

SINOSTAR PEC HOLDINGS LIMITED
(Company Registration No.: 200609833N)

This QR announcement is mandatory made pursuant to the Singapore Exchange's requirements as required under Listing Rule 705(2).

Unaudited Financial Statement Announcement for the three months ("Q4") and 12 months ("FY") ended 31 December 2024

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	The Group		+/- %	The Group		+/- %
		3 months ended			12 months ended		
		31 December			31 December		
		2024	2023		2024	2023	
		RMB'000	RMB'000		RMB'000	RMB'000	
Revenue	4	1,391,359	1,560,497	(10.8)	5,457,923	5,333,091	2.3
Cost of sales		(1,311,409)	(1,472,637)	(10.9)	(5,077,164)	(4,933,028)	2.9
Gross profit		79,950	87,860	(9.0)	380,759	400,063	(4.8)
Other Income		1,677	651	157.6	9,966	102,303	(90.3)
Administrative costs		(23,475)	(18,060)	30.0	(49,452)	(36,684)	34.8
Distribution costs		(4,075)	(4,665)	(12.6)	(10,481)	(6,233)	68.2
Other operating income/ (expenses)		783	(608)	(228.8)	210	(5,656)	(103.7)
Finance costs		(4,386)	(7,682)	(42.9)	(21,571)	(34,721)	(37.9)
Profit before taxation	5	50,474	57,496	(12.2)	309,431	419,072	(26.2)
Income tax expense	6	(20,729)	(27,320)	(24.1)	(77,763)	(105,902)	(26.6)
Net profit for the year		29,745	30,176	(1.4)	231,668	313,170	(26.0)
Other comprehensive income							
Items that will not be reclassified subsequently to profit or loss							
Financial assets, at fair value through other comprehensive income - Fair value gain/(loss) equity investment		-	5,981		(21,042)	5,981	
Total comprehensive income for the year		29,745	36,157	(17.7)	210,626	319,151	(34.0)
Net profit attributable to:							
Equity holders of the Company		25,705	10,615		170,069	217,610	
Non-controlling interests		4,040	19,561		61,599	95,560	
		29,745	30,176		231,668	313,170	
Total comprehensive Income attributable to:							
Equity holders of the Company		25,705	22,577		155,339	221,797	
Non-controlling interests		4,040	13,580		55,287	97,354	
		29,745	36,157		210,626	319,151	
Earnings per share attributable to equity holders of the company (RMB cents per share)							
Basic		4.02	1.66		26.57	34.00	
Diluted		4.02	1.66		26.57	34.00	

CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

		The Group 31 December 2024 RMB'000	The Group 31 December 2023 RMB'000	The Company 31 December 2024 RMB'000	The Company 31 December 2023 RMB'000
ASSETS					
NON-CURRENT ASSETS					
Property, plant and equipment	7	1,297,877	1,459,008	3	6
Right-of-use assets		3,043	3,150	-	-
Intangible assets		87,523	88,248	-	-
Goodwill on consolidation	8	10,345	10,345	-	-
Investment in subsidiary corporations		-	-	250,041	250,041
Financial asset, at fair value through other comprehensive income	9	-	48,953	-	-
		<u>1,398,788</u>	<u>1,609,704</u>	<u>250,044</u>	<u>250,047</u>
CURRENT ASSETS					
Intangible assets		615	1,088	-	-
Inventories	10	264,318	334,916	-	-
Trade and other receivables	11	28,139	9,889	-	-
Amounts owing by affiliated companies	11	1,527	5,464	-	-
Prepayments	12	2,155	1,360	176	-
Cash and bank balances		407,377	562,886	4,010	514
		<u>704,131</u>	<u>915,603</u>	<u>4,186</u>	<u>514</u>
TOTAL ASSETS		<u>2,102,919</u>	<u>2,525,307</u>	<u>254,230</u>	<u>250,561</u>
EQUITY					
Equity attributable to equity holders of the parents					
ASSETS					
Share capital	13	316,125	316,125	316,125	316,125
Retained profits/(accumulated losses)		424,822	705,892	(63,346)	(67,119)
Capital reserves		331,564	250,000	-	-
Fair value reserves		-	12,952	-	-
Other reserves		247,817	180,622	-	-
		<u>1,320,328</u>	<u>1,465,591</u>	<u>252,779</u>	<u>249,006</u>
Non-controlling interests		-	234,875	-	-
TOTAL EQUITY		<u>1,320,328</u>	<u>1,700,466</u>	<u>252,779</u>	<u>249,006</u>
LIABILITIES					
NON-CURRENT LIABILITIES					
Loans from non-controlling interest	14	-	50,000	-	-
Bank borrowings	14	200,000	300,000	-	-
Lease liabilities		3,477	3,428	-	-
		<u>203,477</u>	<u>353,428</u>	-	-
CURRENT LIABILITIES					
Loans from non-controlling interest	14	-	200,000	-	-
Loan from affiliated companies	14	50,000	-	-	-
Bank borrowings	14	100,000	60,000	-	-
Lease liabilities		66	179	-	-
Trade and other payables	15	116,952	98,448	1,451	1,555
Amounts owing to affiliated companies	15	294,567	42,887	-	-
Current tax payable		17,529	69,899	-	-
		<u>579,114</u>	<u>471,413</u>	<u>1,451</u>	<u>1,555</u>
TOTAL EQUITY AND LIABILITIES		<u>2,102,919</u>	<u>2,525,307</u>	<u>254,230</u>	<u>250,561</u>

CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

	Share Capital RMB'000	Retained earnings RMB'000	Fair value reserve RMB'000	Capital reserve RMB'000	Other reserves			Equity attributable to owners RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
					Statutory common reserve RMB'000	Voluntary common reserve RMB'000	Sub-total RMB'000			
1 January 2024 to 31 December 2024										
Balance as at 1 January 2024	316,125	705,892	12,952	250,000	179,825	797	180,622	1,465,591	234,875	1,700,466
Total comprehensive income for the period	-	170,069	(14,730)	-	-	-	-	155,339	55,287	210,626
Dividend paid for the year	-	(17,166)	-	-	-	-	-	(17,166)	-	(17,166)
Transfer to capital reserve	-	(365,000)	-	365,000	-	-	-	-	-	-
Acquisition of additional interest in a subsidiary corporation	-	-	-	(283,436)	-	-	-	(283,436)	(290,162)	(573,598)
Transfer to retained earnings	-	(1,778)	1,778	-	-	-	-	-	-	-
Transfer to statutory common reserve	-	(67,195)	-	-	67,195	-	67,195	-	-	-
Balance as at 31 December 2024	316,125	424,822	-	331,564	247,020	797	247,817	1,320,328	-	1,320,328

