

Soon Lian Holdings Limited  
(Registration No: 200416295G)



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**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS AND DIVIDEND  
ANNOUNCEMENT FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER  
2024**

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This announcement has been reviewed by the Company's sponsor, SAC Capital Private Limited (the "**Sponsor**"). This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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

	Note	Group			
		6 months ended 31 December 2024 <b>("2HFY2024")</b> S\$'000	6 months ended 31 December 2023 <b>("2HFY2023")</b> S\$'000	12 months ended 31 December 2024 <b>("FY2024")</b> S\$'000	12 months ended 31 December 2023 <b>("FY2023")</b> S\$'000
<b>Revenue</b>	4	39,503	28,883	71,522	58,132
Cost of sales		(30,586)	(26,450)	(56,396)	(54,408)
<b>Gross profit</b>		8,917	2,433	15,126	3,724
Other income		48	52	103	91
Distribution costs		(417)	(451)	(789)	(781)
Administrative expenses		(2,225)	(3,081)	(4,818)	(5,646)
Finance costs		(309)	(487)	(597)	(1,159)
Loss allowance for expected credit losses, net		(1,771)	(7)	(1,887)	–
Other expenses		(346)	(481)	(561)	(878)
<b>Profit/(Loss) before income tax</b>	6	3,897	(2,022)	6,577	(4,649)
Income tax (expenses)/credit	7	(240)	128	(796)	116
<b>Profit/(Loss) for the period/year</b>		3,657	(1,894)	5,781	(4,533)
<b><u>Other comprehensive income/(loss)</u></b>					
<b>Items that may be reclassified subsequently to profit or loss:</b>					
Exchange differences on translating foreign operations, net of tax		22	223	(3)	(61)
<b>Other comprehensive income/(loss) for the period/year, net of tax</b>		22	223	(3)	(61)
<b>Total comprehensive income/(loss) for the period/year</b>		3,679	(1,671)	5,778	(4,594)
Profit/(Loss) attributable to owners of the Company, net of tax		3,657	(1,894)	5,781	(4,533)
<b>Profit/(Loss), net of tax</b>		3,657	(1,894)	5,781	(4,533)
Total comprehensive income/(loss) attributable to owners of the Company		3,679	(1,671)	5,778	(4,594)
<b>Total comprehensive income/(loss)</b>		3,679	(1,671)	5,778	(4,594)
<b>Earnings/(Loss) per share</b>		Cents	Cents	Cents	Cents
Basic		3.39	(1.75)	5.35	(4.20)
Diluted		3.39	(1.75)	5.35	(4.20)

\* Both basic and diluted earnings per share are the same as there are no dilutive ordinary share equivalents outstanding during the respective reporting periods.

