(8)	(105)	-	-	(113)
<b>Reportable segment profit / (loss) for the year</b>	434	(504)	15	9	(46)
Other material items:					
Depreciation and amortisation charges for the year	349	550	1	-	900
Other segment items:					
Capital expenditure	98	695	-	-	793
<u>As at 30 June 2023</u>					
<b>Reportable segment assets</b>	49,795	12,685	43,427	(49,756)	56,151
<b>Reportable segment liabilities</b>	47,672	5,827	16,234	(47,002)	22,731

#### 4.1 Reportable segments (continued)

	Hospitality <sup>(i)</sup>	Vessels chartering	Investment holding	Inter-segment adjustments	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<i>Financial year ended 30 June 2022</i>					
<b>Segment revenue</b>					
Revenue from external customers	3,225	1,896	-	-	5,121
Inter-segment revenue	158	-	19	(177)	-
<b>Total revenue</b>	<b>3,383</b>	<b>1,896</b>	<b>19</b>	<b>(177)</b>	<b>5,121</b>
Finance income	8	-	6	-	14
Finance costs	(773)	-	(118)	-	(891)
Share of results of equity-accounted investees, net of tax	2	-	-	-	2
Tax expenses	-	(75)	-	-	(75)
<b>Reportable segment (loss) / profit for the year</b>	<b>(196)</b>	<b>374</b>	<b>(1,615)</b>	<b>18</b>	<b>(1,419)</b>
Other material items:					
Depreciation and amortisation charges for the year	811	1,358	2	-	2,171
Other segment items:					
Capital expenditure	680	-	-	-	680

#### 4.1 Reportable segments (continued)

*Six months ended 30 June 2022*

	Hospitality <sup>(i)</sup> S\$'000	Vessels chartering S\$'000	Investment holding S\$'000	Inter-segment adjustments S\$'000	Total S\$'000
<b>Segment revenue</b>					
Revenue from external customers	1,610	948	-	-	2,558
Inter-segment revenue	82	-	-	(82)	-
Total revenue	1,692	948	-	(82)	2,558
Finance income	4	-	3	-	7
Finance costs	(383)	-	(57)	-	(440)
Share of results of equity-accounted investees, net of tax	(1)	-	-	-	(1)
Tax expenses	-	(75)	-	-	(75)
<b>Reportable segment (loss) / profit for the year</b>	(360)	153	(868)	9	(1,066)
Other material items:					
Depreciation and amortisation charges for the year	394	679	1	9	1,083
Other segment items:					
Capital expenditure	291	-	-	-	291
<i>As at 30 June 2022</i>					
<b>Reportable segment assets</b>	48,105	13,490	39,003	(40,024)	60,574
<b>Reportable segment liabilities</b>	45,189	6,384	13,156	(37,218)	27,511

#### Note:

- (i) Compared to FY2022, the Group's total revenue in FY2023 increased from S\$5.1 million to S\$10.0 million, and from S\$2.6 million for the 6 months ended 30 June 2022 ("2H2022") to S\$5.2 million for the 6 months ended 30 June 2023 ("2H2023"). The increase is mainly attributable to hospitality segment as a result of (i) addition of hotels in the portfolio; (ii) increase in fees from existing hotels due to improved performance.

## 4.2 Disaggregation of Revenue

The Group's revenue is attributable to the geographical location of customers and assets as follows:

	6 months ended		12 months ended	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	S\$'000	S\$'000	S\$'000	S\$'000
Singapore	2,019	1,457	3,906	2,938
Japan	1,432	212	2,794	450
Malaysia	954	481	1,843	877
Korea	682	287	1,216	624
Thailand	79	34	144	54
Hong Kong	3	62	55	125
Others	5	25	26	53
	<u>5,174</u>	<u>2,558</u>	<u>9,984</u>	<u>5,121</u>

## 5 Profit before tax

### 5.1 Significant items

Other than as disclosed elsewhere in the condensed interim financial statements, profit before tax of the Group has been arrived at after charging (crediting) the following:

