



**FUJI OFFSET PLATES MANUFACTURING LTD  
CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED 30 JUNE 2022**

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## FUJI OFFSET PLATES MANUFACTURING LTD

### A. Condensed interim consolidated statement of profit or loss and other comprehensive income for the half year ended 30 June 2022

	Note	S\$'000 30.06.22	S\$'000 30.06.21	% Increase/ (Decrease)
Revenue	4	1,791	2,027	(12)
Cost of sales		(1,432)	(1,489)	(4)
<b>Gross profit</b>		359	538	(33)
Other operating income		175	467	(63)
Distribution expenses		(113)	(118)	(4)
Administrative expenses		(862)	(890)	(3)
<b>Results from operating activities</b>		(441)	(3)	>100
Finance income		52	56	(7)
Finance expense		(12)	(13)	(8)
<b>Net finance income</b>		40	43	(7)
Share of results of associate (net of tax)		1,195	530	>100
<b>Profit before tax</b>	6	794	570	39
Income tax credit/(expense)	7	14	(36)	NM
<b>Profit for the period</b>		808	534	51
<b>Other comprehensive income/(loss)</b>				
Foreign currency translation loss		(499)	(421)	19
<b>Other comprehensive loss for the period, net of tax</b>		(499)	(421)	19
<b>Total comprehensive income for the period</b>		309	113	>100
<b>Profit/(loss) for the period attributable to:</b>				
Owners of the Company		866	546	59
Non-controlling interests		(58)	(12)	>100
<b>Profit for the period</b>		808	534	51
<b>Total comprehensive income/(loss) attributable to:</b>				
Owners of the Company		424	182	>100
Non-controlling interests		(115)	(69)	67
<b>Total comprehensive income for the period</b>		309	113	>100
<b>Earnings per share for profit for the period attributable to the Owners of the Company:</b>				
- Basic/Diluted (SGD in cent)		1.74	1.09	60

NM denotes not meaningful

## B. Condensed interim statements of financial position as at 30 June 2022

		Group		Company	
	Note	S\$'000	S\$'000	S\$'000	S\$'000
		30.06.22	31.12.21	30.06.22	31.12.21
<b>Non-current assets</b>					
Property, plant and equipment	a	3,636	3,680	92	94
Intangible assets	a	3	3	-	-
Investment properties	a	1,717	1,749	-	-
Subsidiaries		-	-	7,809	7,809
Right-of-use assets	a	593	658	187	237
Investment in associate	b	10,788	10,172	-	-
Long-term loan due from associate	c	3,654	3,701	-	-
Other investment	d	1,046	1,046	1,046	1,046
		<u>21,437</u>	<u>21,009</u>	<u>9,134</u>	<u>9,186</u>
<b>Current assets</b>					
Inventories	e	772	926	-	-
Trade receivables	f	1,181	1,389	-	-
Amounts due from a subsidiary		-	-	883	1,330
Other receivables	g	6,428	6,358	6,159	6,137
Prepayments	h	57	26	-	1
Tax recoverable	i	365	263	-	-
Cash and cash equivalents		<u>2,828</u>	<u>3,025</u>	<u>332</u>	<u>96</u>
		<u>11,631</u>	<u>11,987</u>	<u>7,374</u>	<u>7,564</u>
<b>Total assets</b>		<u>33,068</u>	<u>32,996</u>	<u>16,508</u>	<u>16,750</u>
<b>Equity</b>					
Share capital		14,807	14,807	14,807	14,807
Reserves		<u>13,232</u>	<u>12,958</u>	<u>(97)</u>	<u>273</u>
Equity attributable to owners of the Company		28,039	27,765	14,710	15,080
Non-controlling interests		<u>2,352</u>	<u>2,467</u>	<u>-</u>	<u>-</u>
Total equity		<u>30,391</u>	<u>30,232</u>	<u>14,710</u>	<u>15,080</u>
<b>Non-current liabilities</b>					
Loans and borrowings		55	74	55	74
Deferred tax liabilities		<u>849</u>	<u>835</u>	<u>-</u>	<u>-</u>
		<u>904</u>	<u>909</u>	<u>55</u>	<u>74</u>
<b>Current liabilities</b>					
Trade and other payables	j	642	736	190	248
Loans and borrowings		37	36	37	36
Provision for employee benefits		47	46	12	10
Amount due to a subsidiary		-	-	457	265
Amount due to Director/substantial shareholder		<u>1,047</u>	<u>1,037</u>	<u>1,047</u>	<u>1,037</u>
		<u>1,773</u>	<u>1,855</u>	<u>1,743</u>	<u>1,596</u>
<b>Total liabilities</b>		<u>2,677</u>	<u>2,764</u>	<u>1,798</u>	<u>1,670</u>
<b>Total equity and liabilities</b>		<u>33,068</u>	<u>32,996</u>	<u>16,508</u>	<u>16,750</u>

