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(Incorporated in the Republic of Singapore under Registration Number: 199805793D)

## **Oceanus Group Limited**

THIRD QUARTER UNAUDITED FINANCIAL STATEMENT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020

The quarterly reporting of financial statements is mandatory for the Company pursuant to Rule 705(2C) of the Mainboard Listing Manual of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”).

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

**UNAUDITED FULL YEAR FINANCIAL STATEMENTS AND ANNOUNCEMENT FOR THE 9 MONTHS ENDED 30 SEPTEMBER 2020 OF OCEANUS GROUP LIMITED (“OCEANUS”) AND ITS SUBSIDIARIES (COLLECTIVELY KNOWN AS THE “OCEANUS GROUP”)**

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

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

	3 months ended		Increase / (Decrease)	9 months ended (YTD)		Increase / (Decrease)
	30/9/2020	30/9/2019		30/9/2020	30/9/2019	
	RMB'000	RMB'000	%	RMB'000	RMB'000	%
<b>Profit and Loss</b>						
Revenue	134,989	18,590	626%	175,342	37,828	364%
Cost of goods sold	(118,758)	(16,175)	634%	(154,266)	(31,236)	394%
<b>Total Gross Profit</b>	<b>16,231</b>	<b>2,415</b>	<b>572%</b>	<b>21,076</b>	<b>6,592</b>	<b>220%</b>
Gain/(Loss)from changes in fair value less cost to sell of bio assets	-	549	-100%	-	(269)	-100%
Other operating income	767	1,204	-36%	9,293	2,710	243%
Other operating expenses	(4,104)	(6,251)	-34%	(13,623)	(16,227)	-16%
<b>Operating Profit/(Loss)</b>	<b>12,894</b>	<b>(2,083)</b>	<b>719%</b>	<b>16,746</b>	<b>(7,194)</b>	<b>333%</b>
<b>Non-Operating</b>						
Reversal of/(impairment loss)	-	(500)	-100%	-	(500)	-100%
Foreign exchange gain/(loss)	(4,359)	2,525	-273%	3,386	7,373	-54%
Profit/(Loss) for discontinued operations	-	4,139	-100%	-	4,714	-100%
<b>EBITDA</b>	<b>8,535</b>	<b>4,081</b>	<b>109%</b>	<b>20,132</b>	<b>4,161</b>	<b>384%</b>
Depreciation	(3,900)	(5,517)	-29%	(11,671)	(11,764)	-1%
Finance Costs	(1,145)	-	0%	(1,390)	-	0%
<b>Profit/(Loss) before income tax</b>	<b>3,490</b>	<b>(1,436)</b>	<b>343%</b>	<b>7,071</b>	<b>(7,603)</b>	<b>193%</b>
Income tax expense	(1,005)	65	-1646%	(1,007)	65	-1649%
<b>Profit/(Loss) for the period</b>	<b>2,485</b>	<b>(1,371)</b>	<b>281%</b>	<b>6,064</b>	<b>(7,538)</b>	<b>180%</b>

(b) A Statement of Comprehensive Income (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	3 months ended		9 months ended (YTD)	
	30/9/2020	30/9/2019	30/9/2020	30/9/2019
	RMB'000	RMB'000	RMB'000	RMB'000
<b>Comprehensive Income</b>				
<b>Profit/(Loss) for the period</b>	2,485	(1,371)	6,064	(7,538)
<b>Other comprehensive income</b>				
Foreign currency translation reserve	6,999	(5,904)	(2,017)	3,436
<b>Total comprehensive income for the period</b>	<b>9,484</b>	<b>(7,275)</b>	<b>4,047</b>	<b>(4,102)</b>
<b>Total comprehensive profit/(loss) attributable to:</b>				
Owners of the Company	9,508	(7,258)	4,681	(4,532)
Non-controlling interests	(24)	(17)	(634)	430
	<b>9,484</b>	<b>(7,275)</b>	<b>4,047</b>	<b>(4,102)</b>

**1 (c)(i) A balance sheet (for the Issuer and Group), together with a comparative statement as at the end of the immediately preceding financial year.**

