

Condensed Unaudited Financial Statements For the Six Months Ended 30 June 2023 (“HY2023”)

Table of Contents

Condensed interim consolidated statement of profit or loss and other comprehensive income.....	2
Condensed interim statements of financial position	4
Condensed interim statements of changes in equity	6
Condensed interim consolidated statement of cash flows.....	8
Notes to the condensed interim consolidated financial statements.....	10
Other information required by Appendix 7C of the Catalist Rules	25

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Advancer Global Limited and its Subsidiaries

**Condensed interim consolidated statement of profit or loss and other comprehensive income
For the six-month financial period ended 30 June 2023**

	Note	Group		
		HY2023 S\$'000	HY2022 S\$'000	Changes (%)
Revenue	5	31,386	31,512	(0.4)
Cost of Sales		(25,655)	(24,663)	4.0
Gross profit		5,731	6,849	(16.3)
Other operating income		1,107	2,208	(49.9)
Administrative expenses		(8,702)	(8,796)	(1.1)
Finance expenses		(54)	(48)	12.5
Share of profit/(loss) from equity-accounted for associates		197	(25)	N/M
(Loss)/Profit before income tax	6	(1,721)	188	N/M
Income tax (expense)/credit	8	(1)	13	N/M
(Loss)/Profit for the financial period, representing total comprehensive (loss)/income for the financial period		(1,722)	201	N/M
(Loss)/Profit for the financial period attributable to:				
Owners of the Company		(1,600)	247	N/M
Non-controlling interests		(122)	(46)	>100%
(Loss)/Profit for the financial period		(1,722)	201	N/M
(Loss)/Earnings per share attributable to owners of the Company				
Weighted average number of ordinary shares outstanding for basic and diluted loss per share ('000)		251,186	251,186	
Basic and diluted (cents)	10	(0.64)	0.10	N/M

Note:

(1) N/M – Not meaningful

Advancer Global Limited and its Subsidiaries

Condensed interim consolidated statement of profit or loss and other comprehensive income For the six-month financial period ended 30 June 2023

Explanatory Notes to the condensed interim consolidated statement of profit or loss and other comprehensive income

1. Revenue remained relatively consistent for HY2023 at S\$31.4 million as compared to S\$31.5 million for HY2022.

The breakdown of revenue by business segment is set out in Note 4.

2. Increase in cost of sales by S\$1.0 million from S\$24.7 million in HY2022 to S\$25.7 million in HY2023 was mainly due to the increase in cost of sales for the Building Management Business by approximately S\$1.0 million from S\$14.7 million in HY2022 to S\$15.7 million in HY2023.

The increase in cost of sales for the Building Management Business was mainly due to the increases in (a) average wage paid to cleaners to meet the requirement of Progressive Wage Model under the Cleaning Business License scheme administered by National Environmental Agency, (b) levies paid for foreign workers, and (c) depreciation of right-of-use assets in relation to the leases for hostels due to higher rental rates.

The HY2023 cost of sales for both the Employment Services Business of S\$2.6 million (HY2022: S\$2.7 million) and Security Services Business of S\$7.4 million (HY2022: S\$7.3 million) remained relatively consistent.

3. As a result of the above, the Group's gross profit margin decreased from 21.7% in HY2022 to 18.3% in HY2023.
4. Decrease in other operating income by S\$1.1 million from S\$2.2 million in HY2022 to S\$1.1 million in HY2023 was mainly due to decrease in the amount of government grant and credit scheme and other relief subsidies in relation to COVID-19 as a result of the cessation of the schemes in FY2022 but the decrease was partially offset by increase in grants received in relation to the progressive wage credit scheme.
5. Administrative expenses remained relatively consistent for HY2023 at S\$8.7 million as compared to S\$8.8 million for HY2022.
6. Finance expenses increased by S\$6,000 mainly due to the increase in interest expenses on lease liabilities.
7. The Group recorded a share of profit of S\$239,000 from Eazable Pte. Ltd. ("**Eazable**") and G3 Environmental Private Limited ("**G3**"). The share of profit from Eazable and G3 was offset by the share of losses of S\$42,000 from Fullcast International Co., Ltd. ("**Fullcast**") for HY2023.

Advancer Global Limited and its Subsidiaries

Condensed interim statements of financial position
As at 30 June 2023

	Note	Group		Company	
		As at		As at	
		30-Jun-2023	31-Dec-2022	30-Jun-2023	31-Dec-2022
		S\$'000	S\$'000	S\$'000	S\$'000
ASSETS					
Non-current assets					
Goodwill on consolidation	11	2,845	2,845	-	-
Intangible assets	12	327	412	-	-
Investments in subsidiaries	13	-	-	11,487	11,487
Investments in associates	14	608	411	-	-
Other investments	15	-	-	-	-
Property, plant and equipment	16	2,472	1,854	-	-
Right-of-use assets		2,215	2,558	-	-
Total non-current assets		8,467	8,080	11,487	11,487
Current assets					
Inventories		815	873	-	-
Other investments	15	2,831	2,905	2,831	2,905
Trade and other receivables	17	14,946	14,460	13,894	11,989
Cash and bank balances		16,872	20,797	11,653	13,625
Total current assets		35,464	39,035	28,378	28,519
Total assets		43,931	47,115	39,865	40,006
EQUITY AND LIABILITIES					
Equity					
Share capital	19	40,607	40,607	40,607	40,607
Treasury shares	20	(241)	(241)	(241)	(241)
Accumulated losses		(2,563)	(963)	(588)	(452)
Other reserves		(3,457)	(3,243)	-	-
Equity attributable to owners of the Company		34,346	36,160	39,778	39,914
Non-controlling interests		(244)	(16)	-	-
Total equity		34,102	36,144	39,778	39,914
Non-current liabilities					
Deferred tax liabilities		79	83	-	-
Lease liabilities	21	874	1,167	-	-
Bank borrowing	21	482	498	-	-
Total non-current liabilities		1,435	1,748	-	-
Current liabilities					
Lease liabilities	21	1,396	1,463	-	-
Trade and other payables	22	5,971	6,899	87	92
Contract liabilities from contracts with customers		995	829	-	-
Bank borrowing	21	32	32	-	-
Total current liabilities		8,394	9,223	87	92
Total liabilities		9,829	10,971	87	92
Total equity and liabilities		43,931	47,115	39,865	40,006

The accompanying notes form an integral part of and should be read in conjunction with these financial statements.

