



**SHANAYA LIMITED**  
(Company Registration Number 199804583E)  
**AND ITS SUBSIDIARIES**

**CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)**  
**FOR THE HALF YEAR ENDED 30 JUNE 2024**

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**CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE HALF YEAR ENDED 30 JUNE 2024**

	Note	Group		Change %
		1HFY2024 Unaudited \$'000	1HFY2023 Unaudited \$'000	
<b>Revenue</b>		3,959	4,074	-3
Other income		344	173	99
Employee benefits expense		(1,321)	(1,028)	29
Amortisation of right-of-use assets		(304)	(263)	16
Depreciation of property, plant and equipment		(653)	(666)	-2
Other operating expenses		(2,269)	(2,425)	-6
Finance costs	6	(388)	(384)	1
<b>Loss before tax</b>	7	(632)	(519)	22
Income tax credit/(expenses)	8	-	55	n/m
<b>Loss for the period, net of tax</b>		(632)	(464)	36
<b>Other comprehensive income</b>		-	-	n/m
<b>Loss attributable to the owners of the Company</b>		(632)	(464)	36
<b>Total comprehensive loss attributable to the owners of the Company</b>		(632)	(464)	36
<b>Loss per share attributable to equity holders of the Company:</b>				
Basic and diluted (cents per share)	9	(0.56)	(0.41)	36

"1HFY2024" denotes the half year ended 30 June 2024.

"1HFY2023" denotes the half year ended 30 June 2023.

"n/m" denotes not meaningful

**CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2024**

	Note	Group		Company	
		30.06.2024 Unaudited \$'000	31.12.2023 Audited \$'000	30.06.2024 Unaudited \$'000	31.12.2023 Audited \$'000
<b>ASSETS</b>					
<b>Non-current assets</b>					
Property, plant and equipment	11	7,923	11,567	-	-
Right-of-use assets	12	5,331	6,048	-	-
Investment in subsidiaries		-	-	5,869	5,869
Amount due from a subsidiary	13	-	-	5,575	4,757
<b>Total non-current assets</b>		<b>13,254</b>	<b>17,615</b>	<b>11,444</b>	<b>10,626</b>
<b>Current assets</b>					
Trade and other receivables	13	1,675	2,173	131	88
Prepayments		205	116	95	52
Cash and bank balances	14	2,351	1,351	1,243	515
		4,231	3,640	1,469	655
Assets classified as held for sale	15	3,383	-	-	-
<b>Total current assets</b>		<b>7,614</b>	<b>3,640</b>	<b>1,469</b>	<b>655</b>
<b>Total assets</b>		<b>20,868</b>	<b>21,255</b>	<b>12,913</b>	<b>11,281</b>
<b>LIABILITIES AND EQUITY</b>					
<b>Non-current liabilities</b>					
Loans and borrowings	16	5,079	5,756	-	-
Lease liabilities	17	4,993	5,692	-	-
Non-trade payables	18	2,918	2,846	2,821	2,748
Deferred tax liabilities		146	146	-	-
<b>Total non-current liabilities</b>		<b>13,136</b>	<b>14,440</b>	<b>2,821</b>	<b>2,748</b>
<b>Current liabilities</b>					
Trade and other payables	19	1,989	1,124	3,079	1,384
Loans and borrowings	16	2,274	2,057	-	-
Lease liabilities	17	526	549	-	-
Deferred income		41	-	-	-
Income tax payable		-	-	-	-
		4,830	3,730	3,079	1,384
Liabilities directly associated with assets classified as held for sale	15	449	-	-	-
<b>Total current liabilities</b>		<b>5,279</b>	<b>3,730</b>	<b>3,079</b>	<b>1,384</b>
<b>Equity</b>					
Share capital	20	10,344	10,344	44,464	44,464
Accumulated losses		(5,443)	(4,811)	(41,067)	(40,931)
Share-based payment reserve		-	-	10	10
Reverse acquisition reserve	21	(2,448)	(2,448)	-	-
Capital reserve	23	-	-	3,606	3,606
<b>Total equity</b>		<b>2,453</b>	<b>3,085</b>	<b>7,013</b>	<b>7,149</b>
<b>Total liabilities and equity</b>		<b>20,868</b>	<b>21,255</b>	<b>12,913</b>	<b>11,281</b>

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE HALF YEAR ENDED 30 JUNE 2024**