	Group		Company	
	30/9/2020	31/12/2019	30/9/2020	31/12/2019
	RMB'000	RMB'000	RMB'000	RMB'000
<b>Balance Sheet</b>				
<b>Assets</b>				
<b><u>Current assets</u></b>				
Cash and bank balances	66,859	87,752	27,551	38,813
Trade receivables	8,958	5,392	-	-
Other receivables	1,417	9,012	58,024	14,920
Inventories	1,683	2,945	-	-
Goods in transit	98,239	-	-	-
	177,156	105,101	85,575	53,733
<b><u>Non-current assets</u></b>				
Property, plant and equipment	88,427	100,025	196	257
Right of use assets	1,135	1,071	-	-
Prepaid leases	1,166	1,167	-	-
Investment in subsidiaries	-	-	81,498	81,498
Other investment	26,694	791	24,865	-
Goodwill on consolidation	1,910	1,910	-	-
	119,332	104,964	106,559	81,755
<b>Total assets</b>	<b>296,488</b>	<b>210,065</b>	<b>192,134</b>	<b>135,488</b>
<b>Liabilities and Equity</b>				
<b><u>Current liabilities</u></b>				
Trade payables	8,895	6,369	-	-
Other payables	75,456	57,164	109,900	114,543
Loans and borrowings	-	4,232	-	3,484
Lease liabilities	640	831	-	-
Current tax payable	24,900	23,948	-	-
	109,891	92,544	109,900	118,027
<b><u>Non-current liabilities</u></b>				
Lease liabilities	393	243	-	-
Loans and borrowings	67,116	-	28,213	-
Deferred tax liabilities	50	51	-	-
	67,559	294	28,213	-
<b>Total liabilities</b>	<b>177,450</b>	<b>92,838</b>	<b>138,113</b>	<b>118,027</b>
<b><u>Capital and reserves</u></b>				
Share capital	3,278,100	3,278,100	3,278,100	3,278,100
Capital reserve	(1,137,504)	(1,137,504)	11,229	11,229
Currency translation reserve	(6,509)	(2,122)	(16,991)	(18,983)
Fair Value reserve	-	(133)	-	(133)
Statutory reserve	39,262	39,262	-	-
Accumulated losses	(2,056,624)	(2,063,323)	(3,218,317)	(3,252,752)
Equity attributable to equity holders of the Company	116,725	114,280	54,021	17,461
Non-controlling interests	2,313	2,947	-	-
<b>Total equity</b>	<b>119,038</b>	<b>117,227</b>	<b>54,021</b>	<b>17,461</b>
<b>Total liabilities and equity</b>	<b>296,488</b>	<b>210,065</b>	<b>192,134</b>	<b>135,488</b>