Explanatory Notes to the condensed interim statements of financial position

1. Current assets

The Group's current assets decreased by S\$3.5 million or 9.1% from S\$39.0 million as at 31 December 2022 to S\$35.5 million as at 30 June 2023, mainly due to decrease in (a) cash and cash equivalents of S\$3.9 million (more details of the cash movement is explained in the review of the Group's Statement of Cash Flows) and (b) investment in quoted shares of S\$0.1 million, offset by the increase in trade and other receivables of S\$0.5 million during the financial period.

2. Non-current assets

The Group's non-current assets increased by S\$0.4 million or 4.8% from S\$8.1 million as at 31 December 2022 to S\$8.5 million as at 30 June 2023, mainly due to increase in (a) property, plant and equipment arising from acquisition of a new leasehold property (more details of which are set out in Note 16) and (b) investment in associates due to recognition of share of profit during the financial period. The increase is offset by the decrease in (a) right-of-use assets of S\$0.3 million and (b) intangible assets of \$0.1 million during the financial period.

3. Current liabilities

The Group's current liabilities decreased by S\$0.8 million or 8.9% from S\$9.2 million as at 31 December 2022 to S\$8.4 million as at 30 June 2023, mainly due to decrease in (a) salary payables and (b) deferred income in relation to government grant received and which will be recognised as income over the period to match with their related costs, and (c) dividend payable to non-controlling interest. The decrease was offset by an increase in contract liabilities of approximately S\$0.2 million during the financial period.

4. Non-current liabilities

The Group's non-current liabilities decreased by S\$0.3 million or 17.9% from S\$1.7 million as at 31 December 2022 to S\$1.4 million as at 30 June 2023, mainly due to decrease of lease liabilities.

Advancer Global Limited and its Subsidiaries

Condensed interim statements of changes in equity
For the six-month financial period ended 30 June 2023

Group

	Attributable to owners of the Company									
	Note	Share capital S\$'000	Treasury shares S\$'000	(Accumulated losses)/ Retained earnings S\$'000	Share options reserve S\$'000	Capital reserve S\$'000	Merger reserve S\$'000	Total S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
Balance at 1 January 2023		40,607	(241)	(963)	-	(640)	(2,603)	36,160	(16)	36,144
Loss for the financial period, representing total comprehensive loss for the financial period		-	-	(1,600)	-	-	-	(1,600)	(122)	(1,722)
Acquisition of interest in a subsidiary without change of control		-	-	-	-	(214)	-	(214)	(106)	(320)
Balance at 30 June 2023		40,607	(241)	(2,563)	-	(854)	(2,603)	34,346	(244)	34,102
Balance at 1 January 2022		40,607	(241)	3,352	106	(354)	(2,603)	40,867	686	41,553
Profit for the financial period, representing total comprehensive income for the financial period		-	-	247	-	-	-	247	(46)	201
Share options expired		-	-	106	(106)	-	-	-	-	-
Acquisition of interest in a subsidiary without change of control		-	-	-	-	(342)	-	(342)	(298)	(640)
Strike off a subsidiary with non-controlling interest		-	-	-	-	-	-	-	(23)	(23)
Balance at 30 June 2022		40,607	(241)	3,705	-	(696)	(2,603)	40,772	319	41,091

The accompanying notes form an integral part of and should be read in conjunction with these financial statements.

Advancer Global Limited and its Subsidiaries

Condensed interim statements of changes in equity
For the six-month financial period ended 30 June 2023

<u>Company</u>	Share capital	Treasury shares	(Accumulated losses)/ Retained earnings	Share options reserve	Total
Note	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2023	40,607	(241)	(452)	-	39,914
Loss for the financial period, representing total comprehensive loss for the financial period	-	-	(136)	-	(136)
Balance at 30 June 2023	<u>40,607</u>	<u>(241)</u>	<u>(588)</u>	<u>-</u>	<u>39,778</u>
Balance at 1 January 2022	40,607	(241)	58	106	40,530
Profit for the financial period, representing total comprehensive income for the financial period	-	-	80	-	80
Share options expired	-	-	106	(106)	-
Balance at 30 June 2022	<u>40,607</u>	<u>(241)</u>	<u>244</u>	<u>-</u>	<u>40,610</u>

The accompanying notes form an integral part of and should be read in conjunction with these financial statements.

Advancer Global Limited and its Subsidiaries

**Condensed interim consolidated statement of cash flows
For the six-month financial period ended 30 June 2023**

	Group	
	HY2023 S\$'000	HY2022 S\$'000
Operating activities		
(Loss)/Profit before income tax	(1,721)	188
Adjustments for:		
Amortisation of intangible assets	85	81
Depreciation of property, plant and equipment	284	283
Depreciation of right-of-use assets	860	805
Dividend income	(40)	(55)
Fair value loss/(gain) arising from quoted financial assets at fair value through profit or loss ("FVTPL")	74	(133)
Gain on disposal of property, plant and equipment, net	(61)	(4)
Gain on striking off a subsidiary	-	(23)
Loss/(Gain) on lease modification	6	(5)
Interest expense	54	48
Interest income	(175)	(88)
Loss allowance for receivables (trade), net	7	15
Property, plant and equipment written-off	-	*
Share of (profit)/loss from equity-accounted for associates	(197)	25
Operating cash flows before movements in working capital	<u>(824)</u>	<u>1,137</u>
Changes in working capital:		
Inventories	58	(156)
Trade and other receivables	(493)	66
Trade and other payables	(928)	(933)
Contract liabilities from contracts with customers	166	(31)
Cash (used in)/generated from operations	<u>(2,021)</u>	<u>83</u>
Interest received	175	88
Income taxes paid	(3)	(16)
Net cash (used in)/generated from operating activities	<u>(1,849)</u>	<u>155</u>
Investing activities		
Dividend received	40	55
Net cash outflow on acquisition of subsidiaries	-	(954)
Acquisition of non-controlling interests in a subsidiary	(320)	(640)
Proceeds from disposal of property, plant and equipment	69	47
Purchase of property, plant and equipment	(901)	(310)
Purchase of quoted equity financial assets at FVTPL	-	(429)
Net cash used in investing activities	<u>(1,112)</u>	<u>(2,231)</u>

The accompanying notes form an integral part of and should be read in conjunction with these financial statements.

