

**STRACO CORPORATION LIMITED**  
**Company Registration No.: 200203482R**  
***(Incorporated in Singapore)***

**INTERIM FINANCIAL INFORMATION**  
**FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2023**

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## A. Consolidated Statement of Profit or Loss and Other Comprehensive Income

	6 Months ended			Full Year ended		
	31/12/2023	31/12/2022	Change	31/12/2023	31/12/2022	Change
	\$'000	\$'000	%	\$'000	\$'000	%
Revenue	50,056	19,380	158.3	82,136	28,192	191.3
Other income						
- Finance income	2,137	1,961	9.0	4,116	4,187	(1.7)
- Others	1,452	758	91.6	2,124	1,122	89.3
Expenses						
- Depreciation and amortisation expense	(4,685)	(4,699)	(0.3)	(9,367)	(9,626)	(2.7)
- Changes in inventories and purchases of goods	(952)	(513)	85.6	(1,678)	(773)	117.1
- Professional and consultancy expense	(407)	(375)	8.5	(784)	(648)	21.0
- Sales and marketing expenses	(543)	(415)	30.8	(1,071)	(783)	36.8
- Exchange gains/ (losses) - net	(218)	(4,073)	(94.6)	(1,712)	(5,371)	(68.1)
- (Loss)/ Gain on disposal of property, plant and equipment	(7)	(186)	(96.2)	(29)	(181)	(84.0)
- Impairment loss on investment property	(1,000)	(300)	233.3	(1,000)	(300)	233.3
- Impairment (loss)/ write-back on property, plant and equipment	(421)	1,700	n.m.	(421)	1,700	n.m.
- Rental expenses	(1,753)	(459)	281.9	(2,815)	(673)	318.3
- Property and other taxes	(482)	(279)	72.8	(799)	(620)	28.9
- Repair and maintenance expenses	(2,386)	(2,212)	7.9	(4,367)	(3,740)	16.8
- Staff cost	(11,515)	(8,540)	34.8	(20,664)	(16,952)	21.9
- Utilities expense	(2,066)	(1,542)	34.0	(3,844)	(2,721)	41.3
- Other expenses	(2,000)	(1,419)	40.9	(3,633)	(2,737)	32.7
Operating profit/ (loss)	25,210	(1,213)	n.m.	36,192	(9,924)	n.m.
Finance costs	(846)	(885)	(4.4)	(1,575)	(1,662)	(5.2)
Profit/ (Loss) before income tax	24,364	(2,098)	n.m.	34,617	(11,586)	n.m.
Tax expense	(3,830)	(144)	2,559.7	(7,330)	318	n.m.
<b>Profit/ (Loss) for the period</b>	<b>20,534</b>	<b>(2,242)</b>	<b>n.m.</b>	<b>27,287</b>	<b>(11,268)</b>	<b>n.m.</b>
<b>Other comprehensive loss for the period, net of tax</b>						
Translation differences relating to financial statements of foreign subsidiaries	(982)	(7,797)	(87.4)	(4,457)	(10,170)	(56.2)
<b>Other comprehensive loss for the period, net of tax</b>	<b>(982)</b>	<b>(7,797)</b>	<b>(87.4)</b>	<b>(4,457)</b>	<b>(10,170)</b>	<b>(56.2)</b>
<b>Total comprehensive income/ (loss) for the period</b>	<b>19,552</b>	<b>(10,039)</b>	<b>n.m.</b>	<b>22,830</b>	<b>(21,438)</b>	<b>n.m.</b>
<b>Profit/ (Loss) attributable to:</b>						
Owners of the Company	19,300	(2,343)	(923.7)	25,677	(10,806)	n.m.
Non-controlling interests	1,234	101	1,121.8	1,610	(462)	n.m.
<b>Profit/ (Loss) for the period</b>	<b>20,534</b>	<b>(2,242)</b>	<b>(1,015.9)</b>	<b>27,287</b>	<b>(11,268)</b>	<b>n.m.</b>
<b>Total comprehensive income/ (loss) attributable to:</b>						
Owners of the Company	18,359	(9,831)	n.m.	21,402	(20,579)	n.m.
Non-controlling interests	1,193	(208)	n.m.	1,428	(859)	n.m.
<b>Total comprehensive income/ (loss) for the period</b>	<b>19,552</b>	<b>(10,039)</b>	<b>n.m.</b>	<b>22,830</b>	<b>(21,438)</b>	<b>n.m.</b>

