



MAXI-CASH FINANCIAL SERVICES CORPORATION LTD

(Company Registration No: 200806968Z)
(Incorporated in the Republic of Singapore)

**UNAUDITED FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

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This announcement has been reviewed by the Company's sponsor, SAC Capital Private Limited ("Sponsor"). This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited ("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. The contact person for the Sponsor is Mr Ong Hwee Li (Tel: (65) 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.

1. CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
Consolidated Statements of Comprehensive Income For The Financial Year Ended 31 DECEMBER 2020 ("FY2020")

	Group		Change %
	2020 \$'000	2019 \$'000	
Revenue	262,821	218,478	20%
Material costs	(179,220)	(139,200)	29%
Employee benefits	(22,191)	(19,979)	11%
Depreciation and amortisation	(13,601)	(11,555)	18%
Finance costs	(11,199)	(13,295)	-16%
Other operating expenses	(16,923)	(18,348)	-8%
Interest income	148	425	-65%
Dividend income from equity instruments	99	426	-77%
Rental income	649	323	101%
Other income	8,675	890	n.m.
Share of results of joint venture	(6)	(226)	-97%
Profit before tax	29,252	17,939	63%
Income tax credit/(expenses)	137	(3,003)	n.m.
Profit for the year	29,389	14,936	97%
Other comprehensive income			
<i>Items that will not be reclassified to profit or loss</i>			
Net fair value changes on equity instruments at fair value through other comprehensive income as at the end of the financial year	(47)	874	n.m.
Net fair value changes on equity instruments at fair value through other comprehensive income upon disposal during the financial year	-	(345)	n.m.
<i>Items that may be reclassified subsequently to profit or loss</i>			
Net fair value changes on debt instruments at fair value through other comprehensive income	(12)	441	n.m.
Foreign currency translation	(137)	11	n.m.
Other comprehensive income for the period, net of tax	(196)	981	n.m.
Total comprehensive income for the period	29,193	15,917	83%
Profit for the year attributable to:			
Owners of the Company	29,264	14,834	97%
Non-controlling interests	125	102	23%
	29,389	14,936	97%
Total comprehensive income attributable to:			
Owners of the Company	29,068	15,815	84%
Non-controlling interests	125	102	23%
	29,193	15,917	83%
Earnings per ordinary share (cents)			
-Basic and diluted	2.83	1.43	98%

Other information :-

	Group		Change %
	2020 \$'000	2019 \$'000	
Amortisation of prepaid rent	3	4	-25%
Depreciation of property, plant and equipment	2,935	2,370	24%
Depreciation of right-of-use assets	10,663	9,181	16%
Financial losses on pledged items not fully covered by insurance	133	32	n.m.
Foreign currency exchange (gain)/loss, net	(1,068)	(573)	86%
Loss on disposal of plant and equipment	119	222	-46%

n.m. - Not meaningful

NOTES:

- 1a - Depreciation of fixed assets in pawnshops and retail outlets is computed on a straight-line basis over 3 to 5 years.
- 1b - The Group recognises all inventory, including trade-in stock and sales return stock, at the lower of cost and net realisable value.
- 1c - The increase in material costs in FY2020 was generally in line with the higher revenue.
- 1d - Higher employee benefits for FY2020 was mainly due to the increase in number of employees for overseas operations.
- 1e - Higher depreciation and amortisation charges in FY2020 were mainly due to additional recognition of right-of-use assets and the increase in depreciation of property, plant and equipment.
- 1f - Lower finance costs for FY2020 was mainly due to lower interest rate charged on bank borrowings.
- 1g - Lower other operating expenses for FY2020 were mainly due to lower marketing expenditures.
- 1h - Lower interest income and dividend income for FY2020 was mainly due to the reduction in investment securities and equity instruments respectively.
- 1i - Increase in other income for FY2020 was mainly due to the rental rebates from landlords and cash grant under the job support scheme from the Government in relation to COVID-19.

