



NAM LEE PRESSED METAL INDUSTRIES LIMITED

(Company Registration No. 1975-00362-M)

NAM LEE PRESSED METAL
INDUSTRIES LIMITED

Full Year Financial Statement And Dividend Announcement For The Year Ended 30-09-2019

- 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.

CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 30 SEPTEMBER 2019

	Group		
	12 Months Ended		
	30-Sep-19	30-Sep-18	Change
	S\$'000	S\$'000	%
Revenue	143,655	156,842	(8.4%)
Cost of sales	(119,603)	(127,546)	(6.2%)
Gross Profit	24,052	29,296	(17.9%)
Distribution costs	(2,295)	(2,574)	(10.8%)
Administrative costs	(10,375)	(10,972)	(5.4%)
Other operating costs	(3,531)	(2,171)	62.6%
Profit from operating activities	7,851	13,579	(42.2%)
Interest income	460	503	(8.5%)
Finance costs	(43)	(78)	(44.9%)
Other income	3,333	1,649	102.1%
Profit before tax	11,601	15,653	(25.9%)
Income tax expenses	(1,787)	(3,630)	(50.8%)
Profit for the year	9,814	12,023	(18.4%)
Attributable to:			
Owners of the Company	9,814	12,017	(18.3%)
Non-controlling interests	-	6	NM
	9,814	12,023	(18.4%)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 SEPTEMBER 2019

Profit for the year	9,814	12,023	(18.4%)
Other comprehensive income:			
Foreign currency translation	(172)	1	NM
Fair value adjustment on quoted securities	(1)	-	NM
Other comprehensive income for the year, net of tax	(173)	1	NM
Total comprehensive income for the year	9,641	12,024	(19.8%)
Attributable to:			
Owners of the Company	9,643	12,679	(23.9%)
Non-controlling interests	(2)	(655)	(99.7%)
	9,641	12,024	(19.8%)

NM: Not meaningful

NAM LEE PRESSED METAL INDUSTRIES LIMITED

Full Year Financial Statement And Dividend Announcement For The Year Ended 30-09-2019

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.

Note

(i) Profit for the year is arrived at after (charging) / crediting the following:

	Group		
	12 Months Ended		
	30-Sep-19	30-Sep-18	Change
	S\$'000	S\$'000	%
Depreciation of property, plant and equipment	(3,561)	(3,576)	(0.4%)
Interest expense	(43)	(78)	(44.9%)
Foreign currency exchange gain, net	517	1,510	NM
Interest income from fixed deposits	278	321	(13.4%)
Interest income from held-to-maturity investments	-	182	NM
Interest income from quoted securities	182	-	NM
Gain / (loss) on disposal of property, plant and equipment	37	(14)	NM
Gain on deregistration of a subsidiary	22	-	NM

NM: Not meaningful

NAM LEE PRESSED METAL INDUSTRIES LIMITED

Full Year Financial Statement And Dividend Announcement For The Year Ended 30-09-2019