n.m. – not meaningful

## B. Consolidated Statement of Financial Position

	Group		Company	
	As at	As at	As at	As at
	31/12/2023	31/12/2022	31/12/2023	31/12/2022
	\$'000	\$'000	\$'000	\$'000
<b>Non-current assets</b>				
Property, plant and equipment	153,774	159,954	1,735	1,792
Investment property	16,510	18,295	-	-
Investments in subsidiaries	-	-	76,071	76,071
Loans and advances to subsidiaries	-	-	39,600	40,250
Intangible assets	1,489	1,471	-	-
Deferred tax assets	317	-	-	-
	172,090	179,720	117,406	118,113
<b>Current assets</b>				
Inventories	2,325	2,008	-	-
Trade and other receivables	4,274	4,199	460	312
Loans and receivables from subsidiaries	-	-	416	417
Other current assets	1,174	1,282	24	30
Fixed deposits pledged	1,120	1,000	-	-
Cash and cash equivalents	169,804	150,684	73,081	58,632
	178,697	159,173	73,981	59,391
<b>Total assets</b>	<b>350,787</b>	<b>338,893</b>	<b>191,387</b>	<b>177,504</b>
<b>Equity attributable to owners of the Company</b>				
Share capital	76,985	76,985	76,985	76,985
Reserves	7,498	11,617	1,360	1,204
Retained earnings	178,371	161,249	111,438	98,139
	262,854	249,851	189,783	176,328
<b>Non-controlling interests</b>	9,533	9,462	-	-
<b>Total equity</b>	<b>272,387</b>	<b>259,313</b>	<b>189,783</b>	<b>176,328</b>
<b>Non-current liabilities</b>				
Trade and other payables	205	-	-	-
Borrowings	6,038	7,046	-	-
Lease liabilities	38,247	39,742	-	-
Deferred income	116	168	-	-
Deferred tax liabilities	14,255	16,584	-	-
Provision for reinstatement cost	5,765	5,627	-	-
	64,626	69,167	-	-
<b>Current liabilities</b>				
Trade and other payables	10,603	8,029	900	462
Amounts due to subsidiaries	-	-	476	494
Current tax liabilities	940	198	228	220
Lease liabilities	1,223	1,198	-	-
Current borrowings	1,008	988	-	-
	13,774	10,413	1,604	1,176
<b>Total liabilities</b>	<b>78,400</b>	<b>79,580</b>	<b>1,604</b>	<b>1,176</b>
<b>Total equity and liabilities</b>	<b>350,787</b>	<b>338,893</b>	<b>191,387</b>	<b>177,504</b>

## C. Statements of Changes in Equity (Group and Company)

### The Group

#### 2023

	Share capital	Treasury shares	Capital reserve	Share option reserve	General reserve	Foreign currency translation reserve	Retained earnings	Total attributable to owners of the Company	Non-controlling interests	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 January 2023</b>	76,985	(7,580)	(1,228)	10,012	16,771	(6,358)	161,249	249,851	9,462	259,313
Changes in equity for the period:										
Share options exercised	-	272	(116)	-	-	-	-	156	-	156
Dividend paid of 1.00 cents per share	-	-	-	-	-	-	(8,555)	(8,555)	-	(8,555)
Total comprehensive income/ (loss) for the period	-	-	-	-	-	(3,334)	6,377	3,043	235	3,278
<b>At 30 June 2023</b>	76,985	(7,308)	(1,344)	10,012	16,771	(9,692)	159,071	244,495	9,697	254,192
Changes in equity for the period:										
Dividend to non-controlling shareholder of a subsidiary	-	-	-	-	-	-	-	-	(1,357)	(1,357)
Total comprehensive income/ (loss) for the period	-	-	-	-	-	(941)	19,300	18,359	1,193	19,552
<b>At 31 December 2023</b>	76,985	(7,308)	(1,344)	10,012	16,771	(10,633)	178,371	262,854	9,533	272,387

#### 2022

	Share capital	Treasury shares	Capital reserve	Share option reserve	General reserve	Foreign currency translation reserve	Retained earnings	Total attributable to owners of the Company	Non-controlling interests	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 January 2022</b>	76,985	(7,580)	(1,228)	10,012	16,771	3,415	180,605	278,980	10,321	289,301
Changes in equity for the period:										
Dividend payable of 1.00 cents per share	-	-	-	-	-	-	(8,550)	(8,550)	-	(8,550)
Total comprehensive income/ (loss) for the period	-	-	-	-	-	(2,285)	(8,463)	(10,748)	(651)	(11,399)
<b>At 30 June 2022</b>	76,985	(7,580)	(1,228)	10,012	16,771	1,130	163,592	259,682	9,670	269,352
Changes in equity for the period:										
Total comprehensive income/ (loss) for the period	-	-	-	-	-	(7,488)	(2,343)	(9,831)	(208)	(10,039)
<b>At 31 December 2022</b>	76,985	(7,580)	(1,228)	10,012	16,771	(6,358)	161,249	249,851	9,462	259,313

### The Company

#### 2023

	Share capital	Treasury shares	Capital reserve	Share option reserve	Retained earnings	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 January 2023</b>	76,985	(7,580)	(1,228)	10,012	98,139	176,328
Treasury shares re-issued	-	272	(116)	-	-	156
Dividend paid of 1.00 cents per share	-	-	-	-	(8,555)	(8,555)
Total comprehensive income/ (loss) for the period	-	-	-	-	(1,704)	(1,704)
<b>At 30 June 2023</b>	76,985	(7,308)	(1,344)	10,012	87,880	166,225
Total comprehensive income/ (loss) for the period	-	-	-	-	23,558	23,558
<b>As at 31 December 2023</b>	76,985	(7,308)	(1,344)	10,012	111,438	189,783

#### 2022

	Share capital	Treasury shares	Capital reserve	Share option reserve	Retained earnings	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 January 2022</b>	76,985	(7,580)	(1,228)	10,012	105,214	183,403
Dividend payable of 1.00 cents per share	-	-	-	-	(8,550)	(8,550)
Total comprehensive income/ (loss) for the period	-	-	-	-	(1,344)	(1,344)
<b>At 30 June 2022</b>	76,985	(7,580)	(1,228)	10,012	95,320	173,509
Total comprehensive income/ (loss) for the period	-	-	-	-	2,819	2,819
<b>As at 31 December 2022</b>	76,985	(7,580)	(1,228)	10,012	98,139	176,328