	Share Capital RMB'000	Retained earnings RMB'000	Fair value reserve RMB'000	Capital reserve RMB'000	Other reserves			Equity attributable to owners RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
					Statutory common reserve RMB'000	Voluntary common reserve RMB'000	Sub-total RMB'000			
1 January 2023 to 31 December 2023										
Balance as at 1 January 2023	316,125	532,552	8,765	250,000	135,555	797	136,352	1,243,794	296,456	1,540,250
Total comprehensive income for the period	-	217,610	4,187	-	-	-	-	221,797	97,354	319,151
Dividend paid for the year	-	-	-	-	-	-	-	-	(158,935)	(158,935)
Transfer to statutory common reserve	-	(44,270)	-	-	44,270	-	44,270	-	-	-
Balance as at 31 December 2023	316,125	705,892	12,952	250,000	179,825	797	180,622	1,465,591	234,875	1,700,466

CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (CONT'D)

	Share capital RMB'000	Accumulated losses RMB'000	Total equity RMB'000
1 January 2024 to 31 December 2024			
Balance as at 1 January 2024	316,125	(67,119)	249,006
Total comprehensive income for the period	-	20,939	20,939
Dividend paid	-	(17,166)	(17,166)
Balance as at 31 December 2024	<u>316,125</u>	<u>(63,346)</u>	<u>252,779</u>

	Share capital RMB'000	Accumulated losses RMB'000	Total equity RMB'000
1 January 2023 to 31 December 2023			
Balance as at 1 January 2023	316,125	(60,390)	255,735
Total comprehensive income for the period	-	(6,729)	(6,729)
Balance as at 31 December 2023	<u>316,125</u>	<u>(67,119)</u>	<u>249,006</u>

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	The Group	
	12 months ended 31 December	
	2024	2023
	RMB'000	RMB'000
Cash flows from operating activities		
Profit for the period	309,431	419,072
Adjustments for:-		
Depreciation of property, plant and equipment	172,052	173,844
Amortisation of right-of-use assets	107	425
Amortisation of land use rights	1,198	1,240
Gain on disposal of property, plant and equipment	(689)	(100)
Interest income	(8,253)	(6,417)
Dividend Income	-	(38,862)
Property, plant and equipment written off	478	1,125
Interest expense	21,571	34,721
Operating profit before working capital changes	495,895	585,048
Changes in working capital:		
Change in inventories	70,598	(92,581)
Change in amount owing by affiliated companies	(31,182)	34,983
Change in operating receivables	(18,250)	10,098
Change in prepayment	(795)	7,412
Change in operating payables	18,504	(36,416)
Cash generated from operations	534,770	508,544
Income tax paid	(130,133)	(44,998)
Net cash provided by operating activities	404,637	463,546
Cash flows from investing activities		
Acquisition of property, plant and equipment	(11,860)	(13,192)
Proceeds from disposal of property, plant and equipment	1,150	255
Proceeds from disposal of FVOCI	27,911	-
Dividends received	-	38,862
Acquisition of additional interest in a Subsidiary corporation	(286,799)	-
Interest received	8,253	6,417
Net cash (used in)/provided by investing activities	(261,345)	32,342
Cash flows from financing activities		
Dividends paid to NCI	-	(158,935)
Dividends paid to equity holders of the Company	(17,166)	-
Repayment of loan to non-controlling interests	(200,000)	(200,000)
Payment of principal portion of lease liabilities	(64)	(410)
Repayment of bank borrowings	(60,000)	(60,000)
Interest paid	(21,571)	(34,721)
Net cash used in financing activities	(298,801)	(454,066)
Net (decrease)/increase in cash and cash equivalents	(155,509)	41,822
Cash and cash equivalents at beginning of year	562,886	521,064
Cash and cash equivalents at end of year	407,377	562,886

For the purpose of the consolidated statement of cash flows, the cash and cash equivalents comprise the following:

Bank balances	407,377	562,886
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NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1. Corporate information

Sinostar PEC Holdings Limited (“the Company”) is incorporated and domiciled in Singapore as a limited liability company. The Company is listed on the Singapore Exchange Mainboard (“SGX-ST”).

The immediate and ultimate holding company of the Company is Intelligent People Holdings Limited (“Intelligent People”), a company which is incorporated in the British Virgin Islands (“BVI”).

The Company’s registered office is located at 36 Robinson Road, #20-01 City House, Singapore 068877.

The principal activity of the Company is that of an investment holding company. The principal activities of its subsidiary corporations are:

- (a) Manufacture and sale of propylene, polypropylene and LPG products;
- (b) Provide logistics and transportation related services for petroleum products; and
- (c) Manufacture and sale of propylene, purified isobutylene, methyl tert-butyl ether (commonly known as MTBE), hydrogen and mixed gas.

These condensed interim consolidated financial statements as at and for the twelve months ended 31 December 2024 comprise the Company and its subsidiaries (collectively, “the Group”).

2. Basis of Preparation

The condensed interim financial statements for the twelve months ended 31 December 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 interim financial statements for the year ended 31 December 2024.

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 Chinese Renminbi dollar which is the functional currency of the Company and have been rounded to the nearest thousand (“RMB’000”).

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.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

2.2. Use of judgements and estimates

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

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2024.

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 critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are as following:

- Useful lives of property, plant and equipment

The costs of property, plant and equipment are depreciated using the straight-line to allocate the depreciable amount over the estimated useful live. The useful lives of these assets are estimated by the management using common life expectancies applied in the industry and country of operations. Changes in the expected level of usage and technological developments could impact the economic useful lives of these assets, thus affecting the depreciation charges of property, plant and equipment.

- Valuation of financial asset at fair value through other comprehensive income ("FVOCI")

The Group classified unquoted equity security as financial asset at FVOCI and recognises changes in its fair value in other comprehensive income. The fair value is determined based on estimates using present values. This is significantly affected by the assumptions used, including discount rate and estimate of future cash flows.

3. Seasonal operations

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

4. Segment and revenue information

For management purposes, the Group is organised into business units based on their products and services, and has two reportable operating segments as follows:

1. The gas separation segment is the manufacturing and sales of LPG, propylene, polypropylene, premium grade polypropylene, MTBE, hydrogen, isobutylene, other gas and utilities.
2. The transport and logistic services segment are the provision of logistics and transportation related services for petroleum products.

