



Unaudited Condensed Interim Financial Statements For First Half ended 31 December 2023

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF YEAR AND FULL YEAR RESULTS

- 1 (a) An income statement and statement of comprehensive income, or a statement of comprehensive income (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year

Condensed interim consolidated statement of profit or loss and other comprehensive income for first half ended 31 Dec 2023.

	Note	Group		Change %
		1H FY2024 \$'000	1H FY2023 \$'000	
<b>Continuing operations</b>				
<b>Revenue</b>	N3	6,152	7,355	(16.4)
Cost of sales		(3,043)	(3,718)	(18.2)
<b>Gross profit</b>		3,109	3,637	(14.5)
Other operating income	N4	218	224	(2.7)
Distribution costs		(1,418)	(1,449)	(2.1)
Administrative expenses		(3,148)	(3,104)	1.4
Other operating expenses		(117)	(169)	(30.8)
Finance costs		(21)	(11)	90.9
<b>Loss before income tax from continuing operations</b>	N5	(1,377)	(872)	57.9
Income tax credit / (expenses)	N6	20	(6)	n.m
<b>Loss from continuing operations, net of tax</b>		(1,357)	(878)	54.6
<b>Discontinued operation</b>				
<b>Profit from discontinued operation, net of tax</b>	N7	168	232	(27.6)
<b>Loss for the period attributable to owners of the Company</b>		(1,189)	(646)	84.1
<b>Other comprehensive income:</b>				
<i>Item that will not be reclassified subsequently to profit or loss</i>				
Net fair value gain/ (loss) in equity instruments at FVTOCI <sup>(1)</sup>		2	(85)	n.m
<i>Items that may be reclassified subsequently to profit or loss</i>				
Exchange differences arising on translation of foreign subsidiaries		(1)	(5)	(80.0)
Net fair value gain/ (loss) in debt instruments measured at FVTOCI <sup>(1)</sup>		3	(34)	n.m
<b>Other comprehensive income for the period</b>		4	(124)	n.m
<b>Total comprehensive income for the period attributable to owners of the Company</b>		(1,185)	(770)	53.9

n.m = not meaningful

Note:

<sup>1</sup>: FVTOCI - denote fair value through other comprehensive income

Unaudited Condensed Interim Financial Statements For First Half ended 31 December 2023

1(b)(i) A statement of financial position (for the issuer and Group), together with a comparative statement as at the end of the immediately preceding financial year.

Condensed interim statement of financial position

	Note	Group		Company	
		31 Dec 23	30 Jun 23	31 Dec 23	30 Jun 23
		\$'000	\$'000	\$'000	\$'000
		Unaudited	Audited	Unaudited	Audited
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and bank balances		7,679	11,338	5,432	8,954
Trade receivables	N8	1,389	1,115	1,052	614
Amount due from subsidiaries		-	-	375	11
Deposits, other receivables and prepayments		376	366	314	327
Inventories	N9	3,835	1,830	2,718	1,397
		13,279	14,649	9,891	11,303
Assets of disposal group classified as held for sale	N7	14,735	-	14,735	-
		28,014	14,649	24,626	11,303
<b>Non - current assets</b>					
Deposits, other receivables and prepayments		204	205	204	205
Subsidiaries		-	-	3,085	3,085
Club membership		208	208	208	208
Financial assets at FVTOCI <sup>(1)</sup>		2,769	2,714	2,769	2,714
Plant and equipment		661	444	615	384
Right-of-use assets		1,433	550	1,433	550
Investment properties		-	14,712	-	14,712
Deferred tax assets		102	102	83	83
		5,377	18,935	8,397	21,941
<b>Total assets</b>		<b>33,391</b>	<b>33,584</b>	<b>33,023</b>	<b>33,244</b>
<b>LIABILITIES AND EQUITY</b>					
<b>Current liabilities</b>					
Trade payables		1,182	544	980	493
Amount due to subsidiaries		-	-	1,028	1,283
Other payables		977	1,092	739	886
Provision for reinstatement costs	N10	15	15	15	15
Contract liabilities		244	88	159	55
Lease liabilities, current portion		645	417	645	417
Income tax payable		25	16	-	-
		3,088	2,172	3,566	3,149
Liabilities directly associated with disposal group classified as held for sale	N7	99	-	99	-
		3,187	2,172	3,665	3,149
<b>Non-current liabilities</b>					
Provision for reinstatement costs	N10	160	164	160	164
Lease liabilities		804	208	804	208
<b>Total non-current liabilities</b>		<b>964</b>	<b>372</b>	<b>964</b>	<b>372</b>
<b>Capital and reserves</b>					
Share capital		10,251	10,251	10,251	10,251
Foreign currency translation reserve		(46)	(45)	-	-
Fair value adjustment surplus		13	8	13	8
Retained earnings		19,022	20,826	18,130	19,464
<b>Total equity</b>		<b>29,240</b>	<b>31,040</b>	<b>28,394</b>	<b>29,723</b>
<b>Total liabilities and equity</b>		<b>33,391</b>	<b>33,584</b>	<b>33,023</b>	<b>33,244</b>

