

Pursuant to Rule 705(2C) of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist, Asiatic Group (Holdings) Limited is required by SGX-ST to announce its quarterly financial statements.



## **Asiatic Group (Holdings) Limited and its Subsidiaries**

**Registration Number : 200209290R**

Condensed Interim Financial Statements

For the nine months ended 31 December 2021

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**Condensed interim consolidated statement of profit or loss**  
**Period Ended 31 December 2021**

		The Group				The Group		
		3 months	3 months			9 months	9 months	
	Note	ended	ended	Change		ended	ended	Change
		31 Dec 2021	31 Dec 2020	%		31 Dec 2021	31 Dec 2020	%
		S\$'000	S\$'000			S\$'000	S\$'000	
<b>Revenue</b>								
Sale of goods	5.2	4,265	4,201	1.5		12,959	9,972	30.0
Sale of services	5.2	4,707	6,954	-32.3		13,808	22,084	-37.5
		8,972	11,155	-19.6		26,767	32,056	-16.5
Other income		172	279	-38.4		520	1,249	-58.4
<b>Costs and expenses</b>								
Cost of sales		(6,354)	(6,813)	-6.7		(18,661)	(20,975)	-11.0
Foreign exchange gain/(loss)		731	(240)	N.M.		187	(701)	N.M.
Staff costs		(1,488)	(1,538)	-3.3		(4,345)	(4,555)	-4.6
Depreciation of property, plant and equipment		(500)	(674)	-25.8		(1,620)	(1,932)	-16.2
Depreciation of right-of-use assets		(77)	(94)	-18.1		(235)	(268)	-12.3
Write back/(impairment) of financial assets		300	(703)	-142.7		(13)	(2,001)	-99.4
Other operating expenses		(494)	(959)	-48.5		(1,572)	(2,560)	-38.6
<b>Profit from operating activities</b>		1,262	413	205.6		1,028	313	228.4
Finance costs		(236)	(176)	34.1		(663)	(490)	35.3
<b>Profit/(loss) before tax</b>	7.1	1,026	237	332.9		365	(177)	N.M.
Income tax expense	8	(15)	(10)	50.0		(321)	(127)	152.8
<b>Profit/(loss) for the period</b>		1,011	227	345.4		44	(304)	N.M.
<b>Attributable to:</b>								
Equity holder of the Company		1,000	86	N.M.		60	(747)	N.M.
Non controlling interest		11	141	-92.2		(16)	443	N.M.
		1,011	227	345.4		44	(304)	N.M.
<b>Profit/(loss) per share (cent per share)</b>								
Basic and diluted		0.06	0.01			0.00	(0.05)	

N.M. : Not meaningful

**Condensed interim consolidated statement of other comprehensive income**  
**Period Ended 31 December 2021**

Note	The Group			The Group		
	3 months	3 months	Change	9 months	9 months	Change
	ended	ended		ended	ended	
	31 Dec 2021	31 Dec 2020		31 Dec 2021	31 Dec 2020	
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
<b>Profit/(loss) for the period</b>	1,011	227		44	(304)	
<b>Other comprehensive income</b>						
<u>Items that may be reclassified subsequently to profit or loss:</u>						
Foreign currency translation	(1,035)	(1,630)	-36.5	(40)	(2,414)	-98.3
<b>Other comprehensive income for the period, net of tax</b>	(1,035)	(1,630)	-36.5	(40)	(2,414)	-98.3
<b>Total comprehensive income for the period</b>	<u>(24)</u>	<u>(1,403)</u>	-98.3	<u>4</u>	<u>(2,718)</u>	N.M.
<b>Attributable to:</b>						
Equity holder of the Company	(32)	(1,480)	-97.8	19	(3,117)	N.M.
Non controlling interest	8	77	-89.6	(15)	399	N.M.
	<u>(24)</u>	<u>(1,403)</u>	-98.3	<u>4</u>	<u>(2,718)</u>	N.M.

N.M. : Not meaningful

**Condensed interim statements of financial position  
As at 31 December 2021**

	Note	The Group		The Company	
		31 Dec 2021	31 Mar 2021	31 Dec 2021	31 Mar 2021
		S\$'000	S\$'000	S\$'000	S\$'000
<b><u>Non-current assets</u></b>					
Property, plant and equipment	11	50,199	51,370	4	5
Investments in subsidiaries		—	—	32,258	32,182
Right-of-use assets		2,109	2,180	—	—
Goodwill	10	175	175	—	—
Other investments		161	161	—	—
		<u>52,644</u>	<u>53,886</u>	<u>32,262</u>	<u>32,187</u>
<b><u>Current assets</u></b>					
Assets held for sale		— *	— *	—	—
Inventories		4,559	3,753	—	—
Trade receivables		6,469	5,844	—	—
Other receivables		1,128	3,178	2	—
Prepayments		1,190	396	37	29
Amounts due from subsidiaries		—	—	—	—
Cash and short-term deposits		3,451	1,633	18	23
		<u>16,797</u>	<u>14,804</u>	<u>57</u>	<u>52</u>
<b><u>Current liabilities</u></b>					
Trade payables		6,024	6,591	—	—
Provision for demobilisation cost		37	269	—	—
Provision for restructuring cost		42	226	—	—
Other payables and accruals		4,350	4,640	460	509
Amounts due to subsidiaries		—	—	9,405	9,371
Loans and borrowings	12	15,797	15,636	—	6
Lease and hire purchase liabilities		366	400	—	—
Provision for taxation		569	500	—	—
		<u>27,185</u>	<u>28,262</u>	<u>9,865</u>	<u>9,886</u>
<b>Net current liabilities</b>		(10,388)	(13,458)	(9,808)	(9,834)
<b><u>Non-current liabilities</u></b>					
Loans and borrowings	12	6,337	4,096	—	—
Amount due to non-controlling interests		1,610	1,926	—	—
Lease and hire purchase liabilities		1,606	1,795	—	—
Deferred tax liabilities		1,404	1,316	—	—
		<u>10,957</u>	<u>8,133</u>	<u>—</u>	<u>—</u>
<b>Net assets</b>		<u>31,299</u>	<u>31,295</u>	<u>22,454</u>	<u>22,353</u>

\* Amount is less than S\$1,000.