## D. Consolidated Statement of Cash Flows

	6 Months ended 31/12/2023	6 Months ended 31/12/2022	Full Year ended 31/12/2023	Full Year ended 31/12/2022
	S\$'000	S\$'000	\$'000	\$'000
<b>Cash flows from operating activities</b>				
Profit/ (Loss) before income tax	24,364	(2,098)	34,617	(11,586)
Adjustments for:				
Depreciation and amortisation expenses	4,685	4,699	9,367	9,626
Loss on disposal of property, plant and equipment	7	186	29	181
Amortisation of government grants	(25)	(47)	(56)	(70)
Impairment loss on investment property	1,000	300	1,000	300
Impairment (write-back)/ loss on property, plant and equipment	421	(1,700)	421	(1,700)
Finance income	(2,137)	(1,961)	(4,116)	(4,187)
Finance cost	846	885	1,575	1,662
Exchange (gains)/ losses	166	4,106	1,672	5,399
Operating profit/ (loss) before working capital changes	29,327	4,370	44,509	(375)
Changes in working capital:				
Trade and other receivables	219	(228)	(741)	1,601
Inventories	(265)	117	(357)	129
Trade and other payables	1,927	676	2,943	(3,666)
Cash generated/ (used in) from operating activities	31,208	4,935	46,354	(2,311)
Income taxes paid	(8,085)	(478)	(9,223)	(675)
Net cash from/ (used in) operating activities	23,123	4,457	37,131	(2,986)
<b>Cash flows from investing activities</b>				
Purchase of property, plant and equipment	(1,758)	(1,886)	(4,044)	(2,557)
Payment for intangible assets	-	-	(37)	-
Government grant received	-	-	10	-
Proceeds from disposal of property, plant and equipment	-	1	7	2
Interest received	2,668	3,059	4,794	3,726
Net cash from investing activities	910	1,174	730	1,171
<b>Cash flows from financing activities</b>				
Fixed deposits pledged	(120)	-	(120)	-
Dividend paid to owners of company	-	-	(8,555)	(8,550)
Dividend paid to non-controlling interests	(1,357)	-	(1,357)	-
Proceeds from exercise of share options	-	-	156	-
Proceeds from borrowings	-	-	-	400
Repayment of borrowings	(496)	(486)	(988)	(968)
Repayment of lease liability	(597)	(590)	(1,189)	(1,182)
Interest paid on lease liabilities	(678)	(711)	(1,373)	(1,444)
Interest paid on borrowings	(30)	(39)	(64)	(83)
Net cash used in financing activities	(3,278)	(1,826)	(13,490)	(11,827)
<b>Net increase/ (decrease) in cash and cash equivalents</b>	20,755	3,805	24,371	(13,642)
Cash and cash equivalents at beginning of the period	150,028	156,961	150,684	177,494
Effects of exchange rate fluctuations	(979)	(10,082)	(5,251)	(13,168)
<b>Cash and cash equivalents at end of the period</b>	169,804	150,684	169,804	150,684

## **E. Selected Notes to the Consolidated Financial Statements**

### **1. Corporate information**

Straco Corporation Limited (the “Company”) is listed on the Singapore Exchange and incorporated and domiciled in Singapore. The address of its registered office is 10 Anson Road #30-15, International Plaza, Singapore 079903.

The principal activities of the Group and the Company are the development and management of tourism-related businesses.

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

The condensed interim financial statements for the six months ended 31 December 2023 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“SFRS(I)”) 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 annual financial statements for the financial year ended 31 December 2022.

The accounting policies and methods of computation in the preparation of the interim financial statements for the current reporting period are consistent with those of the previous financial year ended 31 December 2022 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, to the nearest thousand, in Singapore dollar which is the Company’s functional currency.

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

The Group has adopted the new or amended SFRS(I) and Interpretations of SFRS(I) (“INT SFRS(I)”) that are relevant to the Group and effective for the current financial period. Changes to the Group’s accounting policies have been made as required, in accordance with the transitional provisions in the respective SFRS(I) and INT SFRS(I). The adoption of these new or amended SFRS(I) did not result in substantial change to the Group’s accounting policies and had no material effect on the financial results or position.

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

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 judgement 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 financial year ended 31 December 2022.

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.

### 3. Segment information

Reportable segments of the Group consist of the Group's strategic business units that are managed separately. For each of the strategic business units, the Group's Executive Chairman ("EC") reviews internal management reports on a monthly basis.

The Group has two reportable segments, as described below, which consists of the Group's strategic business units which are managed separately.

- Aquariums - This represents the operation of aquatic-related facilities and tourist attractions, including sea mammal performances in People's Republic of China ("PRC"). Retail, food and beverage are auxiliary goods and services arising from the operation of the above facilities.
- Giant Observation Wheel ("GOW") - This represents the operation of a circular giant observation structure, a complementary secondary attraction on site (the Time Capsule) and provision of commercial space in Singapore.

Other operations include the operation of cable-car facility. None of these segments meets any of the quantitative thresholds for determining reportable segments in 2023 and 2022.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before income tax, as included in the internal management reports that are reviewed by the Group's EC. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

#### Information about reportable segments

	Aquariums		GOW		Others		Total	
	6 Months ended		6 Months ended		6 Months ended		6 Months ended	
	31/12/2023	31/12/2022	31/12/2023	31/12/2022	31/12/2023	31/12/2022	31/12/2023	31/12/2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
External revenue	31,658	9,728	15,784	9,495	2,614	157	50,056	19,380
Interest income	1,188	1,325	209	75	17	6	1,414	1,406
Interest expense	165	185	681	700	-	-	846	885
Depreciation and amortisation	1,124	1,219	3,345	3,277	180	168	4,649	4,664
Impairment of investment property	-	-	1,000	300	-	-	1,000	300
Impairment of property, plant and equipment	-	-	-	-	421	-	421	-
Write-back of impairment of property, plant and equipment	-	-	-	1,700	-	-	-	1,700
Reportable segment profit/ (loss) before income tax	21,724	1,870	2,276	377	1,130	(629)	25,130	1,618
Capital expenditure	363	524	746	1,269	629	87	1,738	1,880