Except as indicated above, no operating segments have been aggregated to form the above reportable operating segments.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4. Segment and revenue information

4.1. Reportable segments

	The Group 12 months ended 31 December 2024		
	Gas Separation RMB'000	Transport and Logistic Services RMB'000	Total RMB'000
Revenue			
External customers	5,140,919	317,004	5,457,923
Inter-segment sales	1,426,080	24,285	1,450,365
Total revenue	<u>6,566,999</u>	<u>341,289</u>	<u>6,908,288</u>
Segment assets	<u>1,644,811</u>	<u>38,559</u>	<u>1,683,370</u>
Segment liabilities	<u>24,870</u>	<u>45,150</u>	<u>70,020</u>
Results			
Segment results	<u>316,182</u>	<u>43,319</u>	<u>359,501</u>
Unallocated expenses			
Unallocated corporate expenses			<u>(36,752)</u>
Profit from operations			322,749
Finance income			8,253
Finance cost			<u>(21,571)</u>
Profit before tax			309,431
Tax expense			<u>(77,763)</u>
Profit after tax			<u>231,668</u>
Segments assets for reportable segments			
Other assets unallocated			1,683,370
Amounts owing by affiliated companies			1,527
Cash and cash equivalents			407,377
Other receivables			300
Goodwill on consolidation			10,345
			<u>2,102,919</u>
Segments liabilities for reportable segments			
Other liabilities unallocated			70,020
Other payables			50,475
Amounts owing to affiliated companies			294,567
Bank borrowings			300,000
Loan from affiliated companies			50,000
Current tax payable			17,529
			<u>782,591</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4. Segment and revenue information (Cont'd)

4.1. Reportable segments (Cont'd)

	The Group		
	12 months ended 31 December 2023		
	Gas Separation	Transport and	Total
	RMB'000	Logistic Services	RMB'000
	RMB'000	RMB'000	RMB'000
Revenue			
External customers	4,972,532	360,559	5,333,091
Inter-segment sales	1,471,305	12,257	1,483,562
Total revenue	<u>6,443,837</u>	<u>372,816</u>	<u>6,816,653</u>
Segment assets	<u>1,936,054</u>	<u>15,159</u>	<u>1,951,213</u>
Segment liabilities	<u>76,291</u>	<u>11,969</u>	<u>88,260</u>
Results			
Segment results	<u>436,976</u>	<u>36,897</u>	<u>473,873</u>
Unallocated expenses			
Unallocated corporate expenses			<u>(26,497)</u>
Profit from operations			447,376
Finance income			6,417
Finance cost			<u>(34,721)</u>
Profit before tax			419,072
Tax expense			<u>(105,902)</u>
Profit after tax			<u>313,170</u>
Segments assets for reportable segments			
Other assets unallocated			1,946,079
Amounts owing by affiliated companies			5,464
Cash and cash equivalents			562,886
Other receivables			533
Goodwill on consolidation			<u>10,345</u>
			<u>2,525,307</u>
Segments liabilities for reportable segments			
Other liabilities unallocated			45,436
Other payables			56,619
Amounts owing to affiliated companies			42,887
Bank borrowings			360,000
Loan from non-controlling interest			250,000
Current tax payable			<u>69,899</u>
			<u>824,841</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4. Segment and revenue information (Cont'd)

4.2. Disaggregation of Revenue

The Group derives revenue from the transfer of goods and services at a point in time for the following types of services.

	The Group		
	12 months ended 31 December 2024		
	Gas Separation	Logistics Services	Total
	RMB'000	RMB'000	RMB'000
People's Republic of China			
Liquefied petroleum gas	607,729	-	607,729
Propylene	127,387	-	127,387
Polypropylene	249,413	-	249,413
Premium grade polypropylene	1,463,925	-	1,463,925
Methyl Tert-Butyl Ether ("MTBE")	2,119,458	-	2,119,458
Hydrogen	245,956	-	245,956
Isobutylene	169,902	-	169,902
Other Gases	30,923	-	30,923
Utilities	126,226	-	126,226
Transport and logistic services	-	317,004	317,004
	<u>5,140,919</u>	<u>317,004</u>	<u>5,457,923</u>

	The Group		
	12 months ended 31 December 2023		
	Gas Separation	Logistics Services	Total
	RMB'000	RMB'000	RMB'000
People's Republic of China			
Liquefied petroleum gas	669,029	-	669,029
Propylene	165,277	-	165,277
Polypropylene	1,572,512	-	1,572,512
Premium grade polypropylene	2,049,464	-	2,049,464
Methyl Tert-Butyl Ether ("MTBE")	192,984	-	192,984
Hydrogen	164,539	-	164,539
Isobutylene	31,678	-	31,678
Other Gases	127,049	-	127,049
Transport and logistic services	-	360,559	360,559
	<u>4,972,532</u>	<u>360,559</u>	<u>5,333,091</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

5. Profit before taxation

Significant items

	The Group	
	12 months ended 31 December 2024 RMB'000	12 months ended 31 December 2023 RMB'000
Interest Income	8,253	6,417
Gain on disposal of catalyzers and other scrap materials	-	54,777
Dividend income	-	38,862
Expenses:		
Interest on borrowings	21,401	34,531
Lease interest	170	190
Depreciation of property, plant and equipment	172,052	173,844
Depreciation of rights-of-use assets	107	425
Amortisation of intangible assets	1,198	1,240
Gain on disposal of property, plant and equipment	(689)	(100)
Property, plant and equipment written off	478	1,125

6. Income tax expense

The Group calculates the financial period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	The Group	
	12 months ended 31 December 2024 RMB'000	12 months ended 31 December 2023 RMB'000
Current income tax expense		
- Profit for the financial period	83,582	113,469
- Over provision in prior financial periods	(5,819)	(7,567)
	<u>77,763</u>	<u>105,902</u>

7. Property, plant and equipment

During the twelve months ended 31 December 2024, the Group acquired assets amounting to RMB11,860,000 (31 December 2023: RMB13,192,000) and disposed of assets amounting to RMB7,347,000 (31 December 2023: RMB 499,000).

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

8. Goodwill arising on consolidation

	The Group	
	31 December 2024 RMB'000	31 December 2023 RMB'000
Cost and carrying amount		
Beginning and end of period	10,345	10,345

8.1. Goodwill impairment

For the purposes of impairment testing, goodwill has been allocated to the Group's CGUs as follows:

	The Group	
	31 December 2024 RMB'000	31 December 2023 RMB'000
Dongming Changshun Transport Company Limited (东明县昌顺运输有限公司)	2,501	2,501
Dongming Qianhai Petrochemical Co., Ltd (东明前海化工有限公司)	7,844	7,844
	<u>10,345</u>	<u>10,345</u>

The recoverable amount of a CGU was determined based on value-in-use. Cash flow projections used in the value-in-use calculations were based on financial budgets approved by management covering a five-year period. Cash flows beyond the five-year period were extrapolated using terminal growth rate of 3% (2023: 3%). These cash flows were discounted using a pre-tax discount rate of 10% (2023: 10%) that reflected current market assessment of the time value of money and the risks specific to the CGUs. The growth rate is based on past performance and expectations on market development.

