



**OCEAN SKY INTERNATIONAL LIMITED
AND ITS SUBSIDIARIES**

**CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS AND
FINANCIAL YEAR ENDED 31 DECEMBER 2023**

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**CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

The board of directors (the “Board” or “Directors”) of Ocean Sky International Limited (the “Company”) hereby announces the condensed interim consolidated results of the Company and its subsidiaries (collectively referred to as the “Group”) for the six months (“2HY2023”) and financial year ended 31 December 2023 (“FY2023”), together with the comparative figures for the six months (“2HY2022”) and financial year ended 31 December 2022 (“FY2022”). The Group’s interim results for the six months and financial year ended 31 December 2023 are unaudited.

	Note	Six Months Ended		+ / (-) %	Financial Year Ended		+ / (-) %
		31.12.2023 \$'000	31.12.2022 \$'000		31.12.2023 \$'000	31.12.2022 \$'000	
Revenue	4	14,799	16,097	(8.1)	31,542	30,408	3.7
Cost of services		<u>(12,504)</u>	<u>(13,987)</u>	(10.6)	<u>(27,347)</u>	<u>(26,273)</u>	4.1
Gross profit		2,295	2,110	8.8	4,195	4,135	1.5
Other income		277	181	53.0	392	450	(12.9)
Administrative and other operating expenses		<u>(3,753)</u>	<u>(3,814)</u>	(1.6)	<u>(6,207)</u>	<u>(6,595)</u>	(5.9)
Finance costs	5	<u>(498)</u>	<u>(245)</u>	103.3	<u>(826)</u>	<u>(504)</u>	63.9
Share of results of joint ventures, net of tax		<u>(241)</u>	<u>1,700</u>	N.M.	<u>96</u>	<u>1,880</u>	(94.9)
Loss before income tax	5	<u>(1,920)</u>	<u>(68)</u>	N.M.	<u>(2,350)</u>	<u>(634)</u>	(270.7)
Income tax (expense)/credit	6	<u>(74)</u>	<u>23</u>	N.M.	<u>(341)</u>	<u>(95)</u>	258.9
Loss for the financial period/year attributable to owners of the parent		<u>(1,994)</u>	<u>(45)</u>	N.M.	<u>(2,691)</u>	<u>(729)</u>	269.1
Other comprehensive income:							
<i>Item that may be reclassified subsequently to profit or loss:</i>							
- Exchange differences on translating foreign operations		<u>(500)</u>	<u>(607)</u>		<u>(149)</u>	<u>11</u>	
Other comprehensive income for the financial period/year, net of tax		<u>(500)</u>	<u>(607)</u>		<u>(149)</u>	<u>11</u>	
Total comprehensive income for the financial period/year attributable to owners of the parent		<u>(2,494)</u>	<u>(652)</u>		<u>(2,840)</u>	<u>(718)</u>	
Loss per share (cents)							
- Basic		<u>(0.46)</u>	<u>(0.01)</u>		<u>(0.62)</u>	<u>(0.17)</u>	
- Diluted		<u>(0.46)</u>	<u>(0.01)</u>		<u>(0.62)</u>	<u>(0.17)</u>	

N.M.: Not meaningful

The accompanying notes form an integral part of these condensed interim financial statements.

**CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION
AS AT 31 DECEMBER 2023**

	Note	Group		Company	
		31.12.2023 \$'000	31.12.2022 \$'000	31.12.2023 \$'000	31.12.2022 \$'000
Non-current assets					
Property, plant and equipment	8	10,371	11,282	30	74
Investment property	9	15,688	17,357	-	-
Investments in subsidiaries		-	-	15,297	25,860
Investments in joint ventures		1,561	7,643	-	-
		<u>27,620</u>	<u>36,282</u>	<u>15,327</u>	<u>25,934</u>
Current assets					
Inventories		222	254	-	-
Trade and other receivables	10	20,452	25,916	19,412	23,114
Contract assets	11	4,841	4,790	-	-
Cash and cash equivalents		15,896	7,787	9,041	404
		<u>41,411</u>	<u>38,747</u>	<u>28,453</u>	<u>23,518</u>
Less:					
Current liabilities					
Trade and other payables	12	7,249	7,962	16,969	21,686
Contract liabilities	11	190	275	-	-
Provisions		232	432	-	-
Bank term loans	13	1,823	13,279	-	-
Lease liabilities	13	236	283	18	17
Current income tax payable		498	482	-	-
		<u>10,228</u>	<u>22,713</u>	<u>16,987</u>	<u>21,703</u>
Net current assets		<u>31,183</u>	<u>16,034</u>	<u>11,466</u>	<u>1,815</u>
Less:					
Non-current liabilities					
Bank term loans	13	16,236	6,839	-	-
Lease liabilities	13	1,827	2,064	34	52
Deferred tax liabilities		234	67	-	-
		<u>18,297</u>	<u>8,970</u>	<u>34</u>	<u>52</u>
Net assets		<u>40,506</u>	<u>43,346</u>	<u>26,759</u>	<u>27,697</u>
Equity					
Share capital	14	55,169	55,169	55,169	55,169
Foreign currency translation reserve		(735)	(586)	-	-
Accumulated losses		(13,928)	(11,237)	(28,410)	(27,472)
Equity attributable to owners of the parent		<u>40,506</u>	<u>43,346</u>	<u>26,759</u>	<u>27,697</u>

The accompanying notes form an integral part of these condensed interim financial statements.