**Condensed interim statements of financial position (cont'd)**  
**As at 31 December 2021**

	Note	The Group		The Company	
		31 Dec 2021	31 Mar 2021	31 Dec 2021	31 Mar 2021
		S\$'000	S\$'000	S\$'000	S\$'000
<b><u>Equity attributable to owners of the Company</u></b>					
Share capital	13	50,585	50,585	50,585	50,585
Revenue reserve		(25,468)	(25,528)	(28,131)	(28,232)
Foreign currency translation reserve		(965)	(924)	–	–
		24,152	24,133	22,454	22,353
Non-controlling interests		7,147	7,162	–	–
<b>Total equity</b>		31,299	31,295	22,454	22,353

**Condensed interim statements of changes in equity**  
**Period ended 31 December 2021**

Group	Attributable to equity holders of the Company					
	Share capital (Note 13)	Revenue reserve	Foreign currency translation reserve	Total equity attributable to owners of the Company	Non-controlling interests	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>At 1 April 2020</b>	50,585	(21,842)	160	28,903	7,173	36,076
Loss for the period	–	(747)	–	(747)	443	(304)
Other comprehensive income						
Foreign currency translation	–	–	(2,370)	(2,370)	(44)	(2,414)
Total comprehensive income for the period	–	(747)	(2,370)	(3,117)	399	(2,718)
<b>As at 31 December 2020</b>	<b>50,585</b>	<b>(22,589)</b>	<b>(2,210)</b>	<b>25,786</b>	<b>7,572</b>	<b>33,358</b>
<b>At 1 April 2021</b>	50,585	(25,528)	(924)	24,133	7,162	31,295
Profit for the period	–	60	–	60	(16)	44
Other comprehensive income						
Foreign currency translation	–	–	(41)	(41)	1	(40)
Total comprehensive income for the period	–	60	(41)	19	(15)	4
<b>As at 31 December 2021</b>	<b>50,585</b>	<b>(25,468)</b>	<b>(965)</b>	<b>24,152</b>	<b>7,147</b>	<b>31,299</b>

Company	Share capital (Note 13)	Revenue reserve	Total
	S\$'000	S\$'000	S\$'000
<b>At 1 April 2020</b>	50,585	(28,590)	21,995
Profit for the period, representing total comprehensive income for the period	–	370	370
<b>As at 31 December 2020</b>	<b>50,585</b>	<b>(28,220)</b>	<b>22,365</b>
<b>At 1 April 2021</b>	50,585	(28,232)	22,353
Profit for the period, representing total comprehensive income for the period	–	101	101
<b>As at 31 December 2021</b>	<b>50,585</b>	<b>(28,131)</b>	<b>22,454</b>

**Condensed interim consolidated statement of cash flows**  
**Period ended 31 December 2021**

	3 months ended 31 Dec 2021 S\$'000	3 months ended 31 Dec 2020 S\$'000	9 months ended 31 Dec 2021 S\$'000	9 months ended 31 Dec 2020 S\$'000
<b>Operating activities</b>				
Profit/(loss) before tax	1,027	236	365	(178)
Depreciation of property, plant and equipment	500	674	1,620	1,932
Depreciation of right-of-use assets	77	94	235	268
Interest expense	236	176	663	490
(Write back)/ impairment on net investment in associate	(300)	688	19	1,986
Write back of impairment of financial assets	–	31	(6)	15
Gain on disposal of property, plant and equipment	–	(1)	(1)	(1)
Interest income	(6)	–	(20)	–
Provision/(write-back) for stock obsolescence, net	–	1	1	(8)
Currency alignment	(724)	(611)	(80)	683
<b>Operating cash flows before changes in working capital</b>	<b>810</b>	<b>1,288</b>	<b>2,796</b>	<b>5,187</b>
<b>Changes in working capital</b>				
(Increase)/decrease in inventories	(174)	293	(806)	385
Decrease/(increase) in trade and other receivables	1,181	(2,113)	799	242
Decrease/(increase) in amount due from associates	300	(688)	(19)	(1,986)
Decrease in provision for demobilisation cost	(18)	–	(139)	–
Decrease in provision for restructuring cost	(51)	–	(184)	–
(Decrease)/increase in trade and other payables	(185)	1,321	(997)	(1,026)
<b>Cash flows generated from operations</b>	<b>1,863</b>	<b>101</b>	<b>1,450</b>	<b>2,802</b>
Interest received	6	–	20	–
Interest paid	(236)	(176)	(663)	(490)
Income tax paid	(104)	(349)	(309)	(465)
<b>Net cash flows generated from/(used in) operating activities</b>	<b>1,529</b>	<b>(424)</b>	<b>498</b>	<b>1,847</b>
<b>Investing activities</b>				
Purchase of property, plant and equipment	(67)	(102)	(369)	(389)
Purchase of right-of-use assets	–	(24)	(55)	(66)
Proceeds from sale of property, plant and equipment	–	1	6	10
<b>Net cash flows used in investing activities</b>	<b>(67)</b>	<b>(125)</b>	<b>(418)</b>	<b>(445)</b>