Management determines that the recoverable amount is higher than the carrying amount. Accordingly, no impairment for allowance is provided. The Group believes that any reasonable possible changes on the above key assumptions are not likely to cause the recoverable amount to be materiality lower than the related carrying amount.

Under the fair value hierarchy, level 3 inputs were used.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

9. Financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income comprise the following:

	The Group	
	31 December 2024 RMB'000	31 December 2023 RMB'000
Equity security (unquoted)		
- Dongming Qianhai Petrochemical Co., Ltd (东明前海化工有限公司)		
Beginning of financial period	48,953	42,972
Fair value losses recognised in other comprehensive income	(21,042)	5,981
Proceeds from disposal of FVOCI	(27,911)	-
Beginning and end of period	-	48,953

Represents 18% of equity interest in Dongming Qianhai Reli Co., Ltd. The Group has elected to measure this equity security at FVOCI due to the Group's intention not to hold these equity instruments for trading but for long-term appreciation.

During the financial year ended 31 December 2024, the Group disposed unquoted equity security as the underlying investment was no longer aligned with the Group's long-term investment strategy. These investments had a fair value of RMB27,911,000 at the date of disposal, and the cumulative gain or loss of fair value reserve amounted to RMB1,778,000. The cumulative gain on disposal was reclassified from fair value reserve to retained profits.

9.1. Fair value measurement

The Group classifies financial assets measured at fair value using a fair value hierarchy which reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

The following table presents the assets measured at fair value at each reporting date:

	Level 3 RMB'000
31 December 2024	
Financial assets, at FVOCI	-
31 December 2023	
Financial assets, at FVOCI	48,953

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

10. Inventories

	The Group		The Company	
	31 December 2024 RMB'000	31 December 2023 RMB'000	31 December 2024 RMB'000	31 December 2023 RMB'000
At cost				
Raw materials	58,854	12,424	-	-
Semi-finished goods	31,060	57,972	-	-
Finished goods	85,306	154,568	-	-
Chemical additives	85,640	108,478	-	-
Parts & Accessories	3,458	1,474	-	-
	<u>264,318</u>	<u>334,916</u>	<u>-</u>	<u>-</u>

11. Trade and other receivables

	The Group		The Company	
	31 December 2024 RMB'000	31 December 2023 RMB'000	31 December 2024 RMB'000	31 December 2023 RMB'000
Trade receivables				
- Non-related parties	1,171	6,174	-	-
Accrued revenue	26,668	3,182	-	-
Advances made to staff	300	533	-	-
	<u>28,139</u>	<u>9,889</u>	<u>-</u>	<u>-</u>

	The Group		The Company	
	31 December 2024 RMB'000	31 December 2023 RMB'000	31 December 2024 RMB'000	31 December 2023 RMB'000
Amount owing by affiliated Companies	1,527	5,464	-	-

12. Prepayments

	The Group		The Company	
	31 December 2024 RMB'000	31 December 2023 RMB'000	31 December 2024 RMB'000	31 December 2023 RMB'000
Prepayments	2,155	1,360	176	-

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

13. Share capital

	The Group		The Company	
	31 December 2024		31 December 2023	
	Number of shares '000	Amount RMB'000	Number of shares '000	Amount RMB'000
Issued and fully paid, with no par value Beginning and end of period	640,000	316,125	640,000	316,125

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 shareholders' meetings of the Company. All shares rank equally with regard to the Company's residual assets.

14. Borrowings

	The Group		The Company	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	RMB'000	RMB'000	RMB'000	RMB'000
Amount repayable within one year or on demand				
- Secured	100,000 (a)	60,000 (a)	-	-
- Unsecured	50,000 (b)	200,000 (b)	-	-
Amount repayable after one year				
- Secured	200,000 (a)	300,000 (a)	-	-
- Unsecured	- (b)	50,000 (b)	-	-

(a) Bank borrowings of the subsidiary Dongming Hengchang is secured by a corporate guarantee from an affiliated company of Dongming Petrochem Group, Dongming Zhongyou Fuel and Petrochemical Co., Ltd (东明中油燃料石化有限公司);

(b) Unsecured loan from affiliated company, Shandong Dongming Petrochem Group Co., Ltd (山东东明石化集团有限公司).

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

15. Trade and other payables

	The Group		The Company	
	31 December 2024 RMB'000	31 December 2023 RMB'000	31 December 2024 RMB'000	31 December 2023 RMB'000
Trade payables				
- Non-related parties	66,477	41,829	-	-
Other payables				
- Non-related parties	6,010	13,887	-	-
- Staff	574	158		
Accruals	1,530	9,475	1,451	1,555
VAT payables	23,457	16,652	-	-
Other governmental tax Payables	245	144	-	-
Contract liabilities - advance Collection from customers	16,587	14,231	-	-
Deferred income	2,072	2,072	-	-
	<u>116,952</u>	<u>98,448</u>	<u>1,451</u>	<u>1,555</u>

Amount owing to affiliated companies

	The Group		The Company	
	31 December 2024 RMB'000	31 December 2023 RMB'000	31 December 2024 RMB'000	31 December 2023 RMB'000
Amount owing to affiliated Companies	<u>294,567</u>	<u>42,887</u>	<u>-</u>	<u>-</u>

Affiliated companies refer to companies which a director of the Company has an indirect equity interest. Amounts owing to affiliated companies are unsecured, non-interest bearing and payable on demand.

The amount due to affiliated companies comprises of RMB286,799,000 payable to Dongming Petrochem Group Co., Ltd. for the acquisition of the remaining 30% equity interest in Dongming Qianhai Petrochemical Co., Ltd.

16. Dividends

	The Company	
	31 December 2024 RMB'000	31 December 2023 RMB'000
Ordinary dividends paid		
- Final tax-exempt (one-tier) dividend paid in respect of previous financial year of S\$0.005 per share (equivalent to RMB 0.0268) [2023: no dividends paid]	<u>17,166</u>	<u>-</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

17. Net asset value

	The Group		The Company	
	31 December 2024 RMB	31 December 2023 RMB	31 December 2024 RMB	31 December 2023 RMB
Net asset value per ordinary Share	2.06	2.66	0.39	0.39

18. 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 2024 and 31 December 2023.