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

	<b>Group</b>			
	<b>3 months ended</b>		<b>9 months ended (YTD)</b>	
	<b>30/9/2020</b>	<b>30/9/2019</b>	<b>30/9/2020</b>	<b>30/9/2019</b>
	<b>RMB'000</b>	<b>RMB'000</b>	<b>RMB'000</b>	<b>RMB'000</b>
<b>Cash flows from operating activities</b>				
Profit/(Loss) before income tax	3,492	(1,371)	7,071	(7,538)
Adjustments for:	-	-	-	-
(Gain)/loss arising from changes in fair value less cost to sell of biological assets	-	(7,247)	-	(6,429)
Depreciation of property, plant and equipment	3,900	5,517	11,671	11,764
Amortisation of prepaid leases	15	16	1	47
Unrealised currency (gain)/loss	4,360	(2,512)	(3,385)	(7,373)
Net foreign exchange difference	-	(191)	-	(191)
<b>Operating cash flows before changes in working capital</b>	<b>11,767</b>	<b>(5,788)</b>	<b>15,358</b>	<b>(9,720)</b>
Change in trade receivables	(5,960)	2,433	(3,814)	(18)
Change in other receivables	(6,255)	(4,123)	(3,922)	1,253
Change in inventories and goods in transit	(50,807)	(13,390)	(99,864)	(13,489)
Change in biological assets	-	6,678	-	6,395
Change in trade payables	1,984	(19,468)	2,563	(13,675)
Change in other payables	10,469	42,924	11,811	27,285
<b>Cash (used in)/from operations</b>	<b>(38,802)</b>	<b>9,266</b>	<b>(77,868)</b>	<b>(1,969)</b>
Income taxes paid	952	-	952	-
<b>Net cash flows (used in) operating activities</b>	<b>(37,850)</b>	<b>9,266</b>	<b>(76,916)</b>	<b>(1,969)</b>
<b>Cash flows from investing activities</b>				
Proceeds from disposal of property, plant and equipment	-	(3,728)	-	(3,830)
Proceeds from divestment of subsidiary	2,242	-	5,790	-
Proceeds from divestment of investment	-	-	5,193	-
Purchase of investment	(25,920)	-	(25,920)	-
Acquisition of other investment/goodwill	-	(21)	-	(2,060)
<b>Net cash flows generated/(used in ) from investing activities</b>	<b>(23,678)</b>	<b>(3,749)</b>	<b>(14,937)</b>	<b>(6,717)</b>
<b>Cash flows from financing activities</b>				
Proceeds on borrowings	50,068	-	74,584	-
<b>Net cash flows generated/(used in) from financing activities</b>	<b>50,068</b>	<b>-</b>	<b>74,584</b>	<b>-</b>
<b>Net increase (decrease) in cash and cash equivalent</b>	<b>(11,460)</b>	<b>5,517</b>	<b>(17,269)</b>	<b>(8,686)</b>
<b>Effect of cash and cash equivalent denominated in foreign currency</b>	<b>(773)</b>	<b>(2,508)</b>	<b>(3,624)</b>	<b>3,543</b>
<b>Cash and cash equivalent at beginning of the period</b>	<b>79,092</b>	<b>88,215</b>	<b>87,752</b>	<b>96,367</b>
<b>Cash and cash equivalents at end of the period</b>	<b>66,859</b>	<b>91,224</b>	<b>66,859</b>	<b>91,224</b>

**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.**

<b>Group</b>	<b>Share capital</b>	<b>Capital reserve</b>	<b>Currency translation reserve</b>	<b>Fair Value reserve</b>	<b>Statutory reserve</b>	<b>Accumulated losses</b>	<b>Total attributable to equity holders of the Company</b>	<b>Non controlling interest</b>	<b>Total</b>
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At 1 January 2020	3,278,100	(1,137,504)	(2,122)	(133)	39,262	(2,063,323)	114,280	2,947	117,227
Issue of new shares	-	-	-	-	-	-	-	-	-
Issue of new warrants	-	-	-	-	-	-	-	-	-
Non-controlling interest	-	-	-	-	-	-	-	-	-
Profit/(Loss) for the period	-	-	-	-	-	6,699	6,699	(634)	6,065
<b>Other comprehensive income</b>									
Foreign currency translation	-	-	(2,150)	133	-	-	(2,017)	-	(2,017)
Total comprehensive income/(loss) for the period	-	-	(2,150)	133	-	6,699	4,682	(634)	4,048
<b>At 30 Sep 2020</b>	<b>3,278,100</b>	<b>(1,137,504)</b>	<b>(4,272)</b>	<b>-</b>	<b>39,262</b>	<b>(2,056,624)</b>	<b>118,962</b>	<b>2,313</b>	<b>121,275</b>
At 1 January 2019	3,278,100	(1,137,504)	(2,067)	-	39,262	(2,042,569)	135,222	2,727	137,949
Adjustment for reserve	-	-	-	-	-	-	-	-	-
Issue of new shares	-	-	-	-	-	-	-	-	-
Non-controlling interest	-	-	-	-	-	-	-	(796)	(796)
Profit/(Loss) for the period	-	-	-	-	-	(7,968)	(7,968)	430	(7,538)
<b>Other comprehensive income</b>									
Foreign currency translation	-	-	3,436	-	-	-	3,436	-	3,436
Total comprehensive income/(loss) for the period	-	-	3,436	-	-	(7,968)	(4,532)	430	(4,102)
<b>At 30 Sep 2019</b>	<b>3,278,100</b>	<b>(1,137,504)</b>	<b>1,369</b>	<b>-</b>	<b>39,262</b>	<b>(2,050,537)</b>	<b>130,690</b>	<b>2,361</b>	<b>133,051</b>