Note:

<sup>1</sup>. FVTOCI - denote fair value through other comprehensive income

Unaudited Condensed Interim Financial Statements For First Half ended 31 December 2023

1(b)(ii) In relation to the aggregate amount of the Group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year.

**Amount repayable in one year or less, or on demand.**

Not applicable

**Amount repayable after one year**

Not applicable

**Details of any collateral**

Not applicable

1(c) A statement of cash flow (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

**Condensed interim consolidated statement of cash flows**

Note	Group	
	1H FY2024	1H FY2023
	\$'000	\$'000
<b>Operating activities:</b>		
Loss before income tax from continuing operations	(1,377)	(872)
Profit before income tax from discontinued operation	168	232
Loss before income tax, total	(1,209)	(640)
<b>Adjustments for:</b>		
Depreciation of plant and equipment	150	131
Amortisation of right-of-use assets	253	322
Dividend income from financial assets at FVTOCI	(25)	(28)
Interest income from financial assets at amortised cost	(145)	(84)
Interest income from financial assets at FVTOCI	(26)	(34)
Finance costs	21	11
Allowance / (write back) on trade receivables	24	(10)
Trade receivables written off	-	3
Inventories written off	13	34
Net foreign exchange gain	(1)	(5)
Gain on disposal of plant and equipment	(3)	-
Gain on disposal of investment property	-	(96)
Operating cash flows before changes in working capital	(948)	(396)
Changes in working capital:		
Trade receivables	(317)	(770)
Deposits, other receivables and prepayments	(11)	(562)
Inventories	(2,018)	(2,933)
Trade payables	638	494
Other payables	(21)	(592)
Contract liabilities	156	1,015
Cash used in operations	(2,521)	(3,744)
Interest received	171	118
Income tax paid (net)	30	(9)
Net cash flows used in operating activities	<b>(2,320)</b>	<b>(3,635)</b>
<b>Investing activities</b>		
Dividend income	25	28
Decrease in placement of treasury bill	547	-
Decrease in placement of fixed deposit	2,185	5,962
Proceeds on disposal of investment property (net)	-	1,996
Proceeds on redemption of financial assets at FVTOCI	-	62
Proceeds on disposal of plant and equipment	3	-
Purchase of plant and equipment	(369)	(102)
Purchase of financial assets at FVTOCI	(50)	(157)
Net cash flows generated from investing activities	<b>2,341</b>	<b>7,789</b>
<b>Financing activities</b>		
Dividend paid	(615)	(1,537)
Repayment of principal portion lease liabilities	(312)	(301)
Repayment of interest portion lease liabilities	(21)	(11)
Net cash flows used in financing activities	<b>(948)</b>	<b>(1,849)</b>
Net decrease in cash and cash equivalents	(927)	2,305
Cash and cash equivalents at beginning of financial period	2,593	2,747
<b>Cash and cash equivalents at end of financial period</b>	<b>1,666</b>	<b>5,052</b>
<b>Cash and bank balances consist of :</b>		
Cash at bank and on hand	1,666	5,052
Fixed deposits	4,318	3,181
Treasury bills	1,695	-
Total	<b>7,679</b>	<b>8,233</b>