**Condensed interim consolidated statement of cash flows (cont'd)**  
**Period ended 31 December 2021**

	3 months ended 31 Dec 2021 S\$'000	3 months ended 31 Dec 2020 S\$'000	9 months ended 31 Dec 2021 S\$'000	9 months ended 31 Dec 2020 S\$'000
<b>Financing activities</b>				
Redemption of non-convertible bonds	–	64	–	64
Repayment of shareholder loan	–	–	–	(780)
(Repayment of)/proceeds from trust receipts and short-term borrowings	(533)	1,519	372	(1,627)
Proceeds from/(repayment of) interest bearing term loans	2,892	(1,773)	2,686	3,192
Repayment of principal portion of lease and hire purchase liabilities	(98)	(88)	(317)	(246)
Repayment of amount due to non-controlling interests	(101)	(58)	(323)	(580)
Advances from related parties	26	2	6	2
<b>Net cash flows generated from/(used in) financing activities</b>	<b>2,186</b>	<b>(334)</b>	<b>2,424</b>	<b>25</b>
Net increase/(decrease) in cash and cash equivalents	3,648	(883)	2,504	1,427
Effect of exchange rate changes on cash and cash equivalents	8	131	(7)	131
Cash and cash equivalents at beginning at 1 Oct/ 1 April	(2,213)	54	(1,055)	(2,256)
<b>Cash and cash equivalents at 31 Dec</b>	<b>1,443</b>	<b>(698)</b>	<b>1,443</b>	<b>(698)</b>
<b>Cash and cash equivalents consist of the following :</b>				
Cash and short-term deposits	3,451	1,782	3,451	1,782
Add: Bank overdraft	(1,320)	(1,815)	(1,320)	(1,815)
Less: Pledged short-term deposits	(688)	(665)	(688)	(665)
	<b>1,443</b>	<b>(698)</b>	<b>1,443</b>	<b>(698)</b>

## Notes to the condensed interim consolidated financial statements

### 1. Corporate information

Asiatic Group (Holdings) Limited (the “Company”) is a limited liability company incorporated and domiciled in Singapore and is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited (SGX-ST). The registered office and principal place of business of the Company is located at 65 Joo Koon Circle, Singapore 629078. The principal activity of the Company is investment holding.

These condensed interim consolidated financial statements as at and for the three and nine months ended 31 December 2021 comprise the Company and its subsidiaries (collectively, the “Group”). The principal activities of the Group are:

- (a) supplying, installation and maintenance of fire fighting and protection equipment;
- (b) supplying, engineering and procurement and construction of power generation projects and precision gear products; and
- (c) operating of power plants.

The Group mainly operates in Singapore, Cambodia and Malaysia.

### 2. Basis of preparation

The condensed interim financial statements for the nine months ended 31 December 2021 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“SFRS(I)”) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for the year ended 31 March 2021.

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 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 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 year ended 31 March 2021.

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. Going concern assumption**

For the nine months ended 31 December 2021, the Group generated a net profit after tax of S\$44,000 (31 December 2020: net loss after tax of S\$304,000). As at that date, the Group's current liabilities (which includes loan and borrowings of S\$22,134,000) exceeded the Group's current assets by S\$10,388,000 (31 March 2021: S\$13,458,000) and the Company's current liabilities exceeded the Company's current assets by S\$9,808,000 (31 March 2021: S\$9,834,000).

As disclosed in Note 14, the corporate guarantees provided by the Group and Company included a guarantee of up to RM 195.5 million given to the bank of its associate, Maju Intan Biomass Energy Sdn Bhd ("MJE"), in respect of banking facilities extended to MJE. As at 31 December 2021, the outstanding amounts owed by MJE to its bank amounted to RM 90.6 million. On 19 March 2020, the Company entered into a sale and purchase agreement with Hualang Renewable Energy Sdn Bhd (the "Buyer") to sell all shares in MJE and its rights in the convertible bond issued by MJE at a nominal sum of RM1. As part of the transaction, the Buyer had submitted a debt restructuring proposal to MJE's bank.

On 10 February 2021, MJE's bank informed MJE that it was unable to accede to the debt restructuring proposal submitted by the Buyer and that no further utilisation of their existing facility arrangements (the "Facilities") shall be made and the same facilities were cancelled. On 8 November 2021, the Company was notified by the Buyer that it is in discussion and seeking to submit an alternative debt restructuring proposal for MJE's debt obligations to the bank of MJE for acceptance and approval. Accordingly, the Company wrote to MJE's bank and received a confirmation in writing from the bank that they are agreeable to withhold legal action until 31 December 2021, subject to MJE continuing to service existing instalments until 31 December 2021. On 18 January 2022, the Company had obtained further extension from MJE's bank to withhold legal action until 28 February 2022, subject to MJE continuing to service existing instalments until 28 February 2022. The further extension is to allow the Buyer more time to submit an alternative debt restructuring proposal and obtain concurrences from Tenaga Nasional Berhad, Energy Commission and Sustainability Energy Development Authority on changes of shareholdings of MJE.

The above matters represent material uncertainties which may cast significant doubt on the ability of the Group and Company to continue as a going concern.

**3. Going concern assumption (cont'd)**

Notwithstanding the above, in the opinion of the directors, the Group and the Company are able to continue as a going concern as the directors are confident that the Group will continue to receive financial support from the banks, generate positive cash flows from its operations in the next twelve months and that upon the completion of the disposal of MJE, the Company would be discharged from the corporate guarantees (Note 14) it had provided to MJE's bank and will no longer be expected to provide further funding to MJE. The Group and the Company continue to explore alternative options including other prospective buyers and refinancing as backup plans should the proposed disposal of MJE to the Buyer not materialize.

If the Group and Company are unable to continue in operational existence for the foreseeable future, the Group and Company may be unable to discharge its liabilities in the normal course of business and adjustments may have to be made to reflect the situation that assets may need to be realised other than in the normal course of business and at amounts which could differ significantly from the amounts at which they are currently recorded on the Group and Company's balance sheets. In addition, the Group and Company may have to reclassify non-current assets and liabilities as current assets and liabilities. The effect of these adjustments has not been reflected in the interim financial statements.

**4. Seasonal operations**

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

**5. Segment and revenue information**

The Group is organised into business units based on their products and services, and has two reportable segments as follows:

- (i) Fire fighting and protection - Supply, installation and maintenance of fire-fighting and protection equipment
- (ii) Power related - Power generation and distribution of controlled power supply and equipment

These operating segments are reported in a manner consistent with internal reporting provided to the management who are responsible for allocating resources and assessing performance of the operating segments.