2. STATEMENTS OF FINANCIAL POSITION

	Group		Company	
	31-Dec-20 \$'000	31-Dec-19 \$'000	31-Dec-20 \$'000	31-Dec-19 \$'000
NON-CURRENT ASSETS				
Property, plant and equipment	65,474	52,535	45	116
Investments in properties	10,810	-	-	-
Right-of-use assets	34,046	33,987	-	-
Trade and other receivables	4,089	11,736	-	-
Investment in subsidiaries	-	-	54,242	54,242
Investment in joint venture	1,409	6,415	2,000	7,000
Investment securities	2,424	3,228	-	-
Prepaid rent	5	-	-	-
Deferred tax assets	3,973	433	-	-
	122,230	108,334	56,287	61,358
CURRENT ASSETS				
Inventories	74,656	74,461	-	-
Trade and other receivables	293,319	315,283	21	27
Prepaid rent	3	1	-	-
Prepayments	1,517	2,743	407	758
Due from subsidiaries (non-trade)	-	-	134,494	157,473
Due from a related company (trade)	-	394	-	-
Due from a related company (non-trade)	-	67	-	-
Due from a joint venture (non-trade)	263	2,640	263	2,640
Investment securities	738	1,253	-	-
Derivative financial instruments	-	602	-	-
Cash and bank balances	23,816	16,041	8,058	1,532
	394,312	413,485	143,243	162,430
TOTAL ASSETS	516,542	521,819	199,530	223,788
CURRENT LIABILITIES				
Trade and other payables	12,753	10,758	2,712	3,166
Due to immediate holding company (non-trade)	-	2,696	-	-
Due to a related company (non-trade)	84	764	26	-
Dividends payable	-	5,176	-	5,176
Derivative financial instruments	25	-	-	-
Provision for taxation	5,025	3,387	481	198
Interest-bearing loans	200,117	218,130	-	-
Lease liabilities	9,725	8,245	-	-
Term notes	-	25,500	-	25,500
	227,729	274,656	3,219	34,040
Net current assets	166,583	138,829	140,024	128,390
NON-CURRENT LIABILITIES				
Other payables	68	109	-	-
Interest-bearing loans	65,403	31,552	-	-
Term notes	45,250	50,000	45,250	50,000
Deferred tax liabilities	267	371	7	7
Lease liabilities	25,216	26,238	-	-
	136,204	108,270	45,257	50,007
TOTAL LIABILITIES	363,933	382,926	48,476	84,047
Net assets	152,609	138,893	151,054	139,741
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY				
Share capital	137,286	137,286	137,286	137,286
Treasury shares	(9)	(9)	(9)	(9)
Other reserves	(6,066)	(5,870)	(26)	(26)
Revenue reserves	20,363	6,627	13,803	2,490
	151,574	138,034	151,054	139,741
Non-controlling interests	1,035	859	-	-
Total equity	152,609	138,893	151,054	139,741
Total equity and liabilities	516,542	521,819	199,530	223,788
Net asset value per ordinary share (cents)	14.64	13.33	14.59	13.50

2a. - Review of Financial Position

The equity attributable to owners of the Company was \$151.6 million as at 31 December 2020 as compared to \$138.0 million as at 31 December 2019. The increase was mainly attributable to the increase in profit for the year.

The Group's total assets of \$516.5 million as at 31 December 2020 was \$5.3 million lower than that as at 31 December 2019 mainly due to a decrease in trade and other receivables, investment in joint venture, amount due from a joint venture (non-trade), amount due from a related company, prepayments, investment securities and derivative financial instruments, partially offset by an increase in property, plant and equipment arising from the acquisition of properties from a director related company as announced on 5 November 2019 and said acquisition was completed in January 2020, investment in properties due to reclassification of "Property, plant and equipment" to "Investment properties", right-of-use assets, inventories, cash and bank balances and deferred tax assets. The decrease in trade and other receivables was mainly due to the decrease in pledge book for the Group's pawnbroking business and the secured loans.

The Group's total liabilities of \$363.9 million as at 31 December 2020 was \$19.0 million lower than that as at 31 December 2019. This was mainly due to a decrease in term notes, dividends payable, amount due to immediate holding company (non-trade), amount due to a related company (non-trade), interest-bearing loans, deferred tax liabilities, partially offset by an increase in interest-bearing loans, trade and other payables, provision for taxation, derivative financial instruments, and lease liabilities.