	6 months ended		12 months ended	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	S\$'000	S\$'000	S\$'000	S\$'000
Depreciation of property, plant and equipment	802	991	1,621	1,987
Depreciation of right-of-use assets	98	91	193	176
Amortisation of intangible assets	-	1	-	8
Loss allowance for trade receivables	13	195	161	209
Doubtful debts written off on trade receivables	18	106	18	92
Impairment loss on goodwill	764	-	764	-
Loss allowance on amount due from an associate	21	76	192	76
Foreign exchange losses	9	131	114	178

### 5.2 Related party transactions

Other than disclosed elsewhere in the financial statements, significant related party transactions carried out based on terms agreed between the parties are as follows:

	6 months ended		12 months ended	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Non-controlling interests</b>				
Vessels chartering income	960	948	1,809	1,896
Administrative fee charged by a corporate shareholder	21	19	41	39
<b>Related corporations</b>				
Hotel fees income from associate	-	59	48	118

## 6 Earnings per share (cents)

Basic earnings per share is calculated by dividing the net profit for the financial period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial period:

	6 months ended		12 months ended	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	S\$'000	S\$'000	S\$'000	S\$'000
Net (loss) / profit attributable to owners of the Company	(87)	(925)	1,056	(1,230)
Weighted average number of ordinary shares	3,222,317	3,111,689	3,222,317	3,111,689
Basic earnings per share (cents)	(0.003)	(0.03)	0.03	(0.04)

## 7 Net asset value per share

	Group		Company	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	S\$'000	S\$'000	S\$'000	S\$'000
Net asset value attributable to owners of the Company	27,235	24,842	33,244	31,893
Weighted average number of ordinary shares	3,222,317	3,111,689	3,222,317	3,111,689
Net asset value per share (cents)	0.85	0.80	1.03	1.02

There were no treasury shares at the end of each respective financial year.

## 8 Property, plant and equipment

During financial year ended 30 June 2023, the Group acquired assets amounting to S\$793,000 (30 June 2022: S\$11,000) and disposed assets amounting to S\$10,000 (30 June 2022: assets written off S\$14,000).

## 9 Intangible assets

	Software S\$'000	Goodwill S\$'000	Trademark S\$'000	Total S\$'000
<b>Group</b>				
<b>Cost</b>				
At 30 June 2021	286	1,167	5,384	6,837
Additions	1	-	668	669
At 30 June 2022	287	1,167	6,052	7,506
Additions	-	-	43	43
Disposal	-	-	(95)	(95)
At 30 June 2023	287	1,167	6,000	7,454
<b>Accumulated amortisation</b>				
At 30 June 2021	279	-	-	279
Amortisation for the year	8	-	-	8
At 30 June 2022	287	-	-	287
Amortisation for the year	-*	-	-	-*
At 30 June 2023	287	-	-	287
<b>Accumulated impairment loss</b>				
At 30 June 2022	-	-	-	-
Impairment loss for the year	-	764	-	764
At 30 June 2023	-	764	-	764
<b>Carrying amounts</b>				
At 30 June 2022	-	1,167	6,052	7,219
At 30 June 2023	-	403	6,000	6,403

\* Amount less than \$1,000.

### (i) Goodwill

#### Impairment assessment

GMT Bravo Pte. Ltd. and GMT Charlie Pte. Ltd. each individually owns a vessel and leases the vessel to their non-controlling interests' subsidiary on a short-term bareboat charter arrangement.

Goodwill acquired in a business combination is allocated to the cash generating units (CGUs) that are expected to benefit from the business combination. The carrying amount of goodwill allocated to each CGU are as follows:

	Group	
	2023 S\$'000	2022 S\$'000
<b>Cash-generating units</b>		
GMT Bravo Pte. Ltd.	-	613
GMT Charlie Pte. Ltd.	403	554
	403	1,167

Management has carried out a review for impairment of goodwill and vessels as at year end in accordance with SFRS (I) 1-36 Impairment of Assets to determine if there are any indications that the goodwill and vessels have suffered an impairment loss by comparing the carrying amounts to the recoverable amounts of the goodwill and vessels. The recoverable amounts of these vessels are determined based on their value-in-use.

Based on management's assessment, an impairment loss on goodwill was recognised during the year.

