



**PAN ASIAN HOLDINGS LIMITED**  
(Incorporated in the Republic of Singapore)  
(Company Registration No. 197902790N)

**FULL YEAR FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED**  
**31 DECEMBER 2021**

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FULL YEAR ENDED 31 DECEMBER 2021**

	GROUP						
	Note	6 months ended 31 December		Increase/ (Decrease)	12 months ended 31 December		Increase/ (Decrease)
		2021	2020	%	2021	2020	%
		S\$'000	S\$'000		S\$'000	S\$'000	
<b>Revenue</b>	4	15,882	15,229	4.3	22,240	22,927	(3.0)
Cost of sales		(11,112)	(10,302)	7.9	(15,669)	(16,002)	(2.1)
Gross profit		4,770	4,927	(3.2)	6,571	6,925	(5.1)
Interest income		27	10	NM	50	22	NM
Other gains	5	159	364	NM	502	1,472	NM
Marketing and distribution costs	5	(595)	(1,710)	(65.2)	(1,467)	(2,798)	(47.6)
Administrative expenses	5	(1,990)	(1,359)	46.4	(4,432)	(3,882)	14.2
Finance costs		(77)	(136)	(43.4)	(165)	(229)	(27.9)
Other losses	5	(923)	(473)	NM	(1,074)	(1,248)	NM
Share of profit / (loss) from equity-accounted associate		19	(25)	NM	16	(9)	NM
Share of (loss) from equity-accounted joint ventures		(239)	(1)	NM	(256)	(105)	NM
<b>Profit / (Loss) before tax</b>		<b>1,151</b>	<b>1,597</b>	NM	<b>(255)</b>	<b>148</b>	NM
Income tax expenses	6	(176)	(357)	(50.7)	(219)	(397)	(44.8)
<b>Profit / (Loss) net of tax</b>		<b>975</b>	<b>1,240</b>	NM	<b>(474)</b>	<b>(249)</b>	NM
<b>Other comprehensive income / (loss)</b>							
<b>Items that may be reclassified subsequently to profit or loss:</b>							
Currency translation differences arising from consolidation							
- Gains / (loss)		34	(23)	NM	109	19	NM
- Reclassification to profit or loss arising from disposal of		-	(1)	NM	-	23	NM
Other comprehensive income for the year, net of tax		34	(24)	NM	109	42	NM
<b>Total comprehensive Income / (loss)</b>		<b>1,009</b>	<b>1,216</b>	NM	<b>(365)</b>	<b>(207)</b>	NM
Profit / (Loss) attributable to owners of the parent, net of tax		975	1,240	NM	(474)	(249)	NM
Profit attributable to non-controlling interests, net of tax		-	-	NM	-	-	NM
<b>Loss net of tax</b>		<b>975</b>	<b>1,240</b>	NM	<b>(474)</b>	<b>(249)</b>	NM
Total comprehensive Income / (loss) attributable to owners of the parent		1,009	1,216	NM	(365)	(207)	NM
Total comprehensive income attributable to non-controlling		-	-	NM	-	-	NM
<b>Total comprehensive loss</b>		<b>1,009</b>	<b>1,216</b>	NM	<b>(365)</b>	<b>(207)</b>	NM
<b>Earning per share</b>							
Basic and diluted - Singapore cents		<b>0.46</b>	<b>0.58</b>		<b>(0.22)</b>	<b>(0.12)</b>	

NM - Not Meaningful

**CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2021**

	<u>Note</u>	<u>Group</u>		<u>Company</u>	
		<u>31-Dec-21</u> <u>S\$'000</u>	<u>31-Dec-20</u> <u>S\$'000</u>	<u>31-Dec-21</u> <u>S\$'000</u>	<u>31-Dec-20</u> <u>S\$'000</u>
<b><u>ASSETS</u></b>					
<b><u>Non-current assets</u></b>					
Property, plant and equipment	7	10,032	10,980	3,855	4,004
Right-of-use assets		539	739	-	-
Investments in subsidiaries		-	-	3,236	3,236
Investments in associate		206	190	-	-
Investments in joint ventures		62	58	-	-
Other assets, non-current		342	151	241	18
<b>Total non-current assets</b>		<b>11,181</b>	<b>12,118</b>	<b>7,332</b>	<b>7,258</b>
<b><u>Current assets</u></b>					
Asset held for sale		30	395	-	653
Inventories		920	1,155	-	261
Trade and other receivables, current	8	9,346	7,945	4,692	6,092
Contract assets, current		1,448	965	-	-
Other assets, current		2,776	1,197	42	21
Cash and cash equivalents		3,669	5,225	653	656
<b>Total current assets</b>		<b>18,189</b>	<b>16,882</b>	<b>5,387</b>	<b>7,683</b>
<b>Total assets</b>		<b>29,370</b>	<b>29,000</b>	<b>12,719</b>	<b>14,941</b>
<b><u>EQUITY AND LIABILITIES</u></b>					
<b><u>Equity attributable to owner of the parent</u></b>					
Share capital	11	15,300	15,300	15,300	15,300
Other reserves		(61)	(170)	-	-
(Accumulated losses) / Retained earnings		(346)	128	(3,620)	(2,140)
<b>Equity, attributable to owners of the parent</b>		<b>14,893</b>	<b>15,258</b>	<b>11,680</b>	<b>13,160</b>
<b><u>Non-current liabilities</u></b>					
Other financial liabilities, non-current		2,912	3,887	-	-
Lease liabilities, non-current		496	670	74	108
<b>Total non-current liabilities</b>		<b>3,408</b>	<b>4,557</b>	<b>74</b>	<b>108</b>
<b><u>Current liabilities</u></b>					
Liabilities associated with asset held for sale		18	326	-	-
Income tax payable		22	257	-	-
Other financial liabilities, current		2,446	957	-	-
Lease liabilities, current		243	361	35	33
Contract liabilities, current		275	751	-	-
Trade and other payables, current	9	8,065	6,533	930	1,640
<b>Total current liabilities</b>		<b>11,069</b>	<b>9,185</b>	<b>965</b>	<b>1,673</b>
<b>Total liabilities</b>		<b>14,477</b>	<b>13,742</b>	<b>1,039</b>	<b>1,781</b>
<b>Total equity and liabilities</b>		<b>29,370</b>	<b>29,000</b>	<b>12,719</b>	<b>14,941</b>
<b>Net Asset value per ordinary share based on issued share capital</b>		<b>6.95</b> <b>Singapore Cents</b>	<b>7.12</b> <b>Singapore Cents</b>	<b>6.04</b> <b>Singapore Cents</b>	<b>6.14</b> <b>Singapore cents</b>

**CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE FULL YEAR ENDED 31 DECEMBER 2021**

	<u>Note</u>	<u>Group</u>	
		<u>Year ended 31-Dec-21 S\$'000</u>	<u>Year ended 31-Dec-20 S\$'000</u>
<b>Cash flows from operating activities</b>			
(Loss) / profit before tax		(255)	148
Adjustments for:			
Allowance for impairment on property, plant and equipment		63	-
Amortisation of land use rights		-	14
Depreciation of property, plant and equipment	5	681	735
Depreciation of right-of-use assets	5	360	224
Interest income		(50)	(22)
Interest expense		165	229
Gain on disposal of subsidiaries, net	5	-	(730)
Gain on disposal of plant and equipment, net	5	(23)	(173)
Share of (profit) / loss from equity-accounted associate		(16)	9
Share of loss from equity-accounted joint ventures		256	105
Operating cash flow before changes in working capital		1,181	539
Trade and other receivables		(618)	(1,435)
Contract assets		(483)	(32)
Other assets		(1,773)	(1,358)
Inventories		236	636
Trade and other payables		993	(774)
Contract liabilities		(476)	389
Net cash flows used in operations		(940)	(2,035)
Income taxes paid	6	(237)	(200)
<b>Net cash flows used in operating activities</b>		<b>(1,177)</b>	<b>(2,235)</b>
<b>Cash flows used from investing activities</b>			
Disposal of subsidiaries (net of cash disposed)		-	2,462
Increase of investment in joint venture		(260)	-
Interest received		8	22
Proceeds from disposal of plant and equipment	7	73	263
Purchase of plant and equipment	7	(315)	(473)
<b>Net cash flows (used in) / from investing activities</b>		<b>(494)</b>	<b>2,274</b>
<b>Cash flows from financing activities</b>			
Dividends paid on ordinary shares		-	(386)
Increase in borrowings		1,469	5,000
Interest paid		(165)	(194)
Loans and borrowings paid		(954)	(4,372)
Lease liability - principal portion paid		(178)	(315)
<b>Net cash flows from / (used in) financing activities</b>		<b>172</b>	<b>(267)</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(1,499)</b>	<b>(228)</b>
Effect of exchange rate changes on cash and cash equivalent		(30)	59
Cash and cash equivalents, statement of cash flows, beginning balance		5,225	5,563
<b>Cash and cash equivalents, statement of cash flows, ending balance</b>		<b>3,696</b>	<b>5,394</b>
<b>Represented by:</b>			
Cash and cash equivalents (Note A)		3,669	5,225
Bank overdraft		-	-
<b>Cash and cash equivalents, statement of cash flows, ending balance</b>		<b>3,669</b>	<b>5,225</b>

**Note A:** Included in the cash and cash equivalents is S\$27,000 (2020: S\$169,000) which has been reclassified to assets held for sale.

**STATEMENT OF CHANGES IN EQUITY  
FOR THE FULL YEAR ENDED 31 DECEMBER 2021**

	Share Capital S\$'000	Other Reserves S\$'000	Retained Earnings / (Accumulated losses) S\$'000	Attributable to Parent sub-total S\$'000	Total Equity S\$'000
<b>GROUP:</b>					
<b>Current year:</b>					
Balance as at 1 January 2021	15,300	(170)	128	15,258	15,258
<b>Movements in equity:</b>					
Total comprehensive (loss) / income for the year	-	109	(474)	(365)	(365)
<b>Balance as at 31 December 2021</b>	<b>15,300</b>	<b>(61)</b>	<b>(346)</b>	<b>14,893</b>	<b>14,893</b>
<b>Previous year:</b>					
Balance as at 1 January 2020	15,300	(233)	763	15,830	15,830
<b>Movements in equity:</b>					
Total comprehensive (loss) / income for the year	-	42	(249)	(207)	(207)
Transfer to statutory reserve	-	44	(23)	21	21
Dividends paid	-	-	(386)	(386)	(386)
Disposal of subsidiaries with a change in control	-	(23)	23	-	-
<b>Balance as at 31 December 2020</b>	<b>15,300</b>	<b>(170)</b>	<b>128</b>	<b>15,258</b>	<b>15,258</b>
<b>COMPANY:</b>					
<b>Current year:</b>					
Balance as at 1 January 2021	15,300	-	(2,140)	13,160	13,160
<b>Movements in equity:</b>					
Total comprehensive loss for the year	-	-	(1,480)	(1,480)	(1,480)
<b>Balance as at 31 December 2021</b>	<b>15,300</b>	<b>-</b>	<b>(3,620)</b>	<b>11,680</b>	<b>11,680</b>
<b>Previous year:</b>					
Balance as at 1 January 2020	15,300	-	(1,626)	13,674	13,674
<b>Movements in equity:</b>					
Total comprehensive loss for the year	-	-	(128)	(128)	(128)
Dividends paid	-	-	(386)	(386)	(386)
<b>Balance as at 31 December 2020</b>	<b>15,300</b>	<b>-</b>	<b>(2,140)</b>	<b>13,160</b>	<b>13,160</b>

## **SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS**

### **1. General**

The Company is incorporated in Singapore with limited liability. The financial statements are presented in Singapore dollars and they cover the Company (referred to as “parent”), its subsidiaries and the Group’s interest in associates and joint ventures (the “Group”).