## C. Condensed interim statements of changes in equity for the half year ended 30 June 2022

The Group	Share capital	Foreign currency translation reserve	Fair value adjustment reserve	Retained earnings	Total	Non-controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 January 2022	14,807	(30)	(978)	13,966	27,765	2,467	30,232
Profit net of tax for the period	-	-	-	866	866	(58)	808
Other comprehensive income	-	-	-	-	-	-	-
Foreign currency translation	-	(442)	-	-	(442)	(57)	(499)
Total comprehensive income for the period	-	(442)	-	866	424	(115)	309
Dividends on ordinary shares	-	-	-	(150)	(150)	-	(150)
At 30 June 2022	14,807	(472)	(978)	14,682	28,039	2,352	30,391
At 1 January 2021	14,807	283	(738)	13,179	27,531	3,153	30,684
Profit net of tax for the period	-	-	-	546	546	(12)	534
Other comprehensive income	-	-	-	-	-	-	-
Foreign currency translation	-	(364)	-	-	(364)	(57)	(421)
Total comprehensive income for the period	-	(364)	-	546	182	(69)	113
Dividends on ordinary shares	-	-	-	(150)	(150)	-	(150)
At 30 June 2021	14,807	(81)	(738)	13,575	27,563	3,084	30,647

### The Company

	Share capital	Fair value adjustment reserve	Retained earnings	Total
	S\$'000	S\$'000	S\$'000	S\$'000
At 1 January 2022	14,807	(978)	1,251	15,080
Profit net of tax, represents total comprehensive income for the Period	-	-	(220)	(220)
Dividends on ordinary shares	-	-	(150)	(150)
At 30 June 2022	14,807	(978)	881	14,710
At 1 January 2021	14,807	(738)	25	14,094
Profit net of tax, represents total comprehensive income for the period	-	-	(24)	(24)
Dividends on ordinary shares	-	-	(150)	(150)
At 30 June 2021	14,807	(738)	(149)	13,920

**D. Condensed interim consolidated statement of cash flows for the half year ended 30 June 2022**

	<b>S\$'000 30.06.22</b>	<b>S\$'000 30.06.21</b>
<b>Operating activities</b>		
Profit before tax	794	570
Adjustments for:		
Depreciation of property, plant and equipment	280	306
Depreciation of investment properties	28	29
Depreciation of right-of-use assets	36	36
Amortisation of intangible assets	1	6
Share of results of associate	(1,195)	(530)
Fair value changes on loan	-	(271)
Interest expense	12	13
Interest income	(52)	(56)
Foreign exchange gain	(171)	(112)
Operating cash flows before changes in working capital	(267)	(9)
Changes in working capital:		
Inventories	153	(22)
Trade receivables	208	(87)
Related parties balances	-	(2)
Other receivables, deposits and prepayments	(79)	(323)
Trade and other payables	(93)	(282)
Cash used in operations	(78)	(725)
Income taxes paid	(72)	(97)
Interest received	9	15
<b>Cash flows used in operating activities</b>	<b>(141)</b>	<b>(807)</b>
<b>Investing activities</b>		
Purchase of property, plant and equipment	(259)	(11)
Dividend received from associate	321	326
Repayment from other investment	155	-
<b>Cash flows from investing activities</b>	<b>217</b>	<b>315</b>
<b>Financing activities</b>		
Payment of lease liabilities	(20)	(20)
Dividends paid to owners of the Company	(150)	(150)
<b>Cash flows used in financing activities</b>	<b>(170)</b>	<b>(170)</b>
Net decrease in cash and cash equivalents	(94)	(662)
Effect of exchange rate changes on balances held in foreign currency	(103)	(126)
Cash and cash equivalents at beginning of the year	3,025	4,794
Cash and cash equivalents at end of the period	2,828	4,006

## **E. Selected notes to the condensed interim financial statements**

### **For the half year ended 30 June 2022**

#### **1. Corporate information**

Fuji Offset Plates Manufacturing Ltd (the Company) is a limited liability company incorporated and domiciled in Singapore and is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited (SGX-ST).

These condensed interim consolidated financial statements as at and for the six months ended 30 June 2022 comprise the Company and its subsidiaries (collectively, the Group).

The primary activities of the Company are those relating to investments in commercial, industrial, hospitality, residential and/or mixed development properties and investment holding.