3. CONSOLIDATED STATEMENT OF CASH FLOWS

	Group	
	31-Dec-20 \$'000	31-Dec-19 \$'000
OPERATING ACTIVITIES		
Profit before tax	29,252	17,939
Adjustments for:		
Depreciation of property, plant and equipment	2,935	2,370
Write-down of inventories	536	100
Interest expense	10,871	12,943
Interest income	(148)	(425)
Dividend income from equity instruments	(99)	(426)
Amortisation of prepaid commitment fee	92	409
Amortisation of premium on term notes	236	(57)
Financial losses on pledged items not fully covered by insurance	133	32
Loss on disposal of property, plant and equipment	119	222
Loss on disposal of investment securities	(1)	240
Net fair value change on derivatives	627	456
Amortisation of prepaid rent	3	4
Gain on purchase of term notes	(14)	(12)
Unrealised foreign exchange differences	(1,010)	(527)
Share of results of joint venture	6	226
Depreciation of right-of-use assets	10,663	9,181
Gain on termination of right-of-use assets	(6)	-
Operating cash flows before changes in working capital	54,195	42,675
<i>Changes in working capital</i>		
Increase in inventories	(730)	(13,092)
Decrease/(increase) in trade and other receivables	27,675	(8,065)
Decrease/(increase) in prepayments	1,124	(667)
Decrease/(increase) in due from a related company (trade)	394	(393)
Increase in trade and other payables	1,719	1,551
Total changes in working capital	30,182	(20,666)
Cash flows from operations	84,377	22,009
Interest paid	(9,848)	(12,127)
Interest received	50	52
Income taxes refunded	289	128
Income taxes paid	(2,100)	(1,593)
Net cash flows from operating activities	72,768	8,469
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(26,807)	(2,151)
Interest received	2,909	1,182
Acquisition of a subsidiary	-	(5,259)
Investment in joint venture	-	(6,500)
Proceeds from disposal of plant and equipment	19	60
Due from a joint venture (non-trade)	2,640	2,575
Proceeds from disposal of investment securities	1,248	23,240
Reduction in share capital of joint venture	5,000	-
Net cash flows (used in)/from investing activities	(14,991)	13,147
FINANCING ACTIVITIES		
Proceeds from issuance of term notes	-	23,500
Purchase of term notes	(4,736)	(16,988)
Repayment of term notes	(25,500)	-
Repayment of short-term bank borrowings, net	(20,223)	(5,578)
Proceeds from term loans	37,053	-
Repayment of term loans	(992)	(848)
Purchase of treasury shares	-	(117)
Repayment of advances from immediate holding company (non-trade), net	(2,697)	(4,873)
Term notes commitment fee paid	-	(756)
Repayment of advances from related companies (non-trade), net	(680)	-
Proceeds from issuance of ordinary shares by subsidiaries to non-controlling interests	51	-
Dividends paid on ordinary shares	(20,704)	(11,904)
Repayment of principal portion of lease liabilities	(11,295)	(9,501)
Due from a related company (non-trade)	(195)	(67)
Dividends paid to non-controlling interest of subsidiary	-	(300)
Net cash flows used in financing activities	(49,918)	(27,432)
Net increase/(decrease) in cash and cash equivalents	7,859	(5,816)
Effect of exchange rate changes on cash and cash equivalents	(84)	12
Cash and cash equivalents at the beginning of the financial year	16,041	21,845
Cash and cash equivalents at the end of the financial year	23,816	16,041

3. CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

Cash and cash equivalents

Cash and cash equivalents included in the consolidated cash flow statements comprise the following amounts:-

	31-Dec-20 \$'000	31-Dec-19 \$'000
Cash at banks and on hand	23,816	16,041
Cash and cash equivalents	23,816	16,041

3a. - Cashflow Analysis

FY2020

Net cash generated from operating activities for FY2020 was \$72.8 million. This was due to decrease in trade and other receivables, prepayments, amount due from a related company (trade) and increase in trade and other payables, but partially offset by payment of interest and income taxes.

Net cash used in investing activities was \$15.0 million in FY2020. The net cash used in investing activities was mainly due to the purchase of property, plant and equipment, but partially offset by the reduction in share capital of joint venture, full repayment of amount due from a joint venture (non-trade), proceed from disposal of investment securities and interest received.

Net cash used in financing activities was \$49.9 million in FY2020. The net cash used in financing activities was mainly due to purchase and repayment of term notes, dividends payments, repayment of short-term bank borrowings, repayment of principal portion of lease liabilities, repayment of advances from immediate holding company (non-trade), repayment of advances from related companies, but partially offset by the net proceeds from term loans.

4. STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the Company				Non-controlling interests \$'000	Total \$'000
	Share capital \$'000	Treasury shares \$'000	Other reserves \$'000	Revenue reserves \$'000		
Group						
Balance as at 1 January 2020	137,286	(9)	(5,870)	6,627	859	138,893
Profit for the year	-	-	-	29,264	125	29,389
Foreign Currency Translation	-	-	(137)	-	-	(137)
Net fair value changes in debt instruments at fair value through other comprehensive income ("FVOCI")	-	-	(12)	-	-	(12)
Net fair value changes in equity instruments at FVOCI	-	-	(47)	-	-	(47)
Dividends on ordinary shares - Cash	-	-	-	(15,528)	-	(15,528)
Change in ownership interests in subsidiaries without a change in control	-	-	-	-	51	51
Balance as at 31 December 2020	137,286	(9)	(6,066)	20,363	1,035	152,609
Balance as at 1 January 2019	137,286	(15)	(3,257)	6,113	1,020	141,147
Profit for the year	-	-	-	14,834	102	14,936
Foreign Currency Translation	-	-	11	-	-	11
Net fair value changes in debt instruments at FVOCI	-	-	441	-	-	441
Net fair value changes in equity instruments at FVOCI	-	-	529	-	-	529
Dividends on ordinary shares-Cash	-	-	-	(13,975)	(300)	(14,275)
Purchase of treasury shares	-	(117)	-	-	-	(117)
Treasury shares reissued pursuant to Maxi-Cash Performance Share Plan	-	123	(3)	-	-	120
Reserve on acquisition of subsidiaries under common control	-	-	(3,913)	-	-	(3,913)
Change in ownership interests in subsidiaries without a change in control	-	-	(23)	-	37	14
Transfer of fair value reserves of equity instruments at FVOCI upon disposal	-	-	345	(345)	-	-
Balance as at 31 December 2019	137,286	(9)	(5,870)	6,627	859	138,893
Company						
Balance as at 1 January 2020	137,286	(9)	(26)	2,490	-	139,741
Profit for the year	-	-	-	26,841	-	26,841
Dividends on ordinary shares-Cash	-	-	-	(15,528)	-	(15,528)
Balance as at 31 December 2020	137,286	(9)	(26)	13,803	-	151,054
Balance as at 1 January 2019	137,286	(15)	(23)	3,886	-	141,134
Profit for the year	-	-	-	12,579	-	12,579
Dividends on ordinary shares - Cash	-	-	-	(13,975)	-	(13,975)
Purchase of treasury shares	-	(117)	-	-	-	(117)
Treasury shares reissued pursuant to Maxi-Cash Performance Share Plan	-	123	(3)	-	-	120
Balance as at 31 December 2019	137,286	(9)	(26)	2,490	-	139,741

5. CHANGES IN SHARE CAPITAL

	No. of ordinary shares (excluding treasury shares) '000	Issued and fully paid-up share capital \$'000
Balance as at 31 December 2019 and 31 December 2020	1,035,186	137,277

The Company has no outstanding convertibles or subsidiary holdings as at 31 December 2020 and 31 December 2019.

6. CHANGES IN TREASURY SHARES

	As at 31 December 2020 ('000)	As at 31 December 2019 ('000)
Total number of treasury shares	66	66
Total number of ordinary shares (excluding treasury shares)	1,035,186	1,035,186
% of treasury shares over total number of ordinary shares	0.01%	0.01%

7. CHANGES IN SUBSIDIARY HOLDINGS

Not applicable. The Company does not have any subsidiary holdings.

8. GROUP BORROWINGS AND DEBT SECURITIES

Amount repayable in one year or less, or on demand

As at 31-Dec-20		As at 31-Dec-19	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
198,704	1,413	218,130	25,500

Amount repayable after one year

As at 31-Dec-20		As at 31-Dec-19	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
51,899	58,754	31,552	50,000

Details of collateral

The Group's borrowings and debt securities are secured as follows:-

- corporate guarantees by the Company and/or Aspiat Corporation Limited (controlling shareholder of the company); and
- fixed and floating charges on all assets of certain subsidiaries.