**B. CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION**

	Note	Group		Company	
		As at	As at	As at	As at
		31.12.2024	31.12.2023	31.12.2024	31.12.2023
		S\$'000	S\$'000	S\$'000	S\$'000
<b>ASSETS</b>					
<b><u>Non-current assets</u></b>					
Property, plant and equipment	9	7,760	6,785	–	–
Right-of-use assets		1,276	1,691	–	–
Land use right		1,897	2,032	–	–
Investments in subsidiaries		–	–	11,434	11,434
Deferred tax assets		1,458	1,411	–	–
<b>Total non-current assets</b>		<b>12,391</b>	<b>11,919</b>	<b>11,434</b>	<b>11,434</b>
<b><u>Current assets</u></b>					
Inventories		31,395	28,224	–	–
Trade and other receivables		18,400	16,596	1,568	1,976
Prepayments		641	486	30	19
Income tax receivable		234	274	–	–
Restricted cash		103	100	–	–
Cash and cash equivalents		9,921	7,687	136	319
<b>Total current assets</b>		<b>60,694</b>	<b>53,367</b>	<b>1,734</b>	<b>2,314</b>
<b>Total assets</b>		<b>73,085</b>	<b>65,286</b>	<b>13,168</b>	<b>13,748</b>
<b>EQUITY AND LIABILITIES</b>					
<b><u>Equity</u></b>					
Share capital	11	10,579	10,579	10,579	10,579
Retained earnings		32,938	27,373	1,690	1,603
Other reserves		(50)	(47)	–	–
<b>Total equity</b>		<b>43,467</b>	<b>37,905</b>	<b>12,269</b>	<b>12,182</b>
<b><u>Non-current liabilities</u></b>					
Lease liabilities	10	1,159	1,481	–	–
Borrowings	10	3,632	4,804	–	–
<b>Total non-current liabilities</b>		<b>4,791</b>	<b>6,285</b>	<b>–</b>	<b>–</b>
<b><u>Current liabilities</u></b>					
Income tax payable		769	597	–	–
Lease liabilities	10	828	865	–	–
Borrowings	10	1,179	3,446	–	–
Trade and other payables		22,051	16,188	899	1,566
<b>Total current liabilities</b>		<b>24,827</b>	<b>21,096</b>	<b>899</b>	<b>1,566</b>
<b>Total liabilities</b>		<b>29,618</b>	<b>27,381</b>	<b>899</b>	<b>1,566</b>
<b>Total equity and liabilities</b>		<b>73,085</b>	<b>65,286</b>	<b>13,168</b>	<b>13,748</b>

**C. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY**

**GROUP**

	<u>Total equity</u> S\$'000	<u>Attributable to parent sub-total</u> S\$'000	<u>Share capital</u> S\$'000	<u>Retained earnings</u> S\$'000	<u>Foreign currency translation reserve</u> S\$'000	<u>Statutory reserve</u> S\$'000
<b>Current year:</b>						
Opening balance at 1 January 2024	37,905	37,905	10,579	27,373	(821)	774
<b>Changes in equity:</b>						
Total comprehensive income for the year	5,778	5,778	–	5,781	(3)	–
Dividend paid	(216)	(216)	–	(216)	–	–
Closing balance at 31 December 2024	<u>43,467</u>	<u>43,467</u>	<u>10,579</u>	<u>32,938</u>	<u>(824)</u>	<u>774</u>
<b>Previous year:</b>						
Opening balance at 1 January 2023	42,823	42,823	10,579	32,319	(760)	685
<b>Changes in equity:</b>						
Total comprehensive loss for the year	(4,594)	(4,594)	–	(4,533)	(61)	–
Dividend paid	(324)	(324)	–	(324)	–	–
Transferred (from) to retained earnings	–	–	–	(89)	–	89
Closing balance at 31 December 2023	<u>37,905</u>	<u>37,905</u>	<u>10,579</u>	<u>27,373</u>	<u>(821)</u>	<u>774</u>

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

**COMPANY**

	<u>Total equity</u> S\$'000	<u>Share capital</u> S\$'000	<u>Retained earnings</u> S\$'000
<b>Current year:</b>			
Opening balance at 1 January 2024	12,182	10,579	1,603
<b>Changes in equity:</b>			
Total comprehensive income for the year	303	–	303
Dividend paid	(216)	–	(216)
<b>Closing balance at 31 December 2024</b>	<u>12,269</u>	<u>10,579</u>	<u>1,690</u>
<b>Previous year:</b>			
Opening balance at 1 January 2023	12,423	10,579	1,844
<b>Changes in equity:</b>			
Total comprehensive income for the year	83	–	83
Dividend paid	(324)	–	(324)
<b>Closing balance at 31 December 2023</b>	<u>12,182</u>	<u>10,579</u>	<u>1,603</u>