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

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2019

	Group			Company		
	30-Sep-19	30-Sep-18	1-Oct-17	30-Sep-19	30-Sep-18	1-Oct-17
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
	(Restated [^])					
ASSETS						
Non-current assets						
Property, plant and equipment	45,806	40,948	36,542	6,280	7,035	6,908
Available-for-sale investments	-	5	5	-	5	5
Held-to-maturity investments	-	6,047	6,067	-	6,047	6,067
Quoted securities	6,031	-	-	6,031	-	-
Investment in subsidiaries	-	-	-	14,749	15,226	15,226
Deferred tax assets	310	788	755	-	-	-
Total non-current assets	52,147	47,788	43,369	27,060	28,313	28,206
Current assets						
Inventories	40,452	38,896	33,192	5,007	6,362	5,915
Trade receivables	34,114	35,634	37,710	19,999	25,900	21,634
Other receivables, deposits and prepayments	5,489	4,967	4,160	505	399	351
Amounts due from subsidiaries (non-trade)	-	-	-	51,781	26,547	17,853
Derivatives	-	-	421	-	-	421
Cash and fixed deposits	35,293	45,287	43,600	27,223	38,668	37,964
Total current assets	115,348	124,784	119,083	104,515	97,876	84,138
Total assets	167,495	172,572	162,452	131,575	126,189	112,344
Current Liabilities:						
Trade payables	8,090	7,473	7,279	4,966	3,111	6,077
Other payables and accruals	11,951	17,197	14,048	6,903	8,731	7,417
Provision for warranty	676	625	615	-	-	-
Term loans	417	1,000	1,000	417	1,000	1,000
Derivatives	346	731	-	346	731	-
Obligation under hire purchase contracts	128	198	190	128	198	170
Income tax payables	745	1,886	2,201	585	1,572	1,353
Total current liabilities	22,353	29,110	25,333	13,345	15,343	16,017
Net current assets	92,995	95,674	93,750	91,170	82,533	68,121
Non-current liabilities						
Term loans	-	417	1,417	-	417	1,417
Obligation under hire purchase contracts	112	240	237	112	240	235
Deferred tax liabilities	1,025	987	949	218	184	65
Total non-current liabilities	1,137	1,644	2,603	330	841	1,717
Net assets	144,005	141,818	134,516	117,900	110,005	94,610
Equity attributable to owners of the Company						
Share capital	57,184	57,184	57,018	57,184	57,184	57,018
Retained earnings	94,949	92,404	85,238	60,629	52,726	37,460
Capital reserve	104	104	104	-	-	-
Foreign currency translation reserve	(8,319)	(8,184)	(8,846)	-	-	-
Fair value adjustment reserve	(2)	(1)	(1)	(2)	(1)	(1)
Share option reserve	89	96	133	89	96	133
	144,005	141,603	133,646	117,900	110,005	94,610
Non-controlling interests	-	215	870	-	-	-
Total equity	144,005	141,818	134,516	117,900	110,005	94,610

[^]: Refer to note 5 for impact on adoption of SFRS (I)

NAM LEE PRESSED METAL INDUSTRIES LIMITED

Full Year Financial Statement And Dividend Announcement For The Year Ended 30-09-2019

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

	Group	
	As At	
	30-Sep-19	30-Sep-18
	S\$'000	S\$'000
<u>Amount repayable in one year or less, or on demand:-</u>		
Secured	128	198
Unsecured	417	1,000
Sub-Total	545	1,198
<u>Amount repayable after one year</u>		
Secured	112	240
Unsecured	-	417
Sub-Total	112	657

Details of any collateral

At 30 September 2019 and 30 September 2018, the Group's secured borrowings consist of outstanding finance lease balances.

NAM LEE PRESSED METAL INDUSTRIES LIMITED

Full Year Financial Statement And Dividend Announcement For The Year Ended 30-09-2019

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.

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 SEPTEMBER 2019

	Group	
	12 Months Ended	
	30-Sep-19	30-Sep-18
	S\$'000	S\$'000
Cash flows from operating activities:		
Profit before income tax:	11,601	15,653
Adjustments for:		
Depreciation of property, plant and equipment	3,561	3,576
(Gain) / loss on disposal of property, plant and equipment	(37)	14
Gain on deregistration of a subsidiary	(22)	-
Reversal of a replacement cost	(2,468)	-
Property, plant and equipment written off	44	56
Fair value (gain) / loss on derivatives	(385)	1,152
Finance costs	43	78
Interest income from fixed deposits	(278)	(321)
Interest income from held-to-maturity investments	-	(182)
Interest income from quoted securities	(182)	-
Provision for warranty, net	51	10
Amortisation of bond premium	21	20
Foreign currency translation adjustment	(173)	(829)
Operating cash flow before working capital changes	11,776	19,227
Increase in inventories	(1,556)	(5,704)
Decrease in receivables	828	1,336
(Decrease) / increase in payables	(2,147)	3,342
Cash generated from operations	8,901	18,201
Income taxes paid	(2,413)	(4,017)
Interest received	278	321
Interest paid	(43)	(78)
Net cash generated from operating activities	6,723	14,427
Investing activities:		
Purchases of property, plant and equipment	(8,895)	(7,294)
Proceeds on disposal of property, plant and equipment	378	172
Interest income from held-to-maturity investments	-	182
Interest income from quoted securities	182	-
Net cash used in investing activities	(8,335)	(6,940)
Financing activities:		
Increase in fixed deposit - pledged	-	(4)
Repayment of finance lease obligations	(198)	(222)
Repayment of term loans	(1,000)	(1,000)
Proceeds from exercise of employee share options	-	129
Dividends paid on ordinary shares	(7,276)	(4,851)
Net cash flows used in financing activities	(8,474)	(5,948)
Net (decrease) / increase in cash and cash equivalents	(10,086)	1,539
Cash and cash equivalents at the beginning of the year	45,122	43,439
Effect of exchange rate changes on cash and cash equivalents	92	144
Cash and cash equivalents at the end of the year	(N1) 35,128	45,122

