


LION ASIAPAC LIMITED

(Co. Reg. No. 196800586R)

(Incorporated in the Republic of Singapore)

**Full Year Unaudited Financial Statement Announcement
For the Year Ended 30 June 2020**
PART I INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS
1(a)(i) A comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year
Consolidated Statement of Comprehensive Income

	The Group					
	Fourth Quarter Ended			Full Year Ended		
	30.6.2020	30.6.2019	+ / (-)	30.6.2020	30.6.2019	+ / (-)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Continuing operations						
Revenue – sale of goods	3,488	4,137	(16)	16,826	32,533	(48)
Other income	376	350	7	1,326	1,181	12
Other (losses)/gains – net	(281)	(930)	(70)	1,087	(981)	n.m
Expenses:						
Purchases of inventories	(1,900)	(2,576)	(26)	(10,082)	(25,034)	(60)
Depreciation	(208)	(160)	30	(854)	(752)	14
Employee compensation	(477)	(551)	(13)	(2,129)	(2,105)	1
Finance costs	(31)	--	n.m	(103)	--	n.m
Others	(1,360)	(1,295)	5	(5,340)	(5,958)	(10)
Changes in inventories	(164)	(23)	613	(51)	152	n.m
Total expenses	(4,140)	(4,605)	(10)	(18,559)	(33,697)	(45)
(Loss)/profit before income tax	(557)	(1,048)	(47)	680	(964)	n.m
Income tax expense	(50)	(57)	(12)	(139)	(142)	(2)
Total (loss)/profit	(607)	(1,105)	(45)	541	(1,106)	n.m
(Loss)/profit attributable to:						
Equity holders of the Company	(607)	(1,105)	(45)	541	(1,106)	n.m
	(607)	(1,105)	(45)	541	(1,106)	n.m

n.m - denotes not meaningful

1(a)(ii) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	The Group					
	Fourth Quarter Ended			Full Year Ended		
	30.6.2020	30.6.2019	+ / (-)	30.6.2020	30.6.2019	+ / (-)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Other comprehensive loss: Items that may be reclassified to profit or loss:						
Currency translation differences arising from consolidation	(785)	(894)	(12)	(49)	(1,713)	(97)
Items that will not be reclassified to profit or loss:	(785)	(894)		(49)	(1,713)	
Financial assets at fair value through other comprehensive income						
- Fair value loss	--	(121)	n.m	--	(237)	n.m
Other comprehensive loss, net of tax	(785)	(1,015)	(23)	(49)	(1,950)	(97)
Total comprehensive (loss)/income	(1,392)	(2,120)	(34)	492	(3,056)	n.m
Total comprehensive (loss)/income attributable to:						
Equity holders of the Company	(1,392)	(2,120)	(34)	492	(3,056)	n.m
	(1,392)	(2,120)	(34)	492	(3,056)	n.m

n.m - denotes not meaningful

1(a)(iii) Additional disclosures

	The Group			
	Fourth Quarter Ended		Full Year Ended	
	30.6.2020	30.6.2019	30.6.2020	30.6.2019
	S\$'000	S\$'000	S\$'000	S\$'000
Profit/(loss) before income tax is arrived after (charging)/crediting:				
Continuing operations:				
(Allowance)/reversal for impairment on trade receivables	--	(678)	758	(678)
Currency exchange loss - net	(300)	(361)	(9)	(661)
Depreciation	(208)	(160)	(854)	(752)
Insurance	(29)	(32)	(136)	(144)
Listing expenses	(23)	(12)	(79)	(71)
Maintenance expenses	(111)	(104)	(313)	(293)
Material handling	(77)	(83)	(340)	(409)
Transportation	(517)	(537)	(2,370)	(2,639)
Utilities	(313)	(263)	(1,145)	(1,177)
Interest income:				
- bank deposits	234	264	1,050	880
- charged to related parties	40	75	65	200
Penalties received from related parties for shortfall on minimum purchases	19	109	338	358

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.