All financial information has been rounded to the nearest thousand (S\$’000), except when otherwise indicated.

The Group’s principal activities are those relating to investment holding, providing management services to its investees, supply of piping systems and related accessories for use in water and wastewater infrastructure developments, Food and Beverage and manufacturing of Valves and fittings.

The Company is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited.

The registered office is 2 Kallang Avenue, CT Hub, #05-19 Singapore 339407. The company is situated in Singapore.

### **2. Basis of presentation**

These condensed consolidated interim financial statements have been prepared in accordance with the Singapore Financial Reporting Standards (International) (“SFRS (I) s”) 1-34 Interim Financial Reporting (“Standards”) issued by the Accounting Standards Council Singapore. They are also in compliance with the International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) and the provisions of the Catalist Rules.

The accounting policies and methods of computation applied in these condensed consolidated interim financial statements are consistent with those of the latest audited annual financial statements for the financial year ended 31 December 2020 and public announcement made by Company during the interim reporting period, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in Singapore dollar which is the Company’s functional currency.

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

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

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

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

The significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the consolidated financial statements as at and for the year ended 31 December 2020 and public announcement made by Company during the interim reporting period.

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.

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)**

**3. Seasonality of operations**

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

**4. Financial information by operating segment**

**4A. Information about reportable segment profit or loss, assets and liabilities**

Disclosure of information about operating segments, products and services, the geographical areas, and the major customers are made as required by the financial reporting standard Operating Segments. This disclosure standard has no impact on the reported financial performance or financial position of the reporting entity.

For management purposes, the Group is organised into the following major strategic operating segments that offer different products and services: (1) General trading, (2) Engineering solutions, (3) Valves and (4) Others. Such a structural organisation is determined by the nature of risks and returns associated with each business segment and it defines the management structure as well as the internal reporting system. It represents the basis on which the management reports the primary segment information that is available and that is evaluated regularly by the chief operating decision maker in deciding how to allocate resources and in assessing the performance. They are managed separately because each business requires different strategies.

The segments and the types of products and services are as follows:

- (1) General trading ("GT") – Trading of water piping materials and related accessories;
- (2) Engineering solutions ("ES") – Provision of specialised products to water infrastructure products;
- (3) Valves ("VA") – Valves for municipal and industrial applications; and
- (4) Others – Supply of parts and accessories in Oil & Gas industry and other non–water related products.

Segment results consist of costs directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Inter-segment sales are measured on the basis that the entity actually used to price the transfers. Internal transfer pricing policies of the Group are as far as practicable based on market prices.

The management reporting system evaluates performances based on a number of factors. However, the primary profitability measurement to evaluate a segment's operating results is gross profit.

Segment assets consist principally of trade receivables that are directly attributable to a segment.

The following tables illustrate the information about the reportable segment profit or loss, assets and liabilities.

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)**

**4. Financial information by operating segment (cont'd)**

**4B. Profit or loss from continuing operations and reconciliations**

**For 6 months ended 31 December 2021 and 31 December 2020**

Business Segment	General Trading		Engineering Solutions		Valves		Others		Unallocated		Consolidated	
	2021 S\$'000	2020 S\$'000	2021 S\$'000	2020 S\$'000	2021 S\$'000	2020 S\$'000	2021 S\$'000	2020 S\$'000	2021 S\$'000	2020 S\$'000	2021 S\$'000	2020 S\$'000
<b>Revenue by segment</b>												
External sales	8,619	9,852	5,573	4,414	1,669	939	21	24	-	-	15,882	15,229
Result :-												
Segment result	3,026	3,690	1,642	985	96	82	6	170	-	-	4,770	4,927
Interest income							-	-	27	10	27	10
Finance costs							-	-	(77)	(136)	(77)	(136)
Amortisation of land use rights							-	45	-	-	-	45
Depreciation of property, plant and equipment							-	-	(334)	(374)	(334)	(374)
Depreciation of right-of-use assets							-	-	(178)	(182)	(178)	(182)
Employee benefits expenses							-	-	(1,717)	(2,119)	(1,717)	(2,119)
Unallocated corporate expense							-	-	(356)	(439)	(356)	(439)
Other loss							-	-	(764)	(109)	(764)	(109)
Share of profit/(loss) from equity-accounted associate							-	-	19	(25)	19	(25)
Share of loss from equity-accounted joint ventures							-	-	(239)	(1)	(239)	(1)
<b>Profit before income tax</b>											1,151	1,597
Income tax expenses											(176)	(357)
<b>Net profit after tax</b>											975	1,240



