



MANHATTAN RESOURCES LIMITED

Company Registration No : 199006289K

Unaudited Financial Statement Announcement for the First Half and Six Months ended 30 June 2020

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

Unaudited Consolidated Income Statement for the First Half ended 30 June 2020 ("1H 2020")

	Group S\$'000		% Change
	1H 2020	1H 2019	+ / (-)
Revenue*	5,393	7,162	(25)
Other income *	20,183	94	21,371
Employee benefits expenses ⁽¹⁾	(1,225)	(1,544)	(21)
Depreciation and amortisation ⁽²⁾	(2,705)	(3,312)	(18)
Other expenses *	(6,304)	(5,127)	23
Finance costs ⁽³⁾	(83)	(579)	(86)
Share of results of associate, net of tax	-	(4)	n.m.
Profit/(loss) before tax	15,259	(3,310)	n.m.
Income tax credit	325	224	45
Profit/(loss) for the period	15,584	(3,086)	n.m.
Profit/(loss) attributable to:			
Owners of the Company	15,985	(2,790)	n.m.
Non-controlling interests	(401)	(296)	35
	15,584	(3,086)	n.m.

Unaudited Consolidated Statement of Comprehensive Income for 1H 2020

	Group S\$'000		% Change
	1H 2020	1H 2019	+ / (-)
Profit/(loss) for the period	15,584	(3,086)	n.m.
Other comprehensive income:			
Item that may be reclassified subsequently to profit or loss:			
Foreign currency translation	2,950	2,549	16
Other comprehensive income for the period, net of tax	2,950	2,549	16
Total comprehensive income for the period	18,534	(537)	n.m.
Total comprehensive income attributable to:			
Owners of the Company	18,047	86	20,885
Non-controlling interests	487	(623)	n.m.
	18,534	(537)	n.m.

Notes:

n.m. - not meaningful, * - Refer to item 1(a)(ii) for details.

- (1) The decrease in employee benefits expenses was mainly due to less headcount subsequent to the disposal of vessels in 2H2019 and the receipt of the Job Support Scheme payout in 2020.
- (2) The decrease in depreciation was mainly due to the impairment of assets in the power plant segment in FY2019.
- (3) Finance costs include the interest expenses on lease liabilities and interest expenses incurred on the bank loans. The Group had repaid the loans in 1Q2019.

- 1(a)(ii). The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year.

Revenue

Coal transportation income ⁽¹⁾
Sale of electricity ⁽²⁾

Group S\$'000	% Change
1H 2020	1H 2019 + / (-)
421	689 (39)
4,972	6,473 (23)
<u>5,393</u>	<u>7,162</u> (25)

Other income

Interest income on cash and bank deposits
Gain on debt to equity conversion ⁽³⁾
Miscellaneous income

Group S\$'000	% Change
1H 2020	1H 2019 + / (-)
152	81 88
19,992	- n.m.
39	13 200
<u>20,183</u>	<u>94</u> 21,371

Other expenses include the following:

Operating expenses (excluding payroll and depreciation):

Coal and fuel ^{(1) (4)}
Operations and maintenance ^{(1) (5)}
Agent fees and port handling charges ⁽¹⁾
Certificate, license and other compliance expenses ⁽¹⁾
Other expenses ^{(1) (6)}

Group S\$'000	% Change
1H 2020	1H 2019 + / (-)
(1,714)	(2,627) (35)
(1,305)	(1,464) (11)
(49)	(64) (23)
(27)	(38) (29)
(599)	(209) 187
<u>(3,694)</u>	<u>(4,402)</u> (16)

Legal and professional fees ⁽⁷⁾
Office and other rental expenses
Foreign exchange (loss)/gain ⁽⁸⁾

Group S\$'000	% Change
1H 2020	1H 2019 + / (-)
(170)	(217) (22)
(21)	- n.m.
<u>(2,093)</u>	<u>262</u> n.m.

