



TRITECH GROUP LIMITED

(Company Registration No: 200809330R)

(Incorporated in the Republic of Singapore on 13 May 2008)

UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

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.

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PART I INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2, Q3 & Q4), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

1(a) An income statement and statement of comprehensive income or a statement of comprehensive income (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year

	Half year ended 30 September		
	2020	2019	Change
	(Unaudited) \$'000	(Unaudited) \$'000	%
<u>Continuing operations</u>			
Revenue	9,705	14,407	(32.6)
Cost of sales	(8,043)	(9,711)	(17.2)
Gross profit	1,662	4,696	(64.6)
Other income	3,501	99	3,436.4
Distribution expenses	(116)	(218)	(46.8)
Administrative expenses	(2,299)	(1,925)	19.4
Other expenses	(2,210)	(2,259)	(2.2)
Finance costs	(464)	(1,172)	(60.4)
Share of results of associate	(838)	1,699	(149.3)
(Loss)/Profit before taxation	(764)	920	(183.0)
Income tax credit	10	9	11.1
(Loss)/Profit from continuing operations, net of income tax	(754)	929	(181.2)
<u>Discontinued operation</u>			
Gain on disposal of 100% interest in a subsidiary ⁽¹⁾	-	4,409	n.m.
Gain on disposal of 60% interest in a subsidiary ⁽²⁾	-	9,396	n.m.
Loss from discontinued operation, net of income tax	-	(931)	n.m.
(Loss)/Profit for the financial period	(754)	13,803	(105.5)
Other comprehensive income:			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences realised on disposal of investment in subsidiaries reclassified to profit or loss	-	(109)	n.m.
Exchange differences on translating foreign operations, net of tax	-	(1)	n.m.
Share of foreign currency translation of associate	(6)	-	n.m.
Total comprehensive income for the financial period	(760)	13,693	(105.6)
(Loss)/Profit attributable to:			
Owners of the Company			
(Loss)/Profit from continuing operations	(718)	965	(174.4)
Profit from discontinued operation	-	12,874	n.m.
(Loss)/Profit for the financial period attributable to owners of the Company	(718)	13,839	(105.2)
Non-controlling interest			
Loss from continuing operations	(36)	(36)	-
Loss for the financial period attributable to non-controlling interests	(36)	(36)	-
(Loss)/Profit for the financial period	(754)	13,803	(105.5)
Total comprehensive income attributable to:			
Owners of the Company			
(724)	13,729	(105.3)	
Non-controlling interest			
(36)	(36)	-	
Total comprehensive income for the financial period	(760)	13,693	(105.6)

n.m. not meaningful

⁽¹⁾ Disposal of 100% interest in a subsidiary relates to Presscrete Engineering Pte. Ltd. on 21 May 2019.

⁽²⁾ Disposal of 60% interest in a subsidiary relates to Trittech Environmental Group Co. Ltd. on 26 July 2019.

(Loss)/Profit before income tax of the Group is arrived at after (charging)/crediting:

	Half year ended 30 September		
	2020	2019	Change
	(Unaudited)	(Unaudited)	
	\$'000	\$'000	%
Other income			
<u>Continuing operations</u>			
Gain on disposal of plant and equipment	-	27	n.m.
Interest income	178	4	4,350.0
Rental income	42	-	n.m.
Writeback of impairment loss on trade receivable	5	-	n.m.
Sundry income	3,276	68	4,717.6
<u>Discontinued operation</u>			
Gain on disposal of subsidiaries	-	13,805	n.m.
Sundry income	-	184	n.m.
Cost of sales, distribution, administrative and other expenses			
<u>Continuing operations</u>			
Amortisation of intangible assets	(164)	(78)	110.3
Depreciation of property, plant and equipment	(470)	(705)	(33.3)
Depreciation of investment property	(18)	-	n.m.
Depreciation of right-of-use asset	(342)	(342)	-
Fair value loss on investment securities	-	(528)	n.m.
Foreign exchange loss	(167)	(30)	456.7
Loss on disposal of plant and equipment	(1)	(2)	(50.0)
<u>Discontinued operation</u>			
Amortisation of intangible assets	-	(6)	n.m.
Amortisation of land use right	-	(18)	n.m.
Depreciation of property, plant and equipment	-	(610)	n.m.