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

	Share capital \$'000	Foreign currency translation reserve \$'000	Accumulated losses \$'000	Equity attributable to owners of the parent \$'000
The Group				
Balance at 1 January 2023	55,169	(586)	(11,237)	43,346
Loss for the financial year	-	-	(2,691)	(2,691)
Other comprehensive income for the financial year				
Exchange differences on translating foreign operations	-	(149)	-	(149)
Total other comprehensive income for the financial year	-	(149)	-	(149)
Total comprehensive income for the financial year	-	(149)	(2,691)	(2,840)
Balance at 31 December 2023	<u>55,169</u>	<u>(735)</u>	<u>(13,928)</u>	<u>40,506</u>
Balance at 1 January 2022	55,169	(597)	(10,508)	44,064
Loss for the financial year	-	-	(729)	(729)
Other comprehensive income for the financial year				
Exchange differences on translating foreign operations	-	11	-	11
Total other comprehensive income for the financial year	-	11	-	11
Total comprehensive income for the financial year	-	11	(729)	(718)
Balance at 31 December 2022	<u>55,169</u>	<u>(586)</u>	<u>(11,237)</u>	<u>43,346</u>

The accompanying notes form an integral part of these condensed interim financial statements.

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023 (CONTINUED)**

	Share capital \$'000	Accumulated losses \$'000	Equity attributable to owners of the parent \$'000
<u>The Company</u>			
Balance at 1 January 2023	55,169	(27,472)	27,697
Total comprehensive income for the financial year	-	(938)	(938)
Balance at 31 December 2023	<u>55,169</u>	<u>(28,410)</u>	<u>26,759</u>
Balance at 1 January 2022	55,169	(24,262)	30,907
Total comprehensive income for the financial year	-	(3,210)	(3,210)
Balance at 31 December 2022	<u>55,169</u>	<u>(27,472)</u>	<u>27,697</u>

The accompanying notes form an integral part of these condensed interim financial statements.

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

	Financial Year Ended	
	31.12.2023	31.12.2022
	\$'000	\$'000
Operating activities		
Loss before income tax	(2,350)	(634)
Adjustments for:		
Depreciation of property, plant and equipment	1,056	1,112
Fair value loss on investment property	2,174	1,922
Gain on disposal of property, plant and equipment	(33)	(44)
Interest expense	826	504
Interest income	(285)	(21)
Plant and equipment written off	-	-*
Provision (reversed)/made for defects liability	(155)	23
Share of results of joint ventures	(96)	(1,880)
Unrealised foreign exchange gain	(2)	(5)
Operating cash flows before working capital changes	1,135	977
Working capital changes:		
Inventories	32	(54)
Trade and other receivables	(1,015)	(2,743)
Contract assets and contract liabilities	(135)	(2,653)
Trade and other payables	(712)	1,781
Provisions	(45)	(67)
Net cash used in operations	(740)	(2,759)
Income taxes paid	(156)	(123)
Net cash used in operating activities	(896)	(2,882)
Investing activities		
Purchase of property, plant and equipment (Note 8)	(147)	(499)
Proceeds from disposals of property, plant and equipment	35	86
Repayment from/(advances to) joint ventures	12,622	(1,220)
Increase in investment property	(724)	-
Interest received	285	21
Net cash from/(used in) investing activities	12,071	(1,612)

* Amount less than \$1,000

The accompanying notes form an integral part of these condensed interim financial statements.

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023 (CONTINUED)**

	Financial Year Ended	
	31.12.2023	31.12.2022
	\$'000	\$'000
Financing activities		
Interest paid	(826)	(504)
Repayment of bank borrowings	(1,903)	(2,033)
Repayment of lease liabilities	(284)	(235)
Net cash used in financing activities	<u>(3,013)</u>	<u>(2,772)</u>
Net change in cash and cash equivalents	8,162	(7,266)
Cash and cash equivalents at beginning of financial year	7,787	14,585
Effect of foreign exchange rate changes on cash and cash equivalents	(53)	468
Cash and cash equivalents at end of financial year	<u>15,896</u>	<u>7,787</u>

The accompanying notes form an integral part of these condensed interim financial statements.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

These notes form an integral part of, and should be read in conjunction with, the financial statements.

1. General corporate information

Ocean Sky International Limited (the “Company”) is a public limited company incorporated and domiciled in Singapore with its registered office and principal place of business at 29 Tuas South Street 1 Singapore 638036. The Company is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited (the “SGX-ST”). The Company’s registration number is 198803225E.

These condensed interim consolidated financial statements as at and for the six months and financial year ended 31 December 2023 comprise the Company and its subsidiaries (the “Group”). The principal activity of the Company is that of an investment holding company.

The principal activities of the Group are:

- (a) Building and civil engineering;
- (b) Wholesales/leasing of construction-related machinery and materials;
- (c) Property developments; and
- (d) Investment holding.

2. Basis of preparation

The condensed interim financial statements for the six months and financial year ended 31 December 2023 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 condensed interim consolidated financial statements for the six months ended 30 June 2023.

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 and changes in accounting policies as set out in Notes 2.1.

