



VCPLUS LIMITED

(Company Registration No.: 201531549N)
(Incorporated in the Republic of Singapore)

CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023

*This announcement has been prepared by VCPlus Limited (the "Company") and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "**Sponsor**") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalyst.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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**CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023**

The board (the “Board”) of directors (the “Directors”) of VCPlus Limited (the “Company”) hereby announces the condensed interim consolidated results of the Company and its subsidiaries (collectively referred to as the “Group”) for the financial period ended 30 June 2023, together with the comparative figures for the financial period ended 30 June 2022. The Group’s interim financial results for the financial period ended 30 June 2023 and 30 June 2022 are unaudited.

	Note	6 months ended		Increase/ (Decrease) %
		30.06.2023 S\$'000 (Unaudited)	30.06.2022 S\$'000 (Unaudited)	
Revenue	3	202	404	(50)
Other income	4	158	121	31
Raw materials and consumables used		(109)	(67)	63
Depreciation and amortisation expense		(105)	(140)	(25)
Employee benefits expenses		(616)	(886)	(30)
Operating lease expenses		(1)	(9)	(89)
Other expenses		(385)	(295)	31
Finance costs	5	(6)	(10)	(40)
Loss before income tax from continuing operations	6	(862)	(882)	(2)
Income tax expense		-	(7)	NM
Loss from continuing operations	6	(862)	(889)	(3)
Loss from discontinued operation, net of tax	7	-	(104)	NM
Loss for the financial period		(862)	(993)	(13)
Other comprehensive loss:				
Item that may be reclassified: subsequently to profit and loss				
- Exchange differences on translating foreign operations		-	(241)	NM
Total comprehensive loss for the financial period		(862)	(1,234)	(30)
Loss for the financial period attributable to owners of the parent:				
Loss from continuing operations, net of tax		(658)	(793)	(17)
Loss from discontinued operations, net of tax		-	(104)	NM
		(658)	(897)	(27)
Non-controlling interest		(204)	(96)	113
		(862)	(993)	(13)
Total comprehensive loss attributed to owners of the parent:				
Loss from continuing operations, net of tax		(658)	(1,025)	(36)
Loss from discontinued operations, net of tax		-	(104)	NM
		(658)	(1,129)	(42)
Non-controlling interest		(204)	(105)	94
		(862)	(1,234)	(30)

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023 (CONTINUED)**

	Note	6 months ended	
		30.06.2023	30.06.2022
		S\$'000 (Unaudited)	S\$'000 (Unaudited)
Loss per share attributable to owners of the Company (S\$ cents)			
- Basic and diluted, continuing operation	14	(0.01391)	(0.01743)
- Basic and diluted, discontinued operation	14	-	(0.00229)

NM – Not meaningful

**CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2023**

	Notes	Group		Company	
		30.06.2023	31.12.2022	30.06.2023	31.12.2022
		S\$'000 (Unaudited)	S\$'000 (Audited)	S\$'000 (Unaudited)	S\$'000 (Audited)
Non-current assets					
Property, plant and equipment	8	81	107	81	98
Intangible Assets	10	2,390	2,406	-	-
Investments in subsidiaries	9	-	-	3,710	3,710
Right-of-use		185	247	182	247
		2,656	2,760	3,973	4,055
Current assets					
Trade and other receivables	11	305	279	2,010	1,282
Prepayments		774	776	9	29
Cash and cash equivalents		1,107	2,217	799	1,864
		2,186	3,272	2,818	3,175
Total Assets		4,842	6,032	6,791	7,230
Less:					
Current liabilities					
Trade and other payables	12	601	864	1,134	1,355
Lease liabilities		136	133	136	133
Borrowings		-	-	-	-
		737	997	1,270	1,488
Net current assets		1,449	2,275	1,548	1,687
Less:					
Non-current liabilities					
Lease liabilities		71	139	71	139
Deferred Tax Liabilities		71	71	-	-
		142	210	71	139
Net assets		3,963	4,825	5,450	5,603
Equity					
Share capital	13	98,456	98,386	98,456	98,386
Other reserves		(257)	(187)	24	94
Currency translation reserve		-	1,435	-	1,275
Accumulated losses		(94,231)	(95,008)	(93,030)	(94,152)
Equity attributable to owners of the parent		3,968	4,626	5,450	5,603
Non-Controlling Interest		(5)	199	-	-
		3,963	4,825	5,450	5,603