n.m. not meaningful

1(b)(i) A statement of financial position (for the Issuer and Group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	As at 30/09/2020 (Unaudited) \$'000	As at 3/31/2020 (Audited) \$'000	As at 30/09/2020 (Unaudited) \$'000	As at 3/31/2020 (Audited) \$'000
Non-current assets				
Property, plant and equipment	3,125	3,476	-	-
Investment property	1,471	1,489	1,471	1,489
Investments in subsidiaries	-	-	20,523	20,379
Investments in associate	4,503	5,347	5,529	5,529
Right-of-use asset	1,257	1,599	-	-
Intangible assets	3,259	2,696	-	-
Amount due from associates	10,557	10,378	10,557	10,378
	<u>24,172</u>	<u>24,985</u>	<u>38,080</u>	<u>37,775</u>
Current assets				
Inventories	23	29	-	-
Trade and other receivables	5,106	5,933	14,503	14,548
Contract assets	3,339	7,427	-	-
Tax recoverable	3	5	-	-
Prepayments	391	451	20	25
Investment securities	126	126	126	126
Cash and short term deposits	4,643	2,882	100	15
	<u>13,631</u>	<u>16,853</u>	<u>14,749</u>	<u>14,714</u>
Total assets	<u>37,803</u>	<u>41,838</u>	<u>52,829</u>	<u>52,489</u>
Less:				
Current liabilities				
Trade and other payables	8,536	9,529	15,314	11,912
Contract liabilities	-	1,693	-	-
Bank borrowings	1,678	1,981	1,108	1,518
Lease liabilities	869	854	-	-
Loan from shareholders	820	3,845	820	3,728
Current income tax payable	132	132	138	138
	<u>12,035</u>	<u>18,034</u>	<u>17,380</u>	<u>17,296</u>
Net current assets/(liabilities)	<u>1,596</u>	<u>(1,181)</u>	<u>(2,631)</u>	<u>(2,582)</u>
Non-current liabilities				
Bank borrowings	3,248	268	1,004	268
Loan from shareholder	5,607	5,551	5,607	5,551
Lease liabilities	819	1,265	-	-
Deferred tax liabilities	236	246	171	171
	<u>9,910</u>	<u>7,330</u>	<u>6,782</u>	<u>5,990</u>
Total liabilities	<u>21,945</u>	<u>25,364</u>	<u>24,162</u>	<u>23,286</u>
Net assets	<u>15,858</u>	<u>16,474</u>	<u>28,667</u>	<u>29,203</u>
Equity				
Share capital	79,198	78,618	79,198	78,618
Reserves	(63,459)	(62,299)	(50,531)	(49,415)
Total equity attributable to owners of the Company	<u>15,739</u>	<u>16,319</u>	<u>28,667</u>	<u>29,203</u>
Non-controlling interests	119	155	-	-
Total equity	<u>15,858</u>	<u>16,474</u>	<u>28,667</u>	<u>29,203</u>

- 1(b)(ii) In relation to the aggregate amount of the Group's borrowings and debt securities, specify the following at the end of the financial period reported on with comparative figures at the end of the immediately preceding financial year.

	As at 30 September 2020		As at 31 March 2020	
	Secured (Unaudited) \$'000	Unsecured (Unaudited) \$'000	Secured (Audited) \$'000	Unsecured (Audited) \$'000
Amount repayable within one year	936	1,580	1,587	4,308
Amount repayable after one year	270	8,599	269	5,551
	1,206	10,179	1,856	9,859

The borrowings of the Group comprised of finance lease obligations (included in lease liabilities), bank overdraft, term loans, 10% interest bearing independent shareholder loan (of \$5.5 million) and a non-interest bearing shareholder loan (of \$0.9 million). The finance lease obligations are secured by the lessors' title to the leased assets and corporate guarantee from the Company.