The condensed interim financial statements are expressed in Singapore dollar, which is the functional currency of the Company and the presentation currency for the condensed interim financial statements and rounded to the nearest thousand (“\$’000”), unless otherwise stated.

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.

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

2. Basis of preparation (Continued)

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 financial year ended 31 December 2022.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Management is of opinion that there is no significant judgement and estimation made in applying accounting policies that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next interim period, except for the fair value of investment property as disclosed in Note 9 to the condensed interim financial statements.

3. Seasonal operations

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

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

4. Segment reporting

The Group is organised into the following main business segments:

- Construction and engineering segment - the business of building and civil engineering contractors; and
- Property segment - the business of leasing of properties and development of properties.

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

	Construction and engineering \$'000	Property \$'000	Unallocated \$'000	Consolidated \$'000
<u>2HY2023</u>				
Revenue				
Revenue from external customers	14,245	554	-	14,799
Total revenue	<u>14,245</u>	<u>554</u>	<u>-</u>	<u>14,799</u>
Results				
Segment results	1,378	85	(168)	1,295
Interest income	62	10	145	217
Interest expense	(147)	(349)	(2)	(498)
Depreciation of property, plant and equipment	(499)	-	(20)	(519)
Share of results of joint ventures	-	(241)	-	(241)
Fair value loss on investment property	-	(2,174)	-	(2,174)
Profit/(Loss) before income tax	794	(2,669)	(45)	(1,920)
Income tax expense				(74)
Loss for the financial period				<u><u>(1,994)</u></u>
Capital expenditure				
Additions to non-current assets	84	184	-	268
Assets and liabilities				
Segment assets	<u>32,396</u>	<u>27,495</u>	<u>9,140</u>	<u>69,031</u>
Segment liabilities	16,036	11,936	319	28,291
Deferred tax liabilities				234
Total liabilities				<u><u>28,525</u></u>

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

4. Segment reporting (Continued)

	Construction and engineering \$'000	Property \$'000	Unallocated \$'000	Consolidated \$'000
2HY2022				
Revenue				
Revenue from external customers	15,550	547	-	16,097
Total revenue	<u>15,550</u>	<u>547</u>	<u>-</u>	<u>16,097</u>
Results				
Segment results	1,158	100	(394)	864
Interest income	18	-	1	19
Interest expense	(105)	(138)	(2)	(245)
Depreciation of property, plant and equipment	(462)	-	(22)	(484)
Share of results of joint ventures	-	1,700	-	1,700
Fair value loss on investment property	-	(1,922)	-	(1,922)
Profit/(Loss) before income tax	<u>609</u>	<u>(260)</u>	<u>(417)</u>	<u>(68)</u>
Income tax credit				<u>23</u>
Loss for the financial period				<u><u>(45)</u></u>
Capital expenditure				
Additions to non-current assets	<u>900</u>	<u>-</u>	<u>-</u>	<u>900</u>
Assets and liabilities				
Segment assets	<u>35,303</u>	<u>39,186</u>	<u>540</u>	<u>75,029</u>
Segment liabilities	18,654	12,626	336	31,616
Deferred tax liabilities				<u>67</u>
Total liabilities				<u><u>31,683</u></u>

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

4. Segment reporting (Continued)

	Construction and engineering \$'000	Property \$'000	Unallocated \$'000	Consolidated \$'000
<u>FY2023</u>				
Revenue				
Revenue from external customers	30,415	1,127	-	31,542
Total revenue	<u>30,415</u>	<u>1,127</u>	<u>-</u>	<u>31,542</u>
Results				
Segment results	2,403	238	(1,316)	1,325
Interest income	97	10	178	285
Interest expense	(243)	(580)	(3)	(826)
Depreciation of property, plant and equipment	(1,013)	-	(43)	(1,056)
Share of results of joint ventures	-	96	-	96
Fair value loss on investment property	-	(2,174)	-	(2,174)
Profit/(Loss) before income tax	1,244	(2,410)	(1,184)	(2,350)
Income tax expense				(341)
Loss for the financial year				<u>(2,691)</u>
Capital expenditure				
Additions to non-current assets	147	724	-	871
Assets and liabilities				
Segment assets	<u>32,396</u>	<u>27,495</u>	<u>9,140</u>	<u>69,031</u>
Segment liabilities	16,036	11,936	319	28,291
Deferred tax liabilities				234
Total liabilities				<u>28,525</u>

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

4. Segment reporting (Continued)

	Construction and engineering \$'000	Property \$'000	Unallocated \$'000	Consolidated \$'000
<u>FY2022</u>				
Revenue				
Revenue from external customers	29,184	1,224	-	30,408
Total revenue	<u>29,184</u>	<u>1,224</u>	<u>-</u>	<u>30,408</u>
Results				
Segment results	2,567	370	(1,934)	1,003
Interest income	20	-	1	21
Interest expense	(204)	(296)	(4)	(504)
Depreciation of property, plant and equipment	(1,067)	-	(45)	(1,112)
Share of results of joint ventures	-	1,880	-	1,880
Fair value loss on investment property	-	(1,922)	-	(1,922)
Profit/(Loss) before income tax	1,316	32	(1,982)	(634)
Income tax expense				(95)
Loss for the financial year				<u>(729)</u>
Capital expenditure				
Additions to non-current assets	<u>1,228</u>	<u>-</u>	<u>-</u>	<u>1,228</u>
Assets and liabilities				
Segment assets	<u>35,303</u>	<u>39,186</u>	<u>540</u>	<u>75,029</u>
Segment liabilities	18,654	12,626	336	31,616
Deferred tax liabilities				67
Total liabilities				<u>31,683</u>

