



TIH LIMITED
(Registration Number: 199400941K)

***Condensed Interim Financial Statements and Dividend Announcement
for the six months ended 30 June 2021***

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A. Condensed interim consolidated statement of profit or loss and other comprehensive income

	Note	Group		Increase / (Decrease) %
		6 months ended 30 Jun 2021 S\$'000	6 months ended 30 Jun 2020 S\$'000	
Dividends from subsidiary	a	-	1,691	(100)
Net change in fair value of equity investments at fair value through profit or loss ("FVTPL")	b	11,558	(7,545)	nm
Net change in fair value of debt investment at FVTPL	c, 13	410	413	(1)
Net gains/(loss) from investments		11,968	(5,441)	nm
Other operating income	d, 13	1,506	2,067	(27)
Total investment income/(loss)		13,474	(3,374)	nm
Finance income		109	104	5
Finance costs		(3)	(4)	(25)
Net finance income		106	100	6
Operating expenses	e	(2,145)	(2,496)	(14)
Profit/(loss) before tax	14	11,435	(5,770)	nm
Income tax		(102)	-	nm
Profit/(loss) for the financial period / Total comprehensive income/(deficit) for the financial period attributable to owners of the Company		11,333	(5,770)	nm
Earnings per share				
Basic earnings per share (cents)		4.69	(2.39)	nm
Diluted earnings per share (cents)		4.69	(2.39)	nm

nm: Not meaningful

Notes:

- (a) The Company has two wholly owned subsidiaries, Little Rock Group Limited (“Little Rock”) and Killian Court Pte Ltd (“Killian Court”), for the purpose of investment holding. These subsidiaries were measured at equity investments at FVTPL. The subsidiaries will distribute dividends to the Company as and when there is sufficient cash and retained earnings for distribution. Consequently, there will be a corresponding decrease in fair value of these subsidiaries upon distribution of the dividends to the Company. No distribution of dividends from subsidiaries during the period ended 30 June 2021 (“1H2021”).
- (b) The net gain in equity investments at FVTPL of S\$11.56 million for 1H2021 was mainly attributed to the appreciation in fair value of Fortune Crane Limited (“Fortune Crane”) of S\$4.28 million and other portfolio investments held through subsidiaries of S\$7.28 million.
- (c) The debt investment at FVTPL relates to a shareholder loan granted to Fortune Crane, as part of total investment to acquire the underlying quoted shares. The net gain of S\$0.41 million for 1H2021 relates to the accrual of interest on the loan.
- (d) Other operating income of S\$1.51 million for 1H2021 was mainly derived from advisory and management fees income of S\$1.12 million and other fee income of S\$0.35 million and jobs support scheme payout of S\$0.04 million.
- (e) Operating expenses of S\$2.15 million for 1H2021 was lower than prior year of S\$2.5 million by S\$0.35 million mainly attributed to lower consultancy and advisory fees expense of S\$0.45 million for 1H2021. This was offset partially by commission compensation of S\$0.11 million payable to cornerstone investors of Vasanta Fund SPC in 1H2021.

B. Condensed interim statements of financial position

	Note	Group		Company	
		30 Jun 2021 S\$'000	31 Dec 2020 S\$'000	30 Jun 2021 S\$'000	31 Dec 2020 S\$'000
Assets					
Current assets					
Cash and cash equivalents	f, 4	14,413	18,310	6,652	13,244
Other receivables	g, 5	1,504	3,389	780	792
Amounts due from related parties		356	348	352	348
Debt investment at FVTPL	h, 6	40,485	40,075	40,485	40,075
		<u>56,758</u>	<u>62,122</u>	<u>48,269</u>	<u>54,459</u>
Non-current assets					
Investments					
- Equity investments at FVTPL	i, 7	88,781	74,734	88,781	74,734
- Subsidiary	8	-	-	7,000	7,000
		<u>88,781</u>	<u>74,734</u>	<u>95,781</u>	<u>81,734</u>
Property, plant and equipment		21	36	-	-
Right-of-use assets	j	300	72	-	-
		<u>89,102</u>	<u>74,842</u>	<u>95,781</u>	<u>81,734</u>
Total assets		<u>145,860</u>	<u>136,964</u>	<u>144,050</u>	<u>136,193</u>
Liabilities					
Current liabilities					
Other payables	k, 9	19,187	19,531	18,771	18,869
Lease liabilities	j	153	56	-	-
Current tax liabilities		89	-	-	-
		<u>19,429</u>	<u>19,587</u>	<u>18,771</u>	<u>18,869</u>
Non-current liabilities					
Other payables	9	22	20	-	-
Lease liabilities	j	153	17	-	-
		<u>175</u>	<u>37</u>	<u>-</u>	<u>-</u>
Total liabilities		<u>19,604</u>	<u>19,624</u>	<u>18,771</u>	<u>18,869</u>
Net assets		<u>126,256</u>	<u>117,340</u>	<u>125,279</u>	<u>117,324</u>
Equity attributable to owners of the Company					
Share capital	10	56,650	56,650	56,650	56,650
Retained earnings		69,050	60,134	68,073	60,118
Capital reserve		556	556	556	556
Total equity		<u>126,256</u>	<u>117,340</u>	<u>125,279</u>	<u>117,324</u>