(N1) Included in deposits of the Group are \$165,000 (2018: \$165,000) pledged to a licensed bank for bank guarantee facilities.

	30-Sep-19	30-Sep-18
	S\$'000	S\$'000
Fixed deposits	12,649	20,579
Cash at bank and on hand	22,644	24,708
	35,293	45,287
Less: fixed deposit pledged	(165)	(165)
Total cash and cash equivalents	35,128	45,122

NAM LEE PRESSED METAL INDUSTRIES LIMITED

Full Year Financial Statement And Dividend Announcement For The Year Ended 30-09-2019

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.

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 SEPTEMBER 2019

	Share capital	Retained earnings	Capital reserve	Foreign currency translation reserve	Asset revaluation reserve	Fair value adjustment reserve	Share option reserve	Equity attributable to owners of the company	Non-controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Group										
Balance as at 1 October 2018	57,184	89,969	104	(8,184)	1,867	(1)	96	141,035	215	141,250
Effect of adopting SFRS (I) 1	-	2,435	-	-	(1,867)	-	-	568	-	568
Balance as at 1 October 2018 (restated)	57,184	92,404	104	(8,184)	-	(1)	96	141,603	215	141,818
Total comprehensive income for the year	-	9,814	-	(170)	-	(1)	-	9,643	(2)	9,641
Deregistration of a subsidiary	-	-	-	35	-	-	-	35	(213)	(178)
Forfeiture of employee share options	-	7	-	-	-	-	(7)	-	-	-
Dividends on ordinary shares	-	(7,276)	-	-	-	-	-	(7,276)	-	(7,276)
Balance as at 30 September 2019	57,184	94,949	104	(8,319)	-	(2)	89	144,005	-	144,005
Balance as at 1 October 2017	57,018	82,803	104	(8,846)	1,867	(1)	133	133,078	870	133,948
Effect of adopting SFRS (I) 1	-	2,435	-	-	(1,867)	-	-	568	-	568
Balance as at 1 October 2017 (restated)	57,018	85,238	104	(8,846)	-	(1)	133	133,646	870	134,516
Total comprehensive income for the year	-	12,017	-	662	-	-	-	12,679	(655)	12,024
Exercise of employee share options	166	-	-	-	-	-	(37)	129	-	129
Dividends on ordinary shares	-	(4,851)	-	-	-	-	-	(4,851)	-	(4,851)
Balance as at 30 September 2018 (restated)	57,184	92,404	104	(8,184)	-	(1)	96	141,603	215	141,818

NAM LEE PRESSED METAL INDUSTRIES LIMITED

Full Year Financial Statement And Dividend Announcement For The Year Ended 30-09-2019

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 SEPTEMBER 2019 (cont'd)

	Share capital	Retained earnings	Asset revaluation reserve	Fair value adjustment reserve	Share option reserve	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Company						
Balance as at 1 October 2018	57,184	52,493	194	(1)	96	109,966
Effect of adopting SFRS (I) 1	-	233	(194)	-	-	39
Balance as at 1 October 2018 (restated)	57,184	52,726	-	(1)	96	110,005
Total comprehensive income for the year	-	15,172	-	(1)	-	15,171
Forfeiture of employee share options	-	7	-	-	(7)	-
Dividends on ordinary shares	-	(7,276)	-	-	-	(7,276)
Balance as at 30 September 2019	57,184	60,629	-	(2)	89	117,900
Balance as at 1 October 2017	57,018	37,227	194	(1)	133	94,571
Effect of adopting SFRS (I) 1	-	233	(194)	-	-	39
Balance as at 1 October 2017 (restated)	57,018	37,460	-	(1)	133	94,610
Total comprehensive income for the year	-	20,117	-	-	-	20,117
Exercise of employee share options	166	-	-	-	(37)	129
Dividends on ordinary shares	-	(4,851)	-	-	-	(4,851)
Balance as at 30 September 2018 (restated)	57,184	52,726	-	(1)	96	110,005