Geographic information

Revenue by geographical market

	Singapore \$'000	Australia \$'000	Consolidated \$'000
2HY2023			
Construction and engineering	14,245	-	14,245
Property	<u>-</u>	<u>554</u>	<u>554</u>
2HY2022			
Construction and engineering	15,550	-	15,550
Property	<u>-</u>	<u>547</u>	<u>547</u>

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

4. Segment reporting (Continued)

Geographic information (Continued)

Revenue by geographical market

	Singapore \$'000	Australia \$'000	Consolidated \$'000
FY2023			
Construction and engineering	30,415	-	30,415
Property	-	1,127	1,127
FY2022			
Construction and engineering	29,184	-	29,184
Property	-	1,224	1,224

Disaggregation of revenue

Segment	Group Six Months Ended					
	Construction and engineering		Property		Total	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<i>Type of good or service</i>						
Over time						
- Contract revenue	13,863	15,513	-	-	13,863	15,513
Point in time						
- Sales of construction materials	47	-	-	-	47	-
Lease income	335	37	554	547	889	584
	14,245	15,550	554	547	14,799	16,097

Segment	Group Financial Year Ended					
	Construction and engineering		Property		Total	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<i>Type of good or service</i>						
Over time						
- Contract revenue	29,867	29,050	-	-	29,867	29,050
Point in time						
- Sales of construction materials	57	8	-	-	57	8
Lease income	491	126	1,127	1,224	1,618	1,350
	30,415	29,184	1,127	1,224	31,542	30,408

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

4. Segment reporting (Continued)

Disaggregation of revenue (Continued)

A breakdown of sales:

	31.12.2023	31.12.2022	+ / (-)
	\$'000	\$'000	%
Sales reported for the first half year	16,743	14,311	17.0
Operating loss after tax reported for the first half year	(697)	(684)	1.9
Sales reported for the second half year	14,799	16,097	(8.1)
Operating loss after tax reported for the second half year	<u>(1,994)</u>	<u>(45)</u>	N.M.

N.M.: Not meaningful

5. Loss before income tax

5.1 Significant items

	Group			
	Six Months Ended		Financial Year Ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	\$'000	\$'000	\$'000	\$'000
<i>Other income</i>				
Interest income	217	19	285	21
Gain on disposal of property, plant and equipment	33	44	33	44
Government grants	<u>6</u>	<u>62</u>	<u>38</u>	<u>310</u>
<i>Cost of services</i>				
Depreciation of property, plant and equipment	294	215	592	639
Provision (reversed)/ made for defects liability	(249)	(126)	(155)	23
Material costs	2,513	3,361	5,368	6,118
Short-term leases	<u>305</u>	<u>256</u>	<u>619</u>	<u>515</u>

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

5. Loss before income tax (Continued)

5.1 Significant items (Continued)

	Group			
	Six Months Ended		Financial Year Ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	\$'000	\$'000	\$'000	\$'000
<i>Administrative and other operating expenses</i>				
Depreciation of property, plant and equipment	225	269	464	473
Fair value loss on investment property	2,174	1,922	2,174	1,922
Foreign exchange (gain)/loss, net	(447)	(323)	(81)	479
<hr/>				
<i>Finance costs</i>				
Interest expense				
- Bank term loans	465	222	757	443
- Lease liabilities	33	23	69	61
<hr/>				

5.2 Related party transactions

In addition to the information disclosed elsewhere in the condensed interim financial statements, the following were significant related party transactions during the financial period/year:

	Group			
	Six Months Ended		Financial Year Ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	\$'000	\$'000	\$'000	\$'000
<u>Entity controlled by Non-Executive Director</u>				
Site and market study fee for under utilised land of Melbourne investment property	-	-	25	-
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**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

6. Income tax expense/(credit)

The Group calculates the period/year 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 comprehensive income are:

	Group			
	Six Months Ended		Financial Year Ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	\$'000	\$'000	\$'000	\$'000
Current tax:				
- current period/year	43	5	129	143
- under provision in prior years	26	51	46	51
	<u>69</u>	<u>56</u>	<u>175</u>	<u>194</u>
Deferred tax:				
- current period/year	5	(79)	166	(99)
	<u>74</u>	<u>(23)</u>	<u>341</u>	<u>95</u>

7. Net asset value

	Group		Company	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	\$ Cents	\$ Cents	\$ Cents	\$ Cents
Net asset value per ordinary share	<u>9.41</u>	<u>10.07</u>	<u>6.21</u>	<u>6.43</u>

As at 31 December 2023, net asset value per ordinary share is computed based on the number of issued ordinary shares of 430,610,283 (2022: 430,610,283) respectively.

8. Property, plant and equipment

During the financial year ended 31 December 2023, the Group acquired assets amounting to \$147,000 (2022: \$1,228,000) and disposed of assets amounting to \$1,000 (2022: \$42,000).