Notes:

- (f) Cash and cash equivalents decreased by S\$3.9 million from S\$18.31 million as at 31 December 2020 to S\$14.41 million as at 30 June 2021. The decrease was mainly due to net investments of S\$2.49 million and dividend payment of S\$2.42 million for the financial year ended 31 December 2020. The decrease was offset partially by receipt from other receivables of S\$1.89 million.
- (g) Other receivables decreased by S\$1.89 million from S\$3.39 million as at 31 December 2020 to S\$1.5 million as at 30 June 2021 mainly due to receipt of fee income.
- (h) Debt investment at FVTPL relates to a shareholder loan granted to Fortune Crane, as part of total investment to acquire the underlying quoted shares. Debt investment at FVTPL increased by S\$0.41 million from S\$40.08 million as at 31 December 2020 to S\$40.49 million as at 30 June 2021 mainly due to accrual of interest receivable of S\$0.41 million.
- (i) Equity investments at FVTPL increased by S\$14.05 million from S\$74.73 million as at 31 December 2020 to S\$88.78 million as at 30 June 2021. The increase was mainly due to increase in fair value gain of S\$11.56 million and net investments of S\$2.49 million.
- (j) Right-of-use assets increased by S\$0.23 million from S\$0.07 million as at 31 December 2020 to S\$0.3 million as at 30 June 2021. The increase was due to the renewal of office lease agreement for another two years. A corresponding lease liability of S\$0.31 million was recognised. The right-of-use asset is subsequently depreciated over the lease term.
- (k) Other payables of S\$19.19 million as at 30 June 2021 comprise mainly provision for tax and expenses relating to the divestments of a portfolio company.

C. Condensed interim statements of changes in equity

Group	Note	Share capital S\$'000	Capital reserve S\$'000	Retained earnings S\$'000	Total S\$'000
2021					
At beginning of the financial period		56,650	556	60,134	117,340
Total comprehensive income for the financial period					
Profit for the financial period		-	-	11,333	11,333
Total comprehensive income for the financial period		-	-	11,333	11,333
Transactions with owners, recorded directly in equity					
<i>Distributions to owners of the Company</i>					
Dividends paid	11	-	-	(2,417)	(2,417)
At 30 June 2021		56,650	556	69,050	126,256
2020					
At beginning of the financial period		56,650	556	69,405	126,611
Total comprehensive deficit for the financial period					
Loss for the financial period		-	-	(5,770)	(5,770)
Total comprehensive deficit for the financial period		-	-	(5,770)	(5,770)
Transactions with owners, recorded directly in equity					
<i>Distributions to owners of the Company</i>					
Dividends paid	11	-	-	(2,417)	(2,417)
At 30 June 2020		56,650	556	61,218	118,424

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

Company	Note	Share capital S\$'000	Capital reserve S\$'000	Retained earnings S\$'000	Total S\$'000
2021					
At beginning of the financial period		56,650	556	60,118	117,324
Total comprehensive income for the financial period					
Profit for the financial period		-	-	10,372	10,372
Total comprehensive income for the financial period		-	-	10,372	10,372
Transactions with owners, recorded directly in equity					
<i>Distributions to owners of the Company</i>					
Dividends paid	11	-	-	(2,417)	(2,417)
At 30 June 2021		56,650	556	68,073	125,279
2020					
At beginning of the financial period		56,650	556	71,172	128,378
Total comprehensive deficit for the financial period					
Loss for the financial period		-	-	(7,084)	(7,084)
Total comprehensive deficit for the financial period		-	-	(7,084)	(7,084)
Transactions with owners, recorded directly in equity					
<i>Distributions to owners of the Company</i>					
Dividends paid	11	-	-	(2,417)	(2,417)
At 30 June 2020		56,650	556	61,671	118,877