9. AUDITOR'S REPORT

The figures have not been audited or reviewed by the auditors. The Group's latest audited financial statement for the financial year ended 31 December 2019 were not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

10. ACCOUNTING POLICIES

The Group has applied the same accounting policies and methods of computation in the full year results announcement for the current financial year ended 31 December 2020 as those of the audited financial statements for the financial year ended 31 December 2019, except that the Group has adopted all applicable new and revised Singapore Financial Reporting Standards (International) ("SFRS(I)") and Interpretations to SFRS(I) that are effective for its financial period beginning 1 January 2020. The Group has also chosen the early adoption of COVID-19 related rent concessions amendments under SFRS(I) 16 practical expedient for lessees with an exemption from assessing whether a COVID-19-related rent concession is a lease modification. Other than the adoption of Amendments to SFRS(I) 16, COVID-19-related rent concessions, the adoption of these SFRS(I) has no significant impact on the financial statements.

11. EARNINGS PER SHARE

	Group	
	FY2020	FY 2019
i) Basic earnings per share (cents)	2.83	1.43
ii) Diluted earnings per share (cents)	2.83	1.43
- Weighted average number of shares ('000)	1,035,186	1,035,151

12. NET ASSET VALUE PER SHARE

	Group		Company	
	31-Dec-20	31-Dec-19	31-Dec-20	31-Dec-19
Net asset value per ordinary share (cents)	14.64	13.33	14.59	13.50
Number of ordinary shares in issue ('000)	1,035,186	1,035,186	1,035,186	1,035,186

13. VARIANCE FROM FORECAST STATEMENT

No forecast for the financial year ended 31 December 2020 was previously provided.

14. REVIEW OF CORPORATE PERFORMANCE

The Group's revenue increased by 20% to \$262.8 million in FY2020 and was \$44.3 million higher than FY2019. The increase in revenue was primarily attributable to higher revenue from the retail and trading of jewellery and branded merchandise, partially offset by a decrease in revenue from the pawnbroking business and secured lending business.

As compared to FY2019, operating expenses in FY2020 increased by \$2.8 million. This was mainly due to increase in employee benefits, increase in depreciation and amortisation costs in FY2020 due to the additional recognition of right-of-use assets for the new leases signed and additional properties acquired by the Group, partially offset by the reduction in other operating expenses in FY2020 such as marketing expenditures and professional fee.

The increase in rental income in FY2020 as compared to FY2019 was mainly due to income generated from newly acquired properties. Higher other income in FY2020 was mainly related to the rental rebates from landlords and cash grant under the Job Support Scheme attributable to the Government in relation to COVID-19.

The profit before tax of the Group increased from \$17.9 million in FY2019 to \$29.3 million in FY2020 due to higher gross profit and other income, partially offset by higher operating expenses.

15. BUSINESS OUTLOOK

The ongoing COVID-19 pandemic and the resulting economic uncertainties have affected employment and consumer sentiment in the various countries that we operate in. Our pawnbroking and retail operations have also been impacted by the volatile gold price, disruption to supply chain and restrictive cross border travel.

In view of the challenging business environment, the Group will continue to leverage on its branding, store network, innovation and staff training to further improve the efficiency of delivery of its products and services.

16. DISCLOSURE ON ACQUISITIONS AND REALISATIONS OF SHARES PURSUANT TO CATALIST RULE 706A

There were no realisation or acquisition of shares in any of the Group's subsidiaries, associated companies nor incorporation of new subsidiary or associated companies by the Group during FY2020.

17. SEGMENT INFORMATION

2020	Pawnbroking	Money Lending	Retail and trading of jewellery and branded merchandise business	Others	Elimination	Group
Business Segment	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue	41,995	2,883	217,943	-	-	262,821
Intersegment revenue	37,547	-	-	-	(37,547)	-
	79,542	2,883	217,943	-	(37,547)	262,821
Results :						
Segment result	20,630	2,485	12,436	31,032	(26,373)	40,210
Share of results of a joint venture	-	-	-	(6)	-	(6)
Interest income	25	2	-	1,616	(1,495)	148
Dividend income from equity instruments	-	-	-	99	-	99
Finance costs	(5,663)	(1,202)	(620)	(5,209)	1,495	(11,199)
Profit from operations before taxation	14,992	1,285	11,816	27,532	(26,373)	29,252
Tax expense	(1,675)	(201)	2,548	(535)	-	137
Profit for the year	13,317	1,084	14,364	26,997	(26,373)	29,389
Assets and liabilities						
Segment assets	363,971	11,155	88,437	260,984	(213,387)	511,160
Investment in Joint venture	-	-	-	1,409	-	1,409
Unallocated assets	-	-	-	-	-	3,973
Total assets						516,542
Segment liabilities	322,027	10,982	75,994	168,491	(213,559)	363,935
Unallocated liabilities	-	-	-	-	-	(2)
Total liabilities						363,933
Other segment information						
Capital expenditure	1,299	-	547	24,961	-	26,807
Depreciation and amortisation	11,484	-	1,188	929	-	13,601
Other significant non-cash expenses	255	-	533	-	-	788