	Group	
	1HFY2024	1HFY2023
	Unaudited \$'000	Unaudited \$'000
<b>Operating activities</b>		
Loss before tax	(632)	(519)
Adjustments for:		
Amortisation on right-of-use assets	304	263
Depreciation of property, plant and equipment	653	666
Gain from disposal of property, plant and equipment, net	(15)	-
Interest expense	388	384
Operating cash flows before movements in working capital	698	794
Trade and other receivables	498	(294)
Prepayments	(51)	15
Trade and other payables	(323)	252
Cash generated from operations	822	767
Income tax paid, net	-	(3)
<b>Net cash generated from operating activities</b>	822	764
<b>Investing activities</b>		
Purchase of property, plant and equipment	(1)	(8)
Advance payments for acquisition of property,	(37)	-
Additions to right-of-use assets	-	(75)
Proceeds from disposal of property, plant and equipment	35	-
Non-refundable deposit received for intended disposal of leasehold property classified as held for sale	41	-
<b>Net cash generated from / (used in) investing activities</b>	38	(83)
<b>Financing activities</b>		
Advance from shareholders (for subscription of rights shares)	1,187	-
Proceeds from bank loan	200	300
Repayment of bank borrowings	(660)	(648)
Repayment of lease obligations	(273)	(245)
Interest paid	(314)	(315)
<b>Net cash generated from / (used in) financing activities</b>	140	(908)
<b>Net increase in cash and cash equivalents</b>	1,000	(227)
Cash and cash equivalents at beginning of period	955	1,458
<b>Cash and cash equivalents at end of period (Note 14)</b>	1,955	1,231

**CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY  
FOR THE HALF YEAR ENDED 30 JUNE 2024**

	Group			
	Share capital	Reverse acquisition reserve	Accumulated losses	Total
	\$'000	\$'000	\$'000	\$'000
<u>1HFY2024 (unaudited)</u>				
Balance at 01.01.2024	10,344	(2,448)	(4,811)	3,085
Loss for the period, representing total comprehensive loss for the period	-	-	(632)	(632)
Balance at 30.06.2024	10,344	(2,448)	(5,443)	2,453
<u>1HFY2023 (unaudited)</u>				
Balance at 01.01.2023	10,344	(2,448)	(3,724)	4,172
Loss for the period, representing total comprehensive loss for the period	-	-	(464)	(464)
Balance at 30.06.2023	10,344	(2,448)	(4,188)	3,708

	Company				
	Share capital	Capital reserve	Share-based payment reserve	Accumulated losses	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
<u>1HFY2024 (unaudited)</u>					
Balance at 01.01.2024	44,464	3,606	10	(40,931)	7,149
Loss for the period, representing total comprehensive loss for the period	-	-	-	(136)	(136)
Balance at 30.06.2024	44,464	3,606	10	(41,067)	7,013
<u>1HFY2023 (unaudited)</u>					
Balance at 01.01.2023	44,464	3,606	10	(38,298)	9,782
Profit for the period, representing total comprehensive income for the period	-	-	-	289	289
Balance at 30.06.2023	44,464	3,606	10	(38,009)	10,071

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

### 1 Corporate information

Shanaya Limited (the “Company”) is incorporated and domiciled in Singapore and its shares are publicly traded on the Catalist of the Singapore Exchange Securities Trading Limited (“SGX-ST”). The Company’s registered office and principal place of business is at 3A Tuas South Street 15, Singapore 636845. These condensed interim consolidated financial statements as at, and for the 6-month period ended, 30 June 2024 comprise the Company and its subsidiaries (collectively, the “Group”).

The principal activity of the Company is that of the provision of management and office administration services on a fee, and investment holding. Through its subsidiaries, the Group is engaged in the provision of waste collection and waste management services.

### 2 Basis of Preparation

The condensed interim financial statements for the 6-month period ended 30 June 2024 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 audited annual financial statements for the year ended 31 December 2023.

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 and all values presented are rounded to the nearest thousand (“\$’000”) except where otherwise indicated.

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

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

#### 2.2 New standards, amendments and interpretations issued but not yet effective

There are a number of standards, amendments to standards, and interpretations, which have been issued by the Accounting Standards Council Singapore that are effective in future accounting periods and the Group has not decided to early adopt. The Group does not expect any of these standards upon adoption to have a material impact to the Group.

#### 2.3 Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that were applied to Group’s financial statements as at and for the financial year ended 31 December 2023.