The bank overdraft and term loans are secured by:-

- (i) 1st legal mortgage over leasehold property located at Food Xchange @ Admiralty and assignment of all rights and benefits over the rental income from the leasehold property;
- (ii) corporate guarantees from the Company.

1(c) A statement of cash flow (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Half year ended	
	30/9/2020	30/9/2019
	(Unaudited)	(Unaudited)
	\$'000	\$'000
Cash flows from operating activities		
(Loss)/Profit before tax from continuing operations	(764)	920
Profit before tax from discontinued operation	-	12,874
(Loss)/Profit before taxation, total	(764)	13,794
Adjustments for:		
Amortisation of intangible assets	164	84
Amortisation of land use rights	-	18
Depreciation of property, plant and equipment	470	1,315
Depreciation of investment property	18	-
Depreciation of right-of-use asset	342	342
Unrealised foreign exchange loss/(gain)	159	(211)
Fair value loss on investment securities	-	528
Net loss/(gain) on disposal of plant and equipment	1	(25)
Gain on disposal of subsidiaries	-	(13,805)
Interest income	(178)	(4)
Interest on lease liability	78	109
Interest expense	386	1,408
Interest expense - convertible loan	-	375
Writeback of impairment loss on trade receivable	(5)	-
Share issue expenses - introducer fees	-	70
Share of results of associates	838	(1,699)
Grant of equity settled share awards to employees	144	-
Operating cash flow before working capital changes	1,653	2,299
Working capital changes:		
Inventories	6	(94)
Trade and other receivables	824	(30,558)
Contract assets	4,088	3,335
Prepayments	60	104
Trade and other payables	(1,042)	26,022
Contract liabilities	(1,693)	(2,287)
Cash generated from/(used in) operations	3,896	(1,179)
Income taxes refunded	2	-
Interest received	5	4
Net cash from/(used in) operating activities	3,903	(1,175)
Cash flows from investing activities		
Loss of control in subsidiaries (net of cash disposed of)	-	4,290
Purchase of plant and equipment	(130)	(190)
Addition of intangible assets	(727)	(1,015)
Proceeds from disposal of plant and equipment	10	37
Net cash (used in)/from investing activities	(847)	3,122
Cash flows from financing activities		
Increase in fixed deposit pledged	(715)	(343)
Proceeds from bank borrowings	4,000	6,253
Loan from shareholders	-	2,007
Repayments of bank borrowings	(722)	(9,527)
Repayments of convertible loans interest	-	(240)
Repayment of lease liability	(431)	(748)
Repayments of shareholder loan	(3,125)	(3,407)
Net proceeds from issuance of placement shares	-	964
Interest paid	(415)	(1,332)
Net cash used in financing activities	(1,408)	(6,373)
Net change in cash and cash equivalents	1,648	(4,426)
Cash and cash equivalents at beginning of financial period	465	4,861
Currency translation differences	-	2
Cash and cash equivalents at end of financial period	2,113	437
Cash and cash equivalents comprise:		
Fixed deposit	1,642	1,045
Cash and bank balances	3,001	1,893
Cash and cash equivalents	4,643	2,938
Bank overdraft	(894)	(1,456)
Fixed deposit pledged	(1,636)	(1,045)
Cash and cash equivalents in the consolidated cash flow statement	2,113	437

