



**Second Quarter and Half Year Unaudited Financial Statement Announcement
 For The Period Ended 31 December 2020**

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1 and Q2),
 HALF-YEAR RESULTS**

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

Consolidated Statement of Comprehensive Income

	The Group					
	Second Quarter Ended			Half Year Ended		
	31.12.2020	31.12.2019	+ / (-)	31.12.2020	31.12.2019	+ / (-)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Continuing operations						
Revenue – sale of goods	4,268	4,377	(2)	8,968	9,139	(2)
Other income and gains	440	1,159	(62)	1,147	1,584	(28)
Expenses:						
Purchases of inventories	(2,546)	(2,588)	(2)	(5,282)	(5,562)	(5)
Employee compensation	(508)	(551)	(8)	(1,020)	(1,113)	(8)
Depreciation	(232)	(219)	6	(448)	(430)	4
Other expenses	(1,291)	(1,395)	(7)	(2,650)	(2,695)	(2)
Changes in inventories	12	(58)	n/m	12	(119)	n/m
Finance costs	(26)	(19)	37	(51)	(48)	6
Other losses	--	(75)	(100)	--	(297)	(100)
Total expenses	(4,591)	(4,905)	(6)	(9,439)	(10,264)	(8)
Profit before income tax	117	631	(81)	676	459	47
Income tax expense	(36)	(26)	38	(70)	(54)	30
Total profit	81	605	(87)	606	405	50
Profit/(loss) attributable to:						
Owners of the Company	81	605	(87)	606	405	50
	81	605	(87)	606	405	50

n.m. - denotes not meaningful

1(a)(ii) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	The Group					
	Second Quarter Ended			Half Year Ended		
	31.12.2020	31.12.2019	+ / (-)	31.12.2020	31.12.2019	+ / (-)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Other comprehensive income: Items that may be reclassified to profit or loss:						
Currency translation differences arising from consolidation	137	(180)	n.m	818	(446)	n.m
Other comprehensive loss, net of tax	137	(180)	n.m	818	(446)	n.m
Total comprehensive income/(loss)	218	425	(49)	1,424	(41)	n.m
Total comprehensive income/(loss) attributable to:						
Owners of the Company	218	425	(49)	1,424	(41)	n.m
	218	425	(49)	1,424	(41)	n.m

n.m - denotes not meaningful

1(a)(iii) 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:

	The Group			
	Second Quarter Ended		Half Year Ended	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
	S\$'000	S\$'000	S\$'000	S\$'000
Profit before income tax is arrived after (charging)/crediting:				
Currency exchange gains/(losses)	69	(75)	359	(297)
Depreciation of property, plant and equipment	(182)	(161)	(346)	(323)
Depreciation of rights-of-use asset	(50)	(58)	(102)	(107)
Insurance	(27)	(41)	(66)	(71)
Maintenance expenses	(87)	(78)	(163)	(137)
Material handling	(95)	(94)	(178)	(178)
Transportation	(610)	(606)	(1,179)	(1,220)
Utilities	(299)	(249)	(595)	(539)
Reversal of impairment loss on trade receivables	--	678	--	678
Interest income:				
- bank deposits	258	254	504	513
- charged to related parties	17	2	39	20
Shortfall claims on minimum purchases from related parties	53	104	138	211

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

	The Group		The Company	
	31.12.2020	30.6.2020	31.12.2020	30.6.2020
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets				
Cash and cash equivalents	64,763	65,052	9,964	10,318
Trade and other receivables	4,570	4,588	112	81
Inventories	4,756	3,326	--	--
Income tax receivables	--	--	--	--
Other current assets	314	352	6	3
	74,403	73,318	10,082	10,402
Non-current assets				
Investments in subsidiaries	--	--	61,128	61,115
Property, plant and equipment	2,686	2,289	--	--
Rights-of-use asset	1,396	1,222	--	--
	4,082	3,511	61,128	61,115
Total assets	78,485	76,829	71,210	71,517
LIABILITIES				
Current liabilities				
Trade and other payables	2,402	2,372	1,140	1,252
Lease liabilities	169	68	--	--
Income tax payables	75	71	--	--
Provision	419	415	--	--
	3,065	2,926	1,140	1,252
Non-current liabilities				
Deferred tax liabilities	224	224	224	224
Lease liabilities	1,281	1,188	--	--
	1,505	1,412	224	224
Total liabilities	4,570	4,338	1,364	1,476
NET ASSETS	73,915	72,491	69,846	70,041
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	47,494	47,494	47,494	47,494
Other reserves	(7,292)	(8,120)	--	--
Retained profits	33,713	33,117	22,352	22,547
TOTAL EQUITY	73,915	72,491	69,846	70,041

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

Amount repayable in one year or less, or on demand

The Group			
31.12.2020		30.6.2020	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
--	--	--	--

Amount repayable after one year

The Group			
31.12.2020		30.6.2020	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
--	--	--	--

Details of any collateral

Not applicable.