Advancer Global Limited and its Subsidiaries**Condensed interim consolidated statement of cash flows
For the six-month financial period ended 30 June 2023**

	Group	
	HY2023	HY2022
	S\$'000	S\$'000
Financing activities		
Dividends paid to non-controlling interests of subsidiaries	-	(120)
Interest paid	(6)	(10)
Repayment of bank borrowing	(16)	(16)
Repayment of lease liabilities	(942)	(931)
Net cash used in financing activities	<u>(964)</u>	<u>(1,077)</u>
Net decrease in cash and cash equivalents	(3,925)	(3,153)
Cash and cash equivalents at beginning of financial period	20,797	24,797
Cash and cash equivalents at end of financial period	<u>16,872</u>	<u>21,644</u>

* Denotes amount less than S\$1,000

Explanatory Notes to the condensed consolidated statement of cash flows

Group's cash and cash equivalents decreased by S\$3.9 million from S\$20.8 million as at 31 December 2022 to S\$16.9 million as at 30 June 2023.

- (1) The Group's net cash used in operating activities amounted to S\$1.8 million for HY2023, which resulted from operating cash flows before movements in working capital of S\$0.8 million, increased in trade and other receivables of S\$0.5 million, and decreased in trade and other payables of S\$0.9 million, offset by the increase in contract liabilities from contracts with customers of S\$0.2 million and the decrease in inventories of S\$0.1 million.
- (2) Net cash used in investing activities amounted to S\$1.1 million for HY2023, which was mainly due to (a) purchase of property, plant and equipment of S\$0.9 million relating mainly to (i) purchase of a leasehold property from related parties and (ii) renovation for the new branch of the Group's Employment Services Business in Yishun, and (b) cash outflow of S\$0.3 million for acquisition of the remaining 8% of the issued and paid-up share capital of Newman & Goh Property Consultants Pte Ltd ("**NGPC**") and Newman & Associates Pte. Ltd. ("**NAPL**").
- (3) Net cash used in financing activities amounted to S\$1.0 million for HY2023, mainly due to (a) payment for lease liabilities of S\$0.9 million, (b) interest payment of S\$6,000 in relation to bank borrowing and lease liabilities, and (c) repayment of bank borrowing of S\$16,000.

The accompanying notes form an integral part of and should be read in conjunction with these financial statements.

1. Corporate information

Advancer Global Limited (the “**Company**”) (Registration Number 201602681W) is a limited liability company incorporated and domiciled in Singapore and listed on the Catalist Board of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”).

The registered office and principal place of business of the Company is located at 135 Jurong Gateway Road, #05-317, Singapore 600135.

The principal activity of the Company is that of investment holding. The principal activities of the Group are:

- (a) Employment agencies and maid agencies
- (b) General cleaning and stewarding services
- (c) Pest control and fumigation services
- (d) Residential real estate management, real estate agents, property management and valuation services
- (e) Integrated facility management
- (f) Landscape planting, care and maintenance services
- (g) Wholesales of electronic component
- (h) Security services
- (i) Installation and maintenance of security system and CCTV monitoring

These condensed interim consolidated financial statements as 30 June 2023 comprise the Company and its subsidiaries (collectively, the “**Group**”).

2. Basis of preparation

The condensed unaudited financial statements for the six months ended 30 June 2023 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed unaudited 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 audited financial statements for the year ended 31 December 2022.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with Singapore Reporting Standards (International) (“**SFRS(I)s**”), except for the adoption of new and amended standards as set out in Note 2.1. The condensed interim unaudited financial statements are presented in Singapore dollar which is the Company’s functional currency.

2.1 New and amended standards adopted by the Group

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.

2.2 Use of estimates and judgements

In preparing the condensed 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 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.

There were no significant judgements made in applying accounting policies that have significant effect of causing a material adjustment to the carrying amount of assets and liabilities within the next interim period.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next interim period are included in the following notes:

Note 11 – impairment of goodwill on consolidation

Note 12 – impairment of intangible assets

Note 13 – impairment of investments in subsidiaries

Note 14 – impairment of investments in associates

Note 17 – impairment of loan receivable from an associate, G3 Environmental Private Limited (“G3”)

Note 21 – fair value of assets and liabilities

3 Seasonal operations

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

4 Segment and revenue information

For management purposes, the Group is organised into business units based on their products and services, and has three reportable segments as follows:

- (a) Employment Services Business segment – the provision of one-stop shop services for the sourcing, employment and training of MDWs to households, as well as sourcing and employment of foreign workers to, amongst others, corporate and organisations;
- (b) Building Management Services Business segment – (a) the provision of integrated building facility management services including property consultancy, property and facilities management services, property valuation, investment and (b) sales, cleaning and stewarding, waste management, landscape, pest control and fumigation services to, amongst others, hospitals, hotels, schools, residential, commercial and industrial properties; and
- (c) Security Services Business segment – the provision of manpower and technology for security solutions and services to, amongst others, commercial, industrial and residential properties, as well as remote surveillance and security consultancy services such as crisis management.

Advancer Global Limited and its Subsidiaries

**Notes to the condensed interim consolidated financial statements
For the six-month financial period ended 30 June 2023**

4 Segment and revenue information (Continued)

Except as indicated above, no operating segments have been aggregated to form the above reportable operating segments. Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects, as explained in the table below, is measured differently from operating profit or loss in the financial statements. Group financing (including finance expenses) and income taxes are managed on a group basis and are not allocated to operating segments.