**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)**

**4. Financial information by operating segment (cont'd)**

**4B. Profit or loss from continuing operations and reconciliations (cont'd)**

**For 12 months ended 31 December 2021 and 31 December 2020**

Business Segment	<u>General Trading</u>		<u>Engineering Solutions</u>		<u>Valves</u>		<u>Others</u>		<u>Unallocated</u>		<u>Consolidated</u>	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Revenue by segment</b>												
External sales	11,937	14,989	7,664	6,059	2,578	1,789	61	90	-	-	22,240	22,927
Result :-												
Segment result	4,141	5,238	2,114	1,448	285	185	31	54	-	-	6,571	6,925
Interest income							-	-	50	22	50	22
Finance costs							-	-	(165)	(229)	(165)	(229)
Amortisation of land use rights							-	(14)	-	-	-	(14)
Depreciation of property, plant and equipment							-	-	(681)	(735)	(681)	(735)
Depreciation of right-of-use assets							-	-	(360)	(224)	(360)	(224)
Employee benefits expenses							-	-	(3,667)	(4,044)	(3,667)	(4,044)
Unallocated corporate expense							-	-	(1,191)	(1,663)	(1,191)	(1,663)
Other loss							-	-	(572)	224	(572)	224
Share of profit/(loss) from equity-accounted associate							-	-	16	(9)	16	(9)
Share of loss from equity-accounted joint ventures							-	-	(256)	(105)	(256)	(105)
<b>(Loss) / Profit before income tax</b>											(255)	148
Income tax expenses											(219)	(397)
<b>Net loss after tax</b>											(474)	(249)

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)**

**4. Financial Information by operating segment (cont'd)**

**4C. Assets, liabilities and reconciliations**

**As at year ended 31 December 2021 and 31 December 2020**

<u>Business Segments</u>	<u>General Trading</u>		<u>Engineering Solutions</u>		<u>Valves</u>		<u>Others</u>		<u>Unallocated</u>		<u>Consolidated</u>	
	2021 S\$'000	2020 S\$'000	2021 S\$'000	2020 S\$'000	2021 S\$'000	2020 S\$'000	2021 S\$'000	2020 S\$'000	2021 S\$'000	2020 S\$'000	2021 S\$'000	2020 S\$'000
<b>Other information</b>												
Trade and other receivables	3,592	4,328	2,602	883	810	610	2,342	2,124	-	-	9,346	7,945
Contract assets	266	131	1,182	834	-	-	-	-	-	-	1,448	965
Property, plant and equipment									10,032	10,980	10,032	10,980
Right-of-use assets									539	739	539	739
Cash and cash equivalents									3,669	5,225	3,669	5,225
Asset held for sale									30	395	30	395
Other assets									3,118	1,348	3,118	1,348
Others									1,188	1,403	1,188	1,403
<b>Total assets</b>											<b>29,370</b>	<b>29,000</b>
<b>Segment liabilities</b>												
Trade and other payables									8,065	6,533	8,065	6,533
Other financial liabilities									5,358	4,844	5,358	4,844
Lease liabilities									739	1,031	739	1,031
Liabilities associated with assets held for sale									18	326	18	326
Others									297	1,008	297	1,008
<b>Total liabilities</b>											<b>14,477</b>	<b>13,742</b>
Capital expenditure									315	1,355	315	1,355

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)**

**4. Financial information by operating segment (cont'd)**

**4D. Geographical information**

	<u>Revenue</u>		<u>Revenue</u>		<u>Non-current assets</u>	
	<u>6 months end 31 Dec</u>		<u>12 months end 31 Dec</u>		<u>2021</u>	<u>2020</u>
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>\$'000</u>	<u>\$'000</u>
	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
South Asia	7,036	7,195	9,458	11,979	10,589	11,249
North Asia	8,846	8,019	12,782	10,474	592	869
Europe	-	15	-	474	-	-
<b>Total</b>	<b>15,882</b>	<b>15,229</b>	<b>22,240</b>	<b>22,927</b>	<b>11,181</b>	<b>12,118</b>

South Asia region comprises Singapore, Malaysia, Philippines, and Vietnam. North Asia comprises China and Hong Kong.

**5. Loss before taxation**

The following items have been included in arriving at loss before taxation:

	<b>GROUP</b>			
	<b>6 months ended</b>		<b>12 months ended</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b><u>Marketing and distribution costs</u></b>				
Employee benefits expense	(494)	(1,593)	(1,136)	(2,493)
Depreciation of property, plant and equipment	(27)	(35)	(59)	(68)
<b><u>Administrative expenses</u></b>				
Employee benefits expense	(1,020)	(532)	(2,328)	(1,546)
Depreciation of property, plant and equipment	(302)	(299)	(574)	(615)
Depreciation of right-of-use assets	(178)	(182)	(360)	(224)
<b><u>Other gains</u></b>				
Gains on disposal of subsidiary, net	-	-	-	730
Gain on disposal of plant and equipment, net	-	-	23	173
Government grant	92	248	218	434
Payables written back, net	-	78	-	78
Write back of bad debts written off, net	-	5	-	5
Rental income	29	33	50	33
Sundry income	38	-	211	19
	<b>159</b>	<b>364</b>	<b>502</b>	<b>1,472</b>
<b><u>Other losses</u></b>				
Amortisation of land use rights	-	-	-	(14)
Bad debts written off trade receivables	(13)	-	(13)	(157)
Foreign exchange adjustment losses, net	(39)	(195)	(24)	(144)
Loss on disposal of plant and equipment	-	(77)	-	-
Inventories written off	(3)	35	(22)	(11)
Net allowance for impairment on inventories	(70)	(164)	(154)	(271)
Net allowance for impairment on property, plant and equipment	-	-	(63)	-
Net allowance for impairment on trade receivables	(798)	(40)	(798)	(639)
Sundry expense	-	(32)	-	(12)
	<b>(923)</b>	<b>(473)</b>	<b>(1,074)</b>	<b>(1,248)</b>

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)**

**6. Income tax**

**Components of tax expense recognised in profit or loss include:**

	<b>Group</b>		<b>Group</b>	
	<b>6 months end 31 Dec</b>		<b>12 months end 31 Dec</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b><u>Current tax expense:</u></b>				
Current tax expense	179	304	219	304
(Over)/Under adjustment in respect of prior periods	(3)	53	-	93
<b>Total income tax expense</b>	<b>176</b>	<b>357</b>	<b>219</b>	<b>397</b>

**7. Property, plant and equipment**

During the twelve months ended 31 December 2021, the Group acquired plant and equipment with an aggregate cost of S\$315,000 (FY2020: S\$1,355,000), of which Nil (FY2020: S\$866,000) relates to right-of-use assets.