**D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**

	<u>Group</u>	
	<u>FY2024</u>	<u>FY2023</u>
	S\$'000	S\$'000
<b><u>Cash flows from operating activities</u></b>		
Profit/(Loss) before tax	6,577	(4,649)
Adjustments for:		
Interest income	(30)	(13)
Interest expense	597	1,159
Depreciation of property, plant and equipment	927	909
Depreciation of right-of-use assets	748	793
Amortisation of land use right	135	136
Loss allowance for expected credit loss	1,887	–
(Reversal)/ Provision for inventories obsolescence	(2,848)	6,100
(Gains)/Loss on disposal of property, plant and equipment	(20)	4
Property, plant and equipment written-off	–	3
Net effect of exchange rate changes in consolidating foreign operations	(8)	(122)
<b>Operating cash flows before movements in working capital</b>	<b>7,965</b>	<b>4,320</b>
Cash restricted in use	(3)	–
Inventories	(323)	20,485
Trade and other receivables	(3,691)	(467)
Prepayments	(155)	126
Trade and other payables	3,872	(6,409)
<b>Cash generated from operations</b>	<b>7,665</b>	<b>18,055</b>
Income taxes paid	(637)	(1,808)
<b>Net cash flows generated from operating activities</b>	<b>7,028</b>	<b>16,247</b>
<b><u>Cash flows from investing activities</u></b>		
Proceeds from disposal property, plant and	26	80
Purchase of property, plant and equipment	(1,687)	(799)
Interest received	30	13
<b>Net cash flows used in investing activities</b>	<b>(1,631)</b>	<b>(706)</b>
<b><u>Cash flows from financing activities</u></b>		
Repayment of borrowings and bills payables to bank	(5,167)	(18,352)
Proceeds from new borrowings and bills payables to bank	3,722	7,632
Lease liabilities	(990)	(898)
Interest paid	(512)	(1,060)
Dividend paid	(216)	(324)
<b>Net cash flows used in financing activities</b>	<b>(3,163)</b>	<b>(13,002)</b>
<b>Net increase in cash and cash equivalents</b>	<b>2,234</b>	<b>2,539</b>
Cash and cash equivalents at beginning of financial year	7,687	5,148
<b>Cash and cash equivalents, at end of financial year</b>	<b>9,921</b>	<b>7,687</b>

## **E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

### **1. General**

Soon Lian Holdings Limited (the “Company”) is incorporated in Singapore with limited liability. The Company is an investment holding company. It is listed on the Catalist, which is a shares market on Singapore Exchange Securities Trading Limited. These condensed interim consolidated financial statements as at and for the six months and full year ended 31 December 2024 comprise the Company and its subsidiaries (collectively, the “Group”).

The principal activities of the Group consist of the sale and supply of aluminium alloy materials.

The latest audited annual financial statements were not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

### **2. Basis of preparation**

The condensed interim financial statements for the six months and financial year ended 31 December 2024 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“SFRS(I)s”) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements.

However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last interim financial statements for the six months ended 30 June 2024.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in Singapore dollar (S\$) which is the Company’s functional currency.

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

A number of amendments to SFRS(I)s 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. Basis of preparation (cont'd)**

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

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

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

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

There were no material changes in estimates of amounts reported in the prior financial year that had a material effect in the full year ended 31 December 2024.

## **3. Seasonal operations**

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

## **4. Segment and revenue information**

The Group is organised into the following main strategic operating segments according to the industry in which their customers operate:

- Segment 1: Precision engineering
- Segment 2: Marine
- Segment 3: Stockists and traders
- Segment 4: Other customers

These operating segments are reported in a manner consistent with internal reporting provided to the chief operating decision maker who is responsible for allocating resources and assessing performance of the operating segments.