5.1. Reportable segments

	Fire-fighting		Power-related		Total	
	3 months ended 31 Dec 2021	3 months ended 31 Dec 2020	3 months ended 31 Dec 2021	3 months ended 31 Dec 2020	3 months ended 31 Dec 2021	3 months ended 31 Dec 2020
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Revenue from external parties	4,837	4,817	4,135	6,338	8,972	11,155
Other income	134	260	38	19	172	279
Total revenue and other income	4,971	5,077	4,173	6,357	9,144	11,434
Reversal of impairment/(impairment) of financial asset	—	1	300	(704)	300	(703)
Depreciation of property, plant and equipment	(98)	(80)	(402)	(594)	(500)	(674)
Finance costs	(40)	(44)	(196)	(132)	(236)	(176)
Segment profit/(loss)	343	858	919	(445)	1,262	413
Unallocated expenses					(236)	(176)
Profit before taxation					1,026	237
Income tax expense					(15)	(10)
Profit for the period					1,011	227

## Asiatic Group (Holdings) Limited and its Subsidiaries

### 5.1 Reportable segments (cont'd)

	Fire-fighting		Power-related		Total	
	9 months ended 31 Dec 2021	9 months ended 31 Dec 2020	9 months ended 31 Dec 2021	9 months ended 31 Dec 2020	9 months ended 31 Dec 2021	9 months ended 31 Dec 2020
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Revenue from external parties	14,755	11,742	12,012	20,314	26,767	32,056
Other income	452	1,011	68	238	520	1,249
Total revenue and other income	15,207	12,753	12,080	20,552	27,287	33,305
Reversal of impairment/(impairment) of financial asset	6	3	(19)	(2,004)	(13)	(2,001)
Depreciation of property, plant and equipment	(282)	(228)	(1,338)	(1,704)	(1,620)	(1,932)
Finance costs	(125)	(137)	(538)	(353)	(663)	(490)
Segment profit/(loss)	1,581	1,638	(553)	(1,325)	1,028	313
Unallocated expenses					(663)	(490)
Profit/(loss) before taxation					365	(177)
Income tax expense					(321)	(127)
Profit/(loss) for the period					44	(304)

## Asiatic Group (Holdings) Limited and its Subsidiaries

### 5.1. Reportable segments (cont'd)

	Fire-fighting		Power-related		Total	
	31 Dec 2021 S\$'000	31 Dec 2020 S\$'000	31 Dec 2021 S\$'000	31 Dec 2020 S\$'000	31 Dec 2021 S\$'000	31 Dec 2020 S\$'000
Segment assets	30,900	27,747	52,485	58,096	83,385	85,843
Inter-segment assets					(14,180)	(13,366)
Goodwill					175	175
Unallocated assets					61	56
Total assets per statement of financial position					69,441	72,708
Additions to property, plant and equipment	369	382	–	–	369	382
Additions to right-of-use assets	164	513	–	–	164	513
Expenditures for segment non-current assets	533	895	–	–	533	895
Segment liabilities	18,106	16,549	58,429	60,940	76,535	77,489
Inter-segment liabilities					(40,826)	(39,930)
Income tax payables					569	1,210
Deferred tax liabilities					1,404	120
Unallocated liabilities					460	462
Total liabilities per statement of financial position					38,142	39,351

**5.2. Disaggregation of revenue**

	<b>The Group</b>			
	<b>3 months ended 31 Dec 2021 S\$'000</b>	<b>3 months ended 31 Dec 2020 S\$'000</b>	<b>9 months ended 31 Dec 2021 S\$'000</b>	<b>9 months ended 31 Dec 2020 S\$'000</b>
Types of goods or services:				
- Sales of goods	4,265	4,201	12,959	9,972
- Sales of services	4,707	6,954	13,808	22,084
	<b>8,972</b>	<b>11,155</b>	<b>26,767</b>	<b>32,056</b>
Geographical information:				
- Singapore	4,464	4,439	13,557	10,406
- Cambodia	4,134	6,339	12,004	20,311
- Other countries	374	377	1,206	1,339
	<b>8,972</b>	<b>11,155</b>	<b>26,767</b>	<b>32,056</b>

## Asiatic Group (Holdings) Limited and its Subsidiaries

### 6. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group and Company as at 31 December 2021 and 31 March 2021:

Group	Carrying amount			Fair value			
	At amortised cost S\$'000	Fair value through profit or loss S\$'000	Total S\$'000	Level 1 S\$'000	Level 2 S\$'000	Level 3 S\$'000	Total S\$'000
<b>31 Dec 2021</b>							
<b>Financial assets</b>							
Other investments	–	161	161	–	–	161	161
Assets held for sale	–	– *	– *	–	–	– *	– *
Trade and other receivables *	7,086	–	7,086				
Cash and short-term deposits	3,451	–	3,451				
	10,537	161	10,698				
<b>Financial liabilities</b>							
Trade and other payables ^	(8,639)	–	(8,639)				
Provision for demobilisation cost	(37)	–	(37)				
Provision for restructuring cost	(42)	–	(42)				
Loans and borrowings	(22,134)	–	(22,134)	–	–	(22,134)	(22,134)
Lease and hire purchase liabilities	(1,972)	–	(1,972)	–	–	(1,972)	(1,972)
Amount due to non-controlling interests	(1,610)	–	(1,610)				
	(34,434)	–	(34,434)				

\* Excludes grant receivables, advances to supplier and GST receivables

^ Excludes withholding tax payable, deferred income, advances from customers and GST payables