	Note	The Group		The Company	
		31 December 2024 RMB'000	31 December 2023 RMB'000	31 December 2024 RMB'000	31 December 2023 RMB'000
Financial Assets					
- At FVOCI	9	-	48,953	-	-
- At amortised cost		436,743	577,706	4,010	514
		<u>436,743</u>	<u>626,659</u>	<u>4,010</u>	<u>514</u>
Financial Liabilities					
- At amortised cost		724,773	721,843	1,451	1,555
		<u>724,773</u>	<u>721,843</u>	<u>1,451</u>	<u>1,555</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

19. Affiliated companies' transactions

As an additional disclosure, the Group disclosed the following significant affiliated companies' transactions entered into between the Group and its affiliated companies at terms agreed between the companies:

	The Group	
	31 December 2024 RMB'000	31 December 2023 RMB'000
Sales to affiliated companies		
东明前海化工有限公司	962,746	991,409
东明前海热力有限公司	134,298	126,347
东明中油燃料石化有限公司	512,223	498,743
山东东明石化集团有限公司	5,013	5,308
东明石油经销有限公司	-	2,197
山东东明梨树化学有限公司	251,865	36,683
东明润明油品销售有限公司	319	331
东明石化武汉新洲有限公司	592	-
东明万海氯碱化工有限公司	16,697	16,233
江苏新海石化有限公司	42,529	74,679
江苏润海油品销售有限公司	-	6,858
山东劲海化工有限公司	-	15
山东东明石化集团鲁班建筑有限公司	15,612	8,748
东明洁源环保科技有限公司	-	5
江苏新海新能源有限公司	684	702
东明清源水务有限公司	-	10
山东华旺热力有限公司	5,168	8,788
山东东明英伦石油有限公司	4,610	-
山东东明石化集团河南销售有限公司	11,460	-
山东东明石化集团济宁能源销售有限公司	775	-
江苏新洋国际贸易有限公司	16,314	-
灌南钟楼油品销售有限公司	547	-
江阴市长泾水利农机有限公司	571	-
灌南县南湖加油站	536	-
湖北中坤东明石化有限公司	1,668	-
山东东明石化集团胜利能源有限公司	3,312	-
山东东明石化集团华和能源有限公司	1,225	-
湖北东明石化有限公司关东加油站	2,635	-
湖北东明石化有限公司黄州三台河加油站	692	-

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

19. Affiliated companies' transactions (cont'd)

As an additional disclosure, the Group disclosed the following significant affiliated companies' transactions entered into between the Group and its affiliated companies at terms agreed between the companies:

	The Group	
	31 December 2024 RMB'000	31 December 2023 RMB'000
Purchases from affiliated companies		
东明前海化工有限公司	484,831	498,991
东明前海热力有限公司	404,454	456,039
东明中油燃料石化有限公司	3,190,395	3,234,161
山东东明石化集团有限公司	47,830	56,371
东明石油经销有限公司	808	2,915
山东东明梨树化学有限公司	199,046	35,221
东明万海氯碱化工有限公司	594	668
江苏新海石化有限公司	-	6
东明洁源环保科技有限公司	5,495	3,473
山东东明石化集团鲁班建筑有限公司	4,749	5,806
东明清源水务有限公司	1,558	997
山东华旺热力有限公司	31,283	-
江苏新洋国际贸易有限公司	31,451	-
山东昌顺达网络科技有限公司青岛分公司	9,144	-
山东高端化工研究院	1,887	-
	<hr/>	<hr/>
Interest expenses on loan charged by affiliated company		
– 山东东明石化集团有限公司	8,425	18,024
	<hr/>	<hr/>
Other individually immaterial transactions*	10,221	6,043

*The total amount is derived from transactions with affiliated companies, none of which individually exceed S\$100,000 per company.

Affiliated companies refer to companies in which a director of the Company has an indirect equity interest.

20. Subsequent events

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

OTHER INFORMATION

1. Review

The consolidated statement of financial position of Sinostar PEC Holdings Limited and its subsidiaries as at 31 December 2024 and the related consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the year then ended and certain explanatory notes have not been audited or reviewed.

2. Review of Performance of the Group

Condensed Interim Consolidated Statements of Profit or Loss and Other Comprehensive Income

Highlights on changes in Condensed Interim Statements of Profit or Loss and Other Comprehensive Income items of the Group are as follow; -

Revenue

4Q2024 Analysis of Revenue	3 months ended 31 December 2024		3 months ended 31 December 2023		+ / (-)
	RMB'000	%	RMB'000	%	
Processed LPG					
- Total	349,078	25.1	448,106	28.7	(22.1)
- Inter-company	(216,867)	(15.6)	(299,732)	(19.2)	(27.6)
Propylene					
- Total	130,436	9.4	145,987	9.4	(10.7)
- Inter-company	(123,351)	(8.9)	(145,987)	(9.4)	(15.5)
Polypropylene	64,129	4.6	58,181	3.7	10.2
Premium grade polypropylene	419,188	30.1	386,855	24.8	8.4
MTBE	517,562	37.2	606,798	38.9	(14.7)
Hydrogen					
- Total	70,838	5.1	66,321	4.2	6.8
- Inter-company	(103)	(0.0)	(5,122)	(0.3)	(98.0)
Isobutylene	37,772	2.7	53,024	3.4	(28.8)
Other Gases	8,675	0.6	7,917	0.5	9.6
Logistics and transport related services					
- Total	98,303	7.1	117,390	7.5	(16.3)
- Inter-company	-	-	(6,290)	(0.4)	(100.0)
Utilities					
- Total	39,576	2.8	137,342	8.8	(71.2)
- Inter-company	(3,877)	(0.2)	(10,293)	(0.6)	(62.3)
Total	1,391,359	100.00	1,560,497	100.00	

OTHER INFORMATION (CONT'D)

2. Review of Performance of the Group (cont'd)

FY2024 Analysis of Revenue	12 months ended 31 December 2024		12 months ended 31 December 2023		+ / (-)
	RMB'000	%	RMB'000	%	
Processed LPG					
- Total	1,564,971	28.7	1,645,182	30.8	(4.9)
- Inter-company	(957,242)	(17.5)	(976,153)	(18.3)	(1.9)
Propylene					
- Total	580,536	10.6	486,398	9.1	19.4
- Inter-company	(453,149)	(8.3)	(486,398)	(9.1)	(6.8)
Polypropylene	249,413	4.6	165,277	3.1	50.9
Premium grade polypropylene					
- Total	1,463,925	26.8	1,572,958	29.5	(6.9)
- Inter-company	-	0.0	(446)	(0.0)	(100.0)
MTBE	2,119,458	38.8	2,049,464	38.4	3.4
Hydrogen					
- Total	246,323	4.5	199,306	3.7	23.6
- Inter-company	(367)	(0.0)	(6,322)	(0.1)	(94.2)
Isobutylene	169,902	3.1	164,539	3.1	3.3
Other Gases	30,923	0.6	31,678	0.6	(2.4)
Logistics and transport related services					
- Total	341,289	6.2	372,817	7.0	(8.5)
- Inter-company	(24,285)	(0.4)	(12,258)	(0.2)	98.1
Utilities					
- Total	141,548	2.6	137,342	2.6	3.1
- Inter-company	(15,322)	(0.3)	(10,293)	(0.2)	48.9
Total	5,457,923	100.00	5,333,091	100.00	