The principal activities of the subsidiaries and associate are:

- (a) manufacture and sale of gravure printing cylinders and related services in the printing industry;
- (b) letting of properties and investment holding; and
- (c) property development

#### **2. Basis of preparation**

The condensed interim financial statements for the six months ended 30 June 2022 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore (ASCI). The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2021.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in Singapore dollar which is the Company's functional currency.

The condensed interim financial statements have been prepared on a going concern basis.

##### **2.1 New and amended standards adopted by the Group**

The Group and Company have adopted the new and revised Singapore Financial Reporting Standards (International) ("**SFRS(I)s**"), and Interpretations of SFRS(I) ("**SFRS(I) INTs**") that are effective for the financial year beginning on or after 1 January 2022. The adoption of these SFRS(I)s and SFRS(I) INTs do not have any significant impact on the financial statements of the Group and Company or would require a change in the Group and Company's accounting policies.

##### **2.2 Use of judgements and estimates**

The preparation of the interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2021.

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

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next interim period are included in the following notes:

Note 11 – Valuation of unquoted equity instrument designated at FVOCI/FVTPL

Note 14 – Classification of investment properties

Note 15 – Classification of investment in an associate

### **3. Seasonal operations**

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

### **4. Segment and revenue information**

For management purposes, the Group is organised into business units based on their products and services, and has three reportable operating segments as follows:

- (i) Printing cylinders is the manufacture and sale of gravure printing cylinders and related services in the printing industry;
- (ii) Investment holding;
- (iii) Investment in property development companies.

Except as indicated above, no operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects, as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements. Group financing (including corporate finance costs), foreign exchange gain and income taxes are managed on a group basis and are not allocated to operating segments.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

## 4.1 Reportable Segments

	Printing cylinders	Investment holding	Investment in Property Development Companies	Adjustments and eliminations	Notes	Consolidated
Half Year ended 30 June 2022	S\$'000	S\$'000	S\$'000	S\$'000		S\$'000
<b>Revenue:</b>						
External customers	1,704	87	-	-		1,791
Inter-segment revenue	-	92	-	(92)	A	-
Total revenue	1,704	179	-	(92)		1,791
<b>Results:</b>						
Segment profit/(loss)	(133)	13	1,238	(324)	B	794
Depreciation of property, plant and equipment	236	20	-	24		280
Depreciation of investment properties	-	28	-	-		28
Depreciation of right-of-use assets	-	6	-	30		36
Amortisation of intangible assets	1	-	-	-		1
Interest income	8	-	44 <sup>(1)</sup>	-		52
Interest expense	-	-	-	(12)		(12)
<b>Assets and Liabilities:</b>						
Segment assets	6,427	4,017	21,645	979		33,068
Capital expenditure – property, plant and equipment/right-of-use assets/intangible assets	257	-	-	2		259
Segment liabilities	389	98	-	2,190	C	2,677
<b>Half Year ended 30 June 2021</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>		<b>S\$'000</b>
<b>Revenue:</b>						
External customers	1,939	88	-	-		2,027
Inter-segment revenue	-	107	-	(107)	A	-
Total revenue	1,939	195	-	(107)		2,027
<b>Results:</b>						
Segment profit/(loss)	92	15	842	(379)	B	570
Depreciation of property, plant and equipment	269	13	-	24		306
Depreciation of investment properties	-	29	-	-		29
Depreciation of right-of-use assets	-	6	-	30		36
Amortisation of intangible assets	6	-	-	-		6
Fair value changes on loan	-	-	271	-		271
Interest income	15	-	41 <sup>(1)</sup>	-		56
Interest expense	-	-	-	(13)		(13)



## As at 31 December 2021

### Assets and Liabilities:

Segment assets	7,078	4,170	21,054	694	32,996
Capital expenditure – property, plant and equipment/right-of-use assets/intangible assets (half year ended 30 June 2021)	8	-	-	3	11
Segment liabilities	418	106	-	2,240	C 2,764

### Notes:

- (1) Accrued interest income on loan to IPark Development Sdn Bhd ("IPark").  
 (A) Inter-segment revenues are eliminated on consolidation.  
 (B) The following items are added to/(deducted from) segment profit/(loss) to arrive at "Profit before taxation" presented in the consolidated income statement:

	Half-Year ended 30.06.22 S\$'000	Half-Year ended 30.06.21 S\$'000
Profit from inter-segment sales	(92)	(107)
Unallocated exchange gain	171	123
Unallocated corporate expenses	(403)	(395)
	(324)	(379)

- (C) Unallocated segment liabilities are in respect of the following liabilities:

	As at 30.06.22 S\$'000	As at 31.12.21 S\$'000
Trade and other payables	202	258
Lease liabilities	92	110
Amount due to a Director	1,047	1,037
Deferred tax liabilities	849	835
	2,190	2,240

## 4.2 Disaggregation of revenue

Set out below is an overview of the Group's revenue disaggregated by primary geographical markets and product or service. The table also includes a reconciliation of the disaggregated revenue with the Group's reportable segments (see Note 4.1):

	Printing cylinders		Investment holding		Total	
	1H2022	1H2021	1H2022	1H2021	1H2022	1H2021
<b>Revenue:</b>						
Singapore	407	421	—	—	407	421
Malaysia	1,268	1,518	87	88	1,355	1,606
Other countries	29	—	—	—	29	—
<b>Total</b>	<b>1,704</b>	<b>1,939</b>	<b>87</b>	<b>88</b>	<b>1,791</b>	<b>2,027</b>
<b>Timing of transfer of goods or services:</b>						
At a point in time	1,704	1,939	—	—	1,704	1,939
Overtime	—	—	87	88	87	88
<b>Total</b>	<b>1,704</b>	<b>1,939</b>	<b>87</b>	<b>88</b>	<b>1,791</b>	<b>2,027</b>

## 5. Financial Assets and Liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2022 and 31 December 2021:

	Group		Company	
	S\$'000	S\$'000	S\$'000	S\$'000
	30.06.22	31.12.21	30.06.22	31.12.21
<b>Financial Assets</b>				
Financial assets at fair value through other comprehensive income (FVOCI)	1,046	1,046	1,046	1,046
Financial assets at fair value through profit and loss (FVTPL)	6,157	6,135	6,157	6,135
Cash and cash equivalents and trade and other receivables (Amortised cost)	7,934	8,338	1,217	1,428
	<u>15,137</u>	<u>15,519</u>	<u>8,420</u>	<u>8,609</u>
<b>Financial Liabilities</b>				
Trade and other payables and borrowings (Amortised cost)	<u>1,781</u>	<u>1,883</u>	<u>1,788</u>	<u>1,660</u>

## 6. Profit before Taxation

### 6.1 The following significant items were charged/(credited) to arrive at profit before tax:

	Group	
	S\$'000	S\$'000
	30.06.22	30.06.21
<u>Income</u>		
Other income arising from sale of scrap	(3)	(50)
Government grants*	-	(17)
Foreign exchange gain (net)	(171)	(123)
Fair value changes on loan	-	(271)
Interest income from banks	(9)	(15)
Other interest income	(43)	(41)
<u>Expenses</u>		
Depreciation of property, plant and equipment	280	306
Depreciation of investment properties	28	29
Depreciation of right-of-use assets	36	36
Amortisation of intangible assets	1	6
Interest on lease liabilities	2	3
Other interest expense	10	10

- \* Government grants received by certain subsidiaries in connection with employment of Singaporean workers under Job Support Scheme. There were no unfulfilled conditions or contingencies relating to these grants.

## 6.2 Related party transactions

There are no material related party transactions apart from those disclosed elsewhere in the financial statements.

## 7. Income tax (credit)/expense

	<b>Group</b>	
	<b>1H2022</b>	<b>1H2021</b>
	<b>\$'000</b>	<b>\$'000</b>
Current income tax expense	10	23
(Over)/underprovision in respect of previous year	(47)	1
Deferred income tax expense		
- origination and reversal of temporary differences	23	12
	(14)	36

## 8. Dividends

	<b>Group</b>	
	<b>1H2022</b>	<b>1H2021</b>
	<b>\$'000</b>	<b>\$'000</b>
Ordinary dividends paid:		
Final tax exempt (one-tier) dividend of 0.3 cents per share for 2021 (0.3 cents per share for 2020)	150	150

## 9. 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

<b>Group</b>	<b>30.06.22</b>	<b>30.06.21</b>
Based on weighted average number of ordinary shares in issue (cents)	1.74	1.09
Based on a fully diluted basis (cents)	1.74	1.09

## 10. Net Asset Value

	<b>Group</b>		<b>Company</b>	
	<b>As at 30</b>	<b>As at 31</b>	<b>As at 30</b>	<b>As at 31</b>
	<b>June</b>	<b>December</b>	<b>June</b>	<b>December</b>
	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
<b>Net Asset Value per ordinary share (cents)</b>	56.18	55.63	29.47	30.21

## 11. Fair value of assets and liabilities

### (a) Fair value hierarchy

The Group categorizes fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

- Level 1 – Quoted prices (unadjusted) in active market for identical assets or liabilities that the Group can access at the measurement date,
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and
- Level 3 – Unobservable inputs for the asset or liability.