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.

### 3 Seasonal operations

Generally, the business activities of the Group are not subject to any significant seasonal trends as the Group is engaged in the provision of waste management and disposal services, which are considered to be essential services, to mainly shipping agents who serve a broad spectrum of ships ranging from cargo vessels to cruise ships that are porting in Singapore or anchoring in the surrounding waters of Singapore and the South China Sea.

Notwithstanding the above and barring the impact of exceptional events such as a severe pandemic, a seasonal trend may be observed for cruise ships porting in Singapore where a higher number of port calls by international cruises into Singapore is typically seen during the peak season from November to April, which coincides with the year-end holiday season and the seasonally colder months in the Northern Hemisphere. This seasonal trend in the cruise industry alone is not regarded to be significant due to the diversified nature of the Group’s revenue streams.

Ships involved in trade and the transport of cargoes are generally not subject to any seasonal trends.

#### 4 Segment and revenue information

The Group's revenue, capital expenditure, assets and liabilities were mainly derived from one primary business segment in Singapore which is that of the provision of waste management and disposal services to industrial and commercial clients and sales of recycling materials. Accordingly, no segmental information is prepared based on business or geographical segment as it is not meaningful.

#### 5 Financial assets and financial liabilities

	Group		Company	
	30.06.2024	31.12.2023	30.06.2024	31.12.2023
	Unaudited \$'000	Audited \$'000	Unaudited \$'000	Audited \$'000
<b>Financial assets</b>				
Financial assets at amortised cost				
- Trade and other receivables ^	1,663	2,017	5,706	4,845
- Cash and bank balances	2,351	1,351	1,243	515
	<u>4,014</u>	<u>3,368</u>	<u>6,949</u>	<u>5,360</u>
<b>Financial liabilities</b>				
Financial liabilities at amortised cost				
- Trade and other payables	2,087	1,222	3,079	1,384
- Non-trade payables to shareholders	2,820	2,748	2,821	2,748
- Loans and borrowings	7,353	7,813	-	-
- Lease liabilities	5,519	6,241	-	-
	<u>17,779</u>	<u>18,024</u>	<u>5,900</u>	<u>4,132</u>

^ Excluding net GST receivable.

#### 6 Finance costs

	Group	
	1HFY2024	1HFY2023
	Unaudited \$'000	Unaudited \$'000
Interest expenses		
- Lease liabilities	116	112
- Term loans	199	202
- Non-trade payables to shareholders	73	70
	<u>388</u>	<u>384</u>

#### 7 Loss before tax

##### 7.1 Significant items

In addition to the charges and credits disclosed elsewhere in the notes to the financial statements, the loss before tax includes the following credit/(charges):

	Group	
	1HFY2024	1HFY2023
	Unaudited \$'000	Unaudited \$'000
Income:		
Government grant	195	66
Expenses:		
Crane and wharfage expenses	(318)	(274)
Diesel expenses	(239)	(232)
Purchase of recyclables	(101)	(389)
Waste disposal fees	(833)	(716)
Subcontractor and other labour costs	(188)	(355)

##### 7.2 Related party transactions

There were no material related party transactions during the period reported on.



**8 Income tax credit/(expenses)**

The Group calculates the income tax credit/(expense) using the tax rate that would be applicable to the expected total earnings for the period. The major components of income tax credit/(expense) in the condensed interim consolidated statement of profit or loss and other comprehensive income are:

	Group	
	1HFY2024 Unaudited \$'000	1HFY2023 Audited \$'000
Current income tax credit		
- Current year	-	-
- Under-provision for prior year	-	(3)
Deferred income tax credit relating to origination/reversal of temporary differences	-	58
	-	55

**9 Loss per share**

Basic and diluted loss per share are calculated by dividing the net loss for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue of 112,813,870 (1HFY2023: 112,813,870) during the period.

The basic and diluted earnings per share are the same as there were no potentially dilutive instruments.

**10 Net asset value**

	Group		Company	
	30.06.2024 cents	31.12.2023 cents	30.06.2024 cents	31.12.2023 cents
Net asset value per ordinary share based on existing issued share capital as at the end of the financial period/year reported on	2.17	2.73	6.22	6.34

**11 Property, plant and equipment**

During 1HFY2024, the Group reclassified the net book value of its property at 27 Kian Teck Drive, Singapore 628844, amounting to \$2.97 million to assets classified as held for sale as indicated in Note 15 of the interim financial statements.