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD 30 JUNE 2023**

	Share Capital	Foreign Currency Translation Reserve	Other reserve	Accumulated Losses	Non- controlling Interest	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
The Group						
Balance at 1 January 2023	98,386	1,435	(187)	(95,008)	199	4,825
Effect of change in presentation currency	-	(1,435)	-	1,435	-	-
	98,386	-	(187)	(93,573)	199	4,825
Total comprehensive income for the financial period	-	-	-	(658)	(204)	(862)
Contribution by owners of the parent:						
Issuance of new ordinary shares	70	-	(94)	-	-	(24)
Recognition of share based payment	-	-	24	-	-	24
Total transactions with owners	70	-	(70)	-	-	-
Excess of consideration paid recog. In equity	-	-	-	-	-	-
Balance at 30 June 2023	98,456	-	(257)	(94,231)	(5)	3,963
Balance at 1 January 2022	96,713	8	(39,247)	(53,093)	392	4,773
Effect of change in presentation currency	-	1,511	-	-	-	1,511
At 1 January 2022, as restated	96,713	1,519	(39,247)	(53,093)	392	6,284
Loss for the financial period	-	-	-	(897)	(96)	(993)
Exchange differences	-	(232)	-	-	(9)	(241)
Transfer of merger reserve due to disposal of subsidiary ⁽¹⁾	-	-	38,966	(38,966)	-	-
Total comprehensive income for the financial period	-	(232)	38,966	(39,863)	(105)	(1,234)
Balance at 30 June 2022	96,713	1,287	(281)	(92,956)	287	5,050

Note: (1) Upon the completion of the disposal of GGTM, the associated merger reserves of S\$38.97 million has been transferred to accumulated losses. Refer to Note 7 for details.

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023 (CONTINUED)**

	Share Capital S\$'000	Foreign Currency Translation Reserve S\$'000	Other reserve S\$'000	Accumulated Losses S\$'000	Total equity S\$'000
<u>The Company</u>					
Balance at 1 January 2023	98,386	1,275	94	(94,152)	5,603
Effect of change in presentation currency	-	(1,275)	-	1,275	-
Loss for the financial period	-	-	-	(153)	(153)
Total comprehensive income for the financial period	98,386	-	94	(93,030)	5,450
Transaction with owners:					
Issuance of new ordinary shares	70	-	(94)	-	(24)
Recognition of share based payment	-	-	24	-	24
Balance at 30 June 2023	98,456	-	24	(93,030)	5,450
Balance at 1 January 2022	96,713	-	-	(90,499)	6,214
Loss for the financial period	-	-	-	(439)	(439)
Total comprehensive income for the financial period	96,713	-	-	(90,938)	5,775
Balance at 30 June 2022	96,713	-	-	(90,938)	5,775

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023**

	30 June 2023 S\$'000 (Unaudited)	30 June 2022 S\$'000 (Unaudited)
Operating activities		
Loss before income tax from continuing operations	(862)	(882)
Loss before income tax from discontinued operations	-	(104)
Loss before income tax, total	(862)	(986)
Adjustments for:		
Amortisation of Intangible Asset	16	43
Depreciation of property, plant and equipment	27	64
Depreciation of ROU asset	62	72
Interest expenses	6	11
Gain on disposal of subsidiary	-	(34)
Operating cash flows before working capital changes	(751)	(830)
Working capital changes:		
Inventories	-	9
Trade and other receivables	(26)	165
Prepayments	1	92
Trade and other payables	(261)	(724)
Cash used in operations	(1,037)	(1,288)
Income tax paid	-	1
Net cash used in operating activities	(1,037)	(1,287)
Investing activities		
Net proceeds from disposal of subsidiary	-	322
Purchase of property, plant and equipment	(1)	-
Net cash generated from / used in investing activities	(1)	322
Financing activities		
Interest paid	(6)	-
Repayment of lease obligation	(66)	(80)
Net cash used in financing activities	(72)	(80)
Net change in cash and cash equivalents	(1,110)	(1,045)
Exchange difference on cash and cash equivalents	-	136
Cash and cash equivalents at beginning of financial period	2,217	2,012
Cash and cash equivalents at end of financial period	1,107	1,103

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023

1. General corporate information

VCPlus Limited (the "Company") is a public limited company incorporated and domiciled in Singapore with its registered office at 138 Robinson Road #26-03 Oxley Tower Singapore 068906. The Company is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited (the "SGX-ST"). The Company's registration number is 201531549N.

These condensed interim consolidated financial statements as at and for the financial period ended 30 June 2023 comprise the Company and its subsidiaries (the "Group").

The principal activity of the Company is that of an investment holding company.

The principal activities of the Group currently comprise the provision of advisory, consultancy and/or management services related to financial technology regulation and licensing as well as the adoption of financial technology strategies and technology ("FinTech Business"). In May 2022, the Company exited the business of exploration, mining and production of dimension stone granites for sales as well as architectural stone and interior fit-out ("Dimension Stone Business") after the completion of the disposal of its wholly owned subsidiary GGTM Sdn. Bhd.

2. Basis of preparation

The condensed interim financial statements for the six months financial period ended 30 June 2023 ("HY2023") have been prepared in accordance with 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 adopted are consistent with those of the previous financial year 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 expressed in Singapore Dollar, which is the functional currency of the Company and the presentation currency for the condensed interim financial statements and rounded to the nearest thousand ("S\$'000"), unless otherwise stated.

2.1 New and amended standards adopted by the Group

The HY2023 financial results had been prepared using the same accounting policies and methods of computation as presented in the Group's most recently audited financial statements for the FY2022.

A number of amendments to Standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards. Adoption of new standards applicable for the financial year do not have material effect on the amount reported for the current or prior period. The group has not yet early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

2.2 Use of judgements and estimates

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 judgements 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. Revenue

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

Disaggregation of revenue

The Group has disaggregated revenue into various categories in the following table which is intended to:

- depict how the nature, amount, timing and uncertainty of revenue and cash flows are affected by economic data; and
- enable users to understand the relationship with revenue segment information provided to the financial statements.