4. Segment and revenue information (cont'd)

4.2 Assets and reconciliations

	Precision engineering S\$'000	Marine S\$'000	Stockists and traders S\$'000	Other customers S\$'000	Unallocated S\$'000	Group S\$'000
<b>As at 31 December 2024:</b>						
Total assets for reportable segments	10,042	2,535	4,504	47	–	17,128
Unallocated:						
Property, plant and equipment	–	–	–	–	7,760	7,760
Right-of-use assets	–	–	–	–	1,276	1,276
Land use right	–	–	–	–	1,897	1,897
Deferred tax assets	–	–	–	–	1,458	1,458
Inventories	–	–	–	–	31,395	31,395
Income tax receivables	–	–	–	–	234	234
Restricted cash	–	–	–	–	103	103
Cash and cash equivalents	–	–	–	–	9,921	9,921
Other unallocated amounts	–	–	–	–	1,913	1,913
<b>Total group assets</b>	<b>10,042</b>	<b>2,535</b>	<b>4,504</b>	<b>47</b>	<b>55,957</b>	<b>73,085</b>
<b>As at 31 December 2023:</b>						
Total assets for reportable segments	9,031	2,936	3,589	38	–	15,594
Unallocated:						
Property, plant and equipment	–	–	–	–	6,785	6,785
Right-of-use assets	–	–	–	–	1,691	1,691
Land use right	–	–	–	–	2,032	2,032
Deferred tax assets	–	–	–	–	1,411	1,411
Inventories	–	–	–	–	28,224	28,224
Restricted cash	–	–	–	–	100	100
Cash and cash equivalents	–	–	–	–	7,687	7,687
Other unallocated amounts	–	–	–	–	1,762	1,762
<b>Total group assets</b>	<b>9,031</b>	<b>2,936</b>	<b>3,589</b>	<b>38</b>	<b>49,692</b>	<b>65,286</b>

The assets are not allocated to operating segments because they are not directly attributable to the segment or cannot be allocated to the segment on a reasonable basis.

#### 4. Segment and revenue information (cont'd)

##### 4.3 Liabilities and reconciliations

	Precision engineering S\$'000	Marine S\$'000	Stockists and traders S\$'000	Other customers S\$'000	Unallocated S\$'000	Group S\$'000
<b>As at 31 December 2024:</b>						
Unallocated:						
Income tax payable	–	–	–	–	769	769
Borrowings	–	–	–	–	4,811	4,811
Lease liabilities	–	–	–	–	1,987	1,987
Trade and other payables	–	–	–	–	22,051	22,051
<b>Total group liabilities</b>	–	–	–	–	29,618	29,618
<b>As at 31 December 2023:</b>						
Unallocated:						
Income tax payable	–	–	–	–	597	597
Borrowings	–	–	–	–	8,250	8,250
Lease liabilities	–	–	–	–	2,346	2,346
Trade and other payables	–	–	–	–	16,188	16,188
<b>Total group liabilities</b>	–	–	–	–	27,381	27,381

The liabilities are not allocated to operating segments because they are not directly attributable to the segment or cannot be allocated to the segment on a reasonable basis.

##### 4.4 Other material items and reconciliations

	Precision engineering S\$'000	Marine S\$'000	Stockists and traders S\$'000	Other customers S\$'000	Unallocated S\$'000	Group S\$'000
Provision/(Reversal) of receivables and inventories and bad debts recovered (net)						
12 months ended 31 December 2024	658	1,008	193	28	(2,848)	(961)
12 months ended 31 December 2023	–	–	–	–	6,100	6,100
Expenditure for non-current assets						
12 months ended 31 December 2024	–	–	–	–	1,687	1,687
12 months ended 31 December 2023	–	–	–	–	799	799

**4. Segment and revenue information (cont'd)**

**4.5 Geographical information**

	<u>Revenue</u>		<u>Non-current assets</u>	
	<u>FY2024</u>	<u>FY2023</u>	<u>As at 31 December 2024</u>	<u>As at 31 December 2023</u>
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
Singapore	19,950	14,018	8,519	8,858
Malaysia	25,214	21,611	1,237	337
China	11,643	9,555	1,024	1,236
Taiwan	7,230	4,310	153	77
Indonesia	1,194	2,558	–	–
Other countries	6,291	6,080	–	–
Total operations	<u>71,522</u>	<u>58,132</u>	<u>10,933</u>	<u>10,508</u>

Revenues are attributed to countries on the basis of the customer's location, irrespective of the origin of the goods and services. The non-current assets are analysed by the geographical area in which the assets are located. The non-current assets exclude any financial instruments and deferred tax assets.