**12 Right-of-use assets**

	Group			
	Leasehold lands \$'000	Motor vehicles \$'000	Plant and machinery \$'000	Total \$'000
<u>1HFY2024 (unaudited)</u>				
Balance at 01.01.2024	4,525	1,206	317	6,048
Reclassified to assets classified as held for sale (Note 15)	(413)	-	-	(413)
Amortisation charges	(184)	(81)	(39)	(304)
Balance at 30.06.2024	3,928	1,125	278	5,331
<u>1HFY2023 (unaudited)</u>				
Balance at 01.01.2023	4,893	753	268	5,914
Additions	-	254	-	254
Amortisation charges	(184)	(53)	(26)	(263)
Balance at 30.06.2023	4,709	954	242	5,905

### 13 Trade and other receivables

	Group		Company	
	30.06.2024 Unaudited \$'000	31.12.2023 Audited \$'000	30.06.2024 Unaudited \$'000	31.12.2023 Audited \$'000
<u>Non-current</u>				
Amount due from a subsidiary	-	-	5,575	4,757
<u>Current</u>				
Trade receivables				
- Third parties	1,673	1,888	-	-
- Less: Loss allowance for trade receivables	(136)	(136)	-	-
	1,537	1,752	-	-
Non-trade receivables				
- Amount due from a subsidiary	-	-	129	88
- Less: Loss allowance for non-trade receivables	-	-	-	-
	-	-	129	88
Deposits	126	265	2	-
GST receivables	12	156	-	-
	1,675	2,173	131	88

Trade receivables from third parties are unsecured, non-interest bearing and generally on a 30 to 90 (1HFY2023: 30 to 90) days credit terms.

The non-current amount due from a subsidiary is unsecured, non-interest bearing and repayable on demand. As at 30 June 2024, the balance is classified as non-current as it is only expected to be realised after 12 months. The carrying amount of the non-current amount due from a subsidiary approximates its fair value as it is discounted at market rate.

The non-trade amount due from a subsidiary is unsecured, non-interest bearing and repayable on demand.

### 14 Cash and bank balances

	Group		Company	
	30.06.2024 Unaudited \$'000	31.12.2023 Audited \$'000	30.06.2024 Unaudited \$'000	31.12.2023 Audited \$'000
Cash and bank balances	2,351	1,351	1,243	515
Less: Restricted cash	(396)	(396)	-	-
Cash and cash equivalents	1,955	955	1,243	515

Restricted cash as at 30 June 2024 comprises \$0.40 million held by a bank for the banking facilities granted.

Cash and bank balances are denominated in Singapore dollar.

### 15 Assets classified as held for sale

In June 2024, the Group entered into an option to purchase to dispose of its leasehold property at 27 Kian Teck Drive, Singapore 628844, ("**27KTD Property**") for a consideration of \$4,100,000. Accordingly, 27KTD Property was classified as held for sale which comprised leasehold property and the right-of-use asset (leasehold land) because the sale is highly probable and expected to be completed within the next twelve months.

In addition, the liabilities associated with the assets held for sale were classified as liabilities directly associated with assets classified as held for sale as the disposal is a single transaction.

The major classes of assets and liabilities classified as held for sale as at 30 June 2024 were as follows:

	Group	
	30.06.2024	31.12.2023
	Unaudited \$'000	Audited \$'000
Non-current assets classified as held for sale		
Property, plant and equipment (Note 11)	2,971	-
Right-of-use assets (Note 12)	413	-
	3,383	-
Liabilities directly associated with non-current assets classified as held for sale		
Lease liabilities (Note 17)	449	-

**16 Loans and borrowings**

	Group		Company	
	30.06.2024	31.12.2023	30.06.2024	31.12.2023
	Unaudited \$'000	Audited \$'000	Unaudited \$'000	Audited \$'000
<u>Amount repayable within one year or on demand</u>				
Secured	2,274	2,057	-	-
Unsecured	-	-	-	-
<u>Amount repayable after one year</u>				
Secured	5,079	5,756	-	-
Unsecured	-	-	-	-

The bank borrowings and credit facilities of the Group are secured by first legal mortgage over certain leasehold properties of the Group, guarantees by directors, and fixed and floating charge over certain plant and machinery.