(d)(i) A statement (for the Issuer and Group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Attributable to owners of the Company								Total equity
	Share capital	Employee share award reserve	Equity component of convertible loans	Gains on disposals to non-controlling interests	Foreign currency translation reserve	Accumulated losses	Equity attributable to the owners of the Company	Non-controlling interests	
Group (Unaudited)	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 April 2020	78,618	872	2,772	34,945	83	(100,971)	16,319	155	16,474
Loss for the financial period	-	-	-	-	-	(718)	(718)	(36)	(754)
<u>Other comprehensive income</u>									
Share of foreign currency translation of associate	-	-	-	-	(6)	-	(6)	-	(6)
Total comprehensive income for the financial period	-	-	-	-	(6)	(718)	(724)	(36)	(760)
<u>Contributions by and distributions to owners</u>									
Conversion of share awards to share capital	580	(580)	-	-	-	-	-	-	-
Grant of equity-settled share awards to employees	-	144	-	-	-	-	144	-	144
Total contributions by and distributions to owners	580	(436)	-	-	-	-	144	-	144
At 30 September 2020	79,198	436	2,772	34,945	77	(101,689)	15,739	119	15,858

(d)(i) A statement (for the Issuer and Group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Attributable to owners of the Company							Total equity
	Share capital	Equity component of convertible loans	Gains on disposals to non-controlling interests	Foreign currency translation reserve	Accumulated losses	Equity attributable to the owners of the Company	Non-controlling interests	
Group (Unaudited)	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 April 2019	77,653	2,772	34,945	85	(91,016)	24,439	201	24,640
Profit for the financial period	-	-	-	-	13,839	13,839	(36)	13,803
<u>Other comprehensive income</u>								
Exchange differences realised on disposal of investment in subsidiaries reclassified to profit or loss	-	-	-	(109)	-	(109)	-	(109)
Exchange differences arising from translation of foreign operation	-	-	-	(1)	-	(1)	-	(1)
Total comprehensive income for the financial period	-	-	-	(110)	13,839	13,729	(36)	13,693
<u>Contributions by and distributions to owners</u>								
Issuance of ordinary shares pursuant to new shares placement	1,000	-	-	-	-	1,000	-	1,000
Issuance of shares to the introducer	70	-	-	-	-	70	-	70
Share issue expenses	(35)	-	-	-	-	(35)	-	(35)
Total contributions by and distributions to owners	1,035	-	-	-	-	1,035	-	1,035
At 30 September 2019	78,688	2,772	34,945	(25)	(77,177)	39,203	165	39,368

(d)(i) A statement (for the Issuer and Group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year (continued).

	Share capital	Employee share award reserve	Equity component of convertible loans	Accumulated losses	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000
Company (Unaudited)					
At 1 April 2020	78,618	872	2,772	(53,059)	29,203
Loss for the financial period	-	-	-	(680)	(680)
Total comprehensive income for the financial period	-	-	-	(680)	(680)
<u>Contributions by and distributions to owners</u>					
Conversion of share awards to share capital	580	(580)	-	-	-
Grant of equity-settled share awards to employees	-	144	-	-	144
Total contributions by and distributions to owners	580	(436)	-	-	144
At 30 September 2020	79,198	436	2,772	(53,739)	28,667
At 1 April 2019	77,653	-	2,772	(2,342)	78,083
Loss for the financial period	-	-	-	(24,134)	(24,134)
Total comprehensive income for the financial period	-	-	-	(24,134)	(24,134)
<u>Contributions by and distributions to owners</u>					
Issuance of ordinary shares pursuant to new shares placement	1,035	-	-	-	1,035
At 30 September 2019	78,688	-	2,772	(26,476)	54,984

1(d)(ii) Details of any changes in the Company's share capital arising from rights issue, bonus issue, subdivision, consolidation, 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 the number of shares that may be issued on conversion of all the outstanding convertibles if any, against the total number of issued shares excluding treasury shares and subsidiary holdings 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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.

Details of the changes in the issued and paid-up capital of the Company from 31 March 2020 to the six months ended 30 September 2020 were as follows:-

Ordinary shares

	Number of shares	\$
Issued and fully paid ordinary shares as at 31 March 2020	944,867,731	78,617,764
Vesting of employee share awards to ordinary shares	20,000,000	580,000
Issued and fully paid ordinary shares as at 30 September 2020	964,867,731	79,197,764

Warrants

There were no outstanding warrants as at 30 September 2019 and 30 September 2020.