<b>Company</b>	<b>Share capital</b>	<b>Capital reserve</b>	<b>Currency translation reserve</b>	<b>Fair value reserve</b>	<b>Accumulated losses</b>	<b>Total</b>
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At 1 January 2020	3,278,100	11,229	(18,983)	(133)	(3,252,752)	17,461
Issue of new shares	-	-	-	-	-	-
Issue of new warrants	-	-	-	-	-	-
Profit/(Loss) for the period	-	-	-	-	34,435	34,435
<b>Other comprehensive income</b>						
Foreign currency translation	-	-	1,992	133	-	2,125
Total comprehensive income/(loss) for the period	-	-	1,992	133	34,435	36,560
<b>At 30 Sep 2020</b>	<b>3,278,100</b>	<b>11,229</b>	<b>(16,991)</b>	<b>-</b>	<b>(3,218,317)</b>	<b>54,021</b>
At 1 January 2019	2,794,067	11,229	(9,212)	-	(2,804,507)	(8,423)
Adjustment for reserve	-	-	-	-	-	-
Issue of new shares	-	-	-	-	-	-
Issue of new warrants	-	-	-	-	-	-
Profit/(Loss) for the period	-	-	-	-	567	567
<b>Other comprehensive income</b>						
Foreign currency translation	-	-	(2,117)	-	-	(2,117)
Total comprehensive income/(loss) for the period	-	-	(2,117)	-	567	(1,550)
<b>At 30 Sep 2019</b>	<b>2,794,067</b>	<b>11,229</b>	<b>(11,329)</b>	<b>-</b>	<b>(2,803,940)</b>	<b>(9,973)</b>

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

Following the completion of the debt restructuring on 26 December 2017, there are no outstanding warrants as of 30 September 2020.

The Company does not have any treasury shares as at 30 September 2020.

**(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.**

The total number of issued shares as at 30 September 2020 is 24,296,921,463 shares (31 December 2019: 24,296,921,463 shares).

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

Not applicable.

**(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

Not applicable.

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

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

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

Not applicable.

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

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those applied in the Group's most recently audited financial statements for the year ended 31 December 2019.

**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 financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	3 months ended		9 months ended (YTD)	
	30/9/2020	30/9/2019	30/9/2020	30/9/2019
a) EPS based on weighted average number of shares (RMB cents/share)	0.01	(0.01)	0.02	(0.03)
b) EPS based on fully diluted basis (RMB cents/share)	0.01	(0.01)	0.02	(0.03)
Weighted average number of shares applicable to earnings per share	24,296,921,463	24,296,921,463	24,296,921,463	24,296,921,463
Weighted average number of shares fully diluted basis	24,296,921,463	24,296,921,463	24,296,921,463	24,296,921,463

Basic earnings per share is calculated by dividing earnings for the period attributable to the equity holders of the Company by the weighted average number of ordinary shares issued during the financial period under review.

The dilutive earning per share is shown as the same amount as the basic earnings per share because the warrants are considered anti-dilutive and ignored in the computation of diluted earnings per share.

**7. Net asset value (for the Issuer and Group) per ordinary share based on issued share capital 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	
	30/9/2020	31/12/2019	30/9/2020	31/12/2019
Net asset value per ordinary share based on issued share capital as at end of the period (RMB cents/share)	0.49	0.48	0.22	0.07

Net asset value for the Group and the Company as at 30 September 2020 and 31 December 2019 are computed based on 24,296,921,463 at the end of the financial period under review

**8. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following: -**  
**(a) any significant factors that affected the turnover, costs, and earnings of the Group for the current financial period reported on, including (where applicable) seasonal or cyclical factors.**

**TURNOVER**

For the nine-month financial period ended 30 September 2020 ("9M 2020"), the Group generated total revenue amounting to RMB175.3 million, a RMB137.5 million (or 3.6 times) increase from RMB37.8 million recorded in the corresponding period of the preceding financial year ("9M 2019"). This represents the highest level of turnover for the Group in 8 years, since 2011.