**5. Financial assets and financial liabilities**

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 December 2024 and 31 December 2023:

	<u>Group</u>		<u>Company</u>	
	<u>31 December 2024</u>	<u>31 December 2023</u>	<u>31 December 2024</u>	<u>31 December 2023</u>
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
<u>Financial assets at amortised cost:</u>				
Trade and other receivables (excluding GST receivables)	17,446	16,389	1,568	1,976
Restricted cash	103	100	–	–
Cash and cash equivalents	9,921	7,687	136	319
Financial assets at amortised cost	<u>27,470</u>	<u>24,176</u>	<u>1,704</u>	<u>2,295</u>
<u>Financial liabilities at amortised cost:</u>				
Trade and other payables (excluding GST payables)	22,028	15,935	878	1,543
Lease liabilities	1,987	2,346	–	–
Borrowings	4,811	8,250	–	–
Financial liabilities at amortised cost	<u>28,826</u>	<u>26,531</u>	<u>878</u>	<u>1,543</u>

**6. Profit before tax**

**6.1 Significant items**

	<u>Group</u>			
	<u>2HFY2024</u> S\$'000	<u>2HFY2023</u> S\$'000	<u>FY2024</u> S\$'000	<u>FY2023</u> S\$'000
Foreign exchange adjustment loss	(346)	(459)	(561)	(849)
Depreciation of property, plant and equipment	(485)	(421)	(927)	(909)
Amortisation of land use right	(67)	(68)	(135)	(136)
Depreciation of right-of-use assets	(377)	(399)	(748)	(793)
Gains/(Loss) on disposal of property, plant and equipment, net	9	–	20	(4)
Loss allowance for expected credit loss	(1,771)	(7)	(1,887)	–
Reversal/(Provision) for inventories obsolescence	1,759	(2,115)	2,848	(6,100)
Interest expense	(309)	(487)	(597)	(1,159)
Interest income	22	9	30	13
Government grant income	25	29	40	50

**6.2 Related party transactions**

There are no material related party transactions apart from those disclosed elsewhere in the financial statements.

## 7. Taxation

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

	<u>Group</u>			
	<u>2HFY2024</u>	<u>2HFY2023</u>	<u>FY2024</u>	<u>FY2023</u>
	S\$'000	S\$'000	S\$'000	S\$'000
Current income tax expense	(529)	(242)	(854)	(610)
Deferred tax movement	289	370	58	726
Income tax (expense)/credit	<u>(240)</u>	<u>128</u>	<u>(796)</u>	<u>116</u>

## 8. Net asset value

	<u>Group</u>		<u>Company</u>	
	31 December <u>2024</u>	31 December <u>2023</u>	31 December <u>2024</u>	31 December <u>2023</u>
Net asset value per ordinary share (S\$ cents)	<u>40.2</u>	<u>35.1</u>	<u>11.4</u>	<u>11.3</u>

## 9. Property, plant and equipment

During the six months ended 31 December 2024, the Group acquired assets amounting to S\$732,123 (31 December 2023: S\$262,000) and disposed of assets amounting to S\$5,403 (31 December 2023: S\$85,000).

## 10. Borrowings and debt securities

	<u>Group</u>		<u>Company</u>	
	31 December <u>2024</u>	31 December <u>2023</u>	31 December <u>2024</u>	31 December <u>2023</u>
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Amount repayable within one year or on demand</u>				
Secured	5,091	2,245	–	–
Unsecured	638	3,796	–	–
	<u>5,729</u>	<u>6,041</u>	<u>–</u>	<u>–</u>
<u>Amount repayable after one year</u>				
Secured	4,109	4,174	–	–
Unsecured	682	2,111	–	–
	<u>4,791</u>	<u>6,285</u>	<u>–</u>	<u>–</u>

### Details of any collaterals

The Group's borrowings consist of term loans, bank loans, bills payables and finance leases.