Information about reportable segments

<u>Group</u>	<u>Employment Services Business S\$'000</u>	<u>Building Management Services Business S\$'000</u>	<u>Security Services Business S\$'000</u>	<u>Unallocated S\$'000</u>	<u>Total S\$'000</u>
30 June 2023					
External sales	4,383	18,625	8,378	-	31,386
- Service income	4,383	18,606	7,979	-	30,968
- Installation services	-	-	5	-	5
- Sales of goods	-	19	394	-	413
Cost of sales	2,560	15,701	7,394	-	25,655
Interest income	-	9	7	159	175
Interest expense	12	35	7	-	54
Dividend income	-	-	-	40	40
Amortisation	10	75	-	-	85
Depreciation	173	808	163	-	1,144
Loss/(Reversal of loss) allowance for receivables (trade),net	-	15	(8)	-	7
Reportable segment loss before income tax	(42)	(1,219)	(324)	(136)	(1,721)
Share of (loss)/profit from equity-accounted for associates	(42)	234	5	-	197
Reportable segment assets	2,120	18,615	8,592	14,604	43,931
Interest in associates	56	413	139	-	608
Reportable segment liabilities	2,156	5,140	2,446	87	9,829
Capital expenditures	17	884	-	-	901
30 June 2022					
External sales	4,696	18,420	8,396	-	31,512
- Service income	4,696	18,365	8,132	-	31,193
- Installation services	-	5	8	-	13
- Sales of goods	-	50	256	-	306
Cost of sales	2,706	14,695	7,262	-	24,663
Interest income	-	7	2	79	88
Interest expense	2	36	10	-	48
Dividend income	-	-	-	55	55
Amortisation	10	71	-	-	81
Depreciation	137	778	173	-	1,088
Loss allowance for receivables (trade),net	-	1	14	-	15
Reportable segment profit/(loss) before income tax	481	(288)	(85)	80	188
Share of profit/(loss) from equity-accounted for associates	(37)	*	12	-	(25)
Reportable segment assets	2,591	22,331	9,512	16,212	50,646
Interest in associates	150	*	220	-	371
Reportable segment liabilities	1,911	5,042	2,480	122	9,555
Capital expenditures	172	128	10	-	310

*Denotes amount less than S\$1,000

Notes to the condensed interim consolidated financial statements
For the six-month financial period ended 30 June 2023

4 Segment and revenue information (Continued)

Geographical information

The Group operates in one principal geographical area being Singapore except for Employment Services business in Japan through Fullcast International Co., Ltd. (“**Fullcast**”). Fullcast was recognised as an associate of the Group.

The Group’s revenue and non-current assets information based on the geographical location of customers and assets respectively are in Singapore, with no significant concentration of particular customers.

5. Disaggregation of Revenue

	Group	
	<u>HY2023</u>	<u>HY2022</u>
	S\$’000	S\$’000
Service income (point in time)		
– Employment Services	4,370	4,696
– Building Management Services	2,654	3,449
– Security Services	1,831	1,203
	8,855	9,348
Service income (over time)		
– Employment Services	13	-
– Building Management Services	15,952	14,916
– Security Services	6,148	6,929
	22,113	21,845
Installation services (point in time)	5	13
Sales of goods (point in time)	413	306
	<u>31,386</u>	<u>31,512</u>

6. (Loss)/Profit before income tax

(Loss)/Profit before income tax has been arrived after crediting / (charging):

	Group	
	<u>HY2023</u>	<u>HY2022</u>
	S\$’000	S\$’000
<i>Included in other operating income:</i>		
Dividend income	40	55
Fair value gain arising from quoted financial assets at FVTPL	-	133
Gain on disposal of property, plant and equipment, net	61	4
Gain on striking off a subsidiary	-	23
Gain on lease modification	-	5
Government credit schemes and government grants	777	1,859
Rental income	14	14
Interest income from advances to subcontractors	16	7
Interest income from fixed deposits	159	81

Notes to the condensed interim consolidated financial statements
For the six-month financial period ended 30 June 2023

6. (Loss)/Profit before income tax (Continued)

(Loss)/Profit before income tax has been arrived after crediting / (charging) (Continued):

	Group	
	<u>HY2023</u>	<u>HY2022</u>
	S\$'000	S\$'000
<i>Included in cost of sales:</i>		
Cost of inventories recognised as an expense	(285)	(226)
Depreciation of right-of-use assets	(232)	(176)
Insurance	(213)	(257)
Expenses relating to lease of low-value assets	(6)	(4)
Expenses relating to short-term leases	(46)	(101)
Recruitment expenses	(1,682)	(1,714)
Staff costs (excluding key management personnel remuneration)	(18,401)	(17,121)
Subcontractors' fees	<u>(3,711)</u>	<u>(3,789)</u>
<i>Included in administrative expenses:</i>		
Advertising expenses	(65)	(135)
Amortisation of intangible assets	(85)	(81)
Depreciation of property, plant and equipment	(284)	(283)
Depreciation of right-of-use assets	(628)	(629)
Directors' fees	(72)	(74)
Expenses relating to short-term leases	(79)	(67)
Expenses relating to lease of low-value assets	(2)	(3)
Fair value loss arising from quoted financial assets at FVTPL	(74)	-
Insurance	(168)	(149)
Key management personnel remuneration	(2,006)	(1,958)
Loss allowance for receivables (trade)	(7)	(15)
Loss on lease modification	(6)	-
Property, plant and equipment written-off	-	*
Retainer fees	(59)	(402)
Staff costs (excluding key management personnel remuneration)	<u>(3,640)</u>	<u>(3,695)</u>
<i>Included in finance expenses:</i>		
Interest expenses on borrowing	(4)	(5)
Interest expenses on leases	<u>(50)</u>	<u>(43)</u>

*Denotes amount less than S\$1,000

Advancer Global Limited and its Subsidiaries

**Notes to the condensed interim consolidated financial statements
For the six-month financial period ended 30 June 2023**

7. Related party transactions

In addition to the related party information disclosed elsewhere in the condensed interim financial statements, the following significant transactions between the Group and related parties took place at terms agreed between the parties during the financial period:

	<u>Group</u>		<u>Company</u>	
	<u>HY2023</u> S\$'000	<u>HY2022</u> S\$'000	<u>HY2023</u> S\$'000	<u>HY2022</u> S\$'000
Subsidiaries				
Advances to subsidiaries	-	-	1,065	2,051
Related parties				
Service income from related parties	1	5	-	-
Service income from associates	-	14	-	-
Purchase of leasehold property from related parties	840	-	-	-
Purchases from non-controlling interests	185	133	-	-
Purchases from associates	39	9	-	-
Purchases from a related party	-	1	-	-
Payment on behalf by related parties	52	87	-	-
Lease from related parties	26	38	-	-

8. Income tax expense/(credit)

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:

	<u>Group</u>	
	<u>HY2023</u> S\$'000	<u>HY2022</u> S\$'000
Current income tax		
– Current financial year	1	-
– Over-provision in prior financial years	-	(4)
– Acquisition of subsidiaries	-	(9)
Total tax expense/(credit)	<u>1</u>	<u>(13)</u>