	Aquariums		GOW		Others		Total	
	12 Months ended		12 Months ended		12 Months ended		12 Months ended	
	31/12/2023	31/12/2022	31/12/2023	31/12/2022	31/12/2023	31/12/2022	31/12/2023	31/12/2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
External revenue	51,130	14,396	26,771	13,521	4,235	275	82,136	28,192
Interest income	2,306	2,724	352	86	21	18	2,679	2,828
Interest expense	341	387	1,234	1,275	-	-	1,575	1,662
Depreciation and amortisation	2,282	2,748	6,663	6,458	352	350	9,297	9,556
Impairment of investment property	-	-	1,000	300	-	-	1,000	300
Impairment of property, plant and equipment	-	-	-	-	421	-	421	-
Write-back of impairment of property, plant and equipment	-	-	-	1,700	-	-	-	1,700
Reportable segment profit/ (loss) before income tax	32,599	(678)	2,179	(4,502)	1,847	(1,393)	36,625	(6,573)
Reportable segment assets	108,933	115,477	160,501	158,041	9,169	7,180	278,603	280,698
Capital expenditure	791	935	2,369	1,326	863	289	4,023	2,550
Reportable segment liabilities	16,057	16,011	101,902	103,844	6,368	5,597	124,327	125,452

## Disaggregation of revenue

	Aquariums		GOW		Others		Total	
	6 Months ended		6 Months ended		6 Months ended		6 Months ended	
	31/12/2023	31/12/2022	31/12/2023	31/12/2022	31/12/2023	31/12/2022	31/12/2023	31/12/2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Type of goods or services:</b>								
Ticketing	29,790	9,156	12,492	7,767	2,614	157	44,896	17,080
Retail	1,389	462	839	363	-	-	2,228	825
Food and beverages	479	110	836	514	-	-	1,315	624
Others	-	-	750	399	-	-	750	399
Rental from lease under investment property	-	-	867	452	-	-	867	452
	31,658	9,728	15,784	9,495	2,614	157	50,056	19,380
<b>Geographical information:</b>								
China	31,658	9,728	-	-	2,614	157	34,272	9,885
Singapore	-	-	15,784	9,495	-	-	15,784	9,495
	31,658	9,728	15,784	9,495	2,614	157	50,056	19,380

	Aquariums		GOW		Others		Total	
	12 Months ended		12 Months ended		12 Months ended		12 Months ended	
	31/12/2023	31/12/2022	31/12/2023	31/12/2022	31/12/2023	31/12/2022	31/12/2023	31/12/2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Type of goods or services:</b>								
Ticketing	48,032	13,569	21,486	10,955	4,235	275	73,753	24,799
Retail	2,385	674	1,290	506	-	-	3,675	1,180
Food and beverages	713	153	1,736	870	-	-	2,449	1,023
Others	-	-	931	594	-	-	931	594
Rental from lease under investment property	-	-	1,328	596	-	-	1,328	596
	51,130	14,396	26,771	13,521	4,235	275	82,136	28,192
<b>Geographical information:</b>								
China	51,130	14,396	-	-	4,235	275	55,365	14,671
Singapore	-	-	26,771	13,521	-	-	26,771	13,521
	51,130	14,396	26,771	13,521	4,235	275	82,136	28,192

Reconciliations of reportable segment profit or loss, assets and liabilities and other material items:

### i) Segment profits or loss

	6 Months ended		12 Months ended	
	31/12/2023	31/12/2022	31/12/2023	31/12/2022
	\$'000	\$'000	\$'000	\$'000
<b>Profit or loss</b>				
Total profit/ (loss) for reportable segments	25,130	1,618	36,625	(6,573)
Unallocated amounts:				
- Head office and corporate expenses	(2,863)	(5,418)	(6,058)	(8,271)
- Head office and corporate income	879	711	1,594	1,515
- Elimination on consolidation	1,218	991	2,456	1,743
Consolidated profit/ (loss) before income tax	24,364	(2,098)	34,617	(11,586)



ii) Segment assets and liabilities

	<b>As at</b>	<b>As at</b>
	<b>31/12/2023</b>	<b>31/12/2022</b>
	\$'000	\$'000
<b>Assets</b>		
Total assets for reportable segments	278,603	280,698
Unallocated head office and corporate assets:		
- Property, plant and equipment	1,759	1,806
- Right-of-use assets	1	3
- Loan and advances to subsidiaries	39,600	40,250
- Other amounts due from subsidiaries	10,104	10,100
- Cash and short-term bank deposits	75,050	60,580
- Others	507	362
Elimination on consolidation	(54,837)	(54,906)
<b>Consolidated total assets</b>	<b>350,787</b>	<b>338,893</b>
<b>Liabilities</b>		
Total liabilities for reportable segments	124,327	125,452
Unallocated head office and corporate liabilities:		
- Other payables and accruals	1,490	719
- Amounts due to subsidiaries	4,557	5,367
- Lease liabilities	1	3
- Deferred tax liabilities	2,575	2,681
- Current tax liabilities	287	264
Elimination on consolidation	(54,837)	(54,906)
<b>Consolidated total liabilities</b>	<b>78,400</b>	<b>79,580</b>