Certain of the Group's term loans, bank loans and other credit facilities are secured by the legal mortgages on the Group's leasehold property, land use right and inventories. The finance leases are secured by the leased assets.

## 11. Share Capital

	<u>Number of shares issued</u> '000	<u>Share capital</u> S\$'000
<u>Group and Company</u>		
Ordinary shares of no par value:		
Balance as at 31 December 2024 and 31 December 2023	<u>108,000</u>	<u>10,579</u>

There has been no change in the Company's share capital since 31 December 2023.

The Company does not hold any treasury shares or convertible instruments as at 31 December 2024 and 31 December 2023.

The Company's subsidiaries do not hold any shares in the Company as at 31 December 2024 and 31 December 2023.

## 12. Subsequent events

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

## 13. Changes in contingent liabilities or contingent assets

There were no material changes in the contingent liabilities or contingent assets since the last financial year ended 31 December 2023.



**F. OTHER INFORMATION REQUIRED BY CATALIST RULE APPENDIX 7C**

**1. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business.**

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

**Statement of Profit and Loss and Other Comprehensive Income**

The Group has registered a net profit of S\$5.8 million in FY2024 as compared to a net loss of S\$4.5 million in FY2023. For 2HFY2024 period, the Group made a net profit of S\$3.7 million as compared to a net loss of S\$1.9 million in 2HFY2023.

The Group's revenue increased by S\$13.4 million or 23.1%, from S\$58.1 million in FY2023 to S\$71.5 million in FY2024. For 2HFY2024 period, the Group's revenue also increased by S\$10.6 million or 36.7%, from S\$28.9 million in 2HFY2023 to S\$39.5 million in 2HFY2024. This was mainly due to an increase in sales volume to our customers across all segments.

Gross profit increased by S\$11.4 million or 308.1%, from S\$3.7 million in FY2023 to S\$15.1 million in FY2024. Gross profit margin increased by 14.7%, from 6.4% in FY2023 to 21.1% in FY2024. The increase in both gross profit and gross profit margin is mainly due to the reversal for inventories obsolescence of S\$2.8 million recognised in FY2024 as compared to the recognition of provision for inventories obsolescence of S\$6.1 million in FY2023.

For 2HFY2024 period, gross profit increased by S\$6.5 million or 270.8%, from S\$2.4 million in 2HFY2023 to S\$8.9 million in 2HFY2024. Gross profit margin increased by 14.2%, from 8.4% in 2HFY2023 to 22.6% in 2HFY2024. The increase in both gross profit and gross profit margin is mainly due to the reversal for inventories obsolescence of S\$1.8 million recognised in 2HY2024 as compared to the recognition of provision on inventories obsolescence of S\$2.1 million in 2HY2023.

Other income remained fairly constant in FY2023 and FY2024 and 2HFY2023 and 2HFY2024.

Distribution costs remained fairly consistent in FY2023 and FY2024 and 2HFY2023 and 2HFY2024.

Administrative expenses decreased by S\$0.8 million or 14.3%, from S\$5.6 million in FY2023 to S\$4.8 million in FY2024. For 2HFY2024 period, administrative expenses decreased by S\$0.9 million or 29.0%, from S\$3.1 million in 2HFY2023 to S\$2.2 million in 2HFY2024. The lower administrative expenses in FY2024 and 2HFY2024 are mainly due to lower staff costs.

Finance costs decreased by S\$0.6 million or 50.0%, from S\$1.2 million in FY2023 to S\$0.6 million in FY2024. For 2HFY2024 period, finance costs decreased by S\$0.2 million or 40.0%, from S\$0.5 million in 2HFY2023 to S\$0.3 million in 2HFY2024. The decrease in FY2024 and 2HFY2024 is due to the lower borrowing costs and lower usage of trade finance facilities in FY2024.

The Group reported S\$1.8 million loss on expected credit loss on trade receivables in FY2024 as compared to S\$Nil net allowance in FY2023. Net allowance on trade receivables increased by approximately S\$1.8 million, from S\$7,000 in 2HFY2023 to S\$1.8 million in 2HFY2024, due to higher credit risks and changes in economic conditions.