2019	Pawnbroking	Money Lending	Retail and trading of jewellery and branded merchandise business	Others	Elimination	Group
Business Segment	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue	43,223	7,940	167,315	-	-	218,478
Intersegment revenue	43,237	-	24	-	(43,261)	-
	86,460	7,940	167,339	-	(43,261)	218,478
Results :						
Segment result	18,592	6,578	4,848	12,847	(12,256)	30,609
Share of results of a joint venture	-	-	-	(226)	-	(226)
Interest income	37	11	-	4,695	(4,318)	425
Dividend income from equity instruments	-	-	-	426	-	426
Finance costs	(7,491)	(3,698)	(1,091)	(5,333)	4,318	(13,295)
Profit from operations before taxation	11,138	2,891	3,757	12,409	(12,256)	17,939
Tax expense	(2,069)	(472)	(192)	(270)	-	(3,003)
Profit for the year	9,069	2,419	3,565	12,139	(12,256)	14,936
Assets and liabilities						
Segment assets	353,150	37,195	82,993	220,450	(178,817)	514,971
Investment in Joint venture	-	-	-	6,415	-	6,415
Unallocated assets	-	-	-	-	-	433
Total assets						521,819
Segment liabilities	310,101	37,778	68,857	148,168	(178,962)	385,942
Unallocated liabilities	-	-	-	-	-	(3,016)
Total liabilities						382,926
Other segment information						
Capital expenditure	2,026	-	112	13	-	2,151
Depreciation and amortisation	10,670	-	464	421	-	11,555
Other significant non-cash expenses	184	-	170	-	-	354

18. BREAKDOWN OF REVENUE AND RESULTS

	Group		
	2020 \$'000	2019 \$'000	Change %
Sales reported for first half year	102,800	91,969	12%
Operating profit after tax before deducting non-controlling interest for first half year	10,138	5,643	80%
Sales reported for second half year	160,021	126,509	26%
Operating profit after tax before deducting non-controlling interest for second half year	19,251	9,293	107%

19. INTERESTED PERSON TRANSACTIONS

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920(1)(a)(ii) of the Catalist Rules.

20. DISCLOSURE OF PERSON OCCUPYING A MANAGERIAL POSITION WHO IS A RELATIVE OF A DIRECTOR OR CHIEF EXECUTIVE OFFICER OR SUBSTANTIAL SHAREHOLDERS

Pursuant to Rule 704(13) of the Catalist Rules, the Company confirms that there is no person occupying a managerial position in the Company or in any of its principal subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company.

21. DIVIDEND

(i) Proposed Dividend

Name of dividend	2020	2019
Name of dividend	Interim	Final
Dividend Type	Cash	Cash
Dividend Rate	\$0.0145 per ordinary share	\$0.0035 per ordinary share
Tax Rate	One-tier tax exempt	One-tier tax exempt
Record date	To be announced later	16 June 2020
Payment date	To be announced later	23 June 2020

(ii) Total Annual Dividend

Total dividend proposed and paid for the financial year ended 31 December 2020 will be \$0.0260 per share (2019: \$0.0135 per share).

Name of dividend	2020 \$	2019 \$
Ordinary Dividend		
Interim dividend	26,914,842 *	10,351,871
Final dividend	-	3,623,152
Total annual dividend	26,914,842	13,975,023

* This refers to the first interim dividend of \$11,904,642 paid on 14 August 2020 and proposed second interim dividend of \$15,010,200.

22. PROCURED UNDERTAKINGS BY THE BOARD AND EXECUTIVE OFFICERS PURSUANT TO RULE 720 (1) OF THE CATALIST RULES

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

On behalf of the Board of Directors,

Ng Leok Cheng
CEO

Koh Wee Seng
Non-Executive Chairman

23 February 2021