Notes:

- (1) The shipping revenue and cost decreased subsequent to the disposal of vessels in 2H2019. The lower coal carrying activities during the period was attributable to the global coal demand reduced as a result of the spread of Covid-19.
- (2) The decrease in sales of electricity was due to the lower sales volume of electricity in 1H2020 as compared to 1H2019. The local authority imposed restrictions such as curfews, shutting down of schools and business premises to curb the spread of Covid-19 resulting in lower power demand.
- (3) On 21 June 2019, the Group entered into a debt conversion agreement with SLM Holding Pte Ltd ("SLM"), Kaiyi Investment Pte Ltd ("Kaiyi") and Energy Resource Investment Pte Ltd ("ERI") to convert the debts of US\$27,212,855 into the Company's shares. Pursuant to the Proposed Debt Conversion, an aggregate of 1,849,521,700 Conversion Shares were allotted and issued to Kaiyi and ERI at the conversion price of S\$0.02 per share on 13 May 2020. For the purpose of the financial statements, the Conversion Shares had been accounted for based on the market value of the conversion shares issued on 13 May 2020, being \$0.01 per share amounting to S\$38,487,000. Following the completion of the debt conversion, the Company recognized a gain of S\$19,992,000 and foreign exchange loss of S\$1,826,000.
- (4) The decrease in coal and fuel expenses was mainly due to lower sales and lower coal price in 1H2020.
The breakdown of the costs for "Coal and fuel" for the different segment is as follows:

Group S\$'000	% Change
1H 2020	1H 2019 + / (-)
Shipping	(198) (359) (45)
Power plant	(1,516) (2,268) (33)
<u>(1,714)</u>	<u>(2,627)</u> (35)

- (5) The decrease in operations and maintenance expenses was mainly due to fewer vessels undergoing repair in 1H2020. This is partially offset by the increase in operation and maintenance fees of the power plant.
- (6) The increase in other expenses was mainly due to the increase in insurance cost and the increase in value-added tax as a result of the purchase of excavator and spare parts in 1H2020. The other expenses in 1H2019 included a reversal of over accrual of withholding tax in the Indonesia subsidiary.
- (7) The legal and other professional fees in 1H2020 includes professional fee incurred for the compliance cost and corporate exercise such as debt conversion exercise. There was a reversal of over accrual of other professional fee expenses in 1H2020.
- (8) The foreign exchange loss in 1H2020 was mainly due to the movement of Singapore Dollar ("SGD") against United States Dollar ("USD"), Renminbi ("RMB") and Indonesian Rupiah ("IDR").

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

Unaudited Balance Sheets as at 30 June 2020

	Group S\$'000		Company S\$'000	
	30 June 2020	31 Dec 2019	30 June 2020	31 Dec 2019
Non-current assets				
Property, plant and equipment	45,592	46,301	7	13
Intangible assets	14,460	15,316	-	-
Right-of-use assets	12,925	14,708	249	320
Investment property under construction	17,749	16,832	-	-
Property under development	62,184	58,482	-	-
Prepayments	4,867	4,688	-	-
Interests in subsidiaries ⁽¹⁾	-	-	139,886	122,613
Trade and other receivables	4,567	5,321	-	-
	162,344	161,648	140,142	122,946
Current assets				
Trade and other receivables	2,611	3,269	56	87
Prepayments	500	1,517	23	6
Due from subsidiaries (non-trade)	-	-	4,979	144
Inventories	449	51	-	-
Cash and bank deposits	30,669	27,868	9,193	13,850
	34,229	32,705	14,251	14,087
Current liabilities				
Trade and other payables	(26,550)	(59,413)	(2,681)	(22,978)
Due to subsidiaries (non-trade)	-	-	(25,424)	(23,673)
Lease liability	(729)	(2,319)	(231)	(300)
Income tax payable	(356)	(662)	-	-
	(27,635)	(62,394)	(28,336)	(46,951)
Net current assets/(liabilities)	6,594	(29,689)	(14,085)	(32,864)
Non-current liabilities				
Trade and other payables	(8,488)	(8,213)	-	-
Deferred tax liabilities	(8,600)	(8,647)	(14)	(14)
Lease liability	(890)	(1,168)	-	-
	(17,978)	(18,028)	(14)	(14)
Net assets	150,960	113,931	126,043	90,068
Equity				
Share capital	221,427	202,932	221,427	202,932
Accumulated losses	(118,441)	(134,426)	(95,458)	(112,938)
Capital reserve	353	353	-	-
Other reserve	(320)	(320)	-	-
Foreign currency translation reserve	(3,137)	(5,199)	-	-
Acquisition revaluation reserve	5,392	5,392	-	-
Employee share option reserve	74	74	74	74
Equity attributable to owners of the Company	105,348	68,806	126,043	90,068
Non-controlling interests	45,612	45,125	-	-
Total equity	150,960	113,931	126,043	90,068