6. Financial assets and financial liabilities (cont'd)

Group	Carrying amount			Fair value			
	At amortised cost S\$'000	Fair value through profit or loss S\$'000	Total S\$'000	Level 1 S\$'000	Level 2 S\$'000	Level 3 S\$'000	Total S\$'000
<b>31 March 2021</b>							
<b>Financial assets</b>							
Other investments	—	161	161	—	—	161	161
Assets held for sale	—	— *	— *	—	—	— *	— *
Trade and other receivables *	8,271	—	8,271				
Cash and short-term deposits	1,633	—	1,633				
	9,904	161	10,065				
<b>Financial liabilities</b>							
Trade and other payables ^	(10,386)	—	(10,386)				
Provision for demobilisation cost	(269)	—	(269)				
Provision for restructuring cost	(226)	—	(226)				
Loans and borrowings	(19,732)	—	(19,732)	—	—	(19,732)	(19,732)
Lease and hire purchase liabilities	(2,195)	—	(2,195)	—	—	(2,195)	(2,195)
Amount due to non-controlling interests	(1,926)	—	(1,926)				
	(34,734)	—	(34,734)				

\* Excludes grant receivables, advances to supplier and GST receivables

^ Excludes withholding tax payable, deferred income, advances from customers and GST payables

6. Financial assets and financial liabilities (cont'd)

	Carrying amount			Fair value			
	At amortised cost	Fair value through profit or loss	Total	Level 1	Level 2	Level 3	Total
Company	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>31 Dec 2021</b>							
<b>Financial assets</b>							
Other receivables	2	–	2				
Cash and short-term deposits	18	–	18				
	20	–	20				
<b>Financial liabilities</b>							
Other payables and accruals *	(447)	–	(447)				

\* Excludes GST payables

6. Financial assets and financial liabilities (cont'd)

	Carrying amount			Fair value			
	At amortised cost S\$'000	Fair value through profit or loss S\$'000	Total S\$'000	Level 1 S\$'000	Level 2 S\$'000	Level 3 S\$'000	Total S\$'000
<b>Company</b>							
<b>31 March 2021</b>							
<b>Financial assets</b>							
Cash and short-term deposits	23	—	23				
<b>Financial liabilities</b>							
Other payables and accruals *	(483)	—	(483)				
Loans and borrowings	(6)	—	(6)	—	—	(6)	(6)
	(489)	—	(489)				

\* Excludes GST payables

## Asiatic Group (Holdings) Limited and its Subsidiaries

### 7. Profit/(loss) before taxation

#### 7.1 Significant items

The following items have been included in arriving at profit/(loss) from operating activities:

	The Group			
	3 months ended 31 Dec 2021	3 months ended 31 Dec 2020	9 months ended 31 Dec 2021	9 months ended 31 Dec 2020
	S\$'000	S\$'000	S\$'000	S\$'000
(Write back of)/impairment of financial assets	(300)	703	13	2,001
Contributions to defined contribution plans	88	88	281	247
Insurance	40	43	163	169
Inventories recognised as an expense in cost of sales	2,454	2,585	7,947	8,040
Legal fees	123	156	312	290
Travelling and transportation	21	23	72	77
Audit fees	15	15	83	99

#### 7.2 Related party transactions

	The Group			
	3 months ended 31 Dec 2021	3 months ended 31 Dec 2020	9 months ended 31 Dec 2021	9 months ended 31 Dec 2020
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Sale and purchase of goods and services</u>				
Purchase of goods from a firm related to a director	85	64	148	95
Sale of goods to a firm related to a director	31	9	58	44
<u>Directors' and executive officers' remuneration</u> *				
Directors' remuneration	168	159	506	470
Executive officers' remuneration	120	101	333	303

\* Included in the above remuneration for the Group is payment for defined contribution plans of S\$10,000 and S\$27,000 for the 3 months and 9 months ended 31 December 2021 respectively (3 months and 9 months ended 31 December 2020: S\$9,000 and S\$27,000 respectively)

## 8. Taxation

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:

	The Group			
	3 months ended 31 Dec 2021 S\$'000	3 months ended 31 Dec 2020 S\$'000	9 months ended 31 Dec 2021 S\$'000	9 months ended 31 Dec 2020 S\$'000
Current income tax expense	4	10	239	127
Deferred income tax expense relating to origination and reversal of temporary differences	11	–	82	–
	15	10	321	127

## 9. Net asset value

	The Group		The Company	
	31 Dec 2021	31 Mar 2021	31 Dec 2021	31 Mar 2021
Net asset value per ordinary share based on total number of issued shares as at the end of the financial period (Singapore cents)	1.5	1.6	1.4	1.4

The net asset value per ordinary share as at 31 December 2021 is calculated based on 1,556,462,688 (31 March 2021: 1,556,462,688) ordinary shares in issue (excluding treasury shares).

## 10. Goodwill

	The Group	
	31 Dec 2021	31 Mar 2021
Goodwill	175	175

Goodwill acquired through business combinations have been allocated to cash-generating unit ("CGU"), Colben System Pte Ltd ("Colben"), a subsidiary whose principal activities are to carry on the business as distributors and representatives of controlled power supply and precision gear products.

The Board of Directors has assessed that the goodwill allocated to the CGU is not significant and accordingly an assessment of the goodwill has not been performed.

# 11. Property, plant and equipment

During the nine months ended 31 December 2021, the Group acquired assets amounting to S\$369,000 (31 December 2020: S\$382,000). There was disposal of assets amounting to S\$265,000 (31 December 2020: S\$558,000) during the nine months ended 31 December 2021.

# 12. Loans and borrowings

	The Group	
	31 Dec 2021	31 Mar 2021
<u>Amount repayable within one year or on demand</u>		
Secured	10,875	11,164
Unsecured	4,922	4,472
<u>Amount repayable after one year</u>		
Unsecured	6,337	4,096
Total loans and borrowings	22,134	19,732

## Details of collaterals

The bank borrowings and credit facilities of the Group are secured by corporate guarantee provided by the Company, first fixed charge over certain property, plant and equipment and pledged fixed deposits.

Right-of-use assets purchased under hire purchase have a carrying amount of S\$635,000 as at 31 December 2021 (31 March 2021: S\$563,000).