Consolidated statement of cash flows

During the financial year ended 31 December 2023, the Group's additions to property, plant and equipment were financed as follows:

	Group	
	Financial Year Ended	
	31.12.2023	31.12.2022
	\$'000	\$'000
Additions to property, plant and equipment	147	1,228
Acquired under lease agreements	-	(729)
Cash payments to acquire property, plant and equipment	<u>147</u>	<u>499</u>

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

9. Investment property

The Group's investment property consists of a four-storey office building, held for long-term rental yields and/or capital appreciation and are leased to third parties under operating leases.

	Group	
	2023	2022
	\$'000	\$'000
<u>At fair value</u>		
At 1 January	17,357	20,567
Addition	724	-
Fair value loss recognised in profit or loss	(2,174)	(1,922)
Currency re-alignment	(219)	(1,288)
At 31 December	15,688	17,357

Valuation techniques and assumptions

The investment property was valued by independent professional valuers annually who hold a recognised and relevant professional qualification and have recent experience in the location and category of the property held by the Group.

In determining the fair value, the valuers have used capitalisation approach, direct comparison approach and discounted cash flows approach which make reference to certain estimates. The key assumptions used to determine the fair value of investment property include, amongst others, capitalisation rates, occupancy details, and price per square metre of gross/net lettable area. The fair value hierarchy used was Level 3.

The valuations were based on the property's highest and best use, which was in line with its actual use. Management of the Group oversees the Group's financial reporting valuation process and is responsible for setting and documenting the Group's valuation policies and procedures.

Management is responsible for selecting and engaging valuation experts that possess the relevant credentials and knowledge on the subject of valuation, valuation methodologies, and SFRS(I) 13 *Fair Value Measurement* guidance.

For valuations performed by external valuation experts, the management reviews the appropriateness of the valuation methodologies and assumptions adopted. The management also evaluates the appropriateness and reliability of the inputs used in the valuations.

Significant changes in fair value measurements from period to period are evaluated by the management for reasonableness.

As at 31 December 2023, the significant input to the valuation technique using capitalisation approach in respect of the investment property in Australia was the capitalisation rate of 7.00%. An increase in capitalisation rate will result in a decrease to the fair value of the investment property.

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

10. Trade and other receivables

	Group		Company	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	\$'000	\$'000	\$'000	\$'000
Trade receivables				
- Third parties	2,860	3,502	-	-
- Accrued income	3,299	2,736	-	-
- Retention sums	6,244	5,133	-	-
Loss allowance	(14)	(14)	-	-
	<u>12,389</u>	<u>11,357</u>	-	-
Other receivables				
- Third parties	225	177	26	-
- Subsidiaries	-	-	19,343	23,057
- Joint venture	7,192	13,670	-	-
Deposits	194	262	-	-
Prepayments	452	450	43	57
	<u>20,452</u>	<u>25,916</u>	<u>19,412</u>	<u>23,114</u>

Trade receivables are non-interest bearing and generally have credit terms of 30 to 60 (31.12.2022: 30 to 60) days. Accrued income represents unbilled revenue from work performed by the Group which has been certified by surveyor before the reporting date. Retention receivables are classified as current assets because they are expected to be realised in the normal operating cycle of the Group.

Other receivables due from subsidiaries and joint venture represent advances to and payment on behalf, which are unsecured, non-interest bearing and repayable within the next 12 months.

11. Contract assets and contract liabilities

	Group	
	31.12.2023	31.12.2022
	\$'000	\$'000
Contract assets	<u>4,841</u>	<u>4,790</u>
Contract liabilities	<u>190</u>	<u>275</u>

Contract assets primarily relate to the Group's right to consideration for work completed but not yet billed at reporting date for civil engineering works. Contract assets are transferred to receivables when the rights become unconditional.

Contract liabilities primarily relate to the Group's obligation to transfer goods or services to customers for which the Group has received advances from customers for civil engineering works. Contract liabilities are recognised as revenue as the Group fulfils its performance obligations under the contract.

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

12. Trade and other payables

	Group		Company	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	\$'000	\$'000	\$'000	\$'000
Trade payables				
- Third parties	3,912	4,357	-	-
- Retention sums	1,315	1,065	-	-
	<u>5,227</u>	<u>5,422</u>	-	-
Other payables				
- Third parties	60	329	45	35
- Subsidiaries	-	-	16,743	21,485
- Penalty and interest	310	313	-	-
Goods and services tax payable	10	131	-	-
Deposit received	96	97	-	-
Accrued expenses	1,505	1,629	140	125
Accrued Directors' fee	41	41	41	41
	<u>7,249</u>	<u>7,962</u>	<u>16,969</u>	<u>21,686</u>

Trade payables due to third parties are non-interest bearing and are generally settled on 30 to 60 (31.12.2022: 30 to 60) days' credit terms.

The non-trade amounts due to subsidiaries represent collection received on behalf of the subsidiaries, which are unsecured, interest-free and repayable on demand.

Penalty and interest payable pertains to the outstanding withholding tax on deemed dividend distribution of \$310,000 (31.12.2022: \$313,000).

13. Borrowings

Borrowings comprise bank term loans and finance lease liabilities by the Group of \$787,000 (2022: \$1,047,000), which are recorded under "Lease liabilities".

	Group	
	31.12.2023	31.12.2022
	\$'000	\$'000
Amount repayable within one year		
Secured	762	12,291
Unsecured	1,273	1,248
Amount repayable after one year		
Secured	16,057	5,599
Unsecured	754	2,027
	<u>18,846</u>	<u>21,165</u>

Bank term loans and finance lease liabilities of the Group are secured over certain property, plant and equipment and investment property of the Group.