D. Condensed interim consolidated statement of cash flows

	Group	
	6 months ended	6 months ended
	30 Jun 2021 S\$'000	30 Jun 2020 S\$'000
Note		
Cash flows from operating activities		
Profit/(loss) before tax for the financial period	11,435	(5,770)
Adjustments for:		
Interest income from deposits	(2)	(30)
Interest expense on lease liabilities	3	4
Dividends from subsidiary	-	(1,691)
Depreciation on property, plant and equipment	15	16
Depreciation on right-of-use assets	88	86
Gain on disposal of property, plant and equipment	-	(4)
Net change in fair value of equity investments at FVTPL	(11,558)	7,545
Net change in fair value of debt investment at FVTPL	(410)	(413)
Unrealised exchange (gains)/loss	(74)	140
	<u>(503)</u>	<u>(117)</u>
Changes in operating assets and liabilities		
Equity investments at FVTPL	(2,489)	3,059
Other receivables	1,885	(303)
Amount due from related parties	(8)	(6,974)
Other payables	(429)	(751)
Cash used in operations	(1,544)	(5,086)
Dividends from subsidiary	-	1,691
Net interest (paid)/received	(1)	29
Income tax paid	(13)	-
Net cash used in operating activities	<u>(1,558)</u>	<u>(3,366)</u>
Cash flows from investing activity		
Purchase of property, plant and equipment, net	-	(44)
Net cash used in investing activity	<u>-</u>	<u>(44)</u>
Cash flows from financing activities		
Payment of lease liabilities	(83)	(81)
Dividends paid	(2,417)	(2,417)
Net cash used in financing activities	<u>(2,500)</u>	<u>(2,498)</u>
Net decrease in cash and cash equivalents	<u>(4,058)</u>	<u>(5,908)</u>
Cash and cash equivalents at beginning of the period	18,310	14,201
Effect of exchange rate fluctuations on cash held	161	38
Cash and cash equivalents at end of the period	<u>14,413</u>	<u>8,331</u>

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

TIH Limited (the “Company”) is incorporated and domiciled in Singapore and its shares are publicly traded on the Mainboard of Singapore Exchange Securities Trading Limited (“SGX-ST”). These condensed interim consolidated financial statements as at and for the six months ended 30 June 2021 comprise the Company and its subsidiaries (collectively, the Group).

The Company is a private equity investment company which invests primarily in companies located in Asia.

2. Basis of preparation

The condensed interim financial statements for the six months ended 30 June 2021 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“SFRS(I)”) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2020.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s.

The condensed interim financial statements are presented in Singapore dollars, which is the Company’s functional currency. All financial information presented in Singapore dollars has been rounded to the nearest thousand, unless otherwise stated.

2.1 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, liabilities, income and expenses. 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 2020.

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 is included in Note 2.3 – determining whether the Company meets the definition of an investment entity.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment within the next interim period are included in Note 12 – fair value determination of investments.

2.2 Measurement of fair values

The Group has an established control framework with respect to the measurement of fair values. This framework includes a valuation team that has overall responsibility for all significant fair value measurements, including Level 3 fair values, and reports to the Board of Directors.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair value, then the valuation team assesses and documents the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of SFRS(I), including the level in the fair value hierarchy in which such valuations should be classified. Significant valuation issues are reported to the Board of Directors.

Fair values of financial assets that are traded in active markets are based on quoted prices. For unquoted investments, the valuation team determines fair values using valuation approaches such as multiples and recent comparable transactions. The objective is to arrive at a fair value determination that reflects the price of the financial instrument at the reporting date that would have been determined by market participants acting at arm's length. Derivative financial instruments are based on dealer price quotations.

The valuation of the unquoted investments involves estimates, assumptions and judgement based upon available information and does not necessarily represent amounts which might ultimately be realised, since such amounts depend on future events. Due to the inherent uncertainty of valuation, the estimated fair values for the unquoted investments may differ significantly from the amounts that might ultimately be realised.

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

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

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

The Group recognises transfers between levels of the fair value hierarchy as of the end of the reporting period during which the change has occurred.

Further information about the assumptions made in measuring fair values is included in Note 12 – financial instruments.

2.3 Investment entity

In determining whether the Company meets the definition of an investment entity, management considered the business purpose and structure of the Group as a whole. The Company has been deemed to meet the definition of an investment entity as the Company obtains funds for the purpose of providing investors with professional investment management services, and manages the investment portfolio on a fair value basis as the Group seeks to invest for capital appreciation and investment income. Consequently, the Company measures its controlled subsidiary investments which do not provide investment-related services, at fair value through profit or loss (“FVTPL”).

3. Seasonal operations

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

4. Cash and cash equivalents

	----- Group -----		----- Company -----	
	30 Jun 2021 S\$'000	31 Dec 2020 S\$'000	30 Jun 2021 S\$'000	31 Dec 2020 S\$'000
Cash and bank balances	8,688	8,200	3,300	6,696
Short-term fixed deposits with banks	5,725	10,110	3,352	6,548
	14,413	18,310	6,652	13,244

5. Other receivables

	----- Group -----		----- Company -----	
	30 Jun 2021 S\$'000	31 Dec 2020 S\$'000	30 Jun 2021 S\$'000	31 Dec 2020 S\$'000
Contract asset	–	1,826	–	–
Deposits	43	43	–	–
Prepayments	53	81	2	12
Others	1,408	1,439	778	780
	1,504	3,389	780	792

The contract asset in the immediately preceding year relates to the Group's rights to advisory fee income for services rendered but not billed at the reporting date. The contract asset are transferred to other receivables when the rights become unconditional. This usually occurs when the Group invoices the customer.