Unaudited Condensed Interim Financial Statements For First Half ended 31 December 2023

1(d)(i) A statement (for the issuer and Group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Condensed interim statements of changes in equity

Group

	Share capital	Currency translation deficit	Fair value adjustment (deficit) / surplus	Retained earnings	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Balance at July 1, 2023</b>	10,251	(45)	8	20,826	31,040
<i>Total comprehensive income for the period:</i>					
Loss for the period	-	-	-	(1,189)	(1,189)
Other comprehensive income for the period	-	(1)	5	-	4
Total	-	(1)	5	(1,189)	(1,185)
<i>Transactions with owners, recognised directly in equity</i>					
Dividends	-	-	-	(615)	(615)
Total	-	-	-	(615)	(615)
<b>Balance at December 31, 2023</b>	<b>10,251</b>	<b>(46)</b>	<b>13</b>	<b>19,022</b>	<b>29,240</b>
<b>Balance at July 1, 2022</b>	10,251	(34)	43	22,126	32,386
<i>Total comprehensive income for the period:</i>					
Loss for the period	-	-	-	(646)	(646)
Other comprehensive income for the period	-	(5)	(119)	-	(124)
Total	-	(5)	(119)	(646)	(770)
<i>Transactions with owners, recognised directly in equity</i>					
Dividends	-	-	-	(1,537)	(1,537)
Total	-	-	-	(1,537)	(1,537)
<i>Transfer upon disposal of equity instruments designated as at FVTOCI</i>	-	-	(12)	12	-
<b>Balance at December 31, 2022</b>	<b>10,251</b>	<b>(39)</b>	<b>(88)</b>	<b>19,955</b>	<b>30,079</b>

Company

	Share capital	Fair value adjustment (deficit) / surplus	Retained earnings	Total
	\$'000	\$'000	\$'000	\$'000
<b>Balance at July 1, 2023</b>	10,251	8	19,464	29,723
<i>Total comprehensive income for the period:</i>				
Loss for the period	-	-	(719)	(719)
Other comprehensive income for the period	-	5	-	5
Total	-	5	(719)	(714)
<i>Transactions with owners, recognised directly in equity</i>				
Dividends	-	-	(615)	(615)
Total	-	-	(615)	(615)
<b>Balance at December 31, 2023</b>	<b>10,251</b>	<b>13</b>	<b>18,130</b>	<b>28,394</b>
<b>Balance at July 1, 2022</b>	10,251	43	20,812	31,106
<i>Total comprehensive income for the period:</i>				
Loss for the period	-	-	(168)	(168)
Other comprehensive income for the period	-	(119)	-	(119)
Total	-	(119)	(168)	(287)
<i>Transactions with owners, recognised directly in equity</i>				
Dividends	-	-	(1,537)	(1,537)
Total	-	-	(1,537)	(1,537)
<i>Transfer upon disposal of equity instruments designated as at FVTOCI</i>	-	(12)	12	-
<b>Balance at December 31, 2022</b>	<b>10,251</b>	<b>(88)</b>	<b>19,119</b>	<b>29,282</b>

**Unaudited Condensed Interim Financial Statements For First Half ended 31 December 2023****N1. Corporate Information**

The Company (Registration No. 198303940Z) is incorporated in Singapore with its principal place of business and registered office at 21 Ubi Road 1, #03-01, Singapore 408724. The Company is listed on the mainboard of the Singapore Exchange Securities Trading Limited. These condensed interim consolidated financial statements as at and for the six months ended 31 December 2023 comprise the Company and its subsidiaries (collectively, the "Group").