	Continuing operations		Discontinued operations		Total	
	30.06.2023	30.06.2022	30.06.2023	30.06.2022	30.06.2023	30.06.2022
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Primary geographical markets						
- Singapore	202	404	-	-	202	404
- South East Asia	-	-	-	38	-	38
	<u>202</u>	<u>404</u>	<u>-</u>	<u>38</u>	<u>202</u>	<u>442</u>
Timing of transfer of goods and services						
- Over time	181	332	-	-	181	332
- Point in time	21	72	-	-	21	110
	<u>202</u>	<u>404</u>	<u>-</u>	<u>-</u>	<u>202</u>	<u>442</u>
Type of goods and services						
- Advisory, consultancy and management services	202	404	-	-	202	404
- Sale of goods	-	-	-	38	-	38
	<u>202</u>	<u>404</u>	<u>-</u>	<u>38</u>	<u>202</u>	<u>442</u>

4. Other income

	Continuing operations		Discontinued operations		Total	
	30.06.2023	30.06.2022	30.06.2023	30.06.2022	30.06.2023	30.06.2022
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Management fee	72	-	-	-	72	-
Gain on disposal of subsidiary	-	34	-	-	-	34
Government grant	33	84	-	-	33	84
Rental Income	-	3	-	-	-	3
Others	53	-	-	-	53	-
	158	121	-	-	158	121

On 19 May 2022, the Company completed the disposal of GGTM as the Group exited the Dimension Stone Business to focus on the FinTech Business. This disposal of GGTM resulted in a gain from disposal of S\$34,000.

5. Finance costs

	Continuing Operations		Discontinued operations		Total	
	30.06.2023	30.06.2022	30.06.2023	30.06.2022	30.06.2023	30.06.2022
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Interest Expense						
- lease liabilities	6	10	-	1	6	11
	6	10	-	1	6	11

6. Loss before income tax

6.1 Significant items

	Continued operations		Discontinued operations		Total	
	30.06.2023	30.06.2022	30.06.2023	30.06.2022	30.06.2023	30.06.2022
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Other(Income)/ expenses						
Foreign exchange loss, net	-	3	-	-	-	3
Gain on disposal of subsidiary	-	-	-	(34)	-	(34)
Depreciation and amortisation	105	140	-	39	105	179
Professional fees	270	117	-	19	270	136
Repair and maintenance	-	2	-	9	-	11
Travelling and accommodation	9	4	-	1	9	5
Insurance	21	4	-	-	21	4
Utilities	3	4	-	-	3	4

7. Discontinued operations

On 14 March 2022, the Company announced the proposed disposal of its wholly owned subsidiary GGTM Sdn. Bhd and its subsidiary, to the Company's previous executive director Mr Lim Chiau Woei. More information is available in the circular in connection to the disposal dated on 14 April 2022.

An extraordinary general meeting was held on 29 April 2022 pursuant to which approval for this disposal was obtained from independent shareholders. On 19 May 2022, the Company completed the disposal of GGTM and exited the Dimension Stone Business.

In accordance with SFRS(I) 5 Non-Current Assets Held for Sale and Discontinued Operations, the results from GGTM which were of the Dimension Stone Business was presented separately on the consolidated statement of comprehensive income as discontinued operations. The operations were part of the Group's Dimension Stone Business.

The results of the discontinued operations are as follows:

	6 months ended	
	30.06.2023	30.06.2022
	S\$'000	S\$'000
Revenue	-	38
Raw materials and consumables used	-	(9)
Depreciation and amortisation expense	-	(39)
Employee benefits expenses	-	(43)
Operating lease expenses	-	(2)
Other expenses	-	(48)
Finance costs	-	(1)
(Loss)/Profit before income tax from discontinuing operations	-	(104)
Income tax expense	-	-
(Loss)/Profit from discontinued operation, net of tax	-	(104)

The impact of the discontinued operations on the cash flows of the Group is as follows:

	Group	
	2023	2022
	S\$'000	S\$'000
Operating cash inflows	-	(98)
Investing cash outflows	-	(1)
Financing cash outflows	-	-
Total cash outflows	-	(99)

Disposal of net identified assets of GGTM:

	Group
	S\$'000
Property, plant and equipment	550
Trade and other receivables	220
Mine properties	37
Inventories	39
Cash and cash equivalents	317
	<u>1,163</u>

Trade and other payables	(597)
Other financial liabilities, current	(41)
	<u>(638)</u>
Net identifiable assets	525
Gain on disposal	13
Cost of disposal	94
Sale consideration	<u>632</u>
Currency translation reserve	7
Cash balance from discontinued operations	<u>(317)</u>
Net proceeds from disposal of subsidiary	<u><u>322</u></u>

Upon completion of the disposal of GGTM, the associated merger reserves of S\$38.97 million has been transferred to accumulated losses.

8. Property, plant and equipment

As at 30 June 2023, the Group's property, plant and equipment amounted to S\$81,000 (31 December 2022: S\$107,000). The decline was due to depreciation charges in HY2023.