**8. Trade and other receivables**

	<b>Group</b>		<b>Company</b>	
	<b>31</b>	<b>31</b>	<b>31</b>	<b>31</b>
	<b>December</b>	<b>December</b>	<b>December</b>	<b>December</b>
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b><u>Trade receivables:</u></b>				
Outside parties	7,408	5,724	4	3
Less allowance for expected credit losses	(797)	(39)	-	-
Subsidiaries	-	-	762	567
Less allowance for expected credit losses	-	-	(206)	(204)
Related parties	578	261	120	120
Trade receivables – subtotal	<u>7,189</u>	<u>5,946</u>	<u>680</u>	<u>486</u>
<b><u>Other receivables:</u></b>				
Related parties	2,124	1,993	30	27
Subsidiaries	-	-	8,108	8,483
Less allowance for expected credit losses	-	-	(4,126)	(2,904)
Outside parties	38	611	5	5
Less allowance for expected credit losses	(5)	(605)	(5)	(5)
Other receivables – subtotal	<u>2,157</u>	<u>1,999</u>	<u>4,012</u>	<u>5,606</u>
Total trade and other receivables	<u>9,346</u>	<u>7,945</u>	<u>4,692</u>	<u>6,092</u>

The average credit period generally granted to trade receivable customers is about 60 to 90 days (2020: 60 to 90 days), but some customers take a longer period to settle the amounts.

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)**

**9. Trade and other payables**

	<u>Group</u>		<u>Company</u>	
	<u>31</u> <u>December</u> <u>2021</u> S\$'000	<u>31</u> <u>December</u> <u>2020</u> S\$'000	<u>31</u> <u>December</u> <u>2021</u> S\$'000	<u>31</u> <u>December</u> <u>2020</u> S\$'000
<u>Trade payables:</u>				
Outside parties and accrued liabilities	2,754	2,927	–	–
Related parties	564	834	25	–
Trade payables – subtotal	<u>3,318</u>	<u>3,761</u>	<u>25</u>	<u>–</u>
<u>Other payables:</u>				
Outside parties	2,016	1,434	257	274
Ultimate parent company	795	470	445	470
Related parties	163	7	–	–
Subsidiaries	–	–	88	896
Advances received from customers	1,773	861	115	–
Other payables – subtotal	<u>4,747</u>	<u>2,772</u>	<u>905</u>	<u>1,640</u>
Total trade and other payables	<u>8,065</u>	<u>6,533</u>	<u>930</u>	<u>1,640</u>

The average credit period generally granted by trade payables suppliers is about 30 to 90 days (2020: 30 to 90 days).

**10. Aggregate amount of the group's borrowings and debt securities**

(A) the amount repayable in one year or less, or on demand;

<b>As at 31-Dec-2021</b>		<b>As at 31-Dec-20</b>	
<b>Secured</b> <b>S\$'000</b>	<b>Unsecured</b> <b>S\$'000</b>	<b>Secured</b> <b>S\$'000</b>	<b>Unsecured</b> <b>S\$'000</b>
2,446	-	957	-

Amount repayable after one year

<b>As at 31-Dec-2021</b>		<b>As at 31-Dec-20</b>	
<b>Secured</b> <b>S\$'000</b>	<b>Unsecured</b> <b>S\$'000</b>	<b>Secured</b> <b>S\$'000</b>	<b>Unsecured</b> <b>S\$'000</b>
2,912	-	3,887	-

The Group's bank borrowings and debt securities as at 31 December 2021 of S\$5,358,000 (31 December 2020: S\$4,844,000) are secured by:

- A negative pledge over the assets of the Group;
- Group's property in Tuas; and
- Corporate guarantees from the Company.

The obligations under finance lease of S\$184,000 as at 31 December 2021 (31 December 2020 : S\$284,000) are secured by a charge over the leased assets and personal guarantee from a director of the Company.

The Group has met all financial covenants with the bank for the financial year ended 31 December 2021.

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS (cont'd)**

**11. Share capital**

	<u>Group and Company</u>	
	<u>Number</u>	<u>Share</u>
	<u>of shares</u>	<u>capital</u>
	<u>issued</u>	<u>capital</u>
	<u>000</u>	<u>S\$'000</u>
Ordinary shares of no par value:		
Balance at 1 January 2020, 31 December 2020 and 2021	<u>214,202</u>	<u>15,300</u>

The ordinary shares of no par value which are fully paid carry no right to fixed income. The Company is not subject to any externally imposed capital requirements.