## 9 Intangible assets (continued)

### (ii) Goodwill (continued)

#### *Impairment assessment (continued)*

The recoverable amounts of the CGUs are determined from value-in-use calculations, using future cash-flow projections derived from the cash flow projection approved by management. The key assumptions used in the calculation of recoverable amounts are as follows:

	Growth rates		Pre-tax discount rate	
	2022	2022	2023	2022
	%	%	%	%
GMT Bravo Pte. Ltd.	1.2	2.5	11.2	8.4
GMT Charlie Pte. Ltd.	1.2	2.5	11.2	8.4

The value-in-use calculation uses cash flow projections over the remaining life of the vessels and the projected residual value of the vessels at the end of their useful life respectively.

A pre-tax discount rate was adopted for the calculation of value-in-use. The pre-tax discount rate was determined based on the risk-free rate adjusted for a market risk premium to reflect market risks specific to the respective CGU.

### (i) Trademark rights

In 2015, the Group acquired the registered trademark rights to the hotel brand name "Travelodge" in the Asia Pacific region, excluding Australia and New Zealand, for services relating to the management of hotels and serviced apartments, operation of hotels and serviced apartments and associated sales, marketing, reservations and booking services and the provision of conference rooms.

In 2016, the Group acquired an additional trademark right to enable them to operate Travelodge brand hotels in the People's Republic of China ("PRC").

The Group assessed and concluded that these trademark rights are indefinite life intangible assets as there is no foreseeable limit to the Group's ability to use the trademark right to generate cash inflows for the Group.



## 9 Intangible assets (continued)

### (ii) Trademark rights

#### Impairment assessment

The trademark rights are part of the hospitality segment ("Hotel Development CGU"). The recoverable amount of the Hotel Development CGU is determined based on value-in-use calculation, using future cash-flow projections derived from the cash flow projection approved by management for the next 5 years (FY2022: 5 years). The key assumptions used in value-in-use calculations are:

	2023	2022
	%	%
Average growth in number of rooms	9	19
Average room occupancy rate	36 to 95	10 to 95
Pre-tax discount rates	10 to 12	9 to 11
Terminal growth rate	3	3

The cash flow projections are based on the cash flows expected to be derived from the contractual hotel management, franchise and license agreements established with local partners in Singapore, Korea, Japan, Hong Kong, Thailand, and Malaysia.

A pre-tax discount rate was adopted for the calculation of value-in-use. The pre-tax discount rate is determined based on a risk-free rate adjusted for a market risk premium to reflect market risks and the risks specific to the trademark rights. The long-term terminal growth rates have been determined based on the average real GDP rates for the countries in which the trademark rights are expected to be utilised.

The Group believes that any reasonably possible change to the key assumptions above is unlikely to cause the recoverable amount of trademark rights to be materially lower than its carrying amount.

## 10 Share capital

	2023	Group and Company		2022
		2022	2023	
	Number of ordinary shares ('000)		S\$'000	S\$'000
<i>Issued and fully paid ordinary shares, with no par value</i>				
At the beginning of the financial year	3,111,689	3,111,689	34,626	34,626
Issuance of share capital	221,255	-	1,992	-
At the end of the financial year	3,332,944	3,111,689	36,618	34,626

All issued shares are fully paid, with no par value.

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All shares rank equally with regard to the Company's residual assets.

## 11 Loans and borrowings

	Group		Company	
	2023	2022	2023	2022
	S\$'000	S\$'000	S\$'000	S\$'000
Secured bank loans:				
- Current	206	15,569	-	-
- Non-current	14,719	2,867	-	-
	<u>14,925</u>	<u>18,436</u>	<u>-</u>	<u>-</u>
Bridging loan:				
- Current	1,260	1,260	1,260	1,260
- Non-current	1,850	3,110	1,850	3,110
	<u>3,110</u>	<u>4,370</u>	<u>3,110</u>	<u>4,370</u>
Total:				
- Current	1,467	16,829	1,260	1,260
- Non-current	16,568	5,977	1,850	3,110
	<u>18,035</u>	<u>22,806</u>	<u>3,110</u>	<u>4,370</u>

The Group has a secured bank loan and a bridging bank loan with a carrying amount of S\$14.9 million (2022: S\$18.4 million) and S\$3.1 million (2022: S\$4.4 million) respectively as at 30 June 2023. The secured bank loan is held by one of the subsidiaries of the Group, of which the loan is secured by the hotel property and freehold land.