9. Investments in subsidiaries

	Company	
	30.06.2023	31.12.2022
	S\$'000	S\$'000
Unquoted equity investments, at cost	3,710	51,028
Disposal of subsidiaries	-	(45,720)
Liquidation of subsidiary	-	(98)
Less: Accumulated impairment losses	-	(1,500)
	<u>3,710</u>	<u>3,710</u>
Accumulated impairment losses		
Balance at beginning of financial year	1,500	45,216
Impairment loss for financial year	-	1,500
Write off of impairment loss due to disposal of subsidiary	(1,500)	(45,216)
Balance at end of financial year	<u>-</u>	<u>1,500</u>

The particulars of the significant subsidiaries are as follows:-

Name of company (Country of incorporation and principal place of business)	Proportion of ownership interest held		Principal activities
	30.06.2023	31.12.2022	
APEC Solutions Pte Ltd (Singapore)	100	100	Provision of IT consultancy, services and solutions and other investments
Custody Plus Pte Ltd (Singapore)	55 ⁽¹⁾	55	Provision of custodian services for digital assets

Note: (1) On 30 June 2023, the Company announced the proposed acquisition of the remaining 45% issued and paid-up share capital of Custody Plus Pte. Ltd.. Subsequent to the announcement, the proposed acquisition was completed on 25 July 2023 and following such completion, Custody Plus Pte. Ltd. became a wholly owned subsidiary of the Company. Please refer to Note 17 on page 20 headed "Subsequent Events".

10. Intangible assets

As at 30 June 2023, the Group's intangible assets amounted to S\$2.39 million (31 December 2022: S\$2.41 million). The decline was due to amortisation in HY2023.

Impairment tests for goodwill

Goodwill is tested annually for impairment. The Group will perform impairment test of goodwill at the end of the financial year by comparing the carrying value of the cash-generating unit ("CGU") against the fair value less cost of disposal.

11. Trade and other receivables

	Group		Company	
	30.06.2023	31.12.2022	30.06.2023	31.12.2022
	S\$'000	S\$'000	S\$'000	S\$'000
Trade receivables - third parties	279	253	579	29
Less: Loss allowance	(21)	(21)	-	-
Sub-total	258	232	579	29
Other receivables				
- related party	-	-	1,394	1,216
Deposits	47	47	37	37
	47	47	1,431	1,253
	305	279	2,010	1,282

Deposits mainly relate to refundable rental deposits for office premises and equipment.

The lifetime expected loss allowance for the Group's trade receivables is as follows:

	Current S\$'000	More than 30 days past due S\$'000	More than 60 days past due S\$'000	More than 120 days past due S\$'000	Total S\$'000
30 June 2023					
Expected loss rate	0%	0%	0%	13%	
Gross carrying amount					
- Trade receivables	43	51	28	157	279
Loss allowance	-	-	-	(21)	(21)
31 December 2022					
Expected loss rate	4%	2%	13%	8%	
Gross carrying amount					
- Trade receivables	26	49	112	66	253
Loss allowance	(1)	(1)	(14)	(5)	(21)

Movement in the loss allowance for trade receivables is as follows:

	Group	
	30.06.2023	31.12.2022 (Restated)
	S\$'000	S\$'000
Balance at beginning of financial period/year	21	213
Loss allowance	-	21
Disposal of subsidiaries	-	(213)
Balance at end of financial year	21	21

The Group applies the simplified approach to measure the expected credit losses for trade receivables and contract assets. To measure expected credit losses on a collective basis, trade receivables and contract assets are grouped based on similar credit risk and ageing.

The expected loss rates are based on the Group's historical credit losses experienced. The historical loss rates are then adjusted for current and forward-looking information on macroeconomic factors affecting the Group's customers.

12. Trade and other payables

	Group		Company	
	30.06.2023	31.12.2022	30.06.2023	31.12.2022
	S\$'000	S\$'000	S\$'000	S\$'000
Trade payables				
- third parties	-	2	-	-
Non-trade payables				
- third parties	435	659	433	641
- subsidiaries	-	-	593	608
Accrued expenses	138	148	108	106
Deferred Revenue	28	55	-	-
	601	864	1,134	1,355

Trade payables are unsecured, non-interest bearing and are normally settled between 30 to 60 days' (2022: 30 to 60 days') terms.

The non-trade amounts due to third parties and subsidiaries are unsecured, non-interest bearing and repayable on demand.

13. Share capital

	Group and Company			
	30.06.2023	31.12.2022	30.06.2023	31.12.2022
	Number of ordinary shares		S\$'000	
Issued and fully-paid:				
At beginning of financial year	4,720,082,101	4,550,082,101	98,386	96,713
Issuance of new shares	8,750,000	170,000,000	70	1,673
At end of financial period/year	4,728,832,101	4,720,082,101	98,456	98,386

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares have no par value and carry one vote per share without restriction.

In FY2022, 170,000,000 new ordinary shares amounting to approximately S\$1.673 million were issued pursuant to a placement exercise completed on 19 December 2022.