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.

	The Group			
	Second Quarter		Half Year Ended	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
	S\$'000	S\$'000	S\$'000	S\$'000
Cash flows from operating activities				
Total profit	81	605	605	405
Adjustments for				
- Income tax expenses	36	26	70	54
- Depreciation	232	219	448	430
- Property, plant and equipment written-off	2	--	9	--
- Reversal of impairment loss on trade receivables	--	(678)	--	(678)
- Interest expense	26	19	51	48
- Interest income	(275)	(256)	(543)	(533)
- Unrealised currency translation losses	53	74	(441)	293
	155	9	199	19
Change in working capital				
- Inventories	(71)	12	(1,393)	107
- Trade and other receivables	349	384	127	886
- Other current assets	41	(32)	38	(15)
- Trade and other payables	(1,465)	(133)	17	680
Cash (used in)/generated from operations	(991)	240	(1,012)	1,677
Income tax (paid)/refunded	(15)	68	(63)	11
Net cash (used in)/generated from operating activities	(1,006)	308	(1,075)	1,688
Cash flows from investing activities				
Additions to property, plant and equipment	(199)	(14)	(717)	(19)
Interest received	1	157	249	401
Cash subjected to foreign exchange controls	--	1,579	--	2,435
Net cash (used in)/generated from investing activities	(198)	1,722	(468)	2,817
Cash flows from financing activities				
Repayment of finance lease payables	--	--	--	--
Repayment of lease liabilities	(40)	(52)	(73)	(91)
Interest paid	(26)	(19)	(51)	(48)
Dividends paid to owners of the Company	--	(406)	--	(406)
Net cash used in financing activities	(66)	(477)	(124)	(545)
Net (decrease)/increase in cash and cash equivalents	(1,270)	1,553	(1,667)	3,960
Cash and cash equivalent				
Beginning of financial period	32,167	34,286	32,175	31,925
Effects of currency translation on cash and cash equivalents	6	(30)	395	(76)
End of financial period	30,903	35,809	30,903	35,809

1(c) (cont'd)

For the purposes of the consolidated cash flow statement, consolidated cash and cash equivalents comprise the following:

	The Group			
	Second Quarter Ended		Half Year Ended	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
	S\$'000	S\$'000	S\$'000	S\$'000
Cash at bank and on hand	4,033	7,452	4,033	7,452
Short-term bank deposits	60,730	60,321	60,730	60,321
Cash and cash equivalent in the statement of financial position	64,763	67,773	64,763	67,773
Cash subjected to foreign exchange controls	(33,860)	(31,964)	(33,860)	(31,964)
Cash and cash equivalent in the statement of cash flows	30,903	35,809	30,903	35,809

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 – The Company

	Share Capital	Retained Profits	Total
	S\$'000	S\$'000	S\$'000
Balance at 1.7.2020	47,494	22,547	70,041
Total comprehensive loss for the period	--	(78)	(78)
Balance at 30.9.2020	47,494	22,469	69,963
Total comprehensive loss for the period	--	(117)	(117)
Dividend paid	--	--	--
Balance at 31.12.2020	47,494	22,352	69,846
Balance at 1.7.2019	47,494	26,779	74,273
Total comprehensive loss for the period	--	(63)	(63)
Balance at 30.9.2019	47,494	26,716	74,210
Total comprehensive loss for the period	--	(188)	(188)
Dividend paid	--	(406)	(406)
Balance at 31.12.2019	47,494	26,122	73,616

1(d)(i) (cont'd)

Group Consolidated Statement of Changes in Equity

	Attributable to equity holders of the Company							
	Share Capital	Capital Redemption Reserve	Statutory Reserve	Currency Translation Reserve	Capital Reserve	Fair Value Reserve	Retained Profits	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1.7.2020	47,494	--	180	(10,412)	2,112	--	33,117	72,491
Total comprehensive income for the period	--	--	--	681	--	--	525	1,206
Balance at 30.09.2020	47,494	--	180	(9,731)	2,112	--	33,642	73,697
Transfer to retained earning	--	--	--	10	--	--	(10)	--
Total comprehensive income for the period	--	--	--	137	--	--	81	218
Balance at 31.12.2020	47,494	--	180	(9,584)	2,112	--	33,713	73,915
Balance at 1.7.2019	47,494	--	180	(10,363)	2,112	(119)	37,155	76,459
Total comprehensive loss for the period	--	--	--	(266)	--	--	(200)	(466)
Balance at 31.09.2019	47,494	--	180	(10,629)	2,112	(119)	36,955	75,993
Dividend paid	--	--	--	--	--	--	(406)	(406)
Total comprehensive (loss)/income for the period	--	--	--	(180)	--	--	605	425
Balance at 31.12.2019	47,494	--	180	(10,809)	2,112	(119)	37,154	76,012

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State 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.