NAM LEE PRESSED METAL INDUSTRIES LIMITED

Full Year Financial Statement And Dividend Announcement For The Year Ended 30-09-2019

- 1 (d) (ii) Details of any changes in the company's share capital arising from right issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of share for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares 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.

A) SHARE CAPITAL

	Number of ordinary shares	Share Capital S\$'000
Balance as at 30 September 2018	242,544,082	57,184
Balance as at 30 September 2019	242,544,082	57,184

There were no share held as treasury shares during the financial year.

B) SHARE OPTIONS

On 22 February 2010, the Company granted 8,200,000 share options at exercise price of \$0.258 under Nam Lee Employee Share Option Scheme ("The Scheme").

Movement in share options during the financial year

The following table illustrates the number ("No.") and weighted average exercise prices ("WAEP") of, and movements in, share options during the year.

	30-Sep-19		30-Sep-18	
	No.	WAEP (\$)	No.	WAEP (\$)
Opening balance	1,300,000	0.258	1,800,000	0.258
Forfeited during the year	(100,000)	0.258	-	0.258
Exercised during the year	-	0.258	(500,000)	0.258
Ending balance (Exercisable)	1,200,000	0.258	1,300,000	0.258

- 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.

Please refer to item 1(d)(ii) above.

- 1 (d) (iv) A statement showing all sales, transfers, disposal, 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 nor reviewed by our auditors.

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

Not applicable.

NAM LEE PRESSED METAL INDUSTRIES LIMITED

Full Year Financial Statement And Dividend Announcement For The Year Ended 30-09-2019

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

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial year compared with those of the audited financial statements for the financial year ended 30 September 2018, except for disclosed in note 5 below.

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

The group has adopted a new financial reporting framework, Singapore Financial Reporting Standards (International) SFRS (I), on 1 October 2018 and has prepared its financial information under SFRS (I) for the year ended 30 September 2019.

Other than the adoption of SFRS (I) 1, which is effective for its financial year beginning 1 October 2018, the Group expects that the adoption of the new financial reporting framework will have no material impact to the Group's and the Company's financial statements in the year of initial application.

The impact of adopting the following SFRS (I) on the Group's and Company's financial statements are set out as follows:

SFRS (I) 1 - First-time adoption of Singapore Financial Reporting Standards (International)

On the transition to SFRS (I), the Group and the Company restated comparative years financial statements to retrospectively apply SFRS (I) where applicable, except where SFRS (I) specifically prohibited such retrospective applications and where optional exemptions from retrospective applications were elected.

The Group and the Company have elected to measure its land and buildings using the cost model by applying "deemed cost" transition exemptions. Accordingly, the Group and Company have reclassified \$1,867,000 and \$194,000 respectively of asset revaluation reserve to the opening retained earnings as at 1 October 2017.

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

EARNING PER ORDINARY SHARE

	Group		
	12 Months Ended		
Earnings per ordinary share (EPS) for the year: -	30-Sep-19	30-Sep-18	Change %
(i) Based on weighted average number of ordinary shares (in cents)	4.046	4.956	(18.35%)
- Weighted average number of shares	242,544,082	242,469,082	0.03%
(ii) On a fully diluted basis (in cents)	4.040	4.947	(18.35%)
- Adjusted weighted average number of shares	242,932,451	242,912,572	0.01%

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		
	As At		Change %	As At		Change %
	30-Sep-19	30-Sep-18		30-Sep-19	30-Sep-18	
	Cents	Cents		Cents	Cents	
Net asset backing per ordinary share based on the existing issued share capital as at the end of the financial year reported on	59.37	58.38	1.70%	48.61	45.35	7.18%

NAM LEE PRESSED METAL INDUSTRIES LIMITED

Full Year Financial Statement And Dividend Announcement For The Year Ended 30-09-2019

- 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.**

INCOME STATEMENT / STATEMENT OF COMPREHENSIVE INCOME

Group revenue decreased by S\$13.1 million or 8.4% from S\$156.8 million for the financial year ended 30 Sept 2018 ("FY2018") to S\$143.7 million for the financial year ended 30 Sept 2019 ("FY2019"). The decrease was mainly attributable to a decrease in revenue from the aluminium segment.