Anchor Resources Employee Performance Share Plan (“Performance Share Plan” or “PSP”)

Pursuant to the PSP, on 21 September 2022, the Company awarded 26,250,000 new ordinary shares to the Company’s Chief Executive Officer, to be vested in three equal tranches of 8,750,000 Shares per tranche on 30 December 2022, 30 December 2023 and 30 December 2024 respectively, subject to conditions being met. The first tranche of 8,750,000 ordinary shares were vested on 30 December 2022 and subsequently on 3 January 2023, the first tranche was allotted. The remaining number of contingent shares awarded but not released pursuant to the PSP was 17,500,000 (31 December 2022: 17,500,000). These will be vested on each of the vesting dates of 30 December 2023 and 30 December 2024, subject to conditions being met.

Custody Plus Pte. Ltd.

On 30 June 2023, the Company announced the proposed acquisition of the remaining 45% issued and paid-up share capital of Custody Plus Pte. Ltd.. Subsequent to the announcement, the proposed acquisition was completed on 25 July 2023 and following such completion, Custody Plus Pte. Ltd. became a wholly owned subsidiary of the Company and the share capital of the Company increased from 4,728,832,101 Shares to 4,791,832,101 Shares. Please refer to Note 17 on page 20 headed “Subsequent Events”.

14. Loss per share

The calculations of basic loss per share for the relevant periods are based on loss attributable to owners of the Company for financial period ended 30 June 2023 and 30 June 2022 divided by the weighted average number of ordinary shares in the relevant periods.

Diluted loss per share is the same as the basic loss per share because the potential ordinary shares to be converted are anti-dilutive as the effect of the shares conversion would be to decrease the loss per share.

	30 June 2023 (Unaudited)			30 June 2022 (Unaudited)		
	Continuing operations	Discontinued operations	Total	Continuing operations	Discontinued operations	Total
	S\$'000	S\$'000	S'000	S\$'000	S\$'000	S\$'000
<i>Numerator</i>						
Loss attributable to owners of the parent	(658)	-	(658)	(793)	(104)	(897)
<i>Denominator</i>						
Weighted average number of ordinary shares in issue during the financial year	4,728,735,416	-	4,728,735,416	4,550,082,101	4,550,082,101	4,550,082,101
Basic / diluted (loss) per share (S\$ cents)	(0.01391)	-	(0.01391)	(0.01743)	(0.00229)	(0.01972)

15. Related party transactions

For the purpose of these financial statements, parties are considered to be related to the Group and the Company if the Group and the Company have the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

The following were significant related party transactions at rates and terms agreed between the Group and the Company with their related parties during the financial period.

	Group	
	30.06.2023	30.06.2022
	S\$'000	S\$'000
With a Director of the Company		
Disposal of GGTM - consideration	-	632

On 19 May 2022, the Company completed the disposal of GGTM to the Company's previous executive director Mr Lim Chiau Woei. This disposal was approved by independent shareholders in the extraordinary general meeting held on 29 April 2022. More information is available in the circular in connection to the disposal dated on 14 April 2022.

16. Segment information

Business segments

For management purposes, the Group is organized into business units based on their products and services. The Group's reportable segments are as follows:

- (i) FinTech Business - provision of advisory, consultancy and/or management services related to financial technology regulation and licensing as well as the adoption of financial technology strategies and technology;
- (ii) Dimension Stone Business - exploration, mining, quarry extraction, processing and sales of granite products and dimension stone granites as well as architectural stone and interior fit-out. On 19 May 2022, the Company completed the disposal of its wholly owned subsidiary GGTM and the Group exited from the Dimension Stone Business; and
- (iii) Corporate & others – investment holding as well as business and management consulting services.

Except as indicated above, no operating segments has been aggregated to form the above reportable segment. Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise corporate assets, liabilities and expenses.

Segment revenue and expenses include transfers between business segments that are eliminated on consolidation.

Geographical information

During the financial period ended 30 June 2023 and 2022, the Group's Dimension Stone Business operated in Malaysia while the FinTech Business operated in Singapore. On 19 May 2022, the Company completed the disposal of its wholly owned subsidiary GGTM and the Group exited from the Dimension Stone Business. Following the disposal, the Group does not have any material assets in Malaysia.

16. **Segment information** (Continued)

The following table provides an analysis of the Group's revenue, results, assets, liabilities and other information by business segments:

	30 June 2023 (Unaudited)				30 June 2022 (Unaudited)			
	FinTech business S\$'000	Granite business S\$'000	Corporate & others S\$'000	Total S\$'000	FinTech Business S\$'000	Granite business S\$'000	Corporate & others S\$'000	Total S\$'000
Revenue								
Continuing operations	202	-	-	202	332	-	72	404
Discontinued operations	-	-	-	-	-	38	-	38
Other income - Continuing operations	48	-	110	158	37	-	84	121
Results								
Operating loss	(710)	-	(146)	(856)	(88)	-	(784)	(872)
Interest expense	-	-	(6)	(6)	-	-	(10)	(10)
Loss before income tax	(710)	-	(152)	(862)	(88)	-	(794)	(882)
Income tax	-	-	-	-	(7)	-	-	(7)
Loss after income tax from continuing operations	(710)	-	(152)	(862)	(95)	-	(794)	(889)
(Loss)/Profit from discontinued operations	-	-	-	-	-	(104)	-	(104)
(Loss)/Profit for the financial period	(710)	-	(152)	(862)	(95)	(104)	(794)	(993)