(a) Processed LPG

Sale of processed LPG has decreased by 4.88% from RM1,645.18 million in FY2023 to RMB1,564.97 million in FY2024, included the inter-company transactions. A total of 321,529 tonnes were produced and sold during the periods, an increase of 0.70% as compared to FY2023. Both average selling prices ("ASP") and average cost of production ("ACP") during the period have decreased by 5.06% and 4.74% respectively as compared to FY2023.

(b) Propylene

Sale of propylene has increased by 19.35% from RMB486.40 million in FY2023 to RMB580.54 million in FY2024, included the inter-company transactions. Total sales volume has increased 21.86% from 81,542 tonnes in FY2023 to 99,363 tonnes in FY2024. ASP has decreased by 1.51% whereas ACP has increased by 13.37% in FY2024 as compared to FY2023.

(c) Premium grade polypropylene

Premium grade polypropylene sale has decreased by 6.93% from RMB1,572.96 million in FY2023 to RMB1,463.93 million in FY2024, included the inter-company transactions. Total sales volume has also decreased by 7.89% from 233,202 tonnes in FY2023 to 214,803 tonnes in FY2024. ASP has increased by 1.04% whereas ACP has decreased by 2.21% in FY2024 as compared to FY2023.

OTHER INFORMATION (CONT'D)

Condensed Interim Consolidated Statements of Profit or Loss and Other Comprehensive Income (Cont'd)

(d) **Polypropylene**

Polypropylene has increased by 50.91% from RMB165.28 million in FY2023 to RMB249.41 million in FY2024, including inter-company transactions. The total sales volume has also increased by 48.36% from 26,160 tonnes in FY2023 to 38,809 tonnes in FY2024. ASP has increased by 1.72% and ACP has also increased by 0.21% in FY2024, as compared to FY2023.

(e) **MTBE**

Sale of MTBE has increased by 3.42% from RMB2,049.46 million in FY2023 to RMB2,119.46 million in FY2024. Total sales volume has increased 18.67% from 322,338 tonnes in FY2023 to 382,529 tonnes in FY2024. Both ASP and ACP during FY2024 have decreased by 12.86% and 10.56% respectively as compared to FY2023.

(f) **Hydrogen**

In FY2024, hydrogen sales volume has increased by 23.77% to 16,792 tonnes as compared to 13,567 tonnes in FY2023. Revenue has an increase of 23.59% from RMB199.31 million in FY2023 to RMB246.32 million in FY2024, included the inter-company transactions. ASP has decreased by 0.15% and ACP has increased by 10.39% in FY2024 as compared to FY2023.

(g) **Isobutylene**

Sale of isobutylene has increased 3.26% from RMB164.54 million in FY2023 to RMB169.90 million in FY2024 as total sales volume has increased by 3.26% to 19,151 tonnes in FY2024 as compared with 16,512 tonnes in FY2023. ASP and ACP have both decreased by 10.97% and 14.53% respectively in FY2024 as compared to FY2023.

(h) **Other Gases**

The sale of other gases has decrease by 2.38% from RMB31.68 million in FY2023 to RMB30.92 million in FY2024, even though total sales volume has increased 7.05% from 5,550 tonnes in FY2023 to 5,942 tonnes in FY2024. ASP has decreased by 8.81% and ACP have increased by 5.48% in FY2024.

(i) **Utilities**

Since 4Q23, the Group has changed its financial accounting method from the previous method of offsetting the cost of purchasing utilities to the current method of including in its sales revenue.

Sales revenue for utilities in FY2024 amounts to RMB141.55 million, included the inter-company transactions.

(j) **Logistics & transport related service**

Revenue from this business has decreased 8.45% from RMB372.82 million in FY2023 to RMB341.29 million in FY2024, included the inter-company transactions.

OTHER INFORMATION (CONT'D)

2. Review of Performance of the Group (cont'd)

Condensed Interim Consolidated Statements of Profit or Loss and Other Comprehensive Income (Cont'd)

Gross profit

Despite an increase in both sales volume and sales revenue for the company's products in FY2024 compared to FY2023, the gross profit for FY2024 was RMB380.76 million, a decrease of 4.83% from RMB400.06 million in FY2023. The primary reason for this decline is the decrease in the overall gross profit margin of the company's main products compared to the same period last year, due to insufficient market demand and market competition factors.

Other income and expenses

(a) Other income

A total of RMB10.00 million has been received inclusive of RMB8.25 million of bank interest earned on short-term deposits placed with financial institution and other miscellaneous income of RMB1.75 million in FY2024. The miscellaneous income includes RMB1.29 million received from government grants.

As compared to FY2023, there was a significant decrease due to the receipt of non-recurring income of RMB38.86 million dividend from Dongming Qianhai Reli Co., Ltd and RMB54.78 million from the disposal of waste catalysts in the third quarter of 2023.

(b) Administrative costs

Administrative expenses rose from RMB36.68 million in FY2023 to RMB49.45 million in FY2024. This increase is primarily attributable to the company's strategic initiatives in full-value chain optimization management and new product development, which consequently drove higher research and development (R&D) expenditures. Research and development costs has increased by RMB13.55 million in FY2024 compared to FY2023.

(c) Distribution costs

Distribution costs have increased from RMB6.23 million in FY2023 to RMB10.48 million in FY2024. This was mainly due to increase in providing of door-to-door transportation services to meet some customers' demand in since the start of 3Q23, causing an increase in transportation costs in the sales process.

(d) Finance costs

The finance costs have decreased from RMB34.72 million in FY2023 to RMB21.57 million in FY2024 as the amount of borrowings have decreased.

(e) Taxation

Quarterly tax provision is made by entities base on each profitability.