The principal activities of the Company are the marketing of gifts, property investment and development and the operation of a franchise programme whereby franchisees will have the right to use the company's name, creative gift designs, and marketing, sales, operations and purchasing strategies and systems.

**N2. Basis of Preparation**

The condensed interim financial statements have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the year end 30 June 2023.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with the SFRS(I)s, except for the adoption of new and amended standards that 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.

**N2.1 Use of judgements and 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 30 June 2023.

No critical judgement was made in the process of applying the Group's accounting policies that would have a significant effect on the amounts recognised in the financial statements.

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.

**N2.2 Fair value measurement**

The Group and the Company classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	Fair value measurement using			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
<b>31 December 2023</b>				
<b>Financial assets</b>				
Financial assets at FVTOCI				
- Quoted equity and debt securities	2,769	-	-	2,769
<b>30 June 2023</b>				
<b>Financial assets</b>				
Financial assets at FVTOCI				
- Quoted equity and debt securities	2,714	-	-	2,714
Investment properties	-	-	14,712	14,712

**N3. Revenue**

	Group	
	1H FY2024 \$'000	1H FY2023 \$'000
Sale of gifts and hampers, at point in time	6,152	7,355

As at December 31, 2023, the transaction price allocated to performance obligation that are unsatisfied (or partially satisfied) in relation to customer loyalty programme and advance payment from customers are approximately \$244,000 (June 30, 2023: \$88,000). This will be recognised as revenue as the customer loyalty programme points are redeemed, which is expected to occur in the following year.

**Unaudited Condensed Interim Financial Statements For First Half ended 31 December 2023****N3.1. Segment Information****(a) Operating segments**

The Group determines its operating segments based on internal reports about components of the Group that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segments and to assess their performance.

The Group is organised into business units based on their products and services on which information is prepared and reportable to the Group's chief operating decision maker for the purposes of resources allocation and assessment of performance.

The accounting policies of the reportable segments are the same as the Group's accounting policies as in the Group's most recently audited financial statements. Segment profit represents the profit earned by each segment without investment revenue and income tax expense. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

The Group is principally engaged in two reportable segments, namely "Gifts" and "Properties". The Gifts segment relates to the marketing of gifts. The Properties segment relates to property investment and is classified as discontinued operations in the current period (N7).

**3.2 In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

Apart from the comments made under section 8, there are no other factors leading to material changes.

**N4. Other operating income**

	Group	
	1H FY2024	1H FY2023
	\$'000	\$'000
Other income from continuing operations:		
Government grants (net)	15	76
Dividend income from financial assets at FVTOCI	25	28
Interest income from financial assets at amortised cost	145	84
Interest income from financial assets at FVTOCI	26	34
Gain on disposal of plant and equipment	3	-
Others	4	2
	218	224

**N5. (Loss) / Profit before income tax**

(Loss) / Profit before income tax has been arrived at after charging (crediting) from continuing operations:

	Group	
	1H FY2024	1H FY2023
	\$'000	\$'000
Depreciation of plant and equipment	150	131
Amortisation on right-of-use assets	253	322
Allowance / (write back) on trade receivables	24	(10)
Net foreign exchange gain	(1)	(5)

**N6. Income tax expense**

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:

	Group	
	1H FY2024	1H FY2023
	\$'000	\$'000
Income tax		
- Current tax provision	-	-
- (Over) / Under provision in respect of prior years	(20)	6
Income tax (credit) / expense	(20)	6

**Unaudited Condensed Interim Financial Statements For First Half ended 31 December 2023****N7. Discontinued operation and disposal group classified as held for sale**

As announced on 25 September 2023, the Company has entered into a collective sale agreement ("CSA") in relation to a proposed collective sale of 50 Playfair Road Singapore 367995 (the "Development") (the "Collective Sale"). The Company, pursuant to and under its property investment business segment (the "Properties Segment"), holds 10 units in the Development, namely, #03-01, #05-01, #06-01, #06-02, #06-03, #06-04, #07-01, #07-02, #07-03 and #07-04 (the "Units") as investment properties. If the Collective Sale is successful, it will result in the Units owned by the Company being sold (the "Sale of Units").