(1) On 13 May 2020, the shareholders of the Company have approved the execution of the novation and debt conversion agreement entered into by the Company, SLM, Kaiyi and ERI. Accordingly, the outstanding amount of US\$12.2m (approximately S\$17.3m) due from SLM to ERI was novated to MRL as interests in subsidiaries and the novated amount was converted into the Company's shares.

1(b)(ii). Aggregate amount of the group's borrowings and debt securities

Amount repayable in one year or less, or on demand:

30 June 2020	
Unsecured	Secured
-	-

31 December 2019	
Unsecured	Secured
-	-

Amount repayable after one year:

30 June 2020	
Unsecured	Secured
-	-

31 December 2019	
Unsecured	Secured
-	-

- 1(c). **A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Group	
	S\$'000	S\$'000
	1H 2020	1H 2019
Cash flows from operating activities		
Loss before tax	15,259	(3,310)
Adjustments:		
Depreciation and amortisation of property, plant and equipment, intangible assets, prepayment and right-of-use assets	2,705	3,312
Unrealised foreign exchange differences	3,465	2,735
Finance costs	83	579
Interest income	(152)	(81)
Share of results of associate	-	4
Gain on debt to equity conversion	(19,992)	-
Operating cash flows before working capital changes	1,368	3,239
(Increase)/decrease in inventories	(389)	55
Increase in property under development	(4,265)	(2,176)
Decrease in trade and other receivables	1,551	4,846
Decrease/(increase) in prepayments	805	(642)
Increase/(decrease) in trade and other payables	4,775	(5,142)
Cash flows generated from operations	3,845	180
Interest received	152	81
Finance costs paid	-	(384)
Income tax paid	(257)	(2,139)
Net cash flows generated from/(used in) operating activities	3,740	(2,262)
Cash flows (used in)/generated from investing activities		
Purchase of property, plant and equipment	(315)	(56)
Expenditure on investment property under construction	(973)	(497)
Decrease in fixed deposits	-	107
Net cash flows used in investing activities	(1,288)	(446)
Cash flows generated from/(used in) financing activities		
Repayment of bank loans	-	(20,482)
Repayment of lease liabilities	(453)	(807)
Restricted cash	-	228
Net cash flows used in financing activities	(453)	(21,061)
Net increase/(decrease) in cash and cash equivalents	1,999	(23,769)
Effect of exchange rate changes on cash and cash equivalents	802	(257)
Cash and cash equivalents at beginning of the period	27,868	65,887
Cash and cash equivalents at end of the period ⁽¹⁾	30,669	41,861

Note:

- (1) For the purpose of the consolidated cash flow statement, cash and cash equivalents comprise cash at bank and on hand and short term deposits.

	S\$'000	S\$'000
	1H 2020	1H 2019
Cash and cash equivalents	30,669	41,861
Fixed deposits	-	-
Restricted cash	-	-
Cash and bank deposits	30,669	41,861

1(d)(i).