6. Debt investment at FVTPL

As at 30 June 2021, the loan receivable from a portfolio investment at FVTPL is unsecured, bears interest of 2.25% (31 December 2020: 2.25%) per annum and is repayable on demand. The loan is measured using the expected cash flow approach.

7. Equity investments at FVTPL

	Group and Company	
	30 Jun 2021 S\$'000	31 Dec 2020 S\$'000
Subsidiaries, mandatorily at FVTPL	83,156	73,393
Equity investments, mandatorily at FVTPL	5,625	1,341
	88,781	74,734

Included in the carrying amounts of the subsidiaries for the Group and the Company were unsecured, interest-free loans with no fixed repayment terms of \$63,672,000 (31 December 2020: \$60,485,000) which were in substance the Company's net investment in the subsidiaries.

These subsidiaries are measured at FVTPL as the Company meets the qualifying criteria of an investment entity.

Fair values of the subsidiaries are derived based on their net asset values. Management believes that net asset value reasonably approximates fair value as the subsidiaries are investment holding companies which hold portfolio investments of the Group and are measured at fair value.

8. Investments - Subsidiary

	Company	
	30 Jun	31 Dec
	2021	2020
	S\$'000	S\$'000
Unquoted equity shares, at cost	7,000	7,000

As the subsidiary provides investment management and related services to the Group, the subsidiary is measured at cost less impairment by the Company and consolidated by the Group.

Details of the subsidiary are as follows:

Name of company	Principal activity	Country of incorporation and place of business	Effective equity interest	
			30 Jun	31 Dec
			2021	2020
			%	%
TIH Investment Management Pte. Ltd.	Investment management	Singapore	100	100

9. Other payables

	----- Group -----		----- Company -----	
	30 Jun	31 Dec	30 Jun	31 Dec
	2021	2020	2021	2020
	S\$'000	S\$'000	S\$'000	S\$'000
Current				
Amount due to a related party	1,880	1,880	1,880	1,880
Contract liability	98	41	-	-
Directors' fees payable	196	413	196	413
Others	17,013	17,197	16,695	16,576
	19,187	19,531	18,771	18,869
Non-current				
Others	22	20	-	-
	19,209	19,551	18,771	18,869

Amount due to a related party is unsecured, interest-free and repayable on demand.

Included in others is an amount of \$16,148,000 (31 December 2020: \$16,062,000) for the Group and the Company for foreign tax and expenses relating to certain divestments made in prior years.

The contract liability relates to advance billing to customer for fund management services.

10. Share capital

	30 Jun	31 Dec
	2021	2020
	Number of shares '000	'000
Company		
At 1 January and end of financial period	241,686	241,686

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

Ordinary shares

The holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at meetings of the Company.

Share options

On 18 May 2020, the Company entered into separate option agreements (each, an “**Option Agreement**” and together the “**Option Agreements**”) with each of Eden Capital Pte. Ltd. (“**Eden**”), PT Mahanusa Capital (“**PT Capital**”) and PT Mahanusa Aneka Usaha (“**PT Usaha**”) (each, an “**Option Holder**” and together the “**Option Holders**”). Pursuant to each Option Agreement, the Company has granted individual single use non-listed and non-transferable options (“**Options**”) which confer on each Option Holder the right to require the Company to allot and issue to such Option Holder a maximum number of ordinary shares in TIH Limited, as set out below (each, an “**Option Share**” and together the “**Option Shares**”) on the terms and subject to the conditions set out in the corresponding Option Agreement.

Option Holders	Maximum Number of Option Shares
Eden	24,047,721 Shares
PT Capital	16,030,211 Shares
PT Usaha	8,017,510 Shares

These options are valid for a period of 36 calendar months beginning from the date of the Option Agreements dated 18 May 2020 and expiring on 17 May 2023.

The exercise price (“**Exercise Price**”) in respect of each Option Share shall be the higher of: (a) the net asset value of an ordinary Share as at the date of the exercise of the Option, as determined by the Company; and (b) \$0.60, which in any event shall not be more than a 10% discount to the last dealt price of a Share immediately preceding the date of the exercise of the Option (“**Last Closing Price**”). Where the Exercise Price calculated in accordance with (a) and (b) represents more than a 10% discount to the Last Closing Price, the Exercise Price shall be fixed at a price representing a 10% discount to the Last Closing Price. The Exercise Price shall be subject to the permitted adjustments as defined in the Option Agreements.

Assuming all the Options are fully exercised and the Consideration is fully satisfied in cash at the Exercise Price of \$0.60, the allotment and issuance of the Option Shares will allow the Company to raise gross proceeds of approximately \$28,857,000, subject to any permitted adjustments that may affect the Exercise Price.