**1. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. (cont'd)**

**Statement of Comprehensive Income (cont'd)**

Other expenses decreased by S\$0.3 million, or 33.3%, from S\$0.9 million in FY2023 to S\$0.6 million in FY2024. For 2HFY2024 period, other expenses decreased by S\$0.2 million, from S\$0.5 million in 2HFY2023 to S\$0.3 million in 2HFY2024. The lower other expenses are mainly due to lower foreign exchange adjustment loss.

As a result of the above, the Group recorded a profit before tax of S\$6.6 million in FY2024, as compared to a loss before tax of S\$4.6 million in FY2023.

**Statement of Financial Position**

Non-current assets increased by S\$0.5 million, from S\$11.9 million as at 31 December 2023 to S\$12.4 million as at 31 December 2024, mainly due to an increase in property, plant and equipment of S\$1.0 million and decrease in right-of-use assets of S\$0.4 million and land use right of S\$0.1 million as a result of depreciation and amortisation charges.

Current assets increased by S\$7.3 million, from S\$53.4 million as at 31 December 2023 to S\$ 60.7 million as at 31 December 2024. This was mainly due to an increase in inventories of S\$3.2 million, an increase in trade and other receivables of S\$1.8 million, and increase in prepayments S\$0.2 million, and increase in cash and cash equivalents of S\$2.2 million. Please refer to the section on "Statement of Cash Flows" below for the reasons for the increase in cash and cash equivalents.

Non-current liabilities decreased by S\$1.5 million, from S\$6.3 million as at 31 December 2023 to S\$4.8 million as at 31 December 2024, mainly due to net decrease in long-term bank loans of S\$1.2 million after repayment and a decrease in lease liability (non-current portion) of S\$0.3 million.

Current liabilities increased by S\$3.7 million, from S\$21.1 million as at 31 December 2023 to S\$24.8 million as at 31 December 2024, mainly due to an increase in trade and other payables of S\$5.9 million, increase in income tax payable of S\$0.2 million and decrease in borrowings of S\$2.3 million.

The Group reported a positive working capital position of S\$35.9 million as at 31 December 2024, as compared to a positive working capital position of S\$32.3 million as at 31 December 2023.

Total equity increased by S\$5.6 million, from S\$37.9 million as at 31 December 2023 to S\$43.5 million as at 31 December 2024, mainly as a result of the net profit for the year.

**Statement of Cash Flows**

Net cash flows generated from operating activities amounted to S\$7.0 million, mainly due to the net cash flows generated from operations.

Net cash flows used in investing activities amounted to S\$1.6 million in FY2024, mainly due to the purchase of property, plant and equipment.

Net cash flows used in financing activities amounted to S\$3.2 million in FY2024, mainly due to a net repayment of borrowings and bill payables to bank of S\$1.5 million, interest payment of S\$0.5 million, repayment of lease liabilities of S\$1.0 million and dividend payment of S\$0.2 million.

**2. 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 was previously disclosed.

**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 operating period and the next 12 months.**

Demand for the Group's products in the precision engineering segment remains strong as the global semiconductor industry continues its recovery, driven by increasing demand for artificial intelligence applications, high-performance computing, and inventory replenishment.

The global economy in 2025 is expected to be volatile as the United States rolls out new trade tariffs, potentially escalating global trade tensions. Additionally, unresolved geopolitical conflicts are likely to weigh on economic growth.

In Singapore, GDP growth for 2025 is projected to range between 1% and 3%, influenced by geopolitical tensions, China's economic slowdown, and uncertainty in the United States. However, trade-related services and manufacturing remain optimistic, supported by strong demand for chips in PCs, smartphones, and artificial intelligence devices. <sup>i, ii</sup>

With a strong balance sheet and exposure to multiple market segments, the Group is well-positioned to capitalise on emerging opportunities. Management will closely monitor developments in trade tensions and cross-border conflicts, taking necessary actions to safeguard and enhance long-term value.