9. Net Asset Value

	<u>Group</u>		<u>Company</u>	
	<u>30 Jun</u> <u>2023</u>	<u>31 Dec</u> <u>2022</u>	<u>30 Jun</u> <u>2023</u>	<u>31 Dec</u> <u>2022</u>
Net asset value (S\$'000)	<u>34,346</u>	<u>36,160</u>	<u>39,778</u>	<u>39,914</u>
Number of ordinary shares issued (excluding treasury shares)	<u>251,185,691</u>	<u>251,185,691</u>	<u>251,185,691</u>	<u>251,185,691</u>
Net asset value per share (cents)	<u>13.67</u>	<u>14.40</u>	<u>15.84</u>	<u>15.89</u>

Advancer Global Limited and its Subsidiaries

**Notes to the condensed interim consolidated financial statements
For the six-month financial period ended 30 June 2023**

10. (Loss)/Earnings per share

	<u>30 June</u> <u>2023</u>	<u>Group</u> <u>30 June</u> <u>2022</u>
(Loss)/Profit for the financial period attributable to owners of the Company (S\$'000)	(1,600)	247
Weighted average number of ordinary shares outstanding for basic and diluted loss per share ('000)	<u>251,186</u>	<u>251,186</u>
Basic and diluted (loss)/earnings per share (cents)	<u>(0.64)</u>	<u>0.10</u>

The basic and diluted (loss)/earnings per share is the same as there were no potentially dilutive instruments as at 30 June 2023 and 30 June 2022.

The Company did not purchase treasury shares during HY2023 and HY2022.

11. Goodwill on consolidation

	<u>30 Jun</u> <u>2023</u> <u>S\$'000</u>	<u>Group</u> <u>31 Dec</u> <u>2022</u> <u>S\$'000</u>
Cost:		
At 1 January	2,845	4,425
Arising on acquisition of a subsidiary	-	945
Impairment loss	-	(2,525)
At end of financial period/year	<u>2,845</u>	<u>2,845</u>

Impairment testing of goodwill

Goodwill that have an indefinite useful life are not subject to amortisation and are tested for impairment annually, or more frequently if events or changes in circumstances indicate that it might be impaired. The assessment for the impairment of goodwill for the financial year ending 31 December 2023 will rely on significant management judgement at appropriately identifying the cash-generating unit and to determine certain key assumptions including, *inter alia*, operating margins, terminal growth rates, discount rates and the underlying the cash flow projections. The actual future performance, outcome and results of the Group may differ materially from the projection as result of, *inter alia*, known and unknown risks, uncertainties, bases and assumptions including uncertainty arising from the pandemic and/or matters beyond the Group's control. As the impact cannot be reliably estimated with certainty at this point of time, no goodwill impairment was provided for HY2023 and impairment of goodwill will be reviewed again at the end of financial year 2023.

Advancer Global Limited and its Subsidiaries

**Notes to the condensed interim consolidated financial statements
For the six-month financial period ended 30 June 2023**

12. Intangible assets

<u>Group</u>	<u>Customer contracts and contractual customer relationships⁽¹⁾</u> S\$'000	<u>Non-contractual customer relationships⁽²⁾</u> S\$'000	<u>Operation system, operational web portal and mobile application⁽³⁾</u> S\$'000	<u>Total</u> S\$'000
Cost				
At 1 January 2023 and 30 June 2023	2,629	362	592	3,583
Accumulated amortisation				
At 1 January 2023	2,593	263	315	3,171
Amortisation for the financial period	4	20	61	85
At 30 June 2023	2,597	283	376	3,256
Carrying amount at 30 June 2023	32	79	216	327

(1) Customer contracts and contractual customer relationships were acquired in business combinations during the financial years ended 31 December 2016, 2017, 2019 and 2022.

(2) Cost of non-contractual customer relationships is attributable to long-term relationship with its customers.

(3) Cost is attributable to the development of (i) operational web portal for Group's Employment Services Business, (ii) mobile application for cleaning services, (iii) a dashboard for property management services, and (iv) operation system for pest control services.

Acquired intangible assets are measured initially at cost. The cost of intangible assets acquired in a business combination is their fair value at the acquisition date. Subsequent to initial recognition, the intangible assets are reported at cost less accumulated amortisation and accumulated impairment losses.

13. Investments in subsidiaries

	<u>Company</u>	
	<u>30 Jun</u> <u>2023</u> S\$'000	<u>31 Dec</u> <u>2022</u> S\$'000
Investments in subsidiaries, at cost	11,487	11,487

Strike off HBA Group Property Consultants Pte. Ltd.

On 6 April 2023, HBA Group Property Consultants Pte. Ltd., an indirect 82% owned subsidiary of the Company held through Advancer Global Facility Pte. Ltd. ("**AGF**") has been struck off from the Register of Companies pursuant to Section 344A of the Companies Act 1967 of Singapore.

Strike off KH Security Agency Pte. Ltd.

On 6 April 2023, KH Security Agency Pte. Ltd., an indirect wholly-owned subsidiary of the Company held through Advancer Global Security Pte. Ltd. has been struck off from the Register of Companies pursuant to Section 344A of the Companies Act 1967 of Singapore.

Notes to the condensed interim consolidated financial statements
For the six-month financial period ended 30 June 2023

13. Investments in subsidiaries (Continued)

Acquisition of 8% issued and paid-up share capital of NGPC and NAPL (“Acquisition”)

On 26 May 2023, AGF, a wholly-owned subsidiary of the Company, acquired the remaining 8% of the issued and paid-up share capital of NGPC and NAPL for a total cash consideration of S\$320,000 (“**Consideration**”) from Ms. Sim Kai Li (“**Ms Sim**”) as follows:

Name	NGPC			Consideration (S\$)	NAPL			Consideration (S\$)
	Shareholding percentage before the Acquisition (%)	Number of Shares (“Sale Shares”)	Paid-up Capital (S\$)		Shareholding percentage before the Acquisition (%)	Number of Shares (“Sale Shares”)	Paid-up Capital (S\$)	
Ms Sim	8.0	40,000	40,000	319,999	8.0	8	8	1

Following the completion of the Acquisition, NGPC and NAPL are wholly-owned by the Company through AGF.