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

	Total attributable to owners of the Company								Non-controlling interests	Total Equity
(in S\$'000s) GROUP	Share capital	Accumulated losses	Capital reserve	Other reserve	Foreign currency translation reserve	Acquisition revaluation reserve	Employee share option reserve	Total		
At 1 January 2019	202,932	(105,271)	353	(320)	(8,659)	5,392	74	94,501	46,863	141,364
Loss for the period, net of tax	-	(2,790)	-	-	-	-	-	(2,790)	(296)	(3,086)
Other comprehensive income										
Foreign currency translation	-	-	-	-	2,876	-	-	2,876	(327)	2,549
Other comprehensive income for the period, net of tax	-	-	-	-	2,876	-	-	2,876	(327)	2,549
Total comprehensive income for the period	-	(2,790)	-	-	2,876	-	-	86	(623)	(537)
At 30 June 2019	202,932	(108,061)	353	(320)	(5,783)	5,392	74	94,587	46,240	140,827
At 1 January 2020	202,932	(134,426)	353	(320)	(5,199)	5,392	74	68,806	45,125	113,931
Conversion shares issued upon debt conversion	18,495	-	-	-	-	-	-	18,495	-	18,495
Profit/(loss) for the period, net of tax	-	15,985	-	-	-	-	-	15,985	(401)	15,584
Other comprehensive income										
Foreign currency translation	-	-	-	-	2,062	-	-	2,062	888	2,950
Other comprehensive income for the period, net of tax	-	-	-	-	2,062	-	-	2,062	888	2,950
Total comprehensive income for the period	-	15,985	-	-	2,062	-	-	18,047	487	18,534
At 30 June 2020	221,427	(118,441)	353	(320)	(3,137)	5,392	74	105,348	45,612	150,960

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

(in S\$'000) Company	Total attributable to owners of the Company			
	Share capital	Accumulated losses	Employee share option reserve	Total
At 1 January 2019	202,932	(76,422)	74	126,584
Loss for the period, net of tax	-	(907)	-	(907)
At 30 June 2019	<u>202,932</u>	<u>(77,329)</u>	<u>74</u>	<u>125,677</u>
At 1 January 2020	202,932	(112,938)	74	90,068
Conversion shares issued upon debt conversion	18,495	-	-	18,495
Profit for the period, net of tax	-	17,480	-	17,480
At 30 June 2020	<u>221,427</u>	<u>(95,458)</u>	<u>74</u>	<u>126,043</u>

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

	No. of outstanding options	No. of outstanding warrants	No. of unissued shares	No. of shares issued
As at 1 January 2019 and 30 June 2019	-	-	-	1,136,981,950
As at 1 January 2020	-	-	-	1,136,981,950
Conversion shares issued upon debt conversion	-	-	-	1,849,521,700
As at 30 June 2020	-	-	-	2,986,503,650

- 1(d)(iii). 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.

	30 June 2020	31 Dec 2019
Total number of ordinary shares issued	<u>2,986,503,650</u>	<u>1,136,981,950</u>

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

Not applicable.

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

Not applicable.

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

The figures have not been audited or reviewed by the external auditors.

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

Not applicable.

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

(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.

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

Not applicable. The Group's latest audited financial statements for the financial year ended 31 December 2019 are not subject to an adverse opinion, qualified opinion or disclaimer of opinion issued by the auditors.

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

Except as disclosed in Section 5 below, the Group and the Company have applied the same accounting policies and methods of computation in the financial statements for the current financial period as compared with those used in the audited financial statements for the financial year ended 31 December 2019.