(f) Net Profit

The Group made a net profit of RMB231.67 million in FY2024 as compared to RMB313.17 million in FY2023. The decrease in net profit was primarily due to a decline in the gross profit margin on product sales compared to the same period last year, as well as a decrease in other miscellaneous non-operating income. As compared to FY2023, there was a significant decrease due to the receipt of non-recurring income of RMB38.86 million dividend from Dongming Qianhai Reli Co., Ltd and RMB54.78 million from the disposal of waste catalysts in the third quarter of 2023.

OTHER INFORMATION (CONT'D)

2. Review of Performance of the Group (cont'd)

Condensed Interim Consolidated Statements of Financial Positions

Highlights on changes in Condensed Interim Consolidated Statements of Financial Positions items of the Group are as follow; -

(a) **Property, plant and Equipment**

The decrease is primarily attributed due to depreciation charge during the financial period.

(b) **Inventories**

Inventories comprise of approximately RMB58.85 million of raw materials, RMB31.06 million of semi-finished goods and RMB85.31 million on finished petrochemical products. It also included RMB85.64 million in chemical additives and RMB3.45 million of parts & accessories.

In FY2024, inventory experienced a significant decrease compared to FY2023. This was primarily driven by a 5,310-ton reduction in inventory volume

(c) **Prepayment**

Increase is mainly due to amount paid to suppliers for raw materials and for equipment replacement.

(d) **Non-controlling interest**

On 30 December 2024, the Group has acquired the remaining 30% stake in subsidiary Dongming Qianhai from Dongming Petrochem Group. The difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received, and attributed to the equity holders of the Company were transferred to capital reserve.

(e) **Bank Borrowings**

This mainly consists of a bank loan to finance Dongming Hengchang's new polypropylene construction. The loan is guaranteed by the related party Dongming Zhongyou Fuel Petrochemical Co., Ltd. The interest is calculated at a floating rate and repayment is made every six months, and full settlement is scheduled to be completed by January 2027.

A total of RMB60.0 million has been repaid in FY2024.

(f) **Loan from non-controlling interests**

This is from non-controlling interest Dongming Petrochem Group (represent 30% minority stake in subsidiary Dongming Qianhai) to finance the working capital use since the acquisition of Dongming Qianhai. This unsecured loan, with an annual interest at 4.75% per annum, is repayable in instalments on a quarterly basis till full settlement by 1 April 2025.

A total of RMB200.0 million has been repaid in FY2024.

On 30 December 2024, The Group has acquired the remaining 30% stake in Dongming Qianhai from Dongming Petrochem Group, and thereby the loan was recognised as amount owing to affiliated company.

OTHER INFORMATION (CONT'D)

2. Review of Performance of the Group (cont'd)

Condensed Interim Consolidated Statement of Cash Flow

During the twelve months ended 31 December 2024, the Group generated net cash inflow of RMB404.64 million from its operating activities. This was partially offset by net cash outflows of RMB261.35 million and RMB298.80 million for its investment and financing activities respectively.

As of 31 December 2024, the group had a cash balance of RMB407.38 million.

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

There were no changes in the Company's share capital since the end of the previous period reported on. There were no outstanding convertibles issued or treasury shares held by the Company as at 31 December 2024.

- 3.(ii) **Total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	31 December 2024	31 December 2023
Number of issued shares (excluding treasury shares)	640,000,000	640,000,000
Number of treasury shares	NIL	NIL

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

Not applicable.

OTHER INFORMATION (CONT'D)

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

	3 months ended 31 December	
	2024	2023
Profit per share for the period based on net profit attributable to owners of the parent company		
(a) Based on basic number of ordinary shares on issue (RMB cents)	4.02	1.66
No. of shares in issue (weighted average)	<u>640,000,000</u>	<u>640,000,000</u>
(b) On a fully diluted basis (RMB cents)	4.02	1.66
No. of shares in issue (weighted average)	<u>640,000,000</u>	<u>640,000,000</u>
	12 months ended 31 December	
	2024	2023
Profit per share for the period based on net profit attributable to owners of the parent company		
(a) Based on basic number of ordinary shares on issue (RMB cents)	26.57	34.00
No. of shares in issue (weighted average)	<u>640,000,000</u>	<u>640,000,000</u>
(b) On a fully diluted basis (RMB cents)	26.57	34.00
No. of shares in issue (weighted average)	<u>640,000,000</u>	<u>640,000,000</u>

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

None.

OTHER INFORMATION (CONT'D)

6. **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.**

- A. In 2025, the Company anticipates continued, albeit potentially moderated, growth in the polyolefin market. While increased domestic supply is expected to exert some downward pressure on market prices, we anticipate a gradual recovery in domestic demand. This recovery is predicated on several factors, including potential improvements in consumer spending, which may be influenced by various pro-consumption policies.

The pace and extent of this recovery remain subject to market conditions and other external factors. Growth in key sectors such as automotive, home appliances, logistics, electronics, and telecommunications are projected to contribute to demand, particularly for high-end polyolefin products. The Group's portfolio of high-end polypropylene products, including those with food-grade and medical-grade certifications in the PRC, positions us to participate in this potential growth. However, the realization of this potential is subject to market dynamics and competitive pressures.

The Board remains cautiously optimistic regarding the Group's business outlook for 2025, while acknowledging the inherent uncertainties of the market.

- B. The Group is currently conducting a rights issue.

For more information, please refer to the announcements published on SGXNet on 28 September 2023, 03 Oct 2023, 20 May 2024, 29 Oct 2024, 08 Dec 2024, 24 Dec 2024, 03 Feb 2025, 06 Feb 2025, 10 Feb 2025, 13 Feb 2025 and 14 Feb 2025.

7. **Dividend information**

- (a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? No

Due to the necessity of allocating funds for restructuring expenditures and maintaining adequate cash flow, the Board of Directors, following careful deliberation, has resolved not to declare a cash dividend for FY2024.

- (b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Yes. S\$0.005 per share

- (c) Date payable

NA

- (d) Book Closure Date

NA

OTHER INFORMATION (CONT'D)

8. Interested person transactions

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate (if any) for interested person transactions for the financial period which it is required to report on pursuant to rule 705.