The Group's power plant assets with a carrying amount of S\$1,526,000 as at 31 December 2021 (31 March 2021: S\$1,614,000) is subject to a first charge to secure the loans and borrowings.

The Group's factory building with a carrying value of S\$3,055,000 as at 31 December 2021 (31 March 2021: S\$3,125,000) is subject to a first charge to secure the bank loans and borrowings.

The Group's fixed deposits amounting to S\$687,000 as at 31 December 2021 (31 March 2021: S\$708,000) are pledged to secure banking facilities which were granted to certain subsidiaries.

**13. Share capital**

	The Group and the Company			
	31 Dec 2021		31 Mar 2021	
	No. of shares '000	S\$'000	No. of shares '000	S\$'000
<b><u>Issued and fully paid ordinary shares</u></b>				
At 31 December and 31 March	1,556,463	50,585	1,556,463	50,585

The total number of issued shares excluding treasury shares as at 31 December 2021 was 1,556,462,688 (31 March 2021: 1,556,462,688). There were no changes in the issued share capital of the Company since the last period reported on.

The Company did not hold any treasury shares and subsidiary holdings as at 31 December 2021 and 31 December 2020.

The Company did not have any outstanding options or convertibles as at 31 December 2021 and 31 December 2020.

**14. Commitments and contingencies**

***Corporate guarantees***

As at 31 December 2021, corporate guarantees amounting to US\$2.2 million (31 March 2021: US\$2.2 million), S\$31.8 million (31 March 2021: S\$28.8 million) has been provided by the Company to financial institutions to secure banking facilities granted to its subsidiaries. The Company had also provided a corporate guarantee of RM195.5 million (31 March 2021: RM195.5 million) to MJE's bank to secure banking facilities granted to MJE (Note 3). The expected credit losses on the corporate guarantees provided to MJE's bank at the 9 months ended 31 December 2021 were assessed to be immaterial as management is confident that upon completion of the disposal of MJE, the Company would be fully discharged from the corporate guarantees given to MJE's bank.

***Legal claims***

**Claims by Guan Heng Construction Sdn Bhd**

Colben Energy Holdings (Maju Intan) Ltd, an indirect wholly owned subsidiary which is registered as a foreign branch in Malaysia, had on 18 March 2020 received a writ of summons to attend in the High Court of Ipoh, Perak, Malaysia from Guan Heng Construction Sdn Bhd for the recovery of their principal sum for civil & construction, piling cost, accrued interest and any other cost amounting to approximately S\$1,206,000. A Statement of Defence and Counterclaim has been filed by Colben Energy Holdings (Maju Intan) Ltd on 22 September 2020 to make a counterclaim against Guan Heng Construction Sdn Bhd. As at 31 December 2021, there are no further development on the claims and counterclaims filed.

**14. Commitments and contingencies (cont'd)**

***Legal claims (cont'd)***

Claims against Phnom Penh Special Economic Zone Plc

On 19 November 2020, two subsidiaries of the Group, Colben System Pte Ltd ("Colben") and Colben Energy Holdings (PPSEZ) Limited ("CEZH") commenced arbitration proceedings against Phnom Penh Special Economic Zone Plc ("PPSEZ") in respect of a dispute arising out of or in connection with a power plant project in the Phnom Penh Special Economic Zone, Cambodia (the "Zone"), which was jointly developed by Colben, CEZH and PPSEZ (the "Arbitration"). Colben and CEZH are seeking relief in the Arbitration for a minimum of US\$14.41 million. No amounts relating to the aforementioned have been recognised in the interim financial statements due to uncertainty over the outcome of the Arbitration. As at 31 December 2021, there are no further developments on the claims filed.

**15. Subsequent events**

There are no known subsequent events which have led to adjustments to this set of interim financial statements.

**Other Information Required by Listing Rule Appendix 7C**

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

The condensed consolidated statement of financial position of Asiatic Group (Holdings) Limited and its subsidiaries as at 31 December 2021 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the three and nine-month period then ended and certain explanatory notes have not been audited or reviewed.

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

Not applicable.

**2A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion (this is not required for any audit issue that is a material uncertainty relating to going concern) :-**

In the Group's latest audited financial statements for the financial year ended 31 March 2021 ("FY2021"), Ernst & Young LLP, the Group's auditors, have issued a disclaimer opinion in relation to the use of the going concern assumption in the audited financial statements for FY2021 (the "Audit Issue").

Details relating to the Group's comments on the going concern assumption and the efforts taken to resolve the Audit Issue may be found in Section 4 of "Other Information Required by Listing Rule Appendix 7C".

The Board confirms that the impact of all outstanding Audit Issue on the financial statements in relation to FY2021 have been adequately disclosed.

**3. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends**

(Singapore Cents)	The Group			
	3 months ended 31 Dec 2021	3 months ended 31 Dec 2020	9 months ended 31 Dec 2021	9 months ended 31 Dec 2020
(a) Based on weighted average number of ordinary shares in issue	0.06	0.01	0.00	(0.05)
(b) On a fully diluted basis	0.06	0.01	0.00	(0.05)

The profit/(loss) per ordinary share for the respective financial periods were calculated based on the Group's profit after taxation attributable to equity holders of the Company of S\$1,000,000 and S\$60,000 for the 3 months and 9 months ended 31 December 2021 respectively (profit for the 3 months and loss for the 9 months ended 31 December 2020: S\$86,000 and S\$747,000 respectively), divided by the weighted average number of ordinary shares in issue of 1,556,462,688 as at 31 December 2021 (31 December 2020: 1,556,462,688).

The basic and diluted loss/earnings per ordinary share are the same for 3 months and 9 months ended 31 December 2021 and 31 December 2020 because there were no potentially dilutive ordinary securities as at 31 December 2021 and 31 December 2020 respectively.