	31.12.2020	30.9.2020
	No. of Shares	No. of Shares
Issued Share Capital	81,104,539	81,104,539

	31.12.2020	31.12.2019
	No. of Shares	No. of Shares
Treasury Shares held	--	--
Shares to be issued pursuant to the exercise of all the outstanding convertibles	--	--

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.

	31.12.2020	30.6.2020
Total number of issued shares excluding treasury shares	81,104,539	81,104,539

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, disposal, 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.

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

Not applicable.

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 adopted the same accounting policies and methods of computation in the financial statements for the current financial period compared with those used in the recent audited financial statements of the Group for the financial year ended 30 June 2020.

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

The Group adopted all applicable new and revised FRS that becomes effective during the new financial year and has no significant impact to the Group.

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

Earnings/(losses) per ordinary share of the Group for the financial period based on net profit/(loss) attributable to shareholders:

		The Group			
		Second Quarter Ended		Half Year Ended	
		31.12.2020	31.12.2019	31.12.2020	31.12.2019
a)	Based on weighted average number of shares (cents)	0.10	0.75	0.75	0.50
	Weighted average number of shares ('000 shares)	81,105	81,105	81,105	81,105
b)	On a fully diluted basis (cents)	0.10	0.75	0.75	0.50
	Weighted average number of shares ('000 shares)	81,105	81,105	81,105	81,105

Earnings/(losses) per ordinary share is computed based on the weighted average number of issued shares of 81,104,539 (31.12.2019: 81,104,539).

On a fully diluted basis, there were no outstanding convertibles during the financial periods ended 31 December 2020 and 2019.

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 period reported on and (b) immediately preceding financial year.**

Net Asset Value per ordinary share

	The Group		The Company	
	31.12.2020	30.6.2020	31.12.2020	30.6.2020
	cents	Cents	cents	Cents
Net asset value per ordinary share based on total number of issued shares excluding treasury shares	91.13	89.38	86.12	86.36

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.**

Turnover

With lime manufacturing as the only core activity, the Group reported a revenue of S\$4.3m for the second quarter ended December 2020. The half year revenue stood at S\$9.0m, a 2% reduction from both the quarter and half year corresponding periods.

There were no consumables trading for both the current period and the corresponding period.

Net Earnings

Quarter on quarter, other income dropped from S\$1.2m to S\$0.4m, mainly due to the absence of a S\$0.7m doubtful debts recovery. Accordingly, the net earnings for the quarter fell from S\$0.6m to S\$0.1m.

For the half year, with lower sales demand and lower raw material cost, purchases has decreased to S\$5.3m from S\$5.6m.

The strengthening Reminbi contributed to a S\$0.3m exchange gain for the half year, against a S\$0.3m exchange loss in the corresponding period.

The Group's half year net profit increased to S\$0.6m from S\$0.4m.

Cash Flows and Financial Position

The Group's working capital for the current period end stood at S\$71.0m, a S\$1.0m increase from S\$70.0m year on year, this is largely due to the increase of inventory balance by S\$1.4m. The balances of trade and other receivables, and trade and other payables, remained largely unchanged.

Cash balances reduced by S\$0.3m to S\$64.8m, primarily due to increase in inventory of \$1.4m, addition in plant and machinery of S\$0.7m, offset by interest income of S\$0.2m and a currency translation gain of S\$1.4m.

Following addition in property, plant and machinery less depreciation of S\$0.3m, fixed assets increased by S\$0.4m at the period end.

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

Not applicable.

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

The current Covid-19 pandemic has resulted in adverse economic impact with uncertainty. The Group will continue to exercise prudence to manage these challenges.

11. **Dividend**

- (a) **Current Financial Period Reported On**

Any dividend declared for the current financial period reported on?

None.

- (b) **Corresponding Period of the Immediately Preceding Financial Year**

None.

- (c) **Date payable**

Not applicable.

- (d) **Books closure date**

Not applicable.

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

No interim dividend has been declared for the quarter ended 31 December 2020, as the Company considered it necessary to conserve cash for future operations in view of the Group's business strategy.

13. Interested Person Transactions (“IPTs”)

For the financial period ended 31.12.2020		
Name of Interested Person	Aggregate value of all IPTs during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under IPT Mandate Pursuant to Rule 920)	Aggregate value of all IPTs conducted under IPT Mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
	S\$'000	S\$'000
Amsteel Mills Sdn. Bhd.	--	1,572

14. Confirmation by Directors Pursuant to Rule 705(5) of the SGX Listing Manual

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the interim financial results of Lion Asiapac Limited for the second quarter and half year ended 31 December 2020, to be false or misleading in any material aspect.

15. Confirmation Pursuant to Rule 720(1) of the SGX Listing Manual

The Company confirms that undertakings under Rule 720(1) have been obtained from all its directors and executive officers in the format set out in Appendix 7.7.

**BY ORDER OF THE BOARD
LION ASIAPAC LIMITED**

Lah Ling San
Company Secretary

Singapore, 4 February 2021