16. Segment information (Continued)

The following table provides an analysis of the Group's revenue, results, assets, liabilities and other information by business segments:

	30 June 2023 (Unaudited)				31 December 2022 (Audited)			
	FinTech business S\$'000	Granite Business S\$'000	Corporate & others S\$'000	Total S\$'000	FinTech Business S\$'000	Granite Business S\$'000	Corporate & others S\$'000	Total S\$'000
Segment total assets	1,404	-	3,438	4,842	3,726	-	2,306	6,032
Segment total liabilities	595	-	284	879	519	-	688	1,207
Other segment information								
Impairment of goodwill and intangible assets					(1,282)	-	-	(1,282)
Additions to non-current assets								
- Property, plant and equipment	-	-	1	1	6	-	141	147
Depreciation and amortisation expenses	(19)	-	(86)	(105)	(9)	(39)	(260)	(308)
Loss allowance for trade receivable	(21)	-	-	(21)	(21)	-	-	(21)
Gain on disposal of subsidiary	-	-	-	-	-	-	13	13

The following table provides an analysis of the Group's revenue and assets by geographical segments:

	Continued operations		Discontinued operations	
	30.06.2023 (Unaudited)	30.06.2022 (Unaudited)	30.06.2023 (Unaudited)	30.06.2022 (Unaudited)
	S\$'000	S\$'000	S\$'000	S\$'000
Revenue				
Singapore	202	404	-	-
South East Asia	-	-	-	38
Total Assets				
Singapore	4,842	5,833	-	-
South East Asia	-	-	-	-

Revenues are attributed to countries on the basis of the customer's location, irrespective of the origin of the goods and services. The total assets are analysed by the geographical area in which the assets are located.

17. Subsequent Event

On 30 June 2023, the Company announced the proposed acquisition of the remaining 45% issued and paid-up share capital of Custody Plus Pte. Ltd.. Subsequent to the announcement, the proposed acquisition was completed on 25 July 2023 and following such completion, Custody Plus Pte. Ltd. became a wholly owned subsidiary of the Company and the share capital of the Company increased from 4,728,832,101 Shares to 4,791,832,101 Shares.

OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7C

OTHER INFORMATION

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

	Number of shares	Share capital (\$'000)
As at 31 December 2022	4,720,082,101	98,386
Issuance of new shares	8,750,000	70
As at 30 June 2023	4,728,832,101	98,456

Anchor Resources Employee Performance Share Plan ("Performance Share Plan" or "PSP")

Pursuant to the PSP, on 21 September 2022, the Company awarded 26,250,000 new ordinary shares to the Company's Chief Executive Officer, to be vested in three equal tranches of 8,750,000 Shares per tranche on 30 December 2022, 30 December 2023 and 30 December 2024 respectively, subject to conditions being met. The first tranche of 8,750,000 ordinary shares was vested on 30 December 2022 and subsequently on 3 January 2023, the first tranche was allotted. The remaining number of contingent shares awarded but not released pursuant to the PSP was 17,500,000 (31 December 2022: 17,500,000). These will be vested on each of the vesting dates of 30 December 2023 and 30 December 2024, subject to conditions being met.

Custody Plus Pte. Ltd.

On 30 June 2023, the Company announced the proposed acquisition of the remaining 45% issued and paid-up share capital of Custody Plus Pte. Ltd.. Subsequent to the announcement, the proposed acquisition was completed on 25 July 2023 and following such completion, Custody Plus Pte. Ltd. became a wholly owned subsidiary of the Company and the share capital of the Company increased from 4,728,832,101 Shares to 4,791,832,101 Shares. Please refer to Note 17 on page 20 headed "Subsequent Events".

Save for the above, the Company does not have any outstanding options or convertibles as at 30 June 2023 and 30 June 2022.

The Company does not have any treasury shares and subsidiary holdings at 30 June 2023 and 30 June 2022.

1(a)(ii) To show the 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.

	Company As at 30 June 2023 (Unaudited)	Company As at 31 December 2022 (Audited)
Total number of issued shares	4,728,832,101	4,720,082,101
Treasury shares	-	-
Total number of issued shares, excluding treasury shares	4,728,832,101	4,720,082,101

The Company does not have any treasury shares as at 30 June 2023 and 31 December 2022.

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

Not applicable. The Company does not have any treasury shares during and as at the end of the current financial period reported on.

1(a)(iv) 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. The Company does not have any subsidiary holdings during and as at the end of the current financial period reported on.

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

The figures have not been audited or reviewed by the Company's auditors.

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

Not applicable.

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

(a) Updates on the efforts taken to resolve each outstanding audit issue.

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

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 HY2023 financial results had been prepared using the same accounting policies and methods of computation as presented in the Group's most recently audited financial statements for the FY2022.