Tritech Group Performance Share Plan and Tritech Group Employee Share Option Scheme

On 28 March 2019, 40,000,000 share awards were granted to 5 eligible employees of the Group under Tritech Group Performance Share Plan and the aggregate number of shares granted to such employees was 40,000,000. The details of the said grant can be obtained from the Company's announcement dated 28 March 2019. On 16 June 2020, the Company has allotted and issued 20,000,000 shares to such employees pursuant to the vesting of the share award granted to them as aforesaid. The Company has 20,000,000 (30 September 2019: 40,000,000) shares awards which remains unvested as at 30 September 2020.

The Tritech Group Performance Share Plan and Tritech Group Employee Share Option Scheme have expired with effect from 28 July 2020.

Treasury shares and subsidiary holdings

The Company did not have any treasury shares or subsidiary holdings as at 30 September 2019 and 30 September 2020.

Convertible Loans

There were no outstanding convertible loan as at 30 September 2019 and 30 September 2020.

1(d)(iii) 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.

	As at 30.09.2020	As at 31.03.2020
Total number of issued shares excluding treasury shares	964,867,731	944,867,731

1(d)(iv) A statement showing all sales, transfers, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable. There were no treasury shares during or as at the end of the current financial year reported on.

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

Not applicable. There were no subsidiary holdings during or as at the end of the current financial year reported on.

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

The figures have not been audited or reviewed by the Company's auditor.

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

Not applicable. The figures have not been audited or reviewed by the Company's auditor.

3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:—

Updates on the efforts taken to resolve each outstanding audit issue.

Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

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

Not applicable. The Group's latest financial statements for the financial year ended 31 March 2020 are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

4. Whether the same accounting policies and methods of computation as in the Issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation in the preparation of financial statements for the current reporting year as those used in the most recently audited annual financial statements for the financial year ended 31 March 2020.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

In the current financial period, the Group adopted all of the new and/or revised Singapore Financial Reporting Standards ("SFRS(I)") that are relevant to its operations and are effective for the financial year beginning 1 April 2020.

The adoption of these new and/or revised SFRS(I) did not result in any substantial changes to the Group's and the Company's accounting policies or any significant impact on the financial statements for the current or prior financial periods reported on.

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

	1H2021 (Unaudited)	1H2020 (Unaudited)
(Loss)/Earnings per share from continuing operations		
(a) Basic (loss)/earnings per share (SGD cents)	(0.07)	0.10
(b) Diluted (loss)/earnings per share (SGD cents)	(0.07)	0.10
(Loss)/Earnings per share from continuing and discontinued operations		
(a) Basic (loss)/earnings per share (SGD cents)	(0.07)	1.5
(b) Diluted (loss)/earnings per share (SGD cents)	(0.07)	1.5

- (a) Basic loss per share of the Group for the half year financial period ended 30 September 2020 (“1H2021”) is calculated based on the weighted average number of ordinary shares in issue of 958,201,064 .

Basic earnings per share of the Group for the half year financial period ended 30 September 2019 (“1H2020”) is calculated based on the weighted average number of ordinary shares in issue of 923,092,718.

Diluted loss per share of the Group in 1H2021 and 1H2020 are the same as the basic loss per share as the unvested shares awards are anti-dilutive.

7. Net asset value (for the Issuer and Group) per ordinary share based on the total number of issued shares excluding treasury shares of the Issuer at the end of the:-
- current financial period reported on; and
 - immediately preceding financial year.

	Group		Company	
	30.09.2020 (Unaudited)	31.03.2020 (Audited)	30.09.2020 (Unaudited)	31.03.2020 (Audited)
Net asset value per ordinary share based on issued share capital (SGD cents)	1.63	1.73	2.97	3.09

The net asset value per ordinary share of the Group and the Company as at 30 September 2020 were calculated based on the total issued number of ordinary shares (excluding treasury shares) of 964,867,731 (31 March 2020: 944,867,731).