11. Dividends

The following exempt (one-tier) dividends were paid by the Company:

	Company	
	6 months ended	6 months ended
	30 Jun	30 Jun
	2021	2020
	S\$’000	S\$’000
Paid by the Company to owners of the Company		
\$0.01 per ordinary share in respect of financial year ended		
31 December 2020 (30 Jun 2020: \$0.01 per ordinary share in		
respect of financial year ended 31 December 2020)	2,417	2,417

12. Financial instruments

Financial assets and liabilities

Accounting classification and fair values

The carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy are as follows. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

Group	Carrying amount				Fair value			
	Mandatorily at FVTPL – others S\$'000	Amortised cost S\$'000	Other financial liabilities S\$'000	Total S\$'000	Level 1 S\$'000	Level 2 S\$'000	Level 3 S\$'000	Total S\$'000
30 June 2021								
Financial assets measured at fair value								
Debt investment at FVTPL	40,485	–	–	40,485	–	40,485	–	40,485
Equity investments at FVTPL	88,781	–	–	88,781	–	–	88,781	88,781
	<u>129,266</u>	<u>–</u>	<u>–</u>	<u>129,266</u>				
Financial assets not measured at fair value								
Cash and cash equivalents	–	14,413	–	14,413				
Other receivables (excludes prepayments)	–	1,451	–	1,451				
Amounts due from related parties	–	356	–	356				
	<u>–</u>	<u>16,220</u>	<u>–</u>	<u>16,220</u>				
Financial liabilities not measured at fair value								
Other payables (excludes contract liability)	–	–	(19,111)	(19,111)				
31 December 2020								
Financial assets measured at fair value								
Debt investment at FVTPL	40,075	–	–	40,075	–	40,075	–	40,075
Equity investments at FVTPL	74,734	–	–	74,734	–	–	74,734	74,734
	<u>114,809</u>	<u>–</u>	<u>–</u>	<u>114,809</u>				
Financial assets not measured at fair value								
Cash and cash equivalents	–	18,310	–	18,310				
Other receivables (excludes prepayments)	–	3,308	–	3,308				
Amounts due from related parties	–	348	–	348				
	<u>–</u>	<u>21,966</u>	<u>–</u>	<u>21,966</u>				
Financial liabilities not measured at fair value								
Other payables (excludes contract liability)	–	–	(19,510)	(19,510)				

	Carrying amount				Fair value			
	Mandatorily at FVTPL – others S\$'000	Amortised cost S\$'000	Other financial liabilities S\$'000	Total S\$'000	Level 1 S\$'000	Level 2 S\$'000	Level 3 S\$'000	Total S\$'000
Company								
30 June 2021								
Financial assets measured at fair value								
Debt investment at FVTPL	40,485	–	–	40,485	–	40,485	–	40,485
Equity investments at FVTPL	88,781	–	–	88,781	–	–	88,781	88,781
	<u>129,266</u>	<u>–</u>	<u>–</u>	<u>129,266</u>				
Financial assets not measured at fair value								
Cash and cash equivalents	–	6,652	–	6,652				
Other receivables (excludes prepayments)	–	778	–	778				
Amounts due from related parties	–	352	–	352				
	<u>–</u>	<u>7,782</u>	<u>–</u>	<u>7,782</u>				
Financial liabilities not measured at fair value								
Other payables (excludes contract liability)	–	–	(18,771)	(18,771)				
31 December 2020								
Financial assets measured at fair value								
Debt investment at FVTPL	40,075	–	–	40,075	–	40,075	–	40,075
Equity investments at FVTPL	74,734	–	–	74,734	–	–	74,734	74,734
	<u>114,809</u>	<u>–</u>	<u>–</u>	<u>114,809</u>				
Financial assets not measured at fair value								
Cash and cash equivalents	–	13,244	–	13,244				
Other receivables (excludes prepayments)	–	780	–	780				
Amounts due from related parties	–	348	–	348				
	<u>–</u>	<u>14,372</u>	<u>–</u>	<u>14,372</u>				
Financial liabilities not measured at fair value								
Other payables (excludes contract liability)	–	–	(18,869)	(18,869)				

Measurement of fair values

(i) *Valuation techniques and significant unobservable inputs*

The following table shows the valuation technique used in measuring Level 2 and Level 3 fair values, as well as the significant unobservable inputs used.

Financial instruments measured at fair value

Type	Valuation technique	Significant unobservable inputs	Sensitivity to changes in significant unobservable inputs
Group and Company			
Subsidiaries, mandatorily at FVTPL	Adjusted net asset value	Not applicable.	Not applicable.
Equity investments, mandatorily at FVTPL	Adjusted net asset value	Liquidity discount (30 June 2021: 30%; 31 December 2020: 30%)	The estimated fair value would increase if the liquidity discount was lower.

Sensitivity analysis

For the fair values of equity investments, mandatorily at FVTPL, a 5% increase/(decrease) in the liquidity discount at the reporting date to one of the significant unobservable inputs, holding other inputs constant, would have a net effect of (decreasing)/increasing equity by \$402,000 (31 December 2020: \$96,000).