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

The Group has adopted the new Singapore Financial Reporting Standards (International) (“SFRS(I)”) and amendments and interpretations of SFRS(I)s that are relevant to its operations and effective from 1 January 2023.

The adoption of these pronouncements did not have any significant impact on the financial performance or position of the Group.

6. **Loss 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.**

	30 June 2023 (Unaudited)			30 June 2022 (Unaudited) (Restated)		
	Continuing operations S\$'000	Discontinued operations S\$'000	Total S'000	Continuing operations S\$'000	Discontinued operations S\$'000	Total S\$'000
<i>Numerator</i> Loss attributable to owners of the parent	(658)	-	(658)	(793)	(104)	(897)
<i>Denominator</i> Weighted average number of ordinary shares in issue during the financial year	4,728,735,416	-	4,728,735,416	4,550,082,101	4,550,082,101	4,550,082,101
Basic / diluted (loss)/profit per share (S\$ cents)	(0.01391)	-	(0.01391)	(0.01743)	(0.00229)	(0.01972)

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 current period reported on; and immediate preceding financial year**

	Group		Company	
	30 June 2023 (Unaudited)	31 December 2022 (Audited)	30 June 2023 (Unaudited)	31 December 2022 (Audited)
Net asset value (S\$'000)	3,963	4,825	5,450	5,603
Number of shares at the end of the period	4,728,832,101	4,720,082,101	4,728,832,101	4,720,082,101

Net asset value per share:				
- S\$ cent	0.08	0.10	0.12	0.12

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss:-

- (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;**

The following review of the Group's performance is in relation to HY2023 as compared to HY2022.

In May 2022, the Company completed the disposal of GGTM and exited the Dimension Stone Business. The financial performance of Dimension Stone Business has been classified under discontinued operations. Therefore, the financial analysis below relates solely to the FinTech Business.

Revenue

The Group recorded S\$0.20 million in HY2023 as compared to S\$0.4 million in HY2022. The lower revenue generated from the Fintech Business was due to lower revenue contributed by subsidiary company APEC Solutions. Customers were more cautious in their expenses allocated for technology and digital marketing services in view of the economic uncertainty and increase in operating costs arising from higher interest rates and inflation.

Other income

Other income comprised of management fee, government wages subsidy, gains on disposal of subsidiary and rental income. The Group recorded other income of S\$0.16 million for HY2023, representing an increase of S\$0.04 million from S\$0.12 million for HY2022. The increase was mainly due to management fee, partially offset by lower government grant.

Operating expenses

Operating expenses comprised raw materials and consumables used, depreciation and amortisation expenses, employee benefits expenses, operating lease expenses, other expenses and finance costs.

Total operating expenses decreased by S\$0.19 million to S\$1.22 million in HY2023 from S\$1.41 million in HY2022. The decrease in total operating expenses was mainly due to:

- Increase in raw materials and consumable used by S\$0.04 million from S\$0.07 million in HY2022 to S\$0.11 million in HY2023 mainly due to higher project costs incurred;
- Decrease in depreciation and amortisation expenses by S\$0.03 million from S\$0.14 million in HY2022 to S\$0.11 million in HY2023 mainly due to lower charges of amortisation of intangibles after the write-off of intangible in FY2022.
- Decrease in employee benefits expenses by S\$0.27 million from S\$0.89 million in HY2022 to S\$0.62 million in HY2023 mainly due to the lower employee headcount in HY2023 as compared to HY2022.
- Increase in other expenses by S\$0.09 million from S\$0.30 million in HY2022 to S\$0.39 million in HY2023 mainly due to higher professional fees and expenses incurred in preparation for the commencement of the custody business.

- Decrease in finance costs from S\$10,000 in HY2022 to S\$6,000 in HY2023 mainly due to lower bank charges in HY2023.

The Group incurred net loss from continuing operation of S\$0.86 million and S\$0.89 million in HY2023 and HY2022, respectively.

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

The following review of the Group's financial position is in relation to 30 June 2023 as compared to 31 December 2022.

Assets

Property, plant and equipment decreased by S\$0.03 million from S\$0.11 million as at 31 December 2022 to S\$0.08 million as at 30 June 2023 mainly due to depreciation charges in HY2023.

Intangible assets decreased by S\$0.02 million from S\$2.41 million as at 31 December 2022 to S\$2.39 million as at 30 June 2023 mainly due to amortisation charges in HY2023.

Right-of-use assets decreased by S\$0.06 million from S\$0.25 million as at 31 December 2022 to S\$0.19 million as at 30 June 2023 mainly due to amortisation in HY2023.

Trade and other receivables increased by S\$0.03 million from S\$0.28 million as at 31 December 2022 to S\$0.31 million as at 30 June 2023 mainly due to slower payment by trade customers.

Cash and cash equivalents decreased by S\$1.11 million from S\$2.22 million as at 31 December 2022 to S\$1.11 million as at 30 June 2023 mainly due to usage of funds for operations.

Liabilities

Total liabilities of the Group decreased by S\$0.33 million from S\$1.21 million as at 31 December 2022 to S\$0.88 million as at 30 June 2023. The decrease in total liabilities was mainly due to the following:

- Decrease in lease liabilities of S\$0.07 million due to repayment of lease liabilities; and
- Decrease in trade and other payables of S\$0.26 million mainly due to payment made for payables.