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

The Group has applied the following SFRS(I)s, interpretations of SFRS(I) and requirement of SFRS(I) which are mandatorily effective from 1 January 2020:

Description	Effective for annual periods beginning on or after
Amendments to SFRS(I) 3 Definition of a Business	1 January 2020
Amendments to SFRS(I) 1-1 and SFRS(I) 1-8 Definition of Material	1 January 2020
Amendments to SFRS(I) 9, SFRS(I) 1-39 and SFRS(I) 7: Interest Rate Benchmark Reform	1 January 2020
Amendments to References to the Conceptual Framework in SFRS(I) Standards	1 January 2020

The adoption of the above standards do not have any significant impact on the financial statements.

6. **Earnings/(Loss) 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: (a) Based on the weighted average number of ordinary shares on issue; and (b) On a fully diluted basis (detailing any adjustments made to the earnings).**

		Group	
<i>Earnings/(Loss) per share</i>		1H 2020	1H 2019
i) Based on the weighted average number of ordinary shares on issue	Cents	0.98	(0.25)
ii) On a fully diluted basis	Cents	0.98	(0.25)

Note to item 6 (i)

The basic earnings per ordinary share ("EPS") of the Group is computed based on net profit attributable to owners of the Company for 1H 2020 amounting to S\$15,985,000 (1H 2019: net loss attributable to owners of the Company of S\$2,790,000) and weighted average number of 1,634,930,100 ordinary shares in issue during 1H 2020 (1H 2019: 1,136,981,950).

Note to item 6 (ii)

The EPS of the Group, on a fully diluted basis, is computed based on net profit attributable to owners of the Company for 1H 2020 amounting to \$15,985,000 (1H 2019: net loss attributable to owners of the Company of S\$2,790,000) and weighted average number of 1,634,930,100 ordinary shares in issue during 1H 2020 (1H 2019: 1,136,981,950).

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares, excluding treasury shares of the issuer at the end of the: (a) current financial period reported on; and (b) immediately preceding financial year.**

	Group		Company	
	30 Jun 2020	31 Dec 2019	30 Jun 2020	31 Dec 2019
Net asset value per ordinary share (cents)	3.53	6.05	4.22	7.92

Note:

Net asset value per ordinary share of the Group and of the Company are computed based on 2,986,503,650 ordinary shares (31 December 2019: 1,136,981,950) in issue at the respective balance sheet dates.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following: (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

1H 2019	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	1H 2020	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
	Power Plant	Shipping	Property	Corporate & Others	Total		Power Plant	Shipping	Property	Corporate & Others	Total
Revenue	6,473	689	-	-	7,162	Revenue	4,972	421	-	-	5,393
Other income	40	9	13	32	94	Other income	34	26	36	20,087	20,183
Cost	(6,543)	(2,470)	(290)	(1,301)	(10,604)	Cost	(5,774)	(756)	(436)	(933)	(7,899)
Foreign exchange gain/(loss)	306	28	(60)	(12)	262	Foreign exchange gain/(loss)	74	27	34	(2,228)	(2,093)
Profit/(loss) net of tax	276	(1,744)	(337)	(1,281)	(3,086)	Profit/(loss) net of tax	(694)	(282)	(366)	16,926	15,584
Profit/(loss) net of tax, attributable to owners of the Company	413	(1,744)	(178)	(1,281)	(2,790)	Profit/(loss) net of tax, attributable to owners of the Company	(468)	(282)	(191)	16,926	15,985

Turnover, costs and net loss

The Group recorded a turnover of S\$5.0m in 1H2020 as compared to S\$6.5m in 1H2019 in the power plant segment. The decrease in revenue was mainly due to the lower sales volume of electricity in 1H2020. Overall, the Group's revenue has decreased from S\$7.2m in 1H2019 to S\$5.4m in 1H2020. The shipping revenue decreased from S\$0.7m to S\$0.4m, after the disposal of vessels in 2H2019. The lower coal carrying activities during the period was attributable to the global coal demand reduced as a result of the spread of Covid-19.

The power plant segment recorded a net loss of \$0.5m in 1H2020, as compared to a net profit of \$0.4m in 1H2019, mainly due to lower sales and higher repair and maintenance costs incurred for the power plant in 1H2020. The loss in 1H2020 was compensated by the decrease in coal prices in 2Q2020.