This increase in revenue is mainly attributed to:

- i. increase of rental and contract farming revenue derived from the Group's Aquaculture segment, which has contributed RMB11.0 million in revenue in 9M 2020. The strategic change of business model in the Group's Aquaculture segment to include farm lease-model as well as contract farming arrangements with other aquaculture farmers in the region has allowed the Group to maintain fixed income levels determined by contractual terms with other aquaculture farmers. At the same time, the Group can forego high direct operating costs associated with a full-scale juvenile farming. This also allows the Group to hedge against risks of mortality and volatile abalone juvenile prices; and
- ii. the expansion of the Group's Distribution segment in fast-moving consumer goods ("FMCG") goods, which has contributed RMB155.9 million in revenue in 9M 2020.

With significant boosts to the level of turnovers from the Aquaculture and Distributions segments, the Group's total gross profit recorded a RMB15.9 million (or 220%) improvement, increasing from RMB3.4 million recorded in 9M 2019 to RMB19.3 million in 9M 2020.

### **OTHER OPERATING COSTS**

Despite a 364% year-on-year increase in turnover, the Group has continued to successfully implement cost optimising strategies, further reducing other operating expenses by RMB2.6 million, from RMB16.2 million in 9M 2019 to RMB13.6 million in 9M 2020.

### **OTHER OPERATING INCOME**

In 9M 2020, the Group had received one-off proceeds for a long-outstanding balance arising from a prior sale of a processing facility in China. These proceeds were awarded following the winning of a court case. This receipt of payment largely contributed to the Group's other operating income for 9M 2020 amounting to RMB9.3 million, an increase of 3.4 times from RMB2.7 million recorded in 9M 2019.

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

### **REVIEW OF BALANCE SHEET**

The Group is in a positive **net asset** position of RMB119.0 million as at 30 September 2020, this represents a 1.54% (RMB1.7 million) increase from RMB117.3 million recorded in 30 September 2019. The Group's working capital position (or net current asset position) has also improved, increasing by 435.7% (RMB54.7 million) from RMB12.6 million in 30 September 2019 to RMB67.3 million in 30 September 2020.

**Total assets** of the Group increased by RMB86.4 million from RMB210.1 million as at 31 December 2019 to RMB296.5 million as at 30 September 2020. This increase is attributed to increase in FMCG stock on-route to customers as well as the Group's additional investments, including a newly invested stake in indoor high-tech shrimp producer Universal Aquaculture Pte Ltd.

**Total liabilities** increased to RMB177.5 million as at 30 September 2020, compare to RMB92.8 million recorded as at 31 December 2019. This increase is attributed to the increased level of working capital loans acquired to fund the Group's growing Distribution segment.

**Total equity** increased to RMB119.0 million as at 30 September 2020, compared to RMB117.2 as at 31 December 2019.

#### **REVIEW OF CASH FLOW STATEMENT**

The Group generated net cash outflow of RMB17.3 million, resulting in positive closing cash balance of RMB66.8 million for the year ended 30 September 2020. Net operating cash outflow of RMB76.9 million for 9M 2020 is mainly attributed to payment to suppliers for the expansion of the Group's Distribution segment. Net investing cash outflow for 9M 2020 is mainly attributed to the Group's purchase of additional long term principal note investments. Net financing cash inflow is attributed to the Group's proceeds from additional loan facilities, which included a working capital facility awarded from UOB Bank.

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

Not applicable.

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

Oceanus has made significant progress towards sustainable growth, having successfully increased its product range and expanded its distribution across the Asia Pacific. This is evident in the Group's level of turnover for the 9 months ended 30 September 2020 at RMB175.3 million – the highest in 8 years. The Group is well-positioned to continue harnessing the rewards of its resilient business model through its four key growth pillars – Aquaculture, Distribution, Services and Innovation.

Amid the global pandemic, the Group's strategic adaptability has allowed it to react effectively in response to the unprecedented crisis. This includes the business transformation to include contract farming and the leasing of aquaculture farm plots, as well as investment in deep tech indoor farming. Through the competencies and synergies across its key business segments, Oceanus continues to enjoy the economies of scale with a long-term revenue visibility.