**17 Lease liabilities**

	Group	
	30.06.2024	31.12.2023
	Unaudited \$'000	Audited \$'000
<u>Non-current portion</u>		
Leasehold lands	4,877	5,000
Less: Reclassified to liabilities directly associated with non-current assets classified as held for sale (Note 15)	(449)	-
	4,428	5,000
Motor vehicles	397	524
Plant and machinery	168	168
	4,993	5,692
<u>Current portion</u>		
Leasehold lands	287	276
Less: Reclassified to liabilities directly associated with non-current assets classified as held for sale (Note 15)	(22)	-
	265	276
Motor vehicles	204	216
Plant and machinery	57	57
	526	549

The Group leases leasehold lands in Singapore. As at 30 June 2024, the average incremental borrowing rate applied was 3.60% (31 December 2023: 3.60%).

The Group also leases certain motor vehicles and plant and machinery with lease term ranging from 4 to 5 years (31 December 2023: 4 to 5 years). The average interest rates implicit in the lease range from 1.70% to 4.75% per annum (31 December 2023: 1.70% to 4.75% per annum).

The Group's lease liabilities of \$826,000 (31 December 2023: \$965,000) are secured over certain right-of-use assets in respect of motor vehicles and plant and machinery, which will revert to the lessors in the event of default by the Group. These are guaranteed by the Directors of a subsidiary company.

All lease liabilities are denominated in Singapore dollar.

#### 18 Non-trade payables (non-current)

	Group		Company	
	30.06.2024 Unaudited \$'000	31.12.2023 Audited \$'000	30.06.2024 Unaudited \$'000	31.12.2023 Audited \$'000
Non-trade payables				
- shareholders	2,820	2,748	2,821	2,748
- third parties	98	98	-	-
	2,918	2,846	2,821	2,748

The Group's non-trade payables to shareholders relates to discounted value of the deferred consideration of \$3,000,000 due to shareholders pursuant to the reverse acquisition ("**Reverse Acquisition**") completed in August 2021. The amount is unsecured, non-interest bearing and repayable within 48 months from the date of completion of the Reverse Acquisition. The carrying amount of the non-trade payables to shareholders approximate their fair value.

#### 19 Trade and other payables

	Group		Company	
	30.06.2024 Unaudited \$'000	31.12.2023 Audited \$'000	30.06.2024 Unaudited \$'000	31.12.2023 Audited \$'000
Trade payables				
- third parties	226	399	-	-
Non-trade payables				
- third parties	198	391	91	104
- subsidiary	-	-	1,681	1,117
Advance from shareholders (for subscription of rights shares)	1,188	-	-	-
Accrued expenses	377	334	1,307	163
	1,989	1,124	3,079	1,384

Trade payables are unsecured, non-interest bearing and normally settled between 30 and 90 (2023: 30 and 90) days credit terms.

Trade and other payables are denominated in Singapore dollar.

#### 20 Share capital

	1HFY2024 Unaudited	1HFY2023 Unaudited	1HFY2024 Unaudited	1HFY2023 Unaudited
	Number of shares ('000)	Number of shares ('000)	\$'000	\$'000
<u>Group</u>				
<i>Ordinary shares</i>				
At beginning and end of period	112,814	112,814	10,344	10,344
<u>Company</u>				
<i>Ordinary shares</i>				
At beginning and end of period	112,814	112,814	44,464	44,464

Fully paid ordinary shares, which have no par value, carry one vote per share and a right to dividends as and when declared by the Company.

The Company did not have any outstanding treasury shares or subsidiary holdings as at 30 June 2024 and 31 December 2023.

The Company has no outstanding options and convertible securities as at 30 June 2024 and 31 December 2023.

**21 Reverse acquisition reserve**

Reverse acquisition reserve is the cash consideration payable for the acquisition of Shanaya Environmental Services Pte. Ltd. ("SES ") which was accounted for as cash distribution from consolidated group to SES's shareholders. In view that the consolidated financial statement are a continuation of SES's financial statement in conjunction with the Reverse Acquisition, the cash consideration cannot form part of the consideration transferred by acquirer as the Company is the accounting acquiree.

**22 Capital commitments**

At each reporting date, commitments in respect of capital expenditure are as follows:

	Group	
	30.06.2024	31.12.2023
	Unaudited	Audited
	\$'000	\$'000
Capital expenditure contracted but not provided for		
- Property, plant and equipment	146	-
	146	-

**23 Capital reserve**

During the financial year ended 31 December 2022, the Company had loans totalling approximately \$3,606,000 payable to Circuits Plus Pte Ltd, a subsidiary of the Company. In the same financial year, the outstanding amounts were waived by CPS and was recognised in capital reserve, and is non-distributable. On 5 June 2023, Circuits Plus Pte Ltd was struck off from the Register of Companies.