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

14. Share capital

	Group and Company	
	31.12.2023	31.12.2022
	\$'000	\$'000
Issued and fully paid		
430,610,283 ordinary shares at beginning and end of financial year	55,169	55,169

15. Financial assets and financial liabilities

The carrying amounts of financial assets and financial liabilities of the Group and the Company as at 31 December 2023 and 31 December 2022 recorded at amortised cost are as follows:

	Group		Company	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	\$'000	\$'000	\$'000	\$'000
Financial assets				
Trade and other receivables	20,000	25,466	19,369	23,057
Cash and cash equivalents	15,896	7,787	9,041	404
Total financial assets carried at amortised cost	<u>35,896</u>	<u>33,253</u>	<u>28,410</u>	<u>23,461</u>
Financial liabilities				
Trade and other payables	6,929	7,518	16,969	21,686
Bank term loans	18,059	20,118	-	-
Lease liabilities	2,063	2,347	52	69
Total financial liabilities carried at amortised cost	<u>27,051</u>	<u>29,983</u>	<u>17,021</u>	<u>21,755</u>

16. Fair value of financial assets and financial liabilities

The fair values of financial assets and financial liabilities are determined as follows:

- the fair value of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices; and
- the fair value of other financial assets and other financial liabilities (excluding derivative instruments) are determined in accordance with generally accepted pricing models based on discounted cash flow analysis.

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

16. Fair value of financial assets and financial liabilities (Continued)

Fair value hierarchy

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 table below analyses financial instruments carried at fair value by the valuation method. 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).

17. Subsequent events

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

**OTHER INFORMATION REQUIRED BY LISTING RULE
APPENDIX 7C**

OTHER INFORMATION

1. (a) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, 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.

Issued and fully paid:	No. of shares	\$'000
	Ordinary shares	
At 30 June 2023 and 31 December 2023	<u>430,610,283</u>	<u>55,169</u>

The Company did not have any outstanding convertibles, treasury shares and subsidiary holdings as at 31 December 2023 and 31 December 2022.

No shares were bought back by the Company during the financial years ended 31 December 2023 and 31 December 2022 respectively.

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

	31.12.2023	31.12.2022
The total number of issued ordinary shares excluding treasury shares	<u>430,610,283</u>	<u>430,610,283</u>

- (c) 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.

There were no treasury shares held by the Company during and as at the end of the current financial period reported on.

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

The Company did not have any subsidiary holdings during and as at the end of the current financial period reported on.

OTHER INFORMATION (CONTINUED)

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

The condensed statements of financial position of Ocean Sky International Limited and its subsidiaries as at 31 December 2023 and the related condensed consolidated statement of comprehensive income for the six months period and financial year then ended, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the financial year then ended and certain explanatory notes have not been audited or reviewed.

- 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 issues 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 as in the Group's most recently audited financial statements for the financial year ended 31 December 2022 except as disclosed in paragraph 5.

- 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 and the Company have adopted all the applicable new and revised SFRS(I) that become effective for accounting periods beginning 1 January 2023. The adoption of these new and revised SFRS(I) does not have any material impact to the Group's financial statements.

OTHER INFORMATION (CONTINUED)

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.**

	Group			
	Six Months Ended		Financial Year Ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
Loss per share (based on the loss for the financial period):				
Loss per share ("EPS") in SGD Cents – Basic ⁽¹⁾	(0.46)	(0.01)	(0.62)	(0.17)
Weighted average number of ordinary shares in issue	430,610,283	430,610,283	430,610,283	430,610,283
Loss per share ("EPS") in SGD Cents – Diluted ⁽²⁾	(0.46)	(0.01)	(0.62)	(0.17)
Adjusted weighted average number of ordinary shares in issue	430,610,283	430,610,283	430,610,283	430,610,283

Notes:

- (1) The calculation for the basic EPS for the relevant financial periods is based on the weighted average number of ordinary shares of the Company during the relevant financial period/year.
- (2) For six months and financial year ended 31 December 2023 and 31 December 2022, the diluted EPS is the same as the basic EPS as the Company does not have any dilutive options during the financial period/year.

7. **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.**

The Company is a Singapore-based investment holding company with an interest in the civil engineering, construction and related services business ("**Construction and Engineering Business**"), and the business of property development, investment and management ("**Property Business**").

OTHER INFORMATION (CONTINUED)

Statement of Comprehensive Income

Review of the Group's performance for the financial year ended 31 December 2023 ("FY2023") as compared to previous corresponding year ended 31 December 2022 ("FY2022")

	FY2023	FY2022	+ / (-)	+ / (-)
	\$'000	\$'000	\$'000	%
Revenue				
- Construction and Engineering Business	30,415	29,184	1,231	4.2
- Property Business	1,127	1,224	(97)	(7.9)
Total Revenue	31,542	30,408	1,134	3.7

The Group recorded a revenue of \$31.54 million for FY2023 compared with \$30.41 million for FY2022.

Revenue from Construction and Engineering Business of \$30.42 million for FY2023 was \$1.24 million higher compared with \$29.18 million for FY2022 due mainly to higher level of construction activities and progress made in various on-going projects, as well as an increase in assets leasing income.