Ms. Sim, who is the director of both NGPC and NAPL, is unrelated to the Company’s directors and controlling shareholders or their respective associates. Following the completion of the Acquisition, Ms Sim will cease to have any shareholdings in both NGPC and NAPL.

14. Investments in associates

	<u>Group</u>	
	<u>30 June 2023</u> S\$’000	<u>31 Dec 2022</u> S\$’000
Investments in associates, at cost	696	696
Share of associates’ results	(88)	(285)
Carrying amount	<u>608</u>	<u>411</u>

15. Other investments

	<u>Note</u>	<u>Group</u>		<u>Company</u>	
		<u>30 Jun 2023</u> S\$’000	<u>31 Dec 2022</u> S\$’000	<u>30 Jun 2023</u> S\$’000	<u>31 Dec 2022</u> S\$’000
Non-current investments					
Financial assets held at FVTPL					
Unquoted equity instruments – at FVTPL		-	-	-	-
Current investments					
Financial assets held at FVTPL					
Quoted equity instruments – at FVTPL		2,831	2,905	2,831	2,905
Total financial assets held at FVTPL		<u>2,831</u>	<u>2,905</u>	<u>2,831</u>	<u>2,905</u>
Movement for unquoted equity instruments					
At beginning of the period/year		-	125	-	-
Fair value loss recognised in profit or loss		-	(125)	-	-
(a)		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Notes to the condensed interim consolidated financial statements
For the six-month financial period ended 30 June 2023

15. Other investments (Continued)

	<u>Note</u>	<u>Group</u>		<u>Company</u>	
		<u>30 Jun</u> <u>2023</u> S\$'000	<u>31 Dec</u> <u>2022</u> S\$'000	<u>30 Jun</u> <u>2023</u> S\$'000	<u>31 Dec</u> <u>2022</u> S\$'000
Movement for quoted equity instruments					
At beginning of the period/year		2,905	2,506	2,905	2,506
Additions		-	429	-	429
Fair value loss recognised in profit or loss	(b)	(74)	(30)	(74)	(30)
		<u>2,831</u>	<u>2,905</u>	<u>2,831</u>	<u>2,905</u>

Unquoted equity instruments

- (a) It relates to the investments in Zhe Jiang Zhi Wu Hui Yun Technology Co. Ltd., a company incorporated in People's Republic of China, held through Advancer Smart Technology Pte. Ltd., with shareholding at 15%. As at 30 June 2023 and 31 December 2022, the fair value of the equity instrument was determined based on net assets of the investee. The carrying amounts of most assets and liabilities of the investee approximate their respective fair value due to relative short-term maturity of these assets and liabilities.

The investment amount is denominated in Chinese Renminbi.

Quoted equity instruments

- (b) The quoted equity instruments classified at FVTPL have no fixed maturity date or coupon rate. The fair values of these instruments are based on closing quoted market prices on the last market day of the financial period/year.

16. Property, plant and equipment

During HY2023, the Group acquired assets amounting to S\$901,000 (HY2022: S\$310,000) and disposed of assets with carrying amount of S\$8,000 (HY2022: S\$43,000).

The Group acquired a leasehold property from D8 Management Pte. Ltd. ("D8") for S\$840,000 on 29 May 2023. D8 is an investment holding company incorporated in Singapore owned by Mr Chin Mei Yang (CEO and Executive Director of the Company), Mr Chin Mui Hiong (Executive Director of the Company), Mr Ong Eng Tiang (Executive Director of the Company) and Mr Chin Swee Siew @ Chen Yin Siew (Controlling Shareholder of the Company). The relative figures computed on the bases set out in Rule 1006 of the Catalyst Rules in respect of the acquisition amount to less than 5%.

Advancer Global Limited and its Subsidiaries

**Notes to the condensed interim consolidated financial statements
For the six-month financial period ended 30 June 2023**

17. Trade and other receivables

	Group		Company	
	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022
	S\$'000	S\$'000	S\$'000	S\$'000
Trade receivables				
- Third parties	9,930	9,619	-	-
- Related party	1	1	-	-
- Accrued receivables	175	70	-	-
Less: Loss allowance	(182)	(231)	-	-
Total trade receivables	9,924	9,459	-	-
Other receivables				
- Third parties	220	288	110	90
- Subsidiaries	-	-	9,959	8,074
- Related parties	6	6	-	-
- Loan receivable from an associate	2,492	2,492	-	-
- Advances to recruiters and suppliers	372	376	-	-
- Deferred costs	117	125	-	-
- Deposits	891	822	-	-
- Dividend receivable from subsidiaries	-	-	4,330	4,330
- Prepayments	329	329	10	10
- Receivable from government credit schemes	283	261	-	-
- Staff loans	312	302	-	-
Less: Loss allowance	-	-	(515)	(515)
Total other receivables	5,022	5,001	13,894	11,989
Total trade and other receivables	14,946	14,460	13,894	11,989

18. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2023 and 31 December 2022:

	Group		Company	
	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022
	S\$'000	S\$'000	S\$'000	S\$'000
Financial assets at FVTPL				
Unquoted equity instruments	-	-	-	-
Quoted equity instruments	2,831	2,905	2,831	2,905
Total	2,831	2,905	2,831	2,905
Financial assets at amortised cost				
Trade and other receivables	14,946	14,460	13,894	11,989
Less: Accrued receivables	(176)	(70)	-	-
Less: Advances to recruiters and suppliers	(372)	(376)	-	-
Less: Deferred cost	(117)	(125)	-	-
Less: Prepayments	(328)	(329)	(10)	(10)
Less: Receivable from government credit schemes	(283)	(261)	-	-
	13,670	13,299	13,884	11,979
Cash and cash equivalents	16,872	20,797	11,653	13,625
Total	30,542	34,096	25,537	25,604

Advancer Global Limited and its Subsidiaries

Notes to the condensed interim consolidated financial statements
For the six-month financial period ended 30 June 2023