Statement of Financial Position

	The Group		The Company	
	30.6.2020	30.6.2019	30.6.2020	30.6.2019
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets				
Cash and cash equivalents	65,052	67,038	10,318	10,351
Trade and other receivables	4,588	4,925	81	82
Inventories	3,326	4,310	--	--
Income tax receivables	--	70	--	--
Other current assets	352	341	3	2
	73,318	76,684	10,402	10,435
Non-current assets				
Financial assets at fair value through other comprehensive income	--	--	--	--
Investments in subsidiaries	--	--	61,115	65,305
Property, plant and equipment	2,289	2,707	--	--
Rights-of-use assets	1,222	--	--	--
	3,511	2,707	61,115	65,305
Total assets	76,829	79,391	71,517	75,740
LIABILITIES				
Current liabilities				
Trade and other payables	2,372	2,241	1,252	1,243
Income tax payables	68	51	--	--
Lease liabilities	71	--	--	--
Provision	415	416	--	--
	2,926	2,708	1,252	1,243
Non-current liabilities				
Deferred tax liabilities	224	224	224	224
Lease liabilities	1,188	--	--	--
	1,412	224	224	224
Total liabilities	4,338	2,932	1,476	1,467
NET ASSETS	72,491	76,459	70,041	74,273
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	47,494	47,494	47,494	47,494
Other reserves	(8,120)	(8,190)	--	--
Retained profits	33,117	37,155	22,547	26,779
Total equity	72,491	76,459	70,041	74,273

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

The Group			
30.6.2020		30.6.2019	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
--	--	--	--

Amount repayable after one year

The Group			
30.6.2020		30.6.2019	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
--	--	--	--

Details of any collateral

Not applicable.

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

	The Group			
	Fourth Quarter Ended		Full Year Ended	
	30.6.2020	30.6.2019	30.6.2020	30.6.2019
	S\$'000	S\$'000	S\$'000	S\$'000
Cash flows from operating activities				
Total (loss)/profit	(607)	(1,105)	541	(1,106)
Adjustments for				
- Income tax expenses	50	57	139	142
- Depreciation	208	160	854	752
- Interest income	(274)	(339)	(1,115)	(1,080)
- Interest expense	31	--	103	--
- Property, plant and equipment written off	216	--	216	7
- (Reversal)/Allowance for impairment loss on trade receivables	--	678	(758)	678
- Unrealised currency translation losses/(gains)	278	390	(28)	688
	(98)	(159)	(48)	81
Changes in working capital				
- Trade and other receivables	70	4,968	1,109	(943)
- Inventories	525	914	980	1,084
- Other current assets	159	(66)	(12)	(208)
- Trade and other payables	52	(781)	136	(558)
Cash operations	708	4,876	2,165	(544)
Income tax (paid)/refund, net	(51)	(88)	(51)	(114)
Net cash generated from/(used in) operating activities	657	4,788	2,114	(658)
Cash flows from investing activities				
Purchases of property, plant and equipment	(344)	(24)	(453)	(254)
Interest received	55	130	555	792
Cash subjected to foreign exchange controls	--	1,888	2,660	5,068
Net cash (used in)/generated from investing activities	(289)	1,994	2,762	5,606
Cash flows from financing activities				
Interest paid	--	--	(103)	--
Repayment of lease liabilities – principal portion	(68)	--	(171)	(30)
Dividends paid to equity holders of the Company	(4,055)	--	(4,460)	(2,839)
Net cash generated from/(used in) financing activities	(4,123)	--	(4,734)	(2,869)
Net (decrease)/increase in cash and cash equivalents	(3,755)	6,782	142	2,079
Cash and cash equivalents at beginning of financial period	36,179	25,244	31,925	30,043
Effects of currency translation on cash and cash equivalents	(249)	(101)	108	(197)
Cash and cash equivalents at end of financial period	32,175	31,925	32,175	31,925

1(c) (cont'd)

For the purposes of the consolidated cash flow statement, consolidated cash and cash equivalents comprise the following:

	The Group			
	Fourth Quarter Ended		Full Year Ended	
	30.6.2020	30.6.2019	30.6.2020	30.6.2019
	S\$'000	S\$'000	S\$'000	S\$'000
Cash at bank and on hand	4,785	6,528	4,785	6,528
Short-term bank deposits	60,267	60,510	60,267	60,510
Cash and cash equivalent in the statement of financial position	65,052	67,038	65,052	67,038
Cash subjected to foreign exchange controls	(32,877)	(35,113)	(32,877)	(35,113)
Cash and cash equivalent in the statement of cash flows	32,175	31,925	32,175	31,925

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.