The shipping segment incurred a net loss of S\$0.3m in 1H2020, as compared to a net loss of S\$1.7m in 1H2019. Subsequent to the disposal of vessels in 2H2019, there were lesser vessels related costs, vessel repair cost and staff costs. The property segment recorded a loss of \$0.2m in 1H2020 as compared to \$0.2m in 1H2019. The losses were mainly due to foreign exchange losses incurred during the period.

The Company recorded a gain of S\$20m and a loss of foreign exchange of S\$1.8m arising from the debt to equity exercise completed in May 2020. The decrease in employee benefits expenses was mainly due to the receipt of the Job Support Scheme payout in 2020.

As a whole, the Group recorded a net gain attributable to owners of the Company of S\$16.0m for 1H2020 as compared to a net loss attributable to owners of the Company of S\$2.8m for 1H2019.

Cash flow, working capital, assets and liabilities

The Group's cash and bank deposits remain healthy at S\$30.7m as at 30 June 2020 as compared to S\$27.9m as at 31 December 2019. The movement in cash flow was mainly due to changes in working capital. The decrease in cash and bank deposits was attributable to the expenditure incurred for fixed assets, property under development/investment property under construction. In June 2020, the Group received US\$3.43m (approximately S\$4.8m) from Kaiyi for the capital investment in the Ningbo Project via Manhattan Property Development Pte Ltd ("MPDPL"). The Company has also utilized US\$3.57m (approximately S\$4.97m), representing approximately 36.20% of the net proceeds raised from the rights issue, for capital investment in the Ningbo Project via MPDPL. MPDPL has injected US\$7m capital to Ningbo Project in July 2020.

The increase in the property under development and investment property under construction in 1H 2020 was due to the capitalization of development expenditure for property development in Ningbo. The decrease in the property, plant and equipment, land use rights and intangible assets was mainly due to the depreciation and amortisation charges incurred in 1H 2020. The prepayments mainly related to the value added tax prepayments arising from the property development segment. Part of the prepayment for project related costs were capitalized as development expenditure for property in 1H2020. The decrease in trade and other receivables was mainly attributable to the collection. The increase in trade and other payables was mainly due to the amount received from Kaiyi for the capital investment in the Ningbo Project via MPDPL.

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

Not applicable.

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

In view of the uncertainties in the global economy, the Group shall continue to concentrate its efforts on existing business, while focusing on creating stable sustainable revenue base. We will continue to strive for operational efficiency and cost effectiveness.

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

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

No.

- b (i) Amount per share (cents)

Not applicable.

- (ii) Previous corresponding period (cents)

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 The date the dividend is payable.

Not applicable.

- e The date on which Registrable Transfers received by the company (up to 5:00pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

No dividend has been declared or recommended as the Group still has accumulated losses.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

Name of Interested Person	Aggregate value (S\$'000) of all IPTs during the period ended 30 June 2020 (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all IPTs under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
	S\$'000	S\$'000
KaiYi Investment Pte. Ltd. - Lease of office premises	-	(66)
PT Dermaga Perkasapratama - Sale of electricity	2,584	-

14. Confirmation by the Board pursuant to Rule 720(1) of the listing manual

The Company has procured undertakings from all its directors and executive officers in compliance with Listing Rule 720(1).

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

We, Low Yi Ngo and Tung Zhi Hong, Paul, being two directors of Manhattan Resources Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial statements for the first half ended 30 June 2020 to be false or misleading in any material aspect.

For and on behalf of the Board of Directors

MANHATTAN RESOURCES LIMITED

Low Yi Ngo
Chief Executive Officer and Managing Director

Tung Zhihong, Paul
Director

BY ORDER OF THE BOARD

Madelyn Kwang Yeit Lam
Secretary

7 August 2020