**24 Subsequent events (after 30 June 2024)**

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

## OTHER INFORMATION REQUIRED BY APPENDIX 7C OF THE CATALIST RULES

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

The condensed statements of financial position of Shanaya Limited and its subsidiaries as at 30 June 2024 and the related condensed consolidated profit or loss and other comprehensive income, condensed statements of changes in equity and condensed consolidated statement of cash flows for the 6-month period then ended and certain explanatory notes have not been audited or reviewed.

The Group's latest financial statements for the year ended 31 December 2023 were not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

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

Not applicable.

**3 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 STATEMENT OF PROFIT OR LOSS

#### 1HFY2024 vs 1HFY2023

The Group's revenue decreased by \$0.11 million, or 3%, from \$4.07 million to \$3.96 million for 1HFY2024. The decrease was largely due to a decrease of \$0.30 million, or 57%, in sales of recyclable materials partially offset by an increase of \$0.18 million, or 31%, in revenue from the collection and disposal of general waste for cruises.

Other income increased by \$0.17 million, or 99%, from \$0.17 million to \$0.34 million for 1HFY2024, mainly due to the receipt of \$0.17 million of government grant in respect of an equipment purchase during 1HFY2023.

Employee benefits expense increased by \$0.29 million, or 29%, from \$1.03 million to \$1.32 million for 1HFY2024. The increase was primarily due to the shift from labour subcontracting to internal manpower hiring for some of its operations as well as manpower support for its construction waste handling business which commenced in second half of FY2023.

Amortisation of right-of-use ("RoU") assets increased by \$0.04 million, or 16%, from \$0.26 million to \$0.30 million for 1HFY2024. The increase was mainly due to additional finance leases secured in respect of new motor vehicles and an excavator during FY2023.

Other operating expenses decreased by \$0.16 million, or 6%, from \$2.43 million to \$2.27 million for 1HFY2024. The decrease was largely due to a decrease of \$0.28 million, or 70%, in the cost of purchasing recyclable scrap materials, partially offset by an increase of \$0.12 million, or 16%, in the waste disposal charges following fee hike imposed by National Environment Agency with effect from 1 January 2024.

Income tax credit amounting to \$0.13 million for 2HFY2023 relates to writeback of excess deferred tax liability.

As a result of the above, the Group reported net loss of \$0.63 million for 1HFY2024, an increase of \$0.17 million, or 36% from the loss of 1HFY2023.

### REVIEW OF STATEMENT OF FINANCIAL POSITION

#### *Non-current assets*

Non-current assets decreased by \$4.36 million from \$17.62 million as at 31 December 2023 to \$13.25 million as at 30 June 2024, mainly due to the following:

- i) reclassification of \$3.38 million comprising the net carrying value of a leasehold property and right of use asset of its related land lease from non-current assets to assets classified as held for sale;
- ii) depreciation of PPE of \$0.65 million; and
- iii) amortisation of RoU assets of \$0.30 million.

#### *Current assets*

Current assets increased by \$3.97 million from \$3.64 million as at 31 December 2023 to \$7.61 million as at 30 June 2024, mainly due to reclassification of \$3.38 million comprising the net carrying value of a leasehold property and right of use asset of its related land lease from non-current assets to assets classified as held for sale, an increase in cash and bank balances of \$1.00 million (as explained in the review of the statement of cash flows below), partially offset by a decrease in trade and other receivables of \$0.50 million. The decrease in trade and other receivables was primarily attributable to decline in revenue during the last 3 months of 1HFY2024.

#### *Current liabilities*

Current liabilities increased by \$1.55 million from \$3.73 million as at 31 December 2023 to \$5.28 million as of 30 June 2024, mainly due to the reclassification of \$0.43 million of the non-current portion of outstanding land lease liabilities to liabilities directly associated with assets classified as held for sale, the increase in trade and other payables of \$0.87 million, and the Group's drawdown of \$0.20 million from its short-term revolving credit.