18. Financial assets and financial liabilities (Continued)

	<u>Group</u>		<u>Company</u>	
	<u>30 Jun</u>	<u>31 Dec</u>	<u>30 Jun</u>	<u>31 Dec</u>
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	S\$'000	S\$'000	S\$'000	S\$'000
<i>Financial liabilities at amortised cost</i>				
Trade and other payables	5,971	6,899	87	92
Less: Deferred income	(133)	(206)	-	-
Less: Provision for warranties	(1)	(1)	-	-
Less: GST payables	(868)	(862)	-	-
Less: Withholding tax	(2)	(2)	(2)	(2)
	<u>4,967</u>	<u>5,828</u>	<u>85</u>	<u>90</u>
Lease liabilities	2,270	2,630	-	-
Bank borrowing	514	530	-	-
Total	<u>7,751</u>	<u>8,988</u>	<u>85</u>	<u>90</u>

Other receivables include loan receivable from an associate G3 of S\$2.5 million which is non-interest bearing, unsecured, and repayable on demand. No allowance for impairment has been recognised as at 30 June 2023 (31 December 2022: S\$Nil). The Group considered the ability of G3 to settle the loan on a repayable on demand basis, with reference to the viability of the financial support provided by its immediate holding company and where G3 has obtained confirmations from other shareholders not to demand for repayment of their respective proportionate shareholders' loans for a period of 12 months from 3 February 2023. The Group also considered the profit or loss forecast of G3 Group during the expected recovery period with reference to relevant and reliable forward-looking outlook and information.

19. Share capital

	<u>Group and Company</u>	
	<u>No. of shares</u>	<u>S\$'000</u>
<u>Issued and fully paid, with no par value</u>		
At 31 December 2022 and 30 June 2023	<u>252,363,591</u>	<u>40,607</u>
Total number of issued shares, including treasury shares	252,363,591	252,363,591
Treasury shares	(1,177,900)	(1,177,900)
Total number of issued shares, excluding treasury shares	<u>251,185,691</u>	<u>251,185,691</u>

The Company's subsidiaries do not hold any shares in the Company as at 30 June 2023, 31 December 2022 and 30 June 2022.

Notes to the condensed interim consolidated financial statements
For the six-month financial period ended 30 June 2023

20. Treasury shares

	Group and Company			
	30 Jun 2023		31 Dec 2022	
	No. of shares	S\$'000	No. of shares	S\$'000
<u>Issued and fully paid, with no par value</u>				
At 1 January	1,177,900	241	1,177,900	241
At 30 June/31 December	1,177,900	241	1,177,900	241

There was no share buy-back conducted by the Company during HY2023 and financial year ended 31 December 2022.

As at 30 June 2023, the number of treasury shares held by the Company, amounting to 1,177,900 represented 0.47% (31 December 2022: 1,177,900 represented 0.47%) of the total number of issued ordinary shares (excluding treasury shares).

No treasury shares were sold, transferred, disposed, cancelled and/or used during HY2023 (HY2022: Nil).

The Shareholders of the Company had, at the annual general meeting of the Company, held on 28 April 2023, approved the renewal of the Share Buy-Back Mandate.

21. Borrowing

	30 Jun 2023		31 Dec 2022	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Amount repayable within one year or less, or on demand	32	-	32	-
Amount repayable after one year	482	-	498	-
Total borrowing	514	-	530	-

- (1) The Group's borrowing is secured by:
- (i) Motor vehicles under leases liabilities;
 - (ii) Personal guarantees by a director of a subsidiary for purchase of motor vehicles under leases liabilities. Each of the personal guarantors did not receive any benefits in kind, commission or interest payments from the Group for providing these personal guarantees;
 - (iii) A unit at 18 Boon Lay Way, #03-138 Tradehub 21, Singapore 609966; and
 - (iv) Corporate guarantees provided by Advancer Global Limited and Advancer Global Security Pte. Ltd. for property loan related to the Tradehub 21 Property.

Advancer Global Limited and its Subsidiaries

**Notes to the condensed interim consolidated financial statements
For the six-month financial period ended 30 June 2023**

21. Borrowing (Continued)

(2) The lease liabilities at 30 June 2023 and 31 December 2022 can be reconciled as follows:

	Group	
	30 June 2023	31 Dec 2022
	S\$'000	S\$'000
<u>Lease liabilities-non-current</u>		
Lease liabilities arising from operating lease	865	1,140
Lease liabilities arising from finance lease	9	27
	<u>874</u>	<u>1,167</u>
<u>Lease liabilities-current</u>		
Lease liabilities arising from operating lease	1,378	1,421
Lease liabilities arising from finance lease	18	42
	<u>1,396</u>	<u>1,463</u>

22. Trade and other payables

	Group		Company	
	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022
	S\$'000	S\$'000	S\$'000	S\$'000
Trade payables				
- Third parties	665	805	-	-
- Related party	202	31	-	-
	<u>867</u>	<u>836</u>	<u>-</u>	<u>-</u>
Total trade payables				
Other payables				
- Related parties	2	4	-	-
- Accrued operating expenses	3,772	4,620	85	90
- Deferred income	132	206	-	-
- Deposit received	29	22	-	-
- Dividend payables to non-controlling interests	90	130	-	-
- Credit notes to customers	208	216	-	-
- Provision for warranties	1	1	-	-
- GST payables	868	862	-	-
- Withholding tax	2	2	2	2
	<u>5,104</u>	<u>6,063</u>	<u>87</u>	<u>92</u>
Total other payables				
Total trade and other payables	<u>5,971</u>	<u>6,899</u>	<u>87</u>	<u>92</u>

**Notes to the condensed interim consolidated financial statements
For the six-month financial period ended 30 June 2023**

23. Fair value of assets and liabilities

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The table below analyses the Group's assets that are measured at fair value on a recurring or non-recurring basis in the statement of financial position after initial recognition.

	Group		
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
	\$'000	\$'000	\$'000
Financial assets:			
Financial assets at FVTPL			
- Quoted equity instruments	2,831	-	-
At 30 June 2023	<u>2,831</u>	<u>-</u>	<u>-</u>
Financial assets:			
Financial assets at FVTPL			
- Quoted equity instruments	2,905	-	-
At 31 December 2022	<u>2,905</u>	<u>-</u>	<u>-</u>

Except as disclosed in the respective notes, the carrying amounts of the current financial assets and financial liabilities, including cash and cash equivalents, trade receivables, trade payables, lease liabilities and bank borrowing and the above financial assets, approximate their respective fair values.