8. 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 INCOME STATEMENT OF THE GROUP

Continuing operations 1H2021 compared with 1H2020

The Group's revenue decreased by \$4.7 million to \$9.7 million in 1H2021 due mainly to lower revenue recognised in the engineering business that has been impacted by the Covid-19 pandemic which led to the temporary closure of construction sites during circuit breaker ("CB") and safe management measures required at the construction sites post-CB. The decrease in revenue is also related to the completion of certain projects in the water-related and environmental business during 1H2021.

The Group's cost of sales decreased by \$1.7 million to \$8.0 million in 1H2021 mainly due to decrease in subcontractor cost from completion of engineering work done for certain projects and suspension of activities due to COVID-19.

As a result of the above reasons, the Group's gross profit decreased by \$3.0 million to \$1.7 million and gross profit margin decreased to 17.1% in 1H2021.

The Group's other income increased by \$3.4 million to \$3.5 million in 1H2021 mainly due to job support scheme, foreign worker levy rebate, rental waiver introduced by the Singapore Government as part of COVID-19 support measures.

The Group's distribution expenses decreased by \$0.1 million to \$0.1 million in 1H2021 mainly due to lower upkeep of motor vehicles expenses.

The Group's administrative expenses increased by \$0.4 million to \$2.3 million in 1H2021 mainly due to increase in professional fees, employee related costs, and audit fees in relation to foreign associate.

The Group's finance costs decreased by \$0.7 million to \$0.5 million in 1H2021 mainly due to settlement of convertible loan and shareholder loan in September 2019.

The Group's share of loss of associate was \$0.8 million in 1H2021 compared to share of profit of associate of \$1.7 million in 1H2020

As a result of the above, the Group recorded a loss after tax of \$0.8 million in 1H2021 as compared to a profit after tax of \$0.9 million in 1H2020.

REVIEW OF FINANCIAL POSITION OF THE GROUP

Non-current assets of the Group amounted to \$24.2 million as at 30 September 2020, a decrease of \$0.8 million from \$25.0 million as at 31 March 2020. The decrease was mainly due to depreciation charges and amortisation of \$1.0 million relating to property, plant and equipment, investment property, right-of-use asset and intangible assets, share of associate's loss of \$0.8 million and partially offset by the purchase of property, plant and equipment and intangibles assets of \$0.8 million and an increase of \$0.2 million in amount due from associates.

Current assets were \$13.6 million as at 30 September 2020. The decrease of \$3.2 million from \$16.8 million as at 31 March 2020 was mainly due to a decrease of \$4.9 million in trade and other receivables and contract assets, and partially offset with the increase in cash and short term deposits of \$1.8 million. The decrease in contract assets was due to billing to customers and the increase in cash and short term deposits was due to cash grants received from government.

Current liabilities were \$12.0 million as at 30 September 2020. The decrease of \$6.0 million from \$18.0 million as at 31 March 2020 was mainly due to decrease of \$1.0 million in trade and other payable, and decrease of \$5.0 million in contract liabilities, bank borrowings, lease liabilities and shareholder loans from repayments made. The decrease in contract liabilities was due to timing of recognition of revenue.

Non-current liabilities were \$9.9 million as at 30 September 2020. The increase of \$2.6 million from \$7.3 million as at 31 March 2020 was mainly due to an increase of \$3.0 million in bank borrowings and partially offset with the decrease of \$0.4 million in lease liabilities.

The Group had a positive working capital of \$1.6 million as at 30 September 2020 as compared to a negative working capital of \$1.2 million as at 31 March 2020.

REVIEW OF CASH FLOW STATEMENT OF THE GROUP

The Group recorded net cash generated from operating activities amounting to \$3.9 million in 1H2021. The net cash generated from operating activities was mainly due to operating cash inflow before working capital changes of \$1.7 million and net cash inflow of \$2.2 million from working capital changes.