**12. Financial instruments: information on financial risks**

**12A. Categories of financial assets and liabilities**

The following table categorises the carrying amount of financial assets and liabilities recorded at the end of the reporting period:

	<u>Group</u>		<u>Company</u>	
	<u>31</u>	<u>31</u>	<u>31</u>	<u>31</u>
	<u>December</u>	<u>December</u>	<u>December</u>	<u>December</u>
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
<u>Financial assets:</u>				
Financial assets at amortised cost	<u>13,015</u>	<u>13,170</u>	<u>5,345</u>	<u>6,748</u>
<u>Financial liabilities:</u>				
Financial liabilities at amortised cost	<u>14,162</u>	<u>12,408</u>	<u>1,039</u>	<u>1,781</u>

**12B. Fair values of financial instruments**

The analyses of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3. These include the significant financial instruments stated at amortised cost and at fair value in the statement of financial position. The carrying values of current financial instruments approximate their fair values due to the short-term maturity of these instruments and the disclosures of fair value are not made when the carrying amount of current financial instruments is a reasonable approximation of the fair value.

**13. Events after the end of the reporting period**

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

**Other information required by Appendix 7C of the Catalyst Rules**

**PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF YEAR AND FULL YEAR RESULTS**

The consolidated statement of financial position of Pan Asian Holdings Ltd and its subsidiaries as at 31 December 2021 and the related consolidated profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the twelve-month period ended 31 December 2021 and certain explanatory notes have not been audited or reviewed by the Company's auditors.

**1. 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.**

Revenue

The Group's revenue in the financial year ended 31 December 2021 ("FY2021") was S\$22.2million, a slight decrease in revenue by S\$0.7million or 3% from the financial year ended 31 December 2020 ("FY2020"). The decrease in revenue was mainly as a result of a decrease in General Trading of S\$3.1million, where the Group saw a decrease in demand for products in General Trading due to a decrease in Government public projects being rolled out during the COVID-19 period. This was partially offset by an increase in sales in the Engineering Solutions Segment of S\$1.6million and an increase in Valves segment sales of S\$0.8million during the year as demand for products and services in these segments increased as one of the Group's subsidiaries' operations commenced in North Asia for a 12-month period for the first time in FY2021 and the Group has made progress in its existing Engineering Project.

Gross Profit

Gross profit was S\$6.6million (Gross Profit Margin of 29.5%) in FY2021 as compared to S\$6.9million (Gross Profit Margin of 30.2%) in FY2020, in line with the decrease in revenue. The decrease in gross profit of S\$0.3million is largely attributable to lower sales volume in FY2021, as per the above explanation on the decrease in revenue. The Group managed to keep the Gross Profit Margin relatively unchanged in FY2021 due to tighter management control over its cost of sales.

Other gains

The decrease in other gains of S\$0.9million was mainly attributable to a one-off gain on disposal of (i) the Group's wholly-owned subsidiary Pan Asian Manufacturing (Tianjin) Co., Ltd as well as (ii) plant and equipment in FY2020, as well as lower COVID-19 Government support grants received in FY2021.

Marketing and Distribution Costs

Marketing and distribution costs decreased in FY2021 mainly due to lower sales and marketing activity as a result of travel restrictions imposed by various countries to curb the spread of COVID-19.

Administrative Expenses

Administrative expenses increased in FY2021 mainly due to higher expenses incurred for salaries of employees of a new subsidiary that was incorporated in the second half of FY2020.

### Other losses

Other losses decreased largely due to higher write-off of bad debts and impairment of inventories, and higher foreign exchange adjustment losses in FY2020.

## **Financial Position and Working Capital of the Group**

### **Assets**

The total non-current assets as at 31 December 2021 was S\$11.1million compared to S\$12.1million as at 31 December 2020, a decrease of S\$1million which was due mainly to the depreciation expenses and amortisation expenses on right of use assets incurred for the year. This was offset by the increase of the non-current other assets due to purchase of the new corporate membership for employee benefits.

The decrease in asset held for sale from S\$395,000 to S\$30,000 as at 31 December 2021 relates to 2 wholly subsidiaries' that are in process of winding up.

The current assets as at 31 December 2021 was S\$18.1million compared to S\$16.9million as at 31 December 2020. The increase of S\$1.2million was attributable mainly to:

- (i) an increase of current trade and other receivables of S\$1.4million mainly due to sales recorded in the last quarter of FY2021 that remained outstanding; and
- (ii) an increase of other assets of S\$1.6million due to deposits placed with suppliers to secure raw materials and goods to be delivered to customers in the next 3 to 6 months from the date of this announcement; and
- (iii) partially offset by a decrease of cash and cash equivalents of S\$1.6million due to payments made for normal operating activities within the Group.

### **Liabilities**

Non-current liabilities as at 31 December 2021 was S\$3.4million as compared to S\$4.6million as at 31 December 2020. The decrease of S\$1.2million was due to repayment of other financial liabilities and lease liabilities during FY2021.

The decrease in liabilities associated with asset held for sale from S\$326,000 to S\$18,000 as at 31 December 2021 relates to 2 wholly subsidiaries' that are in process of winding up. The decrease is due to the settlement of the aforementioned subsidiaries' receivables and liabilities during FY2021.

The decrease in Income tax payable of S\$235,000 was due to current year tax provision of S\$219,000 and tax paid to authorities in advance amounting to \$193,000.

Current liabilities as at 31 December 2021 was S\$11.1million compared to S\$9.2million as at 31 December 2020. The net increase of S\$1.9million was mainly due to:

- (i) an increase in trade and other payables of S\$1.5million due to goods delivered and received during the last quarter of FY2021 which are not due for payment; and
- (ii) an increase in other financial liabilities of S\$1.5million arising from utilization of the Bank's Trade facility granted to the Group; and
- (iii) Partially offset by a decrease in contract liabilities of S\$0.5million arising from revenue recognised from long-term projects upon completion of deliveries based on a project accounting method.