Equity

As at 30 June 2023, total equity attributable to owners of the parent amounted to S\$3.97 million, comprising share capital of S\$98.46 million, accumulated losses of S\$94.23 million and reserves of S\$0.26 million.

Cash flows

Net cash used in operating activities

In HY2023, the Group recorded a net cash outflow for operating activities of S\$1.04 million. The net operating cash outflow was mainly due to operating cashflows before working capital changes of S\$0.75 million. Working capital outflow was mainly attributable to the increase in

trade and other receivables by S\$0.03 million and decrease in trade and other payable by S\$0.26 million.

Net cash used in investing activities

In HY2023, the net cash outflow for investing activities was immaterial.

Net cash used in financing activities

In HY2023, the net cash outflow from financing activities was for repayment of lease obligations and interests.

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

No specific forecast, or a prospect statement has been previously disclosed.

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.

Custody for Security Digital Assets Business

In March 2023, the Company's subsidiary, Custody Plus Pte. Ltd. successfully obtained the Capital Market Service license from the Monetary Authority of Singapore to carry out the business of digital assets custodian. Following this, the operating costs of Custody Plus are expected to increase arising from factors such as increase in headcount and deployment of custody platform.

In addition, we expect the digital assets sector to face some headwinds in the next six to 12 months as the sector is subject to evolving and increasingly more stringent regulatory requirements and cautious customer adoption.

FinTech and Blockchain Consultancy Business

The lower revenue generated from the Fintech Business was due to lower revenue contributed by subsidiary company APEC Solutions. Customers were more cautious in their expenses allocated for technology and digital marketing services in view of the economic uncertainty and increase in operating costs arising from higher interest rates and inflation. We expect this business sentiment to continue in the next six months as economic environment remains challenging due to factors such as inflationary pressure and high interest rate.

General Market Sentiments

The business environment continues to face headwinds amid the uncertain global economic outlook, rising inflationary pressures and interest rates and geopolitical tensions. Singapore's economic growth for 2023 is estimated at 1.4% amid global slowdown ⁽¹⁾. World Bank recently cut its 2024 global growth forecast to 2.4% due to monetary tightening and more restrictive credit conditions that were reducing business and residential investment ⁽²⁾.

In view of the above, the Group expects the business environment in which it operates to remain challenging in the next 12 months. The Group will be vigilant in managing its expenses and continue to strategise, adapt and navigate through the business environment changes.

In relation to digital assets, various governments globally are proposing or implementing frameworks to regulate digital assets, in particular digital payment tokens such as stablecoins

and cryptocurrencies. These initiatives will promote regulatory clarity which is critical for sustainable development and market adoption of digital assets. On the back of such market development, the Group will explore business opportunity involving digital payment tokens, leveraging on our expertise in security digital assets.

Sources:

- (1) <https://www.channelnewsasia.com/singapore/singapore-economy-growth-forecast-cut-private-sector-economists-june-3560346>;
- (2) <https://www.reuters.com/markets/world-bank-lifts-2023-global-growth-forecasts-cuts-next-years-outlook-2023-06-06/>

11. Dividend

If a decision regarding dividend has been made:-

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

No dividend has been declared or recommended for HY2023.

(b) Amount per share (cents) and previous corresponding period (cents).

Not applicable. No dividend was declared or recommended for HY2022.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfer receive by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

No dividend has been declared or recommended for HY2023 as the Group currently does not have profits available for the declaration of a dividend.

13. If the group has obtained a general mandate from shareholders for interested person transactions ("IPT"), 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.

The Group does not have a general mandate from shareholders for interested person transactions.

There are no disclosable IPTs in HY2023.

14. Use of proceeds.

Placement on 19 December 2022

The Company had on 19 December 2022 issued 170,000,000 new ordinary shares in respect of the subscription of the Company's shares by the investors in accordance with the subscription agreements dated 7 December 2022. The Company has raised net proceeds of approximately S\$1.67 million from the allotment and issuance of 170,000,000 Shares.

As at 30 June 2023, the proceeds have been utilised as follows:

Purpose	Amount allocated S\$'000	Amount utilised S\$'000	Balance S\$'000
To fund the commencement of the business of custodial services after receiving the in-principle approval from the Monetary Authority of Singapore	668	255	413
Working capital including, inter alia, professional fees, staff salaries and general overheads	1,002	668	334
Total	1,670	923	747

The proceeds were utilised in accordance with its intended use.

15. Confirmation pursuant to Rule 720(1) of the Catalist Listing Manual.

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7H) pursuant to Rule 720(1) of the Catalist Listing Manual.

16. Disclosure pursuant to Rule 706A of the Catalist Listing Manual

There were no other changes in the composition of the Group during the current financial period under review.

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

The Board of Directors of the Company hereby confirm that to the best of their knowledge, nothing has come to their attention which may render the unaudited financial statements of the Company and the Group for HY2023 to be false or misleading in any material aspect.

By Order of the Board

VCPLUS LIMITED

Lim Beng Chew
Executive Director

11 August 2023