iii) Other material items

	<b>Reportable segment totals</b>	<b>Unallocated corporate amounts</b>	<b>Consolidation eliminations</b>	<b>Consolidated total</b>
	\$'000	\$'000	\$'000	\$'000
<b>6 Months ended 31/12/2023</b>				
Interest income	(1,414)	(878)	155	(2,137)
Interest expense	846	-	-	846
Capital expenditure	1,738	20	-	1,758
Depreciation and amortisation	4,649	36	-	4,685
Impairment of investment property	1,000	-	-	1,000
Impairment of property, plant and equipment	421	-	-	421
<b>6 Months ended 31/12/2022</b>				
Interest income	(1,406)	(710)	155	(1,961)
Interest expense	885	-	-	885
Capital expenditure	1,880	6	-	1,886
Depreciation and amortisation	4,664	35	-	4,699
Impairment of investment property	300	-	-	300
Write-back of impairment of property, plant and equipment	(1,700)	-	-	(1,700)

	Reportable segment totals	Unallocated corporate amounts	Consolidation eliminations	Consolidated total
	\$'000	\$'000	\$'000	\$'000
<b>12 Months ended 31/12/2023</b>				
Interest income	(2,679)	(1,592)	155	(4,116)
Interest expense	1,575	-	-	1,575
Capital expenditure	4,023	21	-	4,044
Depreciation and amortisation	9,297	70	-	9,367
Impairment of investment property	1,000	-	-	1,000
Impairment of property, plant and equipment	421	-	-	421
<b>12 Months ended 31/12/2022</b>				
Interest income	(2,828)	(1,514)	155	(4,187)
Interest expense	1,662	-	-	1,662
Capital expenditure	2,550	7	-	2,557
Depreciation and amortisation	9,556	70	-	9,626
Impairment of investment property	300	-	-	300
Write-back of impairment of property, plant and equipment	(1,700)	-	-	(1,700)

### *Geographical information*

The assets and operations of the Group are primarily located in China and Singapore. In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of the facilities. Segment assets are based on the geographical location of the assets.

	Revenue	Non-current assets
	\$'000	\$'000
<b>As at 31/12/2023</b>		
China	55,365	30,766
Singapore	26,771	141,324
	<b>82,136</b>	<b>172,090</b>
<b>As at 31/12/2022</b>		
China	14,671	33,053
Singapore	13,521	146,667
	<b>28,192</b>	<b>179,720</b>

There is no concentration of revenue from a single external customer.

#### 4. Profit before taxation

The profit or loss before tax was arrived at after charging or (crediting) the following:

	6 Months ended		Full Year ended	
	31/12/2023	31/12/2022	31/12/2023	31/12/2022
	\$'000	\$'000	\$'000	\$'000
Depreciation expenses	4,677	4,695	9,351	9,618
Amortisation of intangible assets	8	4	16	8
Impairment loss on investment property	1,000	300	1,000	300
Impairment (write-back)/ loss on property, plant and equipment	421	(1,700)	421	(1,700)
Interest income	(2,137)	(1,961)	(4,116)	(4,187)
Interest expense	846	885	1,575	1,662
Foreign exchange losses	218	4,073	1,712	5,371
Loss on disposal of property, plant and equipment	7	186	29	181
Government grant	(786)	(449)	(887)	(585)

- a) Depreciation expenses comprise depreciation of property, plant and equipment and depreciation of investment property.
- b) Impairment loss is recognized on investment property at Straco Leisure Pte Ltd, as the fair values derived from the valuation done was lower than carrying amounts.
- c) Interest income is mainly from fixed deposits placed with financial institutions.
- d) Interest expense comprises interest on bank borrowing, interest on lease liabilities, as well as interest on reinstatement cost.
- e) Foreign exchange losses arise mainly due to the movement of Renminbi ("RMB") against Singapore Dollars ("SGD").
- f) Government grant includes amount received or recognized under the Singapore government's job or wage support schemes and government subsidies received by the China subsidiaries.

#### 5. Income taxes

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:

	6 Months ended		Full Year ended	
	31/12/2023	31/12/2022	31/12/2023	31/12/2022
	\$'000	\$'000	\$'000	\$'000
Current income tax	7,016	635	9,969	635
Deferred income tax	(147)	(618)	393	(1,095)
Under/ (over) provision of income tax in prior financial period	(3,039)	127	(3,032)	142
	3,830	144	7,330	(318)

## 6. Earnings per share

Earnings/(losses) per share	2H ended		Full Year ended	
	31/12/2023	31/12/2022	31/12/2023	31/12/2022
(a) Based on the number of ordinary shares in issue (cents)	2.26	(0.27)	3.00	(1.26)
(b) On fully diluted basis (cents)	2.26	(0.27)	3.00	(1.26)

The calculation of basic losses per share for 2H and full year ended 31 December 2023 are based on the net profits attributable to shareholders for the 2H and full year ended 31 December 2023 divided by the weighted average number of ordinary shares outstanding of 855,465,680 and 855,298,557 respectively.

The calculation of basic losses per share for 2H and full year ended 31 December 2022 are based on the net losses attributable to shareholders for the 2H and full year ended 31 December 2022 divided by the weighted average number of ordinary shares outstanding of 854,965,680 and 854,965,680 respectively.

The calculation of diluted losses per share for 2H and full year ended 31 December 2023 are based on the net profits attributable to shareholders for the 2H and full year ended 31 December 2023 divided by the weighted average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares of 855,465,680 and 855,380,422 respectively.

The calculation of diluted losses per share for 2H and full year ended 31 December 2022 are based on the net losses attributable to shareholders for the 2H and full year ended 31 December 2022 divided by the weighted average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares of 855,132,555 and 855,152,274 respectively.