## **Statement of Cash Flows**

For FY2021, net cash used in operating activities amounted to S\$1.2million, arising from loss for the period after changes in working capital and non-cash adjustments. The Group recorded cash flows used in contract liabilities, contract assets and trade and other receivables of S\$0.5million, S\$0.5million and S\$0.6million respectively. Cash flows used in other assets of S\$1.7million was used to placed deposits with suppliers. The increase in net cash used in operating activities is partially offset by cash flows from trade and other payables and inventories of S\$1 million and S\$0.2 million respectively.



Net cash used in investing activities was due mainly to purchase of plant and equipment of S\$0.3 million and increase of investment in a Joint-Venture of S\$0.2million.

Net cash from financing activities was due mainly to an increase in borrowings of S\$1.5million offset by repayment of bank loans and a principal portion paid for lease liability of S\$1million and S\$0.2million respectively.

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

No forecast or prospect statement has been previously disclosed to shareholders.

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

The Group's order book as at 31 December 2021 stands at S\$42.2 million, an increase compared to S\$36 million as at 31 December 2020 to be delivered over a period of between 1 month to 5 years.

The ongoing COVID-19 pandemic has continued to bring uncertainty on the global economy and caused widespread global disruptions. These uncertainties have a lesser impact on the Group's operations, productivity and financial performance in FY2021. The Group continue to perform stringent review of its inventories and made additional impairment allowance based on its current net realizable value, the lower valuation of which is due to the current unfavorable market conditions. The business continues to face challenges such as supply chain disruptions, higher material and manpower costs, and higher cost and time resources needed to comply with COVID-safe measures as well as demand and challenges faced to make up for lost time in the completion of projects.

As various countries' Governments began to ease COVID-19 restrictions and measures in FY2021, suppliers were able to deliver without any major disruptions. This allowed the Group to increase its efforts to deliver on its order book and narrow down the 1H2021's reported loss before tax of S\$1.4million to S\$0.5million in FY2021.

However, travel restrictions continue to be imposed by countries that the Group has an operational presence in due to COVID-19, which is also expected to continue to hinder sales and marketing activities in Asia and in particular, China, which may pose a challenge.

In Singapore, the Government has been supportive of companies by continuing to implement various stimulus packages to support the economy and in particular, the Small and Medium Enterprises. The Group has received various forms of Government support in Singapore and Hong Kong such as Jobs Support Scheme where the Group has received payouts from January 2021 to December 2021. The Support Scheme will continue in 2022 at a lower support level.

Based on advance estimates from the Ministry of Trade and Industry announced on 3 January 2022<sup>1</sup>, the Singapore economy grew by 5.9% on a year-on-year basis in the fourth quarter of 2021, moderating from the 7.1% growth in the previous quarter. On a quarter-on-quarter seasonally-adjusted basis, the Singapore economy expanded by 2.6% in the fourth quarter of 2021, faster than the 1.2% growth in the preceding quarter. For the whole of 2021, the economy grew by 7.2%, rebounding from the 5.4% contraction in 2020.

The construction sector grew by 2.0% on a year-on-year basis in the fourth quarter of 2021, slower than the 66.3% growth in the preceding quarter. In absolute terms, the value-added of the sector remained 26.0% below its pre-COVID level, as activity at construction worksites continued to be weighed down by labour shortages due to border restrictions on the entry of migrant workers. On a quarter-on-quarter seasonally-adjusted basis, the construction sector contracted by 4.4% in the fourth quarter of 2021, a reversal from the 4.9 % growth in the previous quarter.

<sup>1</sup> <https://www.mti.gov.sg/Newsroom/Press-Releases/2022/01/Singapore-GDP-Grew-by-5.9-Per-Cent-in-the-Fourth-Quarter-of-2021-and-by-7.2-Per-Cent-in-2021>

<sup>2</sup> <https://www1.bca.gov.sg/about-us/news-and-publications/media-releases/2022/01/26/sustained-construction-demand-in-2022-supported-by-public-sector-projects>

According to the projection by the Building and Construction Authority Singapore (“BCA”) on 26 January 2022<sup>2</sup>, BCA expects a steady improvement in construction demand over the medium term, which is projected to reach between S\$27 billion and S\$32 billion in 2022. The public sector is expected to lead the demand and contribute S\$16 billion to S\$19 billion per year with similar proportions of demand coming from building projects and civil engineering works. Besides public housing projects including those under the Home Improvement Programme, public sector construction demand over the medium term will continue to be supported by large infrastructure and institutional projects such as Cross Island MRT Line (Phase 2 and 3), the Downtown Line Extension to Sungei Kadut and the Deep Tunnel Sewerage System Phase 2.

The construction sector is facing challenges such as supply chain disruptions, higher material and manpower costs, and higher cost and time resources needed to comply with COVID-safe measures as well as demand and challenges faced to make up for lost time in the completion of projects. Despite the challenges ahead, the Group is looking ahead to secure more sales orders when public projects are awarded, while it continues to deliver its existing order book. The Group believes it has the track record, experience and capabilities to ensure a strong order book for sustainable growth.

The Company is still in discussions to finalise the details of the possible transactions in relation to Acquisition and Disposal of assets as announced on the 3<sup>rd</sup> November 2021, and will make further announcements to update shareholders as and when there are material updates on this front.

The Group has sufficient cash balances for its current working capital to meet its debt covenants and to service its debt obligations. The Group continues to monitor closely the impact of the outbreak of the COVID-19 and will align its business activities and adapt its operations accordingly.

**4. 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.**

There is no change in the Company's share capital from 31 December 2020 up to 31 December 2021. The Company's share capital as at 31 December 2020 and 31 December 2021 remained at S\$15,300,000 and comprised 214,202,036 shares.