Revenue from Property Business of \$1.13 million for FY2023 was \$0.09 million lower compared with \$1.22 million for FY2022 due mainly to lower occupancy rate achieved by the Melbourne investment property.

	FY2023	FY2022	+ / (-)	+ / (-)
	\$'000	\$'000	\$'000	%
Cost of Services				
- Construction and Engineering Business	26,821	25,690	1,131	4.4
- Property Business	526	583	(57)	(9.8)
Total Cost of Services	27,347	26,273	1,074	4.1

In line with the increase in construction activities as well as subcontractor and labour costs, costs of services for Construction and Engineering Business of \$26.82 million for FY2023 was \$1.13 million higher compared with \$25.69 million for FY2022. The cost of services for Property Business of \$0.53 million for FY2023 was \$0.05 million lower compared with \$0.58 million for FY2022 due mainly to fewer ad-hoc repair works and lower operating costs for the Melbourne investment property.

The gross profit margin ("GPM") for the Construction and Engineering Business was 11.8% and 12.0% for FY2023 and FY2022 respectively. The GPM for FY2023 was marginally lower due mainly to the increase in overall business costs.

Other income of \$0.39 million for FY2023, comprising mainly interest income was \$0.06 million lower compared with \$0.45 million for FY2022 due mainly to the lower grants received from the Singapore Government to support businesses affected by COVID-19, partly offset by higher interest income earned on more short-term fixed deposit placements at higher interest rates.

OTHER INFORMATION (CONTINUED)

Statement of Comprehensive Income (Continued)

Administrative and other operating expenses of \$6.21 million for FY2023 was \$0.39 million lower compared with \$6.60 million for FY2022, due mainly to absence of unrealised foreign exchange loss as well as lower staff costs, partly offset by higher fair value loss on investment property in Melbourne.

Finance costs of \$0.83 million for FY2023 was \$0.33 million higher compared with \$0.50 million for FY2022 due mainly to higher interest rates for the Melbourne and Singapore property loans.

Share of results of joint ventures was a profit of \$0.10 million for FY2023 as compared with a profit of \$1.88 million for FY2022. The decrease of \$1.78 million was due mainly to lower net contribution from joint ventures projects.

Income tax expense of \$0.34 million for FY2023 was \$0.24 million higher compared with \$0.10 million for FY2022 due mainly to the higher taxable profit recorded for Construction and Engineering Business.

As a result of the foregoing, the Group registered a loss after income tax of \$2.69 million for FY2023, compared with a loss after income tax of \$0.73 million for FY2022.

Statement of Financial Position

Review of the Group's financial position as at 31 December 2023 as compared with that as at 31 December 2022

Property, plant and equipment decreased to \$10.37 million as at 31 December 2023 from \$11.28 million as at 31 December 2022 due mainly to depreciation and disposal, partly offset by additions of new plant and equipment during the financial year.

Investment property decreased to \$15.69 million as at 31 December 2023 from \$17.36 million as at 31 December 2022 due to fair value loss and currency re-alignment of Australian dollar denominated investment property in Melbourne, offset by additional refurbishment costs incurred during the financial year.

Investment in joint ventures decreased to \$1.56 million as at 31 December 2023 from \$7.64 million as at 31 December 2022 due mainly to repayments and reclassification of shareholder loan extended to a joint venture which is expected to be received in the next 12 months, partly offset by recognition of share of profit of joint ventures.

Trade and other receivables decreased to \$20.45 million as at 31 December 2023 from \$25.92 million as at 31 December 2022 due mainly to the repayment of shareholder loan extended to a joint venture, partly offset by higher retention sums recorded by the Group's Construction and Engineering Business.

Net contract assets increased to \$4.65 million as at 31 December 2023 from \$4.52 million as at 31 December 2022 due mainly to increase of construction activities by the Group's Construction and Engineering Business as discussed above.

Trade and other payables decreased to \$7.25 million as at 31 December 2023 from \$7.96 million as at 31 December 2022 due mainly to lower purchases of construction materials and subcontractor costs for the Group's Construction and Engineering Business in 4th quarter in 2023.

OTHER INFORMATION (CONTINUED)

Statement of Financial Position (Continued)

Provisions decreased to \$0.23 million as at 31 December 2023 from \$0.43 million as at 31 December 2022 due mainly to the utilisation and reversal of provisions during the financial year.

Total bank term loans decreased to \$18.06 million as at 31 December 2023 from \$20.12 million as at 31 December 2022 due mainly to repayment of property loans during the financial year.

Total lease liabilities decreased to \$2.06 million as at 31 December 2023 from \$2.35 million as at 31 December 2022 due to repayment during the financial year.

Statement of Cashflows

Review of the Group's cashflows for FY2023

The Group recorded net cash outflow of \$0.90 million from operating activities for FY2023 due mainly to net working capital outflow of \$1.88 million and income tax paid of \$0.16 million, partly offset by operating cash inflow before working capital changes of \$1.14 million.

The Group recorded net cash inflow of \$12.07 million from investing activities for FY2023 due mainly to repayment from joint venture and interest income received, partly offset by additional refurbishment costs incurred by the Melbourne investment property and purchase of plant and equipment.

The Group recorded net cash outflow of \$3.01 million from financing activities for FY2023 due mainly to the repayment of bank borrowings and payment obligations under leases, as well as payment of interest expenses.