24. Subsequent events after reporting date

- (i) On 1 August 2023, NGPC, a directly wholly-owned subsidiary of the Company held through AGF, changed its name to Newman Property Consultants Pte. Ltd..
- (ii) On 1 August 2023, NAPL, a directly wholly-owned subsidiary of the Company held through AGF, changed its name to Newman Property Services Pte. Ltd..

Other information required by Appendix 7C of the Catalist Rules

**Other information required by Appendix 7C of the Catalyst Rules
For the six-month financial period ended 30 June 2023**

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

The condensed interim statements of financial position of Advancer Global Limited and its subsidiaries (the “Group”) as at 30 June 2023 and the related condensed interim consolidated statement of profit or loss and other comprehensive income, condensed interim statements of changes in equity and condensed interim consolidated statement of cash flows for the financial period ended 30 June 2023 and certain explanatory notes have not been audited or reviewed.

2. 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.**

Please refer to Explanatory Notes to the unaudited condensed interim financial statements for the financial period ended 30 June 2023.

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

Not applicable. No forecast or prospect statement has been previously disclosed to shareholders.

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 world continues to grapple with geopolitical issues such as the Russia-Ukraine conflict and the serious macro-economic concerns such as inflation, which brought about interest rate interventions from the US Federal Reserve and other central banks around the world. This resulted in significantly higher business costs, such as increasing salary costs, rising finance expenses, as well as the surge in energy prices etc., which could continue to affect the Group’s results. As such, the Group is re-thinking and re-positioning strategically to gain a stronger foothold and get ahead of the competition.

Leveraging on innovation and technology is the key for the Group to alleviate the increasing manpower costs. The use of advanced analytics, curating big data and IOT technology to generate insights for customers to make better and faster decisions have opened new frontiers for the Group. To respond timely to market demands and to reduce the ‘time-to-market’, the Group’s in-house team will add more functionalities to our smart FM solutions and to support our Integrated Facility Management (IFM) penetration strategy by developing estate apps for residents and facility management apps for property managers.

However, the increase in costs, high staff turnover and attracting talent are expected to continue to put pressure on revenue growth in 2023. Advancer will continue to remain agile and mitigate the competition by differentiating our service offerings and playing on our strengths as a home-grown IFM provider with in-depth domain knowledge accumulated through the years. Investment in technological solutions which also include upgrading our Enterprise Resource Planning technology for efficient and seamless process and customer experience is increasingly significant to re-position and put our subsidiaries on a stronger foothold.

**Other information required by Appendix 7C of the Catalist Rules
For the six-month financial period ended 30 June 2023**

5. Dividend

(a) Whether an interim (final) ordinary dividend has been declared or recommended.

No dividend has been declared or recommended for the current financial period.

(b) Corresponding period of the immediately preceding financial year

No dividend has been declared or recommended for the financial year ended 31 December 2022.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state whether 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 Transfers received by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined.

Not applicable.

6. If no dividend has been declared (recommended), a statement to that effect and the reasons for the decision.

No dividend has been declared or recommended for the financial period ended 30 June 2023 to conserve cash in view of the current economic uncertainties.

7. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group has not obtained a general mandate from shareholders for interested person transactions.

The Group entered into the following interested person transaction (“IPT(s)”) during the financial period:

Name of interested person	Nature of relationship	Aggregate value of all IPTs during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all IPTs conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
D8 Management Pte. Ltd.	An investment holding company incorporated in Singapore owned by Mr Chin Mei Yang (23.3%)(CEO and Executive Director of the	\$840,000	Nil

Advancer Global Limited and its Subsidiaries

Other information required by Appendix 7C of the Catalyst Rules For the six-month financial period ended 30 June 2023

	Company), Mr Chin Mui Hiong (23.4%)(Executive Director of the Company), Mr Ong Eng Tiang (20.0%)(Executive Director of the Company) and Mr Chin Swee Siew @ Chen Yin Siew (23.3%)(Controlling Shareholder of the Company).		
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As the value of the interested person transaction entered into on 29 May 2023 represented less than 3.0% of the Group's latest audited net tangible asset for the financial year ended 31 December 2022 amounting to S\$32,903,000, no immediate separate announcement was made.

8. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1)

The Company has procured undertakings from all its directors and executive officers as set out in Appendix 7H under Rule 720(1).

9. Updates on use of Net Subscription Proceeds

The Board refers to the Company's announcements dated 16 April 2021 and 9 May 2022 in relation to the re-allocation and updated status of use of net subscription proceeds (the "**Net Subscription Proceeds**") arising from the Company's issue and allotment of 65,000,000 subscription shares on 31 August 2018. The status of utilisation of the Net Subscription Proceeds as at the date of this announcement is set out as follows:

	<u>Amount allocated</u> S\$ million	<u>Amount utilised</u> S\$ million	<u>Balance</u> S\$ million
Expansion of business operations	12.30	(3.71)	8.59
General corporate and working capital purposes of the Group, mainly to support administrative and operational expenses (Note (a))	5.44	(5.44)	-
Investment in money market instruments and/or quoted securities	4.00	(2.08)	1.92
	<u>21.74</u>	<u>(11.23)</u>	<u>10.51</u>

Advancer Global Limited and its Subsidiaries

Other information required by Appendix 7C of the Catalyst Rules For the six-month financial period ended 30 June 2023

Note:

(a) Breakdown of the general and corporate working capital requirements:

	S\$'000
Professional and listing related expenses	1,112
Administrative expenses – staff costs	682
Administrative expenses - others	93
Purchase of inventory for a subsidiary	170
Repayment of loan incurred by a subsidiary	300
Advances to subsidiaries for operational expenses	3,083
	<u>5,440</u>

10. Disclosure pursuant to Rule 706A of the Catalyst Rules

Please refer to the Company's (i) announcement dated 10 April 2023 in relation to the strike off of HBA Group Property Consultants Pte. Ltd. and KH Security Agency Pte. Ltd.; and (ii) announcement dated 26 May 2023 in relation to acquisition of the remaining 8% issued and paid-up capital of NGPC and NAPL.

11. Confirmation by the Board Pursuant to Rule 705(5)

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the condensed interim financial statements for the six-month financial period ended 30 June 2023 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Lim Teck Chai, Danny
Independent Non-Executive Chairman
10 August 2023

Chin Mei Yang
Chief Executive Officer and Executive Director
10 August 2023