There were no convertible securities, treasury shares or subsidiary holdings outstanding as at the end of 31 December 2021 and 31 December 2020.

**5. To show the 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.**

	<b>Total Number of issued shares (excluding treasury shares)</b>
As at 31 December 2020 and 31 December 2021	214,202,036

The Company did not have any treasury shares during and as at the end the current financial period reported on.

**6. 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. The Company did not have any treasury shares during and as at the end of the current financial period reported on.

**7. 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 and as at the end of the current financial period reported on.

**8. 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 auditors.

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

Not applicable.

**10. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion (this is not required for any audit issue that is a material uncertainty relating to going concern):—**

**(a) Updates on the efforts taken to resolve each outstanding audit issue.**

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

Not applicable as the Group's latest audited financial statements are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

**11. 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 Group's financial statements for the current financial period as compared to the audited financial statements for the financial year ended 31 December 2020.

**12. If there were 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.**

During the current financial period, the Group and the Company have adopted the following amendments to SFRS(I)s which took effect from financial year beginning 1 January 2021:

- Amendments to SFRS(I) 16 Covid-19-Related Rent Concessions
- Amendments to SFRS(I) 9, SFRS(I) 1-39, SFRS(I) 7, SFRS(I) 4 and SFRS(I) 16 Interest Rate Benchmark Reform – Phase 2

The adoption of the above amendments to SFRS(I)s is assessed to have no material financial effect on the results and financial position of the Group and of the Company for the year ending 31 December 2021. Accordingly, it has no material impact on the earnings per share of the Group and of the Company.

**13. 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: -**  
**(a) current period reported on; and**  
**(b) immediately preceding financial year**

Please refer to the condensed interim statements of financial position.

**14. Dividend**

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

No dividend has been recommended or declared for FY 2021. Please see Section 15 below.

**(b) Interim or Final dividend per share**

Not applicable.

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

Not applicable.

**(d) Date the dividend is payable**

Not applicable.

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

Not applicable.

**15. 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 period and financial year ended 31 December 2021 and 31 December 2020 respectively as the Group deems it appropriate to retain its cash for business expansion and future growth of the Group.

**16. If the Group has obtained a general mandate from shareholders for interested person transactions ("IPT"), 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.**

Name of Interested Persons and Details of Transactions	Nature of relationship	Aggregate value of all interested person transactions during the financial period 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 under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
		S\$'000	S\$'000
<b>Payments made by the Group to:-</b>			
<b>(A) WUHU PAM TECH CO. LTD</b>			
* Rental of manufacturing equipment by Wuhu Duvalco Valves & Fitting Co. Ltd ("WDVF") from WUHU PAM TECH CO. LTD between Jan'21 to December'21	A	100.0	
<b>Total</b>		<b>100.0</b>	<b>-</b>

- (A) Wuhu Pam Tech Co. Ltd is a Company incorporated in China and is wholly-owned by Richard Koh Chye Heng, the Executive Chairman of the Company.

Save as disclosed above, there was no other interested party transaction of S\$100,000 and above in value entered into during FY2021. The Company does not have an existing interested person transaction general mandate pursuant to Rule 920 of the Catalist Rules.

**17. Confirmation of directors and executive officers' undertakings pursuant to the Rule 720(1) (in the format set out in Appendix 7H) under Rule 720(1)**

The Company confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7H under Rule 720(1) of the Catalist Rules.

**18. Disclosures on Acquisition and Realisation of Shares pursuant to Rule 706A (if any)**

The acquisitions and disposal of subsidiaries during FY2021 is set out in the table below.

S/N	Entity	Country of incorporation	Percentage of interest held	Held by	Paid up Share capital Singapore Dollars	Details of Transaction	Date of announcement
1	PA Flow Technology (HK) Limited	Hong Kong	100%	Wholly owned subsidiary of Pan Asian Holdings Limited	1	Incorporation	NA

**PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT (This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

**19. Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year**

Please refer to Note 4.

**20. In the review of performance, the factors leading to any material changes in distribution to turnover and earnings by operating segments**

Please refer to Paragraph 1 in Part I.

**21. Breakdown of sales in the first half and second half of the financial year**

Group	2021 S\$'000	2020 S\$'000	Increase/(Decrease)
Sales reported for first half year	6,358	7,698	26%
Operating profit (loss) after tax before deducting minority interests reported for first half year	(1,409)	(1,489)	145%
Sales reported for second half year	15,882	15,229	-30.00%
Operating profit (loss) after tax before deducting minority interests reported for second half year	935	1,240	-101%

**22. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year**

No dividends were issued in FY2020 and FY2021. Please refer to Paragraph 14 in Part I.

23. 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 (10) in the format as shown. If there is no such person, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director, chief executive officer and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Eddie Koh	55	(1) Son of Richard Koh Chye Heng, Executive Chairman of PAHL.	Managing Director of Duvalco Valves and Fittings Pte Ltd, a wholly-owned subsidiary of the Company, with effect from 25 November 2020. Sales director of Wuhu Duvalco Valves & Fitting Co Ltd, a wholly-owned subsidiary of the Company, with effect from 25 November 2020. Responsible for sales and marketing of valves and fittings and other associated products.	None
Kelly Koh Mee Lin	51	(1) Daughter of Richard Koh Chye Heng, Executive Chairman of PAHL.	Managing Director of Pan Asian Flow Technology Pte Ltd, a wholly-owned subsidiary of the Company, with effect from 1 April 2019. Responsible for sales and marketing of piping, valves, tanks and other associated products.	None

Save as disclosed above, there are no other persons who occupy a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or the chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

**Richard Koh Chye Heng**  
**Executive Chairman**  
**1 March 2022**

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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