(ii) *Level 3 fair values*

The following table shows a reconciliation from the opening balance to the ending balance for Level 3 fair values:

	Group and Company	
	30 Jun 2021	31 Dec 2020
	S\$'000	S\$'000
At 1 January	74,734	90,254
Investments	2,794	18,734
Repayment of loan	(305)	(11,255)
Total unrealised gains and losses recognised in profit or loss:		
- net change in fair value of equity investments at FVTPL	11,558	(22,999)
At end of financial period	88,781	74,734

There were no transfers between Level 1, 2 and 3 during the period ended 30 June 2021 and year ended 31 December 2020 for the Group and the Company.

13. Other operating income

	Group		
	6 months ended	6 months ended	Increase /
	30 Jun	30 Jun	(Decrease)
	2021	2020	
	S\$'000	S\$'000	%
Advisory and management fees income	1,118	827	35
Other fee income	347	1,013	(66)
Grant income	41	119	(66)
Other income	-	108	(100)
	<u>1,506</u>	<u>2,067</u>	(27)

14. Profit before taxation

The following items have been included in arriving at profit/(loss) for the period:

	Group		
	6 months ended	6 months ended	Increase /
	30 Jun	30 Jun	(Decrease)
	2021	2020	
	S\$'000	S\$'000	%
Audit fees paid/payable to:			
- Auditor of the Company for statutory audit of the Company and the Group	87	87	-
Non-audit fees paid/payable to:			
- Auditor of the Company	10	17	(41)
Depreciation on property, plant and equipment	15	16	(6)
Depreciation on right-of-use assets	88	86	2
Directors' remuneration	196	207	(5)
Staff costs	831	861	(3)
Consultancy and advisory fees	126	576	(78)
Legal and professional fees	381	392	(3)
Others	411	254	62
	<u>2,145</u>	<u>2,496</u>	(14)

15. Related parties

Amounts due from related parties are non-trade, unsecured and repayable on demand.

In addition to the related party information shown elsewhere in the financial statements, the following significant transactions took place between the Group and related parties for the six months ended 30 June 2021:

Transactions with key management personnel

Key management personnel compensation

Key management personnel compensation comprised:

	Group	
	6 months ended	6 months ended
	30 Jun	30 Jun
	2021	2020
	S\$'000	S\$'000
Directors' remuneration	196	207
Salaries and other short-term employee benefits	166	166
	362	373

Other related party transactions

	Group	
	6 months ended	6 months ended
	30 Jun	30 Jun
	2021	2020
	S\$'000	S\$'000
Service fees		
ASM Administration Limited, an associate of Argyle Street Management Holdings Limited, a controlling shareholder of the Company	343	360

16. Segment information

The Group determines the operating segments based on the reports reviewed by the Group's chief decision makers that are used to make strategic decisions. The group classifies its operating segments into two segments:

- Investment Business – relates to private equity segment which is to invest, for capital appreciation in growing private companies primarily located in Asia.
- Fund Management – relates to the Group's fund management activities conducted by its wholly owned subsidiary, TIH Investment Management Pte. Ltd., which provides fund management, consultancy, advisory and related services. Intra-group revenues are eliminated at consolidated level.

6 months ended 30 June 2021	Investment Business S\$'000	Fund Management S\$'000	Elimination S\$'000	Total S\$'000
Net gains from investments	11,968	–	–	11,968
Other operating income	–	2,380	(874)	1,506
Total investment income	11,968	2,380	(874)	13,474
Net finance income	29	77	–	106
Operating expenses	(1,625)	(1,394)	874	(2,145)
Profit before tax	10,372	1,063	–	11,435
Income tax	–	(102)	–	(102)
Profit for the financial period / Total comprehensive income for the financial period attributable to owners of the Company	10,372	961	–	11,333

6 months ended 30 June 2020

Net loss from investments	(5,441)	–	–	(5,441)
Other operating income	–	3,021	(954)	2,067
Total investment (loss)/income	(5,441)	3,021	(954)	(3,374)
Net finance income	58	42	–	100
Operating expenses	(1,701)	(1,749)	954	(2,496)
(Loss)/profit before tax	(7,084)	1,314	–	(5,770)
Income tax	–	–	–	–
(Loss)/profit for the financial period / Total comprehensive (deficit)/income for the financial period attributable to owners of the Company	(7,084)	1,314	–	(5,770)

Geographical information

	Total investment income		Non-current assets		Current assets	
	6 months ended 30 Jun 2021 S\$'000	6 months ended 30 Jun 2020 S\$'000	30 Jun 2021 S\$'000	30 Jun 2020 S\$'000	30 Jun 2021 S\$'000	30 Jun 2020 S\$'000
Group						
China/Hong Kong SAR	745	2,326	8,237	8,633	–	–
Singapore	8,733	8,986	15,518	6,821	40,485	39,658
Taiwan	966	(120)	8,878	3,340	–	–
Thailand	(776)	(515)	3,156	3,715	–	–
Japan	(261)	477	8,942	1,847	–	–
Indonesia	(885)	3,415	18,456	41,529	–	–
Malaysia	121	(37)	1,339	1,077	–	–
India	10	(204)	166	158	–	–
Australia	3,875	1,924	9,284	7,332	–	–
Philippines	(8)	(248)	313	115	–	–
Others	954	(1,406)	14,492	5,083	–	–
	13,474	(3,374)	88,781	79,650	40,485	39,658

Total investment income comprises income derived from the investment business segment which includes dividend income, net change in fair value of debt and equity investments, and fees income from the fund management segment.