The Sale of Units is a transaction carried out in the ordinary course of the Company's business of property investment, which includes, *inter alia*, the sale and purchase of investment properties as and when advantageous opportunities present themselves.

On 24 November 2023, the Company has announced that the collective sale committee of the Development on behalf of all the subsidiary proprietors of all the strata units in the Property accepted the tender bid ("Tender") by a medium-sized developer (the "Purchaser") for the Collective Sale at the consideration of \$81,800,000 (the "Consideration") on term of the Tender. The Company's share of the Consideration, in respect of the Units, is estimated to be \$30,609,000, net of estimated expenses.

As at 31 December 2023, the assets and liabilities related to the investment property have been presented in the balance sheet as "Assets of disposal group classified as held for sale" and "Liabilities directly associated with disposal group classified as held for sale", and its result are presented separately on profit or loss as "Profit from discontinued operation, net of tax".

Non-current assets and disposal groups classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell. Non-current assets and disposal groups are classified as held for sale if their carrying amounts will be recovered principally through a sale transaction rather than through continuing use.

Balance sheet disclosures

The major classes of assets and liabilities of investment property classified as held for sale as at 31 December are as follows:

	<b>Group</b>
	<b>1H FY2024</b>
	\$'000
<b>Assets:</b>	
Trade receivables	19
Other receivables and prepayments	2
Plant and equipments	2
Investment properties	14,712
Assets of disposal group classified as held for sale	<u>14,735</u>
<b>Liabilities:</b>	
Other payables	(99)
Income tax payable	
Liabilities of disposal group classified as held for sale	<u>(99)</u>
Net asset directly associated with disposal group classified as held for sale	<u>14,636</u>

Income statement disclosures

The result of investment property classified as held for sale for period ended 31 December 2023 are as follows:

	<b>Group</b>	
	<b>31-Dec-23</b>	<b>31-Dec-22</b>
	\$'000	\$'000
Revenue	270	260
Expenses	(102)	(124)
Other income	-	96
Profit from operations	<u>168</u>	<u>232</u>

Cash flow statement disclosures

The cash flows attributable to investment property classified as held for sale are as follows:

	<b>Group</b>	
	<b>31-Dec-23</b>	<b>31-Dec-22</b>
	\$'000	\$'000
Operating	157	48
Investing	-	1,996
Financing	-	-
Net cash inflows	<u>157</u>	<u>2,044</u>

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**N8. Trade receivables**

	Group		Company	
	31-Dec-23	30-Jun-23	31-Dec-23	30-Jun-23
	\$'000	\$'000	\$'000	\$'000
Outside parties	1,692	1,473	1,223	809
Less: Loss allowance	(303)	(358)	(171)	(195)
	1,389	1,115	1,052	614
<b>Expected Credit Loss</b>				
	Group	Company	Group	Company
	31-Dec-23	30-Jun-23	31-Dec-23	30-Jun-23
	\$'000	\$'000	\$'000	\$'000
<i>Movements in allowance account:</i>				
At the beginning of the year	358	335	195	189
Charge for the period/year, recorded in administrative expense:	24	23	24	6
Written off	(79)	-	(48)	-
	303	358	171	195

The average credit period is 30 days (30 Jun 23: 30 days). No interest is charged on outstanding trade receivables. The Group and Company does not hold any collateral over these balances.

Loss allowance for trade receivables has been measured at an amount equal to lifetime expected credit losses (ECL). The ECL on trade receivables are estimated by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate at the reporting date.

There has been no change in the estimation techniques or significant assumptions made during the current reporting period.

A trade receivable is written off when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery.