In Distribution, the Group has expanded its product range to over 2,000 FMCG products across its global distribution network, supported by an integrated suite of logistics and supply chain services. The Group's subsidiary, Season Global Trading Pte. Ltd. ("SGTPL"), has gained significant traction in the key markets of China and Southeast Asia and will continue to focus on expanding its global presence.

The Group's services segment continues to provide a diversified revenue stream with growing contributions from its media and marketing consulting arm (AP Media), aquaculture consultancy services arm (Oceanus Tech), as well as farm asset management arm (SCOPI). The Group's award winning subsidiary, AP Media, continues to spearhead high profile projects both locally and overseas, such as The Front Row which is Singapore's first virtual fashion show held in August 2020. Subsidiary Singapore-China Overseas Property Investments Co Ltd ("SCOPI"), has also gained traction in its management of the Group's aquaculture farming assets in China, successfully securing additional contracts with farm tenants and contract-farming agreements during the year.

Oceanus' Innovation pillar continues to pursue sustainable aquaculture technologies, including science and evidence-based farming techniques and cutting-edge aquaculture technology to boost productivity. The Group maintains a strong focus on research and development through its strategic partnerships with various educational institutions namely Temasek Polytechnic, Nanyang Technological University, Republic Polytechnic, James Cook University, Jimei University and National Taiwan Ocean University. The Group will continue to engage potential partners and educational institutions on research and development of innovative solutions to address key issues such as food scarcity and environmental sustainability.

In order to establish itself as a FoodTech leader, Group continues to innovate in the area of food technology, which is evident in its recent investment in Universal Aquaculture Pte Ltd (“Universal Aquaculture”), a deep tech indoor company in September 2020. Through Universal Aquaculture, Oceanus continues to strengthen its Aquaculture pillar as it delivers sustainable quality seafood to consumers. Universal Aquaculture’s vertical farming capabilities, which enables the production of 300 tonnes of seafood per annum with a farm size of 0.28 hectares, are also highly scalable which can be easily replicated globally for sustainable urban food production. The Group will continue to identify potential business opportunities together with like-minded partners to expand its presence in the region.

With regards to the SGX-ST Watchlist under the Financial Entry Criteria, the Company has announced on 15 June 2020, that it received SGX-ST’s approval for its application for a further extension of time to 1 March 2021 to meet the Financial Exit Criteria.

## **11. Dividend**

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

Any dividend declared for the current financial period reported on?

No.

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

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

No.

### **(c) Date payable**

Not applicable

### **(d) Books closure date**

Not applicable.

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

No dividend has been declared in respect of the current financial period in view of the Group’s current accumulated losses position as at 30 September 2020.

## **13. 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.**

There is no general mandate obtained from shareholders for the interested person’s transactions.

## **14. Use of Net Proceed from the Rights Issue**

On 26 December 2017, the Company had raised S\$6.0 million from the issuance of 1,518,987,341 new ordinary shares at S\$0.00395 each in the issued and paid-up share capital of the Company from the debt restructuring exercise. As at 30 September 2020, the Company has utilized the proceeds for the following purposes:

Intended Used	Amount Allocated (S\$'000)	Amount Utilised (S\$'000)	Balance Amount (S\$'000)
Working Capital Requirements	4,950	4,950	-
Repayment of Existing Debt	1,050	1,050	-
Total	6,000	6,000	-

The Group had fully utilized the nets proceeds of S\$6,000,000 in accordance with the intended use and percentage allocation of the proceed raised from the issuance of the new shares from the debt restructuring exercise.

**15. Negative assurance confirmation on the interim financial results pursuant to Rule 705(5) of the listing manual.**

The Board hereby confirms to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited interim financial results for the 6 months ended 30 September 2020 to be false or misleading in any material respect.

**16. Confirmation that the issuer 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 SGX-ST Listing Manual**

The Company confirms that it 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 SGX-ST Listing Manual.

**BY ORDER OF THE BOARD**

Peter Koh Heng Kang,<sup>PBM</sup>  
 Executive Director and Chief Executive Officer  
 9 November 2020