Gross profit decreased from S\$29.3 million in FY2018 to S\$24.1 million in FY2019 while gross profit margin decreased from 18.7% in FY2018 to 16.8% in FY2019, mainly due to a change in product mix with lower margin.

Distribution costs decreased from S\$2.6 million in FY2018 to S\$2.3 million in FY2019, which is in line with the lower revenue in FY2019. Administrative costs decreased from S\$11.0 million in FY2018 to S\$10.4 million in FY2019, which was mainly due to lower accrued personnel expenses in FY2019. Other operating costs increased from S\$2.2 million in FY2018 to S\$3.5 million in FY2019 mainly due to a higher net loss in derivative in FY2019. The increase in other income from S\$1.6 million in FY2018 to S\$3.3 million in FY2019 was mainly due to the reversal of a replacement cost for a prior year project.

The Group's effective tax rate was 15.4% for FY2019 as compared to 23.2% for FY2018. The lower effective tax rate of 15.4% for FY2019 was mainly due to timing difference for qualified expense for tax purpose.

In view of the above circumstances, the Group's profit after tax decreased from S\$12.0 million in FY2018 to S\$9.8 million in FY2019.

STATEMENT OF FINANCIAL POSITION

Property, plant and equipment increased from S\$40.9 million as at 30 September 2018 to S\$45.8 million as at 30 September 2019, mainly due to purchase of plants and machineries for new projects.

Held-to-maturity Investments were reclassified to Quoted Securities as a result of adopting a new financial reporting framework, Singapore Financial Reporting Standards (International) SFRS (I).

Inventories increased from S\$38.9 million as at 30 September 2018 to S\$40.5 million as at 30 September 2019, mainly due to building up of inventories for on-going projects.

Trade receivables decreased from S\$35.6 million as at 30 September 2018 to S\$34.1 million as at 30 September 2019, mainly due to lower sales in the three months ended 30 September 2019 as compared to the three months ended 30 September 2018.

Cash and fixed deposits decreased from S\$45.3 million as at 30 September 2018 to S\$35.3 million as at 30 September 2019, as a result of payment of capital expenditures, an increase in inventories as well as payment of other payables, after offset by collection of receivables.

Trade payables, other payables and accruals decreased from S\$24.7 million as at 30 September 2018 to S\$20.0 million as at 30 September 2019 mainly due to reversal of a replacement cost for a prior year project and lower accrued costs.

- 9 Whether a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and 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.**

Our aluminium industrial product business is expected to continue to be affected by the uncertainties of the global economy. Looking ahead, our building product business is expected to face some challenges in the medium term against the backdrop of slower economic growth and continued global uncertainty.

Barring unforeseen circumstances, the Group expects to remain profitable in the next 12 months.

NAM LEE PRESSED METAL INDUSTRIES LIMITED

Full Year Financial Statement And Dividend Announcement For The Year Ended 30-09-2019

11 If a decision regarding dividend has been made:-

(a) Any dividend declared on the current financial period reported on?

Yes

<u>Name of dividend</u>	<u>Final</u>	<u>Special</u>
Dividend type	Cash	Cash
Dividend amount per share	1 Singapore cent	0.5 Singapore cent

(b) Any dividend declared for corresponding period of the immediately preceding financial year

Yes

<u>Name of dividend</u>	<u>Final</u>	<u>Special</u>
Dividend type	Cash	Cash
Dividend amount per share	2 Singapore cent	0.5 Singapore cent

(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).

Tax exempt (one-tier)

(d) The date the dividend is payable.

To be advised

(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.

To be advised

12 If no dividend has been declared/recommended, a statement to that effect.

Not applicable.