Statement of Changes in Equity – The Company

	Share capital	Retained profits	Total
	S\$'000	S\$'000	S\$'000
Balance at 1.7.2019	47,494	26,779	74,273
Total comprehensive loss for the period	--	(310)	(310)
Dividends	--	(406)	(406)
Balance at 31.3.2020	47,494	26,063	73,557
Total comprehensive income for the period	--	538	538
Dividends	--	(4,054)	(4,054)
Balance at 30.6.2020	47,494	22,547	70,041
Balance at 1.7.2018	47,494	29,933	77,427
Total comprehensive loss for the period	--	(1,415)	(1,415)
Dividend paid	--	(2,839)	(2,839)
Balance at 31.3.2019	47,494	25,679	73,173
Total comprehensive profit for the period	--	1,100	1,100
Balance at 30.6.2019	47,494	26,779	74,273

1(d)(i) (cont'd)

Consolidated Statement of Changes in Equity – The Group

	Attributable to equity holders of the Company							
	Share capital	Capital redemption reserve	Fair value reserve	Currency translation reserve	Capital reserve	Statutory Reserve	Retained profits	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1.7.2019	47,494	--	(119)	(10,363)	2,112	180	37,155	76,459
Total comprehensive loss for the period	--	--	--	736	--	--	1,148	1,884
Dividend paid	--	--	--	--	--	--	(406)	(406)
Balance at 31.3.2020	47,494	--	(119)	(9,627)	2,112	180	37,897	77,937
Transfer to retained earnings	--	--	119	--	--	--	(119)	--
Total comprehensive loss for the period	--	--	--	(785)	--	--	(607)	(1,392)
Dividend paid	--	--	--	--	--	--	(4,054)	(4,054)
Balance at 30.6.2020	47,494	--	--	(10,412)	2,112	180	33,117	72,491
Balance at 1.7.2018	47,494	105	118	(8,650)	2,112	180	40,995	82,354
Total comprehensive income/(loss) for the period	--	--	(116)	(819)	--	--	(1)	(936)
Dividend paid	--	--	--	--	--	--	(2,839)	(2,839)
Balance at 31.3.2019	47,494	105	2	(9,469)	2,112	180	38,155	78,579
Transfer to retained earnings	--	(105)	--	--	--	--	105	--
Total comprehensive loss for the period	--	--	(121)	(894)	--	--	(1,105)	(2,120)
Transfer to retained earnings	--	--	(121)	(894)	--	--	(1,105)	(2,120)
Balance at 30.6.2019	47,494	--	(119)	(10,363)	2,112	180	37,155	76,459

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.

	30.6.2020	30.3.2020
	No. of Shares	No. of Shares
Issued Share Capital	81,104,539	81,104,539

	30.6.2020	30.6.2019
	No. of Shares	No. of Shares
Treasury Shares held	--	--
Shares to be issued pursuant to the exercise of all outstanding convertibles	--	--

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.

	30.6.2020	30.6.2019
Total number of issued shares excluding treasury shares	81,104,539	81,104,539

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

Not applicable.

1(d)(v) A statement showing all sales, transfers, disposal, 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 audited nor reviewed.

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

Except as disclosed in Note 5 below, the Group has adopted the same accounting policies and methods of computation in the financial statements for the current financial period compared with those used in the recent audited financial statements of the Group for the financial year ended 30 June 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.**

The Group adopted SFRS(I) 16: Leases effective from 1 July 2019, the right-of-use assets and lease liabilities were recognised in the Statement of Financial Position. Prior to adoption of SFRS(I) 16, rental expenses were recognised in the Statement of Comprehensive Income. After adoption of SFRS(I) 16, the depreciation of right-of-use assets and interest expenses on lease liabilities are recognised in Statement of Comprehensive Income.