Overall, total cash and cash equivalents increased from \$7.79 million as at 31 December 2022 to \$15.90 million as at 31 December 2023.

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

The Group's results for the financial year ended 31 December 2023 is consistent with the profit guidance announcement released by the Company on 26 February 2024.

OTHER INFORMATION (CONTINUED)

9. 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

While the broader long-term outlook for the construction and property industries is positive, the operating environment remains challenging over the next 12 months for the following reasons:

(a) Construction and Engineering Business

The Building and Construction Authority (BCA)¹ projects the total construction demand in 2024 to be between \$32 billion and \$38 billion. In 2023, the construction sector grew by 5.2%, improving from the 4.6% growth in 2022², supported by steady demand from both the public and private sectors.

In particular, the public sector is expected to drive total construction demand in 2024, mainly from public housing and infrastructure projects including the Housing Development Board's new Built-To-Order developments, Cross Island MRT Line, Changi Airport Terminal 5, Tuas Port developments and other major road and drainage improvement works.

While construction activity continues to pick up, the Group expects the operating environment in the construction industry to remain challenging with higher operating costs. Construction materials and labour costs remain elevated amidst inflationary pressures.

The Group continues to focus on improving its overall productivity and operational efficiency to mitigate the impact of these challenges as it builds its orderbook for sustainable growth.

(b) Property Business

Growth in advanced economies is expected to moderate in the first half of 2024 before recovering gradually in line with an expected easing of monetary policy². However, downside risks in the global economy remain significant. Further instability due to conflict in the Middle East or war in Ukraine could weigh on global trade and growth. In addition, persistent inflation could lead to higher-for-longer interest rates, thereby weakening the economic recovery momentum. Against this backdrop, buyer sentiment and office leasing demand may be subdued in the near term.

Singapore

Cairnhill 16, the Group's joint venture development in District 9 (CCR), has been fully taken up with units sold at an average price of \$2,885 psf. Following the completion of Cairnhill 16, the Group will continue to take a prudent approach in evaluating potential opportunities for future development projects amidst a competitive environment.

Australia

The Group continues to engage property agents to secure new tenants for the existing vacant space of its investment property at 541 Blackburn Rd, Melbourne, to achieve full occupancy rate. Asset enhancement works including landscaping and exterior improvements are being carried out to continue to retain and attract tenants.

¹ BCA 15 January 2024, [Steady demand for the construction sector projected for 2024](#)

² MTI 15 February 2024, [MTI maintains 2024 GDP growth forecast at "1.0 to 3.0 per cent"](#)

OTHER INFORMATION (CONTINUED)

(b) Property Business (Continued)

Interest costs remain high with the current official cash rate as determined by the Reserve Bank of Australia (RBA)³ standing at 4.35%, which could consequently affect the overall returns of investments.

Cambodia

27 of 28 units of Eco Garden Mall, a joint venture shophouse development project, have been partially or fully rented out, generating income for the Group in the near term. The Group continues to work closely with its joint venture partners to increase its sales and marketing efforts in Cambodia.

10. Dividend

If a decision regarding dividend has been made:

(a) Whether an interim (final) dividend has been declared (recommended); and

No interim and final dividend has been declared for FY2023.

(b) Amount per share (cents) and previous corresponding period (cents).

Not applicable. No dividend has been declared for FY2022.

(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. No dividend has been declared for FY2023.

(d) The date the dividend is payable?

Not applicable.

(e) The date on which Registrable Transfer receive by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined.

Not applicable.

³ RBA 6 February 2024, [Statement by the Reserve Bank Board: Monetary Policy Decision](#)

OTHER INFORMATION (CONTINUED)

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

No dividend has been declared/recommended for FY2023 as the Company currently does not have profits available for the declaration of a dividend.

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

	Latest Full Year	Previous Full Year
	\$'000	\$'000
Ordinary	-	-
Preference	-	-
Total	-	-

13. **In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.**

Please see review of performance in paragraph 7 above.

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

The Group has not obtained a general mandate from shareholders for IPTs.

There was no disclosable interested person transaction during the financial period under review.

15. **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 Catalist Rules.

16. **Disclosure of Acquisition (including incorporation) and sale of shares under Catalist Rule 706A**

Two dormant subsidiaries namely Atlantic Sky Investment Pte. Ltd. and Bloom Time Trading (2002) Pte. Ltd., were strike off during the financial year ended 31 December 2023.

Save as disclosed above, the Company did not acquire or dispose shares in any companies during the financial year ended 31 December 2023.

OTHER INFORMATION (CONTINUED)

17. 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 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director, CEO and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Ang Boon Cheow Edward	67	Brother of Mr Ang Boon Chong, substantial shareholder	Executive Chairman & CEO Year 1995	N.A.
Joanna Hoon Pang Heng	61	Wife of Mr Ang Boon Cheow Edward	Vice-President, Corporate Affairs Responsible for Group's corporate communications and investor relations functions. Year 2007	N.A.

BY ORDER OF THE BOARD

Low Wei Han
Company Secretary

28 February 2024

Sponsor's Statement

This announcement has been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "Sponsor").

This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "SGX-ST") and the SGX-ST assumes no responsibility for the contents of this announcement, 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 Lance Tan, Senior Vice President, at 8 Anthony Road, #01-01, Singapore 229957, telephone (65) 6590 6881.