Net cash of \$0.8 million used in investing activities in 1H2021, was mainly due to cash outflow used in purchase of plant and equipment and intangible assets. This was partially offset with the cash inflow from proceeds arising from disposal of plant and equipment.

Net cash of \$1.4 million used in financing activities in 1H2021, was mainly due to increase in fixed deposits pledged, repayment of bank borrowings, shareholders loan, lease liability and loan interest. This was offset by the cash inflow from bank borrowings.

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

No forecast or prospect statement has been previously issued.

10. 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 Covid-19 outbreak has continually led to a negative impact to our engineering business related to infrastructure construction in Singapore. Notwithstanding this, we have continued to market our in-house developed construction technologies where we are a leading player in the construction industry. This includes our automation technology that reduces the manpower and manual operations, and digital technologies such as Artificial Intelligence (AI) and Big Data Analytics technologies that digitalise the engineering business to mitigate the impact of Covid-19.

Tritech Water Technologies Pte. Ltd and Tritech SysEng (S) Pte. Ltd. are actively marketing our water & environmental related products such as the new proprietary product, VaVie™ Clean Wash Sanitize in Singapore and the international markets. In addition, an AI-based Data Analytics System (“ADAS”) is under its development journey to make digital transformation for both engineering and water-related and environmental businesses.

11. If a decision regarding dividend has been made:-

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

(b)(i) Amount per share (cents)
(Optional) Rate (%)
Nil

(b)(ii) Previous corresponding period (cents)
(Optional) Rate (%)
Nil

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

(d) The date the dividend is payable.
Not applicable

(e) The date on which Registrable Transfers received by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined.
Not applicable

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

No dividend has been declared or recommended for the financial period ended 30 September 2020. The Company did not declare any dividend as the Company was in loss making position.

13. Interested Person Transactions

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.

The Company has not obtained a general mandate from its shareholders for interested person transactions.

Name of Interested Person	Nature of Relationship	Aggregate value of interested person transactions during 1H2021 (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) \$'000	Aggregate value of all interested person transactions during 1H2021 which are conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) \$'000
Consultancy fees payable to Dr Loh Chang Kaan	Non-Independent Non-Executive Director	372	–

The consultancy fees payable to Dr Loh Chang Kaan as stated above is the agreed annual remuneration for his services rendered or to be rendered pursuant to the consultancy contracts entered into between Dr Loh Chang Kaan and TGL Engineering Group Pte Ltd ("**TGL Engineering**") and Trittech Consultant Pte. Ltd. ("**Trittech Consultants**") respectively (collectively the "Consultancy Contracts"). Under the terms of the Consultancy Contracts, Dr Loh, who has the requisite qualifications and experience in engineering work, has agreed to provide certain consultancy services to Trittech Consultants and Trittech Engineering, including, in the case of TGL Engineering, to assist Presscrete Engineering Pte Ltd ("**Presscrete**"), a former subsidiary of the Group, in undertaking the completion of certain agreed projects of Presscrete which TGL Engineering had undertaken to procure in connection with the disposal of the Presscrete.

14. Confirmation pursuant to Rule 720(1) of the Catalist Listing Manual.

The Company has procured undertakings from all its directors and executive officer under Rule 720(1).

15. Confirmation pursuant to Rule 705(5) of the Catalist Listing Manual.

The Board of Directors of the Company hereby confirms that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial statements for the six month ended 30 September 2020 to be false or misleading in any material aspect.

16. Disclosures on Acquisition and Realisation of shares Pursuant to Rule 706A

There were no acquisition or realisation of shares pursuant to Rule 706A during 1H2021 however please refer to the Company's announcements on 2 October 2020 and 13 November 2020 for details of certain changes to the Company's interest in subsidiaries for the period subsequent to 1H2021.

BY ORDER OF THE BOARD

Dr Wang Xiaoning
Managing Director
13 November 2020