#### 4. Review of performance of the Group

##### Revenue

	9 months ended 31 Dec 2021		9 months ended 31 Dec 2020		Increase/ (Decrease)
	S\$'000	% of total revenue	S\$'000	% of total revenue	%
By business divisions					
- Fire-fighting and protection	14,755	55.1%	11,742	36.6%	25.7%
- Power related	12,012	44.9%	20,314	63.4%	(40.9%)
<b>Total revenue</b>	<b>26,767</b>	<b>100.0%</b>	<b>32,056</b>	<b>100.0%</b>	<b>(16.5%)</b>

The Group's revenue for 9 months ended 31 December 2021 decreased by 16.5% from the corresponding period in 2020. The decrease is mainly attributed to the shortening of the term of the Power Purchase Agreement ("PPA") at the Phnom Penh and Sihanoukville power plants. In addition, electricity demand by tenants in the Special Economic Zone power plant saw a dip as a result of the Covid-19 lockdown measures implemented in Cambodia during the 9 months period ended 31 December 2021. The decrease is partially offset by the recovery of the fire-fighting and protection division which saw an improvement in revenue as compared to the 9 months ended 31 December 2020 when the Circuit Breaker and various government restrictions were implemented.

##### Profitability

Decrease in other income was mainly contributed by a reduction in Covid-19 related government grants during the 9 months ended 31 December 2021 as most of the grants provided by the Singapore government had tapered in 2021 with majority of the grants ended in 2021 or ending in early 2022.

Cost of sales decreased mainly due to lower direct operating costs as a result of cessation of operations at the Phnom Penh and Sihanoukville power plants and decrease in electricity demand in the Special Economic Zone power plant. This was partially offset by an increase in cost of sales due to the increase in sales in the fire-fighting and protection division during the period.

Depreciation in SGD against MYR resulted in a foreign exchange gain recognised on receivables from subsidiaries that were denominated in MYR during the period.

Staff costs saw a decrease in salaries at the Phnom Penh and Sihanoukville power plants as the costs were recorded as part of the restructuring costs in the previous financial period due to the cessation of operations caused by the shortening of PPA. The decrease is partially reduced by an increase in staff costs in the fire-fighting and protection division to support the increase in sales.

Decrease in depreciation of property, plant and equipment and right-of-use assets were mainly due to absence of depreciation recorded for the Phnom Penh and Sihanoukville power plants as the amounts were written down to its recoverable amount as at 31 March 2021. The decrease is partially offset by the increase in depreciation in the fire-fighting and protection division due to additions of equipment and hire purchase of motor vehicles to support the expansion into the technical aspect of the marine industry and manufacturing of its fire-fighting products.

In the 9 months ended 31 December 2021, the Group had recovered an amount of S\$0.3million from MJE, resulting in a reversal of the impairment of S\$0.3 million that was previously recognised during the 3 months ended 30 September 2021.

Decrease in other operating expenses was mainly resulted from accrued interest charged by a supplier in Cambodia in the 9 months ended 31 December 2020. There was no such charge in the 9 months ended 31 December 2021. Furthermore, the cessation of the operations in Phnom Penh and Sihanoukville power plants had reduced the operating cost relating to the power plants in the 9 months ended 31 December 2021.

Due to a combination of the above factors, the Group recorded a profit after tax of S\$0.04 million during the 9 months ended 31 December 2021 as compared to a loss after tax of S\$0.30 million for the corresponding period in 2020.

### **Movement in comprehensive income**

As noted in the statement of comprehensive income, there was a foreign currency translation loss amounting to S\$0.04 million (9 months ended 31 December 2020: foreign currency translation loss of S\$2.41 million). The slight translation loss was due to minimal movement of both MYR and USD against SGD during the period against the exchange rate in the last financial year. The resultant effect was directly accounted for in the statement of changes in equity under translation reserve.

### **Balance Sheet**

As at 31 December 2021, non-current assets decreased mainly due to the depreciation of property, plant and equipment (S\$1.6 million) and depreciation of right-of-use assets (S\$0.2 million). The decrease is partially offset by the purchase of new equipment and hire purchase of motor vehicles and translation gain on the power plant assets in Cambodia that were carried at USD.

Inventories increased in the fire-fighting and protection division to support the increase in sales demand. In addition, the increases in sales in the fire-fighting and protection division has consequentially resulted in an increase in the trade receivables in the Group. The power related division also saw a slower collection from Electricite Du Cambodge ("EDC"). As at 31 December 2021, prepayment increased mainly due to advances paid to MJE's bank as a consideration to extend the deadline for the submission of the debt restructuring proposal. On the other hand, other receivables decreased mainly due to the reduction of compensation receivables from the compensation received from EDC based on the contractual terms of the PPA.

Decrease in trade payables was mainly due to reduction of purchases in the power related division as a result of a reduction in sales and faster repayment to the suppliers. New term loans obtained in FY2021 were provided a one-year deferment in principal repayment. The increase in current loan and borrowings is a result of higher amount of the loan due from Jan 2022 to December 2022 as compared to the period from April 2021 to March 2022 caused by the expiry of the deferment in principal repayment.

Non-current liabilities increased mainly due to a new S\$3.0 million term loan obtained that was similarly provided with a one-year deferment in principal repayment. The increase was partially offset by reclassification of the non-current portion of existing term loan to current, and the repayment of amount due to non-controlling interests of S\$0.3 million during the period.