During the year ended 30 June 2022, one of the bank financial covenant requirements, which requires the subsidiary to maintain a debt service coverage ratio ("DSCR") of minimum 1.2 times, was breached. As of 30 June 2022, the subsidiary secured a waiver letter from the bank to grant an indulgence for non-compliance of the loan covenant for the financial year ended 30 June 2022. A portion of the secured bank loan amounting to S\$15.0 million was due in February 2023, hence it was classified as a current liability as at 30 June 2022. This resulted in the Group being in a net current liability position as at 30 June 2022.

During the year ended 30 June 2023, the secured bank loan was re-financed with revised terms and conditions. Based on the terms of re-financing, the secured loan amount of RM 52 million has been drawn down from February 2023 and is repayable over 30 months. The DSCR has been reduced from 1.2 times to 1.0 time. Based on the unaudited financial results of the subsidiary for FY2023, the DSCR was not breached.

## 12 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 Catalyst Rules**

**1. Review**

The condensed consolidated statements of financial position of ICP Limited and its subsidiaries as at 30 June 2023 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statements of changes in equity and condensed consolidated statement of cash flows for the six-month period and full year then ended and certain explanatory notes have not been audited or reviewed.

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

Not applicable.

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

Not applicable.

**4. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)**

Not applicable.

**4A. 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.

**This is not required for any audit issue that is a material uncertainty relating to going concern.**

Not applicable.

**5. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:**

- a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

**Review of Performance**

The Group reported revenue of S\$10.0 million in FY2023 as compared to S\$5.1 million in FY2022, an increase of 95.0% or S\$4.9 million, attributable to the hospitality segment. The Group's revenue for 2H2023 was S\$5.2 million as compared to S\$2.6 million for 2H2022, representing an increase of S\$2.6 million. With the resumption of international travelling, the hotels achieved higher occupancy and higher room rates which resulted in higher revenue in the hospitality segment. During FY2023, the opening of five new hotels has also contributed to higher fees from the hotels. Revenue from the vessel chartering segment in FY2023 remained constant at S\$1.8 million as compared to FY2022. Cost of sales decreased by \$0.1 million due to lower dry-docking amortisation in vessel chartering segment. As a result, the Group's gross profit increased by S\$5.0 million from FY2022 to FY2023, and increased by S\$2.7 million from 2H2022 to 2H2023.

### **Review of Performance (continued)**

Other income reduced from S\$145,000 in FY2022 to S\$39,000 in FY2023 as there were non-recurring government grant income recorded in FY2022.

Administrative expenses increased by 40.8% from S\$3.8 million in FY2022 to S\$5.3 million in FY2023, mainly due to increase in payroll cost and operating expenses from hospitality segment, which is in line with the increase in revenue and number of hotels.

Following the above, the Group reported a net profit from operating activities of S\$3.2 million in FY2023, compared to a net loss from operating activities of S\$0.1 million in FY2022.

Impairment loss on goodwill of S\$0.8 million is attributable to the vessel chartering entities.

Other losses in FY2023 comprise mainly of: a) loss allowance on amount due from an associate, b) loss on disposal of other intangible assets, and c) foreign exchange losses of monetary items.

Tax expense remains at S\$0.1 million in FY2023 as compared to FY2022.

As a result of the above, the Group reported a profit after tax of S\$1.1 million in FY2023 as compared to a loss after tax of S\$1.4 million in FY2022.

### **Review on balance sheet**

#### *Non-current assets*

Non-current assets decreased by S\$4.2 million, due to decrease in property, plant and equipment of S\$3.5 million, decrease in intangible assets of S\$0.8 million, decrease in other receivables of S\$1.7 million and right-of-use assets of S\$0.1 million, offset by the increase in associate and joint venture of \$1.9 million. The decrease in property, plant and equipment was due to a depreciation charge of S\$1.6 million, and foreign exchange translation movement of S\$2.7 million, offset with the additions of S\$0.8 million.