Source:

<sup>i</sup> [Singapore's GDP growth expected between 1% and 3% in 2025 - CNA](#)

<sup>ii</sup> [MTI Forecasts GDP Growth of "Around 3.5 Per Cent" in 2024 and "1.0 to 3.0 Per Cent" in 2025](#)

**4. Dividend information**

**a. Current Financial Period Reported On**

Any dividend declared/recommended for the current financial period reported on?

Yes.

The directors are pleased to propose the payment of a final dividend of 0.3 Singapore cent per ordinary share, in respect of the financial year ended 31 December 2024, subject to the approval of shareholders at the next Annual General Meeting of the Company.

Name of dividend	Final
Dividend type	Cash
Dividend amount per share (in S\$ cents)	0.3
Tax rate	Tax-exempt (one tier)

**b. Corresponding Period of the Immediately Preceding Financial Year**

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

Yes.

Name of dividend	Final
Dividend type	Cash
Dividend amount per share (in S\$ cents)	0.2
Tax rate	Tax-exempt (one tier)

**4. Dividend information (cont'd)**

**c. Date payable**

Subject to approval by the shareholders at the next Annual General Meeting, the payment date of the proposed dividend will be announced at a later date.

**d. Record date**

Subject to approval by the shareholders at the next Annual General Meeting, the record date will be announced at a later date.

**5. Interested person transactions**

The Company does not have a mandate from its shareholders for any interested person transactions. There are no interested person transactions of S\$100,000 or more during the financial period under review.

**6. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Catalyst Rules**

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

**7. Disclosure of persons occupying managerial positions in the issuer or any of its principal subsidiaries who are relatives to a director, CEO or substantial shareholder of the issuer pursuant to Rule 704(10) of the Catalyst Rules**

Name	Age	Family relationship with any director 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
Tan Ee Hoon	64	Sister of Mr Tan Yee Ho (Executive Chairman and controlling shareholder of the Company) and Mr Tan Yee Leong (Executive Director, Chief Executive Officer and controlling shareholder of the Company)	<u>Position:</u> General Administrative Manager of SL Metals Pte. Ltd., a wholly-owned subsidiary of the Company.  <u>Year the position was first held:</u> 2021	Not applicable
Tan Li Shuan	29	Daughter of Mr Tan Yee Leong (Executive Director, Chief Executive Officer and controlling shareholder of the Company) and niece of Mr Tan Yee Ho (Executive Chairman and controlling shareholder of the Company).	<u>Position:</u> Business Development Manager of SL Metals Pte. Ltd., a wholly-owned subsidiary of the Company.  <u>Year the position was first held:</u> 2023	Not applicable

**8. Breakdown of sales**

<b>Group</b>	<u>FY2024</u> S\$'000	<u>FY2023</u> S\$'000	<u>Increase</u> %
Revenue for first half year	32,019	29,249	9.5
Profit / (Loss) after tax for first half year	2,124	(2,639)	NM
Revenue for second half year	39,503	28,883	36.8
Profit / (Loss) after tax for second half year	3,657	(1,894)	NM

*NM – Not meaningful*

**9. Breakdown of dividend**

	<u>FY2024</u> S\$'000	<u>FY2023</u> S\$'000
Ordinary	324 *	216
Preference	–	–
<b>Total</b>	<b>324</b>	<b>216</b>

\* Proposed final dividend, subject to the approval of shareholders at the upcoming Annual General Meeting of the Company.

**10. Disclosures on acquisition and realisation of shares pursuant to Rule 706A of the Catalist Rules**

There were no acquisition or sale of shares in any of the Group's subsidiary or associated company nor incorporation or winding up or striking off of any subsidiary or associated company by the Company or any of the Group's entities during 2HFY2024.

**On behalf of the Board of Directors**

**TAN YEE HO**  
Executive Chairman

**TAN YEE LEONG**  
Chief Executive Officer and  
Executive Director

Singapore  
24 February 2025