Non-current assets and current assets presented in each country arise from the investment business segment but exclude the assets from the fund management segment.

17. Subsequent events

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

F. Other Information Required by Listing Rule Appendix 7.2

1. Aggregate amount of Group’s borrowing and debt securities.

Amount payable in one year or less, or on demand

As at 30/06/2021	As at 30/06/2021	As at 31/12/2020	As at 31/12/2020
Secured (S\$’000)	Unsecured (S\$’000)	Secured (S\$’000)	Unsecured (S\$’000)
-	-	-	-

Amount payable after one year

As at 30/06/2021	As at 30/06/2021	As at 31/12/2020	As at 31/12/2020
Secured (S\$’000)	Unsecured (S\$’000)	Secured (S\$’000)	Unsecured (S\$’000)
-	-	-	-

Details of collateral

Not applicable.

2.1 Details of any changes in the Company’s share capital arising from rights issue, subdivision, consolidation, 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, 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 issued share capital since the end of the previous period reported on.

As at 30 June 2021 and 30 June 2020, the total number of outstanding Option Shares arising from the exercise of the Options granted to each of Eden Capital Pte. Ltd., PT Mahanusa Capital and PT Mahanusa Aneka Usaha was 48,095,442.

2.2 To show the total number of issued shares excluding treasury shares as at end of the current financial period and as at the end of the immediately preceding year.

The Company did not have any treasury shares as at end of the current financial period reported on and as at the end of the immediately preceding financial year.

	30 Jun 2021	31 Dec 2020
Total number of issued shares	<u>241,685,638</u>	<u>241,685,638</u>

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

Not applicable.

3. 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 our auditors.

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

Not applicable.

5. 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 had consistently applied the accounting policies and methods of computation in the preparation of the financial statements for the current reporting period as compared with the audited financial statements for the year ended 31 December 2020.

6. 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.

Not applicable.

7. 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.

Earnings per ordinary share

	Group	
	6 months to 30 Jun 2021	6 months to 30 Jun 2020
Earnings per ordinary share of the Group after deducting any provisions for preference dividends:		
(a) Based on the weighted average number of ordinary shares on issue; and	4.69 cts	(2.39) cts
(b) On a fully diluted basis	4.69 cts	(2.39) cts
Earnings per ordinary share has been computed on the following weighted average number of shares:		
(a) Basic	241,685,638	241,685,638
(b) Diluted	241,685,638	241,685,638

Diluted earnings per share for the period presented is the same as basic earnings per share. Outstanding Option Shares (Note 10 of the condensed interim consolidated financial statements) have not been included in the calculation of diluted earnings per share as they are anti-dilutive.

8. Net asset value for the Group and the Company per ordinary share based on total number of issued shares excluding treasury shares of the issuer at the end of the:-

- (a) **current financial period reported on; and**
 (b) **immediately preceding financial year.**

	Group		Company	
	30 Jun 2021 S\$	31 Dec 2020 S\$	30 Jun 2021 S\$	31 Dec 2020 S\$
Net asset value per ordinary share based on issued share capital	0.52	0.49	0.52	0.49

Net asset value per ordinary share has been computed based on the number of shares in issue as at 30 June 2021 of 241,685,638 (31 December 2020: 241,685,638).

9. 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.**

The Group's income is primarily derived from the realisation and/or revaluation of its investments.

For the six months ended 30 June 2021 (1H2021), the Group reported total comprehensive income of S\$11.33 million mainly attributed to:

- (i) Fair value gain on equity investments at FVTPL of S\$11.56 million.
- (ii) Fair value gain on debt investment at FVTPL of S\$0.41 million.
- (iii) Other operating income of S\$1.51 million.

The gains were offset partially by:

- (i) Operating expenses of S\$2.15 million.

Net Asset Value ("NAV")

The Group's NAV as at 30 June 2021 was S\$126.26 million (representing a NAV of S\$0.52 per share), an increase of S\$8.92 million from the NAV of S\$117.34 million (S\$0.49 per share) as at 31 December 2020.

The increase in the Group's NAV of S\$8.92 million was largely due to fair value gain on equity investments at FVTPL of S\$11.56 million which was partially offset by dividend payment of S\$2.42 million for the financial year ended 31 December 2020.

10. 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 made.