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.**

(Losses)/earnings per ordinary share of the Group for the financial year based on net (loss)/profit attributable to shareholders:

		The Group			
		Fourth Quarter Ended		Full Year Ended	
		30.6.2020	30.6.2019	30.6.2020	30.6.2019
(i)	Based on weighted average number of shares (cents)	(0.75)	(1.36)	0.67	(1.36)
	Weighted average number of shares ('000)	81,105	81,105	81,105	81,105
(ii)	On a fully diluted basis (cents)	(0.75)	(1.36)	0.67	(1.36)
	Weighted average number of shares ('000)	81,105	81,105	81,105	81,105

Earnings per ordinary share is computed based on the weighted average number of issued shares of 81,104,539 (30.6.2019: 81,104,539).

On a fully diluted basis, there were no outstanding convertibles during the financial periods ended 30 June 2020 and 30 June 2019.

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

Net Asset Value per ordinary share

	The Group		The Company	
	30.6.2020	30.6.2019	30.6.2020	30.6.2019
	cents	cents	cents	cents
Net asset value per ordinary share based on total number of issued shares excluding treasury shares	89.38	94.27	86.36	91.58

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

Turnover

For the fourth quarter ended 30 June 2020, the Group's revenue was recorded at S\$3.5m. This represented a quarter on quarter reduction of 16% from S\$4.1m. This is primarily owing to fewer sales being transacted as a result of the lockdown in Malaysia.

The Group's full year revenue stood at S\$16.8m, representing a 48% year on year reduction from S\$32.5m, mainly caused by the absence of steel consumables sales.

Net Earnings

For the full year, other income increased by S\$0.1m arising from interest income.

Other gains of S\$1.1m was recorded for full year, as compared to last year's other losses of S\$1.0m. The variance was mainly due to a \$0.7m impairment last year being reversed this year, and an unrealised exchange loss of S\$0.7m being booked last year. The impairment also explains the quarter on quarter losses of S\$0.6m and S\$1.1m.

The absence of the steel consumables trading resulted in purchases of inventories reducing by 60% from S\$25.0m to S\$10.1m, and total expense reducing by 45% from S\$33.7m to S\$18.6m.

As a result, the Group reported a net profit of S\$0.5m for the financial year ended 30 June 2020.

Cash Flows and Financial Position

The Group's working capital decreased from S\$73.6m to S\$70.0m as at 30 June 2020. Cash balances went down by S\$2.0m primarily due to the distribution of S\$4.5m dividends, offset by S\$1.9m generated from operating activities and S\$0.6m interest received during the year.

Lower sales led to a decrease in trade and other receivables by S\$0.3m. Inventory balances declined by S\$1.0m mainly due to lower purchases resulted from the lockdown in Malaysia. Trade and other payables increased by S\$0.1m due mainly to reduced payment to the suppliers.

Property, plant & equipment was reduced by S\$0.4m mainly due to depreciation.

Upon the adoption of SFRS(I) 16 with effect from 1 July 2019, the Group capitalised the discounted future lease payments as right-of-use assets and lease liabilities accordingly. The Group recognised right-of-use assets and lease liabilities of S\$1.2m respectively as at 30 June 2020.

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.

The Group decides to withhold the decision to sell its land in Gopeng, Perak, in order to facilitate the exploration of business opportunities.

The current pandemic has resulted in economic downturn with uncertainty. The Group will exercise prudence to manage these challenges.

11. Dividend

(a) Current Financial Period Reported On

None.

(b) Corresponding Period of the Immediately Preceding Financial Year

Name of Dividend	First and Final
Dividend Type	Cash
Dividend Amount per Share	0.5 cent
Tax Rate	Tax-Exempt One-Tier

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

There were no dividends declared as the Company considered it necessary to conserve cash for future operations in view of the Group's business strategy.