## 7. Net asset value

	Group		Company	
	31/12/2023	31/12/2022	31/12/2023	31/12/2022
Net asset value per ordinary share (cents) based on number of issued shares excluding treasury shares at the end of:	30.73	29.22	22.18	20.62

Net asset value per ordinary share was calculated based on 855,465,680 ordinary shares issued (excluding treasury shares) as at 31 December 2023 and 854,965,680 ordinary shares issued (excluding treasury shares) as at 31 December 2022.

## 8. Dividends

	2023	2022
	\$'000	\$'000
Ordinary dividends paid:		
Dividend paid in respect of the previous financial year of 1.0 cent (2022: 1.0 cents) per share	8,555	8,550

It is the Group's practice to recommend final dividend payment annually after its financial year ends.

## 9. Financial assets and financial liabilities

The carrying amounts of the financial assets and financial liabilities are as follows:

	Group		Company	
	At 31/12/2023	At 31/12/2022	At 31/12/2023	At 31/12/2022
	\$'000	\$'000	\$'000	\$'000
<b>Financial assets</b>				
Cash and cash equivalents	170,924	151,684	73,081	58,632
Trade and other receivables	3,055	3,577	877	731
Loans and advances to subsidiaries	-	-	39,600	40,250
<b>Financial assets at amortised cost</b>	<b>173,979</b>	<b>155,261</b>	<b>113,558</b>	<b>99,613</b>
<b>Financial liabilities</b>				
Trade and other payables	(7,891)	(6,077)	(1,376)	(956)
Lease liabilities	(39,470)	(40,940)	-	-
Borrowings	(7,046)	(8,034)	-	-
<b>Financial liabilities at amortised cost</b>	<b>(54,407)</b>	<b>(55,051)</b>	<b>(1,376)</b>	<b>(956)</b>

## 10. Investment property

	At 31/12/2023	At 31/12/2022
	\$'000	\$'000
<b>Cost</b>		
Beginning of financial year	27,548	27,643
Adjustment	-	(95)
End of financial year	<b>27,548</b>	<b>27,548</b>
<b>Accumulated depreciation and impairment</b>		
Beginning of financial year	9,253	8,162
Depreciation charge	785	791
Impairment	1,000	300
End of financial year	<b>11,038</b>	<b>9,253</b>
<b>Net book value</b>	<b>16,510</b>	<b>18,295</b>

Investment property comprises a commercial property that is leased to third parties under operating leases. Currently, each of the leases is fixed for a period of 6 months to 3 years, and subsequent renewals are negotiated at prevailing market rates and terms.

Investment property is measured at cost less accumulated depreciation and accumulated impairment losses. Fair value assessment is performed annually by an external, independent and qualified valuer at the end of each financial year. Management relies on the external valuation to support the recoverable amount of the investment property. The external, independent valuation company, Colliers International Consultancy & Valuation (Singapore) Pte Ltd has the appropriate recognised professional qualifications and recent experience in the location and category of property being valued. The fair value of the Group's investment property is classified within Level 3 of the fair value hierarchy and has been derived using the discounted cash flow approach and capitalisation approach. The most significant input in each valuation approach is the discount rate and capitalisation rate of 8.0% and 5.5% respectively.

As at 31 December 2023, the fair value of investment property was determined to be approximately \$17.7 million (2022: \$19.5 million).

## 11. Property, plant and equipment

During the six months ended 31 December 2023, the Group acquired assets amounting to \$1.76 million (31 December 2022: \$1.89 million).

## 12. Intangible assets and goodwill

	Group		
	Goodwill on consolidation	Logo and trademark	Total
	\$'000	\$'000	\$'000
<b>At 31 December 2023</b>			
Cost	1,419	3,373	4,792
Accumulated amortisation	-	(3,303)	(3,303)
Net book value	1,419	70	1,489
<b>At 31 December 2022</b>			
Cost	1,419	3,339	4,758
Accumulated amortisation	-	(3,287)	(3,287)
Net book value	1,419	52	1,471

### *Impairment test for goodwill arising on consolidation*

Goodwill is allocated to the Group's cash-generating units ("CGUs") for a subsidiary in the PRC, Underwater World Xiamen Co Ltd, whose principal activity is the operation of an underwater aquarium.

The recoverable amount of this CGU is based on its value-in-use and is determined by discounting the future cash flows to be generated from the continuing use of the CGU.

No impairment loss was required for the carrying amount of goodwill as at 31 December 2023 and 30 December 2022 as the recoverable amount was in excess of the carrying amount.

## 13. Borrowings

	Group			
	At 31/12/2023		At 31/12/2022	
	Secured	Unsecured	Secured	Unsecured
	\$'000	\$'000	\$'000	\$'000
Amount payable in one year or less, or on demand	1,008	-	988	-
Amount payable after one year	1,638	4,400	2,646	4,400

The bank borrowings of the Group are secured by corporate guarantee from the Company.

## 14. Share Capital

There was no share buy-back in 2H2023.

The Company's issued and fully paid-up shares as at 31 December 2023 comprised 855,465,680 (31 December 2022: 854,965,680) ordinary shares and 13,463,900 (31 December 2022: 13,963,900) treasury shares.

No share options were exercised nor had lapsed or expired in 2H2023. As at 31 December 2023, options to subscribe for 18,550,000 (31 December 2022: 21,910,000) ordinary shares remain outstanding.