#### *Current assets*

Current assets decreased by S\$0.2 million, mainly attributable to decrease in cash and cash equivalents.

#### *Non-current liabilities*

Non-current liabilities comprised of S\$16.6 million loans and borrowings and S\$1.3 million deferred tax liabilities. The increase in non-current liabilities as of 30 June 2023 is mainly due to reclassification of the secured bank loan from current liabilities to non-current liabilities upon completion of re-financing.

#### *Current liabilities*

Current liabilities comprised of S\$1.5 million loans and borrowings, S\$1.2 million amount due to non-controlling interests, S\$2.1 million trade and other payables and S\$0.1 million income tax payable.

#### *Equity*

Total equity attributable to equity holders of the company increased by S\$2.3 million, mainly due to issuance of share capital of \$2.0 million and total comprehensive income of S\$0.3 million.

### **Review of Cash Flows**

The Group reported a net decrease in cash and cash equivalents of S\$0.3 million, consisting of positive operating cash flows of S\$4.9 million, cash used in financing activities of S\$3.7 million, cash used in investing activities of S\$1.5 million.

**6. A breakdown of revenue and loss after tax before non-controlling interests**

	<b>Group</b>	<b>30 Jun 2023 S\$'000</b>	<b>30 Jun 2022 S\$'000</b>	<b>Change %</b>
(a)	Revenue reported for first half year	4,810	2,563	87.7%
(b)	Profit /(loss) after tax before non-controlling interests for the first half year	1,121	(353)	N.M.
(c)	Revenue reported for second half year	5,174	2,558	N.M.
(d)	Loss after tax before non-controlling interests for the second half year	(46)	(1,066)	-95.7%

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

Not applicable.

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

The Group's financial performance improved from FY2022 to FY2023. This was largely attributable to the recovery of international tourism in countries which the Group operates in, as well as the opening of new hotels in Japan. China has also recently lifted restrictions on group tours to Japan and South Korea, among other countries. This bodes well for the Travelodge hotels in the region as China was a large source of international travel volume prior to the onset of COVID-19.

However, the Group will continue to monitor the impact of inflationary pressures and high interest rates on its operating costs. As many countries raise interest rates to combat inflation, there is risk of global economic slowdown, which would adversely affect the Group's business. As the Group has substantial hospitality business overseas, it is also exposed to currency fluctuations in the respective countries it operates in.

Overall, the Group will adopt a balanced and cautious approach, and look to continue growing its hospitality business.

**9. If a decision regarding dividend has been made:**

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

No.

**(b) (i) Amount per share ..... cents**

Not applicable.

**(ii) Previous corresponding period ..... cents**

Not applicable.

**(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).**

Not applicable.

**(d) The date the dividend is payable.**

Not applicable.

**(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.**

Not applicable.

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

No dividend has been declared or recommended in view of the fact that the Group will reserve the fund for expansion.

**11. Aggregate value of interested person transactions conducted pursuant to shareholders' mandate for the full year ended 30 June 2023.**

To date, there is no general mandate from shareholders for interested person transactions.

The aggregate values of all interested person transactions for the full year ended 30 June 2023 did not exceed S\$100,000.

**12. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive office or substantial shareholder of the issuer pursuant to Rule 704 (10)**

<b>Name</b>	<b>Age</b>	<b>Family relationship with any director, CEO and/or substantial shareholder</b>	<b>Current position and duties, and the year the position was held</b>	<b>Details of changes in duties and position held, if any, during the year</b>
Aw Ming-Yao Marcus	37	Son of Mr. Aw Cheok Huat, a substantial shareholder of the Company	Executive Director of the Company since November 2018	Nil

**13. Confirmation by the Board of Directors pursuant to Rule 720(1) of the Catalist Rules**

Pursuant to Rule 720(1) of the SGX Catalist Rules, the Company has procured undertakings from all its directors and executive officers.

**BY ORDER OF THE BOARD**

Ong Min'er  
Financial Controller

29 August 2023

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, RHT Capital Pte. Ltd. (the "Sponsor") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST").

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.

The contact person for the Sponsor is:-

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