**N9. Inventories**

Inventories are valued at the lower of cost or net realisable value. The Group reviews its inventories levels in order to identify slow-moving and obsolete merchandise as well as assessing if net realisable value is lower than its carrying amount. Where the Group identifies slow-moving and obsolete merchandise, or items of inventories with a net realisable value that is lower than its carrying amount, the Group estimates the amount of inventory loss as allowance on inventories.

**N10. Provision for reinstatement cost**

	Group and Company	
	\$'000	\$'000
	31-Dec-23	30-Jun-23
Balance at beginning year	179	147
Addition	-	32
Utilitisation	-	-
Balance at end of year	179	179
Current liabilities	15	15
Non-current liabilities	160	164
Total	175	179

Provision for reinstatement relates to the estimated costs to be incurred to reinstate the current leased premise to its original condition at the end of the tenure of the lease in 2023 to 2025. The provision for reinstatement costs has not been discounted for the purpose of measuring provision for reinstatement costs, because the effect is not material.

**N11. Dividends**

	Group	
	1H FY2024	1H FY2023
	\$'000	\$'000
Special dividend of 0.6 cents per share for financial year ended 30 June 2023	615	-
First and final one-tier tax-exempt dividend of 0.3 cent per share and a special dividend of 1.2 cents per share for financial year ended 30 June 2022	-	1,537
	615	1,537



Unaudited Condensed Interim Financial Statements For First Half ended 31 December 2023

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

Since the end of the last financial year ie 30 June 2023, there was no change in the Company's share capital during the six months ended 31 December 2023.

The Company does not have any subsidiary that holds shares issued by the Company.

	Number of shares	Paid-up Capital
Balance as at 31 December 2023 and 30 June 2023	102,476,024	\$10,251,458

There was no change in the Company's number of shares since 30 June 2023.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	As at 31/12/2023	As at 30/6/23
Total number of issued ordinary shares excluding treasury shares	102,476,024	102,476,024

1(d)(iv) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at end of the current financial period reported on.

As at 31 December 2023, there were no sales, transfers, cancellations and/or use of treasury shares.

1(d)(v) A statement showing all sales, transfer, disposal, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported

Not applicable as the Company does not have any subsidiary that holds shares issued by the Company.

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

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

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

Not applicable.

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

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

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

This is not required for any audit issue that is a material uncertainty relating to going concern.

Not applicable.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial period compared to its most recently audited annual financial statements for the financial year ended 30 June 2023.

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

Not applicable.

6 Earnings per ordinary share of the Group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends:-

	1st Half year ended	
	31-Dec-23	31-Dec-22
Basic and Diluted EPS		
- continuing operations	(1.32)	(0.86)
- discontinued operations	0.16	0.23

Number of shares used for the calculation of Basic and Diluted EPS:

Weighted average number of ordinary shares in issue 102,476,024 102,476,024

The basic and fully diluted earnings per ordinary share are the same as the Group did not have any potential dilutive ordinary share outstanding as at 31 December 2023.

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- 7 Net asset value (for the Company and the Group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the: (a) current financial period reported on; and (b) immediately preceding financial year.

	Group		Company	
	31-Dec-23	30-Jun-23	31-Dec-23	30-Jun-23
Net assets value per ordinary share (cents)	28.53	30.29	27.71	29.00
Number of ordinary shares at half year / year end	102,476,024	102,476,024	102,476,024	102,476,024

- 8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

**Continuing Operations**

**Revenue**

The Group recorded revenue of \$6.2 million in 1H FY2024, which is \$1.2 million lower as compared to \$7.4 million in 1H FY2023.

**Gross profit**

Accordingly, gross profit decreased by \$0.5 million from \$3.6 million in 1H FY2023 to \$3.1 million in 1H FY2024.

**Other operating income**

Other operating income decreased by \$6,000 mainly due lower income from investment and grant support from government offset by higher interest income due to rise in interest rate.

**Distribution costs**

Distribution costs decreased marginally by \$31,000 to \$1.4 million in 1H FY2024, due to lower expenses incurred on marketing activities.