#### *Non-current Liabilities*

Non-current liabilities decreased by \$1.30 million from \$14.44 million as at 31 December 2023 to \$13.14 million as at 30 June 2024. The decrease was mainly due to \$0.43 million reclassification from non-current liabilities to liabilities directly associated with assets classified as held for sale, \$0.95 million of reclassification of term loans and lease liabilities from non-current portion to current portion, partially offset by an increase of \$0.07 million in the fair value of shareholders' loan from \$2.75 million to \$2.82 million.

#### *Equity*

Total equity, after accounting for the loss for 1HFY2024, was \$2.45 million as at 30 June 2024 which compares against \$3.09 million as at 31 December 2023.

### **REVIEW OF STATEMENT OF CASH FLOWS**

#### *Operating activities*

In 1HFY2024, net cash generated from operating activities was \$0.82 million. The net cash generated was made up of operating cash inflows before working capital movement of \$0.70 million coupled with positive net working capital movement of \$0.12 million. The positive net working capital movement of \$0.12 million resulted from a decrease in trade and other receivables of \$0.50 million partially offset by a decrease in trade and other payables of \$0.32 million and an increase in prepayments of \$0.05 million.

#### *Investing activities*

In 1HFY2024, net cash generated from investing activities was \$0.04 million, largely due to a non-refundable deposit received from an interested buyer of the 27KTD Property.

#### *Financing activities*

In 1HFY2024, net cash generated from financing activities was \$0.14 million, primarily due to i) \$1.19 million of advance (interest-free) received from 3 undertaking shareholders pursuant to the Company's rights issue exercise, ii) fresh proceeds from drawdown from a revolving credit facility of \$0.20 million, partially offset by \$1.25 million of repayment of principals and interest in respect of bank borrowings and lease liabilities.

As a result of the above, cash and cash equivalents increased by \$1.00 million to S\$1.96 million as at 30 June 2024 from \$0.96 million as at 31 December 2023.

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

Not applicable. No forecast or prospect statement had been previously disclosed to shareholders.

**5 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 global economic outlook is expected to remain uncertain and possibly slow throughout 2024. Inflationary cost pressure, geopolitical tensions, protracted wars of Israel-Hamas and Ukraine-Russia, and tightening financial conditions, amongst others, pose business challenges on many fronts. The Group will continuously explore new opportunities of revenue drivers to fortify its earnings base through capitalising on its business network and strong reputation in the waste handling space, including identifying new waste handling projects of both short-term and long-term durations.

On its cost management, it will devise means to keep its cost structure lean without compromising the quality and competitiveness of its service delivery. The Group is in the midst of (i) relocating its biomedical waste operations from its Kian Teck facilities to its Tuas premises for optimal integration of its operations under one roof; and (ii) obtaining from NEA the formal licence for these operations at its Tuas premises.

With the rights issue exercise nearing completion in August 2024 and the proposed disposal of its Kian Teck property as announced on 30 June 2024, the Group will remain vigilant to conserve its cash reserve.

**6 If a decision regarding dividend has been made:**

**(a) Whether a final ordinary dividend has been recommended for present period;**

No.

**(b) Previous corresponding period;**

No.

**(c) State the tax rate and the country where the dividend is derived**

Not applicable.

**(d) Date payable**

Not applicable.

**7 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 for the financial period reported on given the losses incurred by the Group.

**8 If the group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

No IPT mandate has been obtained for the period under review.

**9 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)**

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7H) pursuant to Rule 720(1) of the Catalist Rules.

**10 Acquisition or sale of shares in subsidiaries and/or associated companies under Rule 706A**

The Group has not undertaken any acquisition or sales of shares in subsidiaries and/or associated companies during the 6-month financial period ended 30 June 2024.

**Confirmation by the Board**

We, Sukhvinder Singh Chopra and Mohamed Gani Mohamed Ansari, being two directors of Shanaya Limited (the "**Company**"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the unaudited condensed interim financial statements of the Group for the 6-month financial period ended 30 June 2024 to be false or misleading in any material aspect.

On behalf of the Board,

Sukhvinder Singh Chopra  
Chairman

Mohamed Gani Mohamed Ansari  
Executive Director and Chief Executive Officer

**BY ORDER OF THE BOARD**

Mohamed Gani Mohamed Ansari  
Executive Director and Chief Executive Officer  
Singapore

13 August 2024

**This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.**

**The contact person for the Sponsor is Mr. Shervyn Essex, 16 Collyer Quay, #10-00 Collyer Quay Centre, Singapore 049318, sponsorship@ppcf.com.sg.**