(i) *Total number of issued shares excluding treasury shares*

	<b>As at 31/12/2023</b>	<b>As at 31/12/2022</b>
Total number of issued shares	868,929,580	868,929,580
Less: Treasury shares	(13,463,900)	(13,963,900)
Total number of issued shares excluding treasury shares	855,465,680	854,965,680

(ii) *Sales, transfer, disposal, cancellation and/or use of treasury shares*

<b>Treasury shares</b>	<b>No. of shares</b>	<b>\$'000</b>
Balance as at 30/06/2023	13,463,900	7,308
No. of shares purchased	-	-
No. of shares transferred on exercise of share option	-	-
Balance as at 31/12/2023	13,463,900	7,308

## **F. Other Information required by Listing Rule Appendix 7.2**

### **1. Review**

The Condensed Consolidated Statement of Financial Position of Straco Corporation Limited and its subsidiaries as at 31 December 2023 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 then ended and certain explanatory notes have not been audited or reviewed.

### **2. Review of performance of the Group**

#### *Revenue*

In the second half of FY2023, the Group generated revenue of \$50.06 million, a 158% surge compared to the corresponding period in 2H2022 when strict Covid-19 measures of the Chinese municipal authorities were in place at that time. Revenue generated by our China attractions were significantly higher than 2H2022 with huge number of visitor arrivals during the summer holidays and National Day golden week holidays as domestic tourism recovered strongly and returned to near pre-Covid normalcy.

Singapore Flyer also reported higher revenue in 2H2023 compared to 2H2022 with significant increase in ticket revenue from tour group segment as international tourist arrivals continue to recover and ride operations gradually resumed to its normal operating hours. Retail and F&B revenue increased substantially amid higher footfall, while net rental income from retail leases and event space rental as well as F1 revenue also increased.

Overall visitation to all our attractions totalled 2.06 million visitors for 2H2023, 216% higher than the corresponding period of 0.65 million visitors in 2H2022.

Cumulatively, overall revenue for the full year of FY2023 amounted to \$82.14 million, 191% higher than FY2022. Overall revenues from our attractions were significantly higher on substantial increase in visitor arrivals. In comparison to FY2022 with the prolonged closure of Shanghai Ocean Aquarium ("SOA") for more than three months and low visitor numbers to our China attractions amidst intermittent lockdowns and strict Covid-19 measures severely impacted visitor numbers and normal operations. Rides on Singapore Flyer were also suspended for about three months due to a technical issue in FY2022.

Other income for 2H2023 increased from corresponding period, mainly due to higher amounts from government grants including wage support grant and claim for marketing partnership programme from Singapore Tourism Board being recognised; while income from concessionaire sales and interest income also increased.

#### *Operational Results*

Total Expenses (excluding finance cost) for 2H2022 was \$28.44 million, 22% higher than 2H2022. Exchange loss of \$0.22 million was recorded in this period, as Renminbi weakened further against the Singapore Dollar in the current period. Excluding the exchange losses in both periods, total expenses for 2H2023 would have been 46.7% higher than 2H2022 as business operations at our attractions returned to normalcy while 2H2022 was still severely impacted by the zero-Covid policy in China and Singapore Flyer was operating at shorter week and hours at that time. There was an impairment loss amounting to \$0.42 million for certain design costs incurred for our Xi'an project which were capitalised as construction-in-progress previously.

Changes in inventories and purchases of goods increased, as retail and F&B sales increased significantly at SOA and Singapore Flyer. Sales and marketing expenses increased, mainly due to higher sales and other taxes as well as increased advertising and promotional expenses. Loss on disposal of property, plant and equipment decreased significantly, as there was a write-off of 24



units of old drive shafts amounting to \$0.16 million at Singapore Flyer during the corresponding in 2H2022. Rental expense increased substantially, mainly due to the higher variable land rental at SOA as revenue generated in 2H2023 was significantly higher than 2H2022. Property and other taxes increased, mainly due to the upward revision in annual value of the Giant Observation Wheel (“GOW”) in 2023. Staff cost increased 34.8%, mainly due to higher salary cost arising from more headcount, salary increment, increased provident fund contributions and accrual of performance bonus. Utilities expense increased compared to 2H2022, mainly due to significantly higher expenses at Singapore Flyer as electricity tariff more than doubled upon renewal of electricity contract in October 2022 and higher consumption due to longer operating hours of 7 days of 12 hours daily in 2H2023 compared to mainly 5 days of 8 hours daily in 2H2022; while utilities expenses at China attractions also increased. Other expenses increased mainly due to higher packaging expenses, bank charges, audit fee, directors fee, and others.

Profit before tax was \$24.36 million for 2H2023, compared to a loss before tax of \$2.10 million recorded in 2H2022.

Cumulatively, profit before tax was \$34.62 million for FY2023, compared to loss before tax of \$11.59 million in FY2022; mainly attributable to higher revenue generated offset by higher expenses incurred and lower exchange loss recorded.

#### *Balance Sheet items*

Inventories increased 15.8% from \$2.01 million at 31 December 2022 to \$2.33 million at 31 December 2023, mainly due to increase of GOW spare parts for Singapore Flyer, and increase in retail stock and fish feeding stock at UWX.

Reserves decreased 35.5% from \$11.62 million at 31 December 2022 to \$7.50 million at 31 December 2023, mainly due to the translation loss arising from the weaker RMB against SGD at the end of the current year compared to the end of last year.