**Administrative expenses**

Administrative expenses increased by \$44,000 to \$3.1 million in 1H FY2024, mainly due to the increase in the allowance of expected credit loss for receivables.

**Other operating expenses**

Other operating expenses decreased by \$52,000 to \$117,000 in 1H FY2024, primarily resulting from the discontinued operation of a subsidiary.

**Finance Costs**

Finance cost has increased by \$10,000 to \$21,000 in 1H FY2024. This is due to increase in interest rate with the renewal of leases, in accordance with SFRS(I) 16 Lease.

**Loss for the period**

As a result of the abovementioned, the group registered a net loss after tax of \$1.2 million as compared to \$0.6 million in 1H FY2023.

**Statement of Financial Position**

As at 31 Dec 2023, the Group's current assets excluding assets of disposal group classified as held for sale amounted to \$13.3 million, down by \$1.3 million as compared to 30 June 2023. The decrease was from cash and bank balances of \$3.6 million. The decrease was offsetted by the increased in inventories of \$2.0 million as the group stocking up of season stocks and trade receivables of \$0.3 million.

The Group's non-current assets (excluding investment properties) was at \$5.4 million, an increase of \$1.2 million from 30 June 2023 mainly due to the increase of financial asset at FVTOCI of \$0.1 million, plant and equipment of \$0.2 million, and right-of-use-assets of \$0.9 million.

The Group's current liabilities amounted to \$3.1 million, up by \$0.9 million from last year ended 30 June 2023. The increase was mainly attributable to higher trade payables of \$0.6 million, revenue related contract liabilities in relation to customer loyalty programme and customer advances of \$0.2 million and lease liabilities of \$0.2 million. The increase was offset by the decrease in other payables of \$0.1 million.

**Statement of Cash Flows Statement**

Cash and bank balances for the Group were \$7.7 million as at 31 December 2023, a decline of \$3.6 million from \$11.3 million as at end of FY2023. The negative cash flow from operating activities of \$2.3 million, dividend payments of \$0.6 million, capital expenditures of \$0.4 million and the net repayment of lease liabilities of \$0.3 million.

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

Not applicable.

Unaudited Condensed Interim Financial Statements For First Half ended 31 December 2023

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

The Group expects FY2024 to be another year of challenging operating environment for the gifts division. With the lower sales in the first half and the ever-changing consumer demand, Gifts division performance for the full year will be negatively impacted. Nonetheless, the Group will continue the sales efforts to improve gift sales and reduce costs.

Barring unforeseen circumstances, the Group expects the completion of collective sales within FY2024 and the overall Group's result to be profitable. The Group is actively looking into property and other investments opportunities.

11 **Dividend**

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

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

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

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

**(c) Whether the dividends 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) Record date**

Not applicable.

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

No interim dividend has been declared or recommended for the current reporting period on grounds of prudence.

13 **If the Company has obtained a general mandate from shareholders for interested person transaction (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 Company has not obtained an IPT mandate from shareholders. It does not have any interested person transaction (excluding transaction less than \$100,000) during the period under review.

14 **Negative assurance on interim financial statement pursuant to Rule 705(5).**

The Board of Directors, hereby confirmed that, to the best of its knowledge, nothing has come to its attention which may render the unaudited half financial results of the Group to be false or misleading in any material aspect.

15 **Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1).**

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1) of the Listing Manual of the Singapore Exchange Securities Trading Limited.

16 **Disclosure on acquisition and realisation of shares pursuant to Rule 706A.**

Save as disclosed on SGXNET, there were no acquisitions or realisations of shares resulting in a company becoming or ceasing to be a subsidiary or associated company of the company, or resulting in the company increasing or reducing its shareholding percentage in a subsidiary or associated company.

**BY ORDER OF THE BOARD**

Alfred Wong Siu Hong  
Managing Director

Wong Phui Hong  
Non-Executive Director

5 February 2024