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.

Interested Person Transactions (“IPTs”)

For the financial year ended 30.6.2020		
Name of Interested Person	Aggregate value of all IPTs during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under IPT Mandate pursuant to Rule 920)	Aggregate value of all IPTs conducted under IPT Mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
	S\$'000	S\$'000
Associate of Tan Sri Cheng Heng Jem, a Director and a Substantial Shareholder of the Company		
Amsteel Mills Sdn Bhd	--	2,178
Antara Steel Mills Sdn Bhd	--	100

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

14. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer’s most recently audited annual financial statements, with comparative information for the immediately preceding year

Business segment

The Group	Lime manufacturing	Consumables trading	Investment holding	Total for continuing operations
	\$'000	\$'000	\$'000	\$'000
Financial year ended 30 June 2020				
Revenue	16,826	--	--	16,826
Segment result	(179)	(915)	(639)	(1,733)
Other income	95	448	783	1,326
Other gains - net	409	678	--	1,087
Profit before income tax				680
Income tax expense				(139)
Total profit				541
Non-cash expenses				
Depreciation – segment	708	139	7	854
Reportable segment assets and consolidated total assets	17,843	15,462	43,524	76,829
Reportable segment liabilities	3,274	204	636	4,114
Unallocated:				
Deferred tax liabilities				224
Consolidated total liabilities				4,338
Other reportable segment item				
Capital expenditure	453	--	--	453

14. (cont'd)

The Group	Lime manufacturing	Consumables trading	Investment holding	Total for continuing operations
	\$'000	\$'000	\$'000	\$'000
Financial year ended 30 June 2019				
Revenue	19,042	13,491	--	32,533
Segment result	(91)	(455)	(618)	(1,164)
Other income	170	241	770	1,181
Other gains - net	351	(679)	(653)	(981)
Loss before income tax				(964)
Income tax expense				(142)
Total Loss				(1,106)
Non-cash expenses				
Depreciation and impairment - segment	685	4	63	752
Reportable segment assets and consolidated total assets	16,433	11,870	51,088	79,391
Reportable segment liabilities	1,966	152	590	2,708
Unallocated:				
Deferred tax liabilities				224
Consolidated total liabilities				2,932
Other reportable segment item				
Capital expenditure	251	3	--	254

Geographical segment

The Group	Revenue		Non-current assets	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Malaysia	16,035	31,166	3,445	2,695
Singapore	791	1,367	66	12
	16,826	32,533	3,511	2,707

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

Please refer to paragraph 8 above.

16. A breakdown of sales

	The Group		
	Latest Financial Year (30.6.2020)	Previous Financial Year (30.6.2019)	Increase/ (Decrease)
	S\$'000	S\$'000	%
(a) Sales reported for first half year	9,139	22,541	(59)
(b) Operating profit/(loss) after tax before deducting minority interests reported for first half year	405	(610)	n/m
(c) Sales reported for second half year	7,687	9,992	(23)
(d) Operating profit/(loss) after tax before deducting minority interests reported for second half year	136	(496)	n/m

17. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

Total Annual Dividend

	Latest Full Year (30.6.2020)	Previous Full Year (30.6.2019)
	S\$'000	S\$'000
Ordinary Preference	4,460	2,839
	--	--
Total	4,460	2,839

18. Confirmation Pursuant to Rule 720(1) of the SGX Listing Manual

The Company confirms that undertakings pursuant to Rule 720(1) of the SGX Listing Manual have been obtained from all its Directors and executive officers in the format set out in Appendix 7.7.

19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704H(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Pursuant to Rule 704(13) of the Listing Manual, the Company wishes to confirm that, as at 30 June 2020, none of the persons occupying managerial positions in the Company or any of its principal subsidiaries is a relative of a Director, chief executive officer or substantial shareholder of the Company.

**BY ORDER OF THE BOARD
LION ASIAPAC LIMITED**

Lah Ling San
Company Secretary

Singapore, 24 August 2020