Trade and other payables (non-current and current) increased 34.6% from \$8.03 million at 31 December 2022 to \$10.81 million at 31 December 2023, mainly due to accrual of performance bonus at HQ and subsidiaries level for FY2023 while no performance bonus were accrued in FY2022, increase in deposits from online travel agencies as online ticket sales increased, increases at Singapore Flyer mainly arising from rental deposits received under retail lease arrangements whereby lease expiry date is more than 12 months, higher property tax payable, higher outsourced part-timers salary, and higher Q4 GST output taxes payable as revenues increased; offset by certain expenses accrued in last year being paid in the current year.

Deferred income decreased 31% from \$0.17 million at 31 December 2022 to \$0.12 million at 31 December 2023, mainly due to the periodic recognition of deferred income to profit & loss in the current period.

Deferred tax liabilities decreased 14.0% from \$16.58 million at 31 December 2022 to \$14.26 million at 31 December 2023, mainly due to the re-estimation of deferred tax position for the investment property, offset by deferred tax recognised on the current year distributable profits of our China subsidiaries which are subjected to 5% withholding tax.

Current tax liabilities increased 374.7% from \$0.2 million at 31 December 2022 to \$0.94 million at 31 December 2023, mainly due to the provisions of income taxes for 4Q2023 by the China subsidiaries while no income taxes were provided in 4Q2022 due to the losses incurred then, as well as income tax provision for YA2024 at HQ.

#### *Cash flow Statement*

The Group generated net cash of \$23.12 million from operating activities in 2H2023, compared to net cash generated of \$4.46 million in 2H2022 when business volume in China was significantly lower due to the zero-Covid policy at that time. Instalment repayment of borrowings and interest in 2H2023 totalled \$0.53 million for the temporary bridging loan taken up by Singapore Flyer in July 2021.

As at 31 December 2023, the Group's cash and cash equivalent balance amounted to \$169.80 million.

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

The Group did not previously disclose to shareholders any forecast or prospect statement with regard to the current period under review, except for the business update provided on 24 November 2023.

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

The National Bureau of Statistics of China reported that China's gross domestic product ("GDP") grew 5.2% for the full year of 2023 following the lifting of Covid-19 restrictions at the beginning of the year, amid various support measures as well as a low base comparison from the prior year which was marked by Covid-19 lockdowns.

On the tourism sector, The China Tourism Academy has estimated that domestic tourism will see remarkable growth in both visitor numbers and revenue to over 6 billion domestic visits and 6 trillion yuan in 2024, following the recovery of tourism sector in 2023. Shanghai has also in December 2023 launched the "Visit Shanghai" campaign to boost inbound tourism, with the goal of making the city a world-famous tourist destination and the first stop in China for inbound travellers. The Shanghai Administration of Culture and Tourism reported that in 2024, Shanghai will continuously optimise its inbound tourism environment and attract more international tourists through various grand festive events such as the Shanghai Tourism Festival and the China Shanghai International Arts Festival. With the aim of prolonging overnight stay of inbound tourists and boosting their consumption, the city will launch multi-layered and differentiated tourist itineraries and develop a number of metropolitan tourist attractions, while also raising inbound tourism service experience by further easing the convenience of payment and customs clearance of inbound tourists.

Singapore's economy grew by 1.1% in 2023, as reported by the Ministry of Trade and Industry ("MTI"). On the tourism sector, the Singapore Tourism Board ("STB") had reported that Singapore's tourism sector recovered strongly with 13.6 million international visitor arrivals in 2023, and estimated tourism receipts of \$24.5 to \$26.0 billion. STB expects continual recovery of the tourism sector in 2024 on improved international flight connectivity and increased capacity, as well as the implementation of the mutual 30-day visa-free travel between China and Singapore.

However, external environment remain challenging and geopolitical uncertainties will continue to weigh on the global economy, dampen growth, and affect the pace of travel recovery. The Group will continue to monitor, adapt and manage the impact on its operations.

## 5. Dividend information

### (a) Current Financial Period Reported On

Any interim (final) dividend declared (recommended) for the current financial period reported on? Yes

The Board of Directors is pleased to recommend a first and final dividend as follows:

Name of Dividend	First & Final (One-tier)	Special (One-tier)
Dividend Type	Cash	Cash
Dividend Amount per Share (in cents)	1.50 cent per ordinary share	0.50 cent per ordinary share
Tax Rate	Tax Exempt	Tax Exempt

### (b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend	First & Final (One-tier)
Dividend Type	Cash
Dividend Amount per Share (in cents)	1.00 cent per ordinary share
Tax Rate	Tax Exempt

### (c) Date payable

To be announced.

### (d) Books closure date

To be announced.

## 6. Interested person transaction

The Group has not obtained a general mandate from shareholders of the Company for Interested Person Transactions.

## 7. 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 Company confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

**8. Disclosure of persons occupying managerial positions who are related to a director, CEO or substantial shareholder**

<b>Name</b>	<b>Age</b>	<b>Family relationship with any director, CEO and/or substantial shareholder</b>	<b>Current position and duties, and the year the position was first held</b>	<b>Details of changes in duties and position held, if any, during the year</b>
Wu Xiuyi	43	Daughter of Mr Wu Hsioh Kwang and Mdm Chua Soh Har	Senior Vice President, Assistant to Executive Chairman, 2011	Not applicable
			Alternate Director to Mr Wu Hsioh Kwang, 2014	
Wu Xiuzhuan	42	Son of Mr Wu Hsioh Kwang and Mdm Chua Soh Har	Senior Vice President (Corporate Development and Risk Management), 2018	Not applicable
			Alternate Director to Mdm Chua Soh Har, 2014	

BY ORDER OF THE BOARD,

Lotus Isabella Lim Mei Hua  
 Company Secretary  
 29 February 2024