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.

There were no interested person transactions that required to obtain a general mandate from shareholders under Rule 920(1)(a)(ii).

14 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720 (1).

The Group has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720 (1).

NAM LEE PRESSED METAL INDUSTRIES LIMITED

Full Year Financial Statement And Dividend Announcement For The Year Ended 30-09-2019

- 15 Segmented revenue and results for the business or geographical 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.

SEGMENT ANALYSIS

BUSINESS SEGMENT

	Aluminium		Mild Steel		Stainless Steel		Others		Adjustments		Consolidated	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
REVENUE												
Sales to external customers	125,830	144,242	15,911	12,011	642	589	1,272	-	-	-	143,655	156,842
RESULTS												
Depreciation	(3,033)	(3,054)	(406)	(463)	(54)	(59)	(68)	-	-	-	(3,561)	(3,576)
Reversal of a replacement cost	2,468	-	-	-	-	-	-	-	-	-	2,468	-
Segment result	11,534	17,163	(2,739)	(2,101)	5	28	(432)	-	3,233	563	11,601	15,653
BALANCE SHEET												
Additions to non-current assets	6,289	3,376	1,704	4,140	507	8	395	3	-	-	8,895	7,527
Segment assets	129,134	154,715	28,358	14,178	4,480	2,886	5,213	5	310	788	167,495	172,572
Segment liabilities	16,452	23,032	1,254	1,591	627	1,279	2,730	124	2,427	4,728	23,490	30,754

OTHER SEGMENT INFORMATION

	2019	2018
	S\$'000	S\$'000
(A) Unallocated (expenses)/income		
Interest income	460	503
Interest expense	(43)	(78)
Unallocated income	2,816	138
	3,233	563
(B) Unallocated assets		
Deferred tax assets	310	788
(C) Unallocated liabilities		
Deferred tax liabilities	1,025	987
Income tax payables	745	1,886
Term loans	417	1,417
Obligations under hire purchase contracts	240	438
	2,427	4,728

NAM LEE PRESSED METAL INDUSTRIES LIMITED

Full Year Financial Statement And Dividend Announcement For The Year Ended 30-09-2019

GEOGRAPHICAL SEGMENT

	Singapore		Malaysia		Hong Kong		Consolidated	
	2019	2018	2019	2018	2019	2018	2019	2018
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
SEGMENT REVENUE								
Sales to external customers	140,054	152,183	3,601	4,576	-	83	143,655	156,842
OTHER SEGMENT INFORMATION								
Non-current assets	7,847	8,240	37,959	32,708	-	-	45,806	40,948

16 In the review of performance, the factors leading to any material changes in contribution to turnover and earnings by business or geographical segments.

Please refer to item 8.

17 A breakdown of sales

	Group		
	30-Sep-19	30-Sep-18	Change
	S\$'000	S\$'000	%
(a) Sales reported for first half of year	66,025	85,793	-23.04%
(b) Operating profit after income tax before deducting non-controlling interests reported for first half year	4,127	5,542	-25.53%
(c) Sales reported for second half of year	77,630	71,049	9.26%
(d) Operating profit after income tax before deducting non-controlling interests reported for second half year	5,687	6,481	-12.25%

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

	2019	2018
	S\$'000	S\$'000
Interim dividend		1,212
Final dividend	(i)	6,064
Total	4,850	6,064

(i) The proposed dividend in respect of FY2019 is subject to shareholders' approval at the forthcoming Annual General Meeting.

19 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 (13).

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Joanna Yong Li Yuen	49	Daughter of Yong Koon Chin, an executive director and substantial shareholder	Commercial Manager - 2009 managing commercial contracts and cost management of projects of the Company.	Nil
Eric Yong Han Keong	46	Son of Yong Kin Sen, an executive director and substantial shareholder	Project Engineer - 2007 managing standard building products of the Company.	Nil
Adrian Yong Han Lim	45	Son of Yong Poon Miew, an executive director and substantial shareholder	Business Development/Project Management Executive - 2010 managing sales and marketing for building products of the Company.	Nil

On behalf of the Board of Directors

Yong Kin Sen
Managing Director
28-Nov-19