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
<p>For period from January to December 2024:- Transactions between Dongming Hengchang Petrochemical Co., Ltd (东明恒昌化工有限公司) and its subsidiary Dongming Qianhai Petrochemical Co., Ltd (东明前海化工有限公司) <i>(transactions are subject to consolidation group eliminations)</i></p> <ul style="list-style-type: none"> - Logistics & Transport Related Services - Purchase of Utilities - Sale of Utilities - Sale of Processed LPG - Purchase of Propylene - Sale of Recycled Propylene - Purchase of Hydrogen 		21,498,306 9,909,962 5,411,551 957,241,967 453,056,142 92,630 367,000
<p>Dongming Zhongyou Fuel & Petrochemical Co., Ltd (东明中油燃料石化有限公司)</p> <ul style="list-style-type: none"> - Logistics & Transport Related Services - Purchase of Utilities - Sale of Utilities - Purchase of raw LPG - Sale of Processed LPG - Purchase of Propylene - Sale of Recycled Propylene - Sale of hydrogen - Purchase parts and components - Maintenance of parts and components - Purchase of C4 - Purchase of Butene 		85,803,059 60,903,691 10,102,760 2,651,427,573 153,040,044 419,769,352 15,349,366 247,927,359 181,319 2,286 57,661,802 448,767

OTHER INFORMATION (CONT'D)

8. Interested person transactions (cont'd)

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate (if any) for interested person transactions for the financial period which it is required to report on pursuant to rule 705. (Cont'd)

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Shandong Dongming Petrochem Group Co., Ltd (山东东明石化集团有限公司) - Logistics & Transport Related Services - Purchase of Utilities - Sale of Utilities - Accrued Interest on Loan from Non-controlling interest		5,010,790 47,830,033 1,876 8,424,653
Dongming Qianhai Reli Co., Ltd (东明前海热力有限公司) - Logistics & Transport Related Services - Purchase of Utilities - Sale of Utilities		17,278,500 404,453,909 117,019,322
Dongming Crude Oil Distribution Co., Ltd (东明石油经销有限公司) - Purchase of parts and packaging materials		807,611
Shandong Dongming Lishu Petroleum Co (山东东明梨树化学有限公司) - Logistics & Transport Related Services - Purchase of Utilities - Sale of Utilities - Purchase of raw LPG - Sale of Processed LPG		3,976,432 13,883 268,778 199,032,513 247,620,231
Dongming Runming Oil Products Distribution Co., Ltd (东明润明油品销售有限公司) - Logistics & Transport Related Services		319,229

OTHER INFORMATION (CONT'D)

8. Interested person transactions (cont'd)

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate (if any) for interested person transactions for the financial period which it is required to report on pursuant to rule 705. (Cont'd)

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Dongming WanHaiLuiJian Petrochemical Co., Ltd (东明万海氯碱化工有限公司) - Logistics & Transport Related Services - Purchase chemical excipients		16,697,385 594,076
Jiangsu Xinhai Petrochem Co., Ltd (江苏新海石化有限公司) - Logistics & Transport Related Services		42,529,431
Dongming Jie-Yuan Environmental Technology Pte Ltd (东明洁源环保科技有限公司) - Procurement of sewage treatment services		5,495,035
Shandong Dongming Petrochem Group Lu Ban Construction Pte Ltd (山东东明石化集团鲁班建筑有限公司) - Logistics & Transport Related Services - Maintenance of parts and machineries		15,612,187 4,748,948
Jiangsu Xinhai New Energy Co., Ltd (江苏新海新能源有限公司) - Logistics & Transport Related Services		684,027
Dongming Qingyuan Co., Ltd (东明清源水务有限公司) - Purchase of Utilities		1,558,450
Shandong Huawang Reli Co., Ltd (山东华旺热力有限公司) - Logistics & Transport Related Services - Maintenance of parts and machineries - Purchase of Utilities		5,167,822 367,852 30,914,937

OTHER INFORMATION (CONT'D)

8. Interested person transactions (cont'd)

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate (if any) for interested person transactions for the financial period which it is required to report on pursuant to rule 705. (Cont'd)

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Shandong Dongming Yinglun Petrochemical Co., Ltd (山东东明英伦石油有限公司) - Logistics & Transport Related Services		4,609,797
Shandong Dongming Henan Distribution Co., Ltd (山东东明石化集团河南销售有限公司) - Logistics & Transport Related Services		11,460,482
Jiangsu Xinyang International Trading Co., Ltd (江苏新洋国际贸易有限公司) - Logistics & Transport Related Services - Purchase of Raw LPG		16,313,526 31,450,858
Hubei Zhongkun Dongming Petrochem Co., Ltd (湖北中坤东明石化有限公司) - Logistics & Transport Related Services		1,667,629
Shandong Dongming Shengli Energy Co., Ltd (山东东明石化集团胜利能源有限公司) - Logistics & Transport Related Services		3,311,776
Shandong Dongming Huahe Energy Co., Ltd (山东东明石化集团华和能源有限公司) - Logistics & Transport Related Services		1,225,173
Shandong Changshunda Technology Co., Ltd (山东昌顺达网络科技有限公司青岛分公司) - Logistics & Transport Related Services		9,143,879

OTHER INFORMATION (CONT'D)

8. Interested person transactions (cont'd)

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate (if any) for interested person transactions for the financial period which it is required to report on pursuant to rule 705. (Cont'd)

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Hubei Dongming Petrochem Co., Ltd (湖北东明石化有限公司关东加油站) - Logistics & Transport Related Services		2,634,814
Shandong Dongming Jining Energy Co., Ltd (山东东明石化集团济宁能源销售有限公司) - Logistics & Transport Related Services		774,514
Hubei Dongming Petrochemical Co., Ltd. (Huangzhou Santahe Gas Station) 湖北东明石化有限公司黄州三台河加油站 - Logistics & Transport Related Services		691,646
Guanan County Nanhu Gas Station 灌南县南湖加油站 - Logistics & Transport Related Services		535,754
Jiangyin Changjing Water Conservancy Machinery Co., Ltd. 江阴市长泾水利农机有限公司 - Logistics & Transport Related Services		571,482
Guanan Zhonglou Distribution Co., Ltd 灌南钟楼油品销售有限公司 - Logistics & Transport Related Services		546,720
Dongming Petrochem Wuhan Xinzhou Co., Ltd (东明石化武汉新洲有限公司) - Logistics & Transport Related Services		592,446
Shandong Advanced Chemical Research Institute 山东高端化工研究院 - Technology Development Fee	1,886,792	

OTHER INFORMATION (CONT'D)

9. **Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(11) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Li Xiangping	63	Father of Li Zhi, non-executive Director of the Company.	CEO and Executive Chairman since April 2021. Substantial shareholder of the Company.	From non-executive Chairman to Executive Chairman from April 2021
Li Zhi	39	Son of Mr Li Xiangping, the CEO and Executive Chairman of the Company.	Non-Executive Director of the Company Since 2019	Appointed in year 2019

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

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

BY ORDER OF THE BOARD

Li Xiangping
Executive Chairman and CEO

Yan Tailing
Executive Director, Deputy CEO and CFO

Singapore
28 February 2025