11. 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 International Monetary Fund maintained its forecast for global growth at 6.0 per cent in 2021 and 4.9 per cent in 2022 in its July update, unchanged from its April update. However, economic prospects have diverged further across countries, influenced by the differences in pace of vaccine rollouts and policy support. Notably, the largest factor for the divergence is vaccine access, with emerging market economies and low-income countries with lower rates of vaccination as compared to advanced economies. Despite the challenges, coupled with the threat of flare-ups, financial market sentiment has remained positive given the expected global recovery.

Pent-up demand post-Covid could give rise to more private equity deal making in 2021. With soaring levels of dry powder, robust credit markets and recovering economies, deal markets for the remainder of 2021 is expected to remain active. Besides e-commerce, private equity firms are increasingly focused on opportunities related to digital health and e-learning. Additionally, general partners have increased their efforts and focus on environmental, social and corporate governance in the past few years, and is set to continue doing so.

To achieve long-term growth and provide a steady stream of returns to shareholders, TIH build on its reputation and track record to seek long-term strategic investment opportunities in special situations, corporates deleveraging and non-core secondary assets at attractive valuations. TIH will actively apply its in-depth knowledge of corporate finance and tap on its strong network of partnerships in Southeast Asia and Greater China to gain access to venture capital investments and long-term investment opportunities.

The Group's wholly-owned subsidiary, TIH Investment Management Pte. Ltd., which holds a Capital Markets Services License from the Monetary Authority of Singapore, continues to actively seek opportunities for recurring fee-based income from managing third party investment funds.

12. Dividend information

a) Current financial period reported on

Any dividend declared for the current financial period reported on? No.

b) Corresponding period of the immediately preceding financial year

Any dividend declared for the corresponding period of the immediately preceding financial year? No.

c) Date payable

Not applicable.

d) Books closure date

Not applicable.

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

No dividend has been declared for the six months ended 30 June 2021 as the Company is preserving cash for new investments and business initiatives.

14. Interested person transactions.

Pursuant to the Interested Person Transactions Mandate, the following transactions took place between the Group and interested persons during the period ended 30 June 2021:

Name of interested person	Details	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 in the listing manual of SGX-ST (excluding transactions less than S\$100,000) S\$'000
ASM Connaught House Fund III	Fees paid to TIH Investment Management Pte Ltd ("TIHIM")	659
Vasanta Fund 1 SP ⁽¹⁾	Fees paid to TIHIM ⁽²⁾ Performance incentives of Vasanta Fund paid to Two Coopers Road Limited ⁽³⁾	217 43
	Total	919

Notes:

(1) On 18 May 2020, the Company announced that it had established a new Asian active engagement fund, being the Vasanta Fund. The Company through its wholly-owned subsidiary, Killian Court Pte. Ltd. has committed US\$15 million (which is approximately S\$20,532,000 based on an exchange rate of US\$1: S\$1.3688 as at 30 September 2020) in Vasanta Fund 1 SP, a segregated portfolio of the Vasanta Fund SPC ("VF SPC"). As at 30 June 2021, total commitment of US\$15 million has been fully paid by Killian Court Pte. Ltd..

(2) VF SPC is an open-ended segregated portfolio company incorporated with limited liability under the laws of the Cayman Islands. VF SPC is set up as a feeder fund and all or substantially all of its assets, to the extent not retained in cash or cash equivalents, will be invested in redeemable preference shares of Vasanta Master Fund Pte. Ltd. ("Singapore MF"), a private limited company incorporated in Singapore. Singapore MF is managed by TIHIM, a wholly owned subsidiary of the Company and holder of capital markets services licence for fund management under the Securities and Futures Act (Chapter 289 of Singapore). Accordingly, TIHIM received fees for the investment management services provided to Singapore MF.

(3) Two Coopers Road Limited, an indirect wholly owned subsidiary of Argyle Street Management Holdings Limited, together with another third party investor, subscribed for special allocation shares in the capital of VF SPC which conferred each party a right to receive performance incentives from the Vasanta Fund.

15. Please disclose the status on the use of proceeds raised from IPO and any offerings pursuant to Chapter 8 and whether the use of proceeds is in accordance with the stated use. Where the proceeds have been used for working capital purposes, a breakdown with specific details on how the proceeds have been applied must be disclosed.

No new proceeds have been raised for the period ended 30 June 2021.

16. Confirmation pursuant to Rule 705(5) in the Listing Manual of SGX-ST.

The Board has confirmed that to the best of its knowledge, nothing has come to its attention, which may render the unaudited financial results of the Group for the interim financial period ended 30 June 2021 to be false or misleading in any material aspect.

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

The Board of Directors hereby confirms that it has procured the undertakings from all its directors and executive officers as required in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing.

BY ORDER OF THE BOARD
For and on behalf of TIH Limited

Allen Wang
CEO
TIH Investment Management Pte. Ltd.
12 August 2021