As at 31 December 2021, the Group had a net current liabilities position of S\$10.4 million arising from the utilisation of short-term financing to support the Group's energy projects. The net current liabilities position had decreased during the period mainly due to the cash received from the new term loan obtained during the period. With respect to the Group's ability to continue as a going concern, in the opinion of the Board, the Group and the Company are able to continue as a going concern despite the conditions as stated in the Note 3 of the "Notes to the condensed interim consolidated financial statements" as:

- (a) The Board is confident that the Group will continue to receive financial support from the banks, with availability of the revolving short-term loans to support the working capital and new term loans facilities obtained in the 9 months ended 31 December 2021. Subsequent to 31 December 2021, the Group has successfully rolled over approximately S\$13.5 million out of S\$15.8 million of short-term loans. The Group is also confident to continue rolling over the remaining undue short-term loans of approximately S\$2.3 million when they fall due and has continued to fulfil its debt obligations;
- (b) The Board has reviewed the cash flows forecast prepared by Management in May 2021 with an update in November 2021 upon the drawdown of the new term loan and is confident that the Group will generate positive cash flows from its operations for the next 12 months with the focus and the stable performance of the Group's fire business unit;
- (c) The Group had entered into a sale and purchase agreement on 19 March 2020 with Hualang Renewable Energy Sdn Bhd ("Hualang") for the sale of the Group's interest in Maju Intan Biomass Energy Sdn. Bhd. ("MJE") ("MJE Disposal"), details as announced by the Company to the SGXNet on 11 March 2020, 13 March 2020, 9 April 2020, 19 September 2020, 27 January 2021, 18 February 2021, 15 July 2021, 10 September 2021, 8 November 2021 and 18 January 2022. The Group and Hualang are working towards the submission of the alternative debt restructuring proposal to MJE's bank for acceptance and approval by 28 February 2022. Following completion of the MJE Disposal, the Group will be discharged from the corporate guarantees it had provided to financial institutions in support of MJE and will no longer be expected to provide further funding to MJE. Besides, with the continued revenues generated from the MJE plant, the Group is confident on its ability to continue servicing the existing instalments to MJE's bank should the MJE Disposal not complete by the next 12 months.

Based on the foregoing, the Board believes that the Group will be able to operate as a going concern and is of the view that the Group's working capital is sufficient to meet its present requirements and for the next twelve months.

## Cash Flow

During the 9 months ended 31 December 2021, net cash generated from operating activities amounted to S\$0.5 million after taking into account the working capital and payment of interest and tax. Net cash inflow from operating activities was mainly contributed by an improvement in profitability from the fire-fighting and protection division, faster recovery of trade and other receivables and recovery of trade advance previously provided to MJE.

Net cash flow used in investing activities was utilised to purchase property plant and equipment and new motor vehicles. The Group recorded a net cash inflow from its financing activities arising from proceeds from trust receipt and short term borrowings and new term loan obtained during the 9 months ended 31 December 2021. This is partially offset by (i) repayment of lease and hire purchase liabilities and (ii) repayment of amount due to non-controlling interests. As a result, overall cash balance increased by S\$2.5 million during the period.

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

In the Company's announcement dated 28 May 2021 in relation to its full year financial results for the financial year ended 31 March 2021, it was disclosed that the revenue is expected to decrease in the next 12 months due to the shortening of the PPA. This decrease in revenue for the 9 months ended 31 December 2021 as compared to the 9 months ended 31 December 2020 was in line with this forecast due to the shortening of the PPA as announced on 11 February 2021.

**6. 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 operating period and the next 12 months**

Due to the shortening of PPA, the Company continues to expect further drop in revenue in the remaining months of the financial year ended 31 March 2022 resulting from the cessation of operations at the Phnom Penh and Sihanoukville power plants. To mitigate the overall impact, the Group will remain focused on its expansion plans for the fire-fighting and protection business.

With reference to the Arbitration commenced against PPSEZ on 19 November 2020, it is still ongoing with further discussion taking place subsequent to 31 December 2021. Further update will be provided as soon as possible relating to any outcome of this Arbitration.

Following the improvement in Covid-19 situation in Malaysia, the Company has been working closely with Hualang Renewable Energy Sdn Bhd to the completion of the conditions precedent on the proposed disposal of shares and all the convertible bonds held by our indirect subsidiary, Colben Energy Holdings (Maju Intan) Ltd in Maju Intan Biomass Energy Sdn Bhd. Subsequent to the period ended 31 December 2021, Hualang Renewable Energy Sdn Bhd notified the Company that it is in discussion and seeking to submit an alternative debt restructuring proposal to Maju Intan Biomass Energy Sdn Bhd's Bank for their acceptance. In the Company's announcement dated 18 January 2022, Maju Intan Biomass Energy Sdn Bhd's Bank has granted further extension to withholding of legal action to 28 February 2022. Depending on the results of the negotiation, this may also have an impact on the Group's balance sheet. The Company will keep shareholders apprised on the outcome of negotiation.

Despite the rapid spread in Covid-19 variants in Singapore, Singapore is currently continuing its goal to live with the Covid-19 pandemic. Borders are gradually being re-opened in an extremely cautious manner. Similarly, the Group has taken a cautious approach and will implement strategies as needed in the following months to minimise further impact to the Group business and expansion plans as Singapore braces for an expected surge in Covid-19 cases following the festive season.

**7. Dividend**

**(a) Current Financial Period Reported on**

**Any dividend declared for the current financial period reported on?**

None.

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

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

None.

**(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) Date Payable**

Not Applicable.

**(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined**

Not Applicable.

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

No dividend has been recommended for the current financial period as the Group is currently in a negative revenue reserve position.

**9. If the group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 902(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Group has not obtained a general mandate for IPTs under Rule 920 of the Catalist Rules. There were no IPTs of S\$100,000 and above entered into during the period.

**10. Additional information required pursuant to Rule 706A**

There were no acquisitions or realisation of any subsidiaries or associated companies during the 9 months ended 31 December 2021.

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

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7H under Rule 720(1) of the Listing Manual of the SGX-ST.

**BY ORDER OF THE BOARD**

Tan Boon Kheng  
Managing Director  
9 February 2022

**Confirmation by the Directors pursuant to Rule 705(5) of the Listing Manual**

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 financial statements for the three and nine-month period ended 31 December 2021 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Tan Boon Kheng  
Managing Director

Tan Boon Siang  
Director

Singapore  
**9 February 2022**

This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Joseph Au, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, [sponsorship@ppcf.com.sg](mailto:sponsorship@ppcf.com.sg).