Fair value measurements that use inputs of different hierarchy levels are categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

### (b) Assets and liabilities measured at fair value

The following table shows an analysis of the financial asset measured at fair value at the end of the reporting period:

	Fair value measurements at the end of the reporting period using			
	(Level 1) \$'000	(Level 2) \$'000	(Level 3) \$'000	Total \$'000
<b>30 June 2022</b>				
<b>Financial assets:</b>				
<u>Other receivables</u>				
Loan to Star City <sup>(1)</sup> , at FVTPL	–	–	6,157	6,157
<u>Other investment</u>				
Unquoted equity instrument, at FVOCI	–	–	1,046	1,046
<b>31 December 2021</b>				
<b>Financial assets:</b>				
<u>Other receivables</u>				
Loan to Star City, at FVTPL	–	–	6,135	6,135
<u>Other investment</u>				
Unquoted equity instrument, at FVOCI	–	–	1,046	1,046

(1) Star City Property Development Co Ltd

**Reconciliation of the fair value measurement of other receivable designated at FVTPL:**

	<b>Other receivable \$'000</b>
As at 1 January 2022	6,135
Less:	
Repayment of loan	(155)
Add:	
Foreign exchange difference	177
	<hr/>
As at 30 June 2022	<u>6,157</u>

**Reconciliation of the fair value measurement of other investment designated at FVOCI:**

	<b>Other investment \$'000</b>
As at 1 January 2022	1,046
Add:	
Fair value gain	-
	<hr/>
As at 30 June 2022	<u>1,046</u>

The Group has a 10% equity investment in and loan to Star City. The key assumptions concerning the future and other key sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial period are the marketability and valuation of Star City's land plot which is performed by an external valuation specialist and the net assets value of Star City that is based on the Group's assessment. The key assumptions used to determine the fair value of the investment and the loan are based on the discounted cash flow of Star City and the prevailing discount rate.

The Group based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

## 12. Intangible assets

Group	Technical know-how \$'000	Computer software \$'000	Total \$'000
<b>Cost</b>			
At 1 January 2022	110	143	253
Translation difference	–	(3)	(3)
At 30 June 2022	110	140	250
<b>Accumulated amortisation</b>			
At 1 January 2022	110	140	250
Amortisation charge for the period	–	1	1
Translation difference	–	(4)	(4)
At 30 June 2022	110	137	247
<b>Net carrying amount</b>			
At 31 December 2021	–	3	3
At 30 June 2022	–	3	3

## 13. Property, plant and equipment

During the six months ended 30 June 2022, the Group acquired assets amounting to \$259,000 (30 June 2021: \$11,000) and disposed of assets amount to \$Nil (30 June 2021: \$Nil).

## 14. Investment properties

	<b>Group</b>	
	<b>June 2022</b>	<b>December 2021</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Balance sheet:</b>		
<b>Cost</b>		
At 1 January	2,220	2,226
Translation difference	(9)	(6)
At 30 June 2022/31 December 2021	2,211	2,220
<b>Accumulated depreciation</b>		
At 1 January	471	418
Depreciation for the period	36	57
Translation difference	(13)	(4)
At 30 June 2022/31 December 2021	494	471
<b>Net carrying amount</b>		
At 30 June 2022/31 December 2021	1,717	1,749

The Group's investment properties consist of two industrial properties one of which is leased to a third party under operating lease until 31 October 2022. The Group is seeking to lease out the second property that was previously rented out at RM1,250 per month.

### 14.1 Valuation

The investment properties are measured at cost less accumulated depreciation and any impairment losses. Valuation of the investment properties is performed for disclosure purposes and impairment assessments by external independent valuers. Directors' valuations are carried out at half-yearly reporting and annually.

The last independent valuation was performed in 2016 by an independent valuer with recent experience in the location and category of the properties being valued. The valuations were based on estimated marketable price of the factory and industrial land assessed by the independent valuer. In relying on the valuation reports, management exercised its judgement and was satisfied that the valuation methods and estimates are reflective of then prevailing market conditions based on Directors' valuations and contracted sales prices.

**15. Investment in an associate**

	<b>Group</b>	
	<b>June 2022</b>	<b>December 2021</b>
	<b>\$'000</b>	<b>\$'000</b>
Shares, at cost	6,748	6,748
Share of results	5,502	4,307
Dividends received	(974)	(653)
Translation differences	(488)	(230)
	<b>10,788</b>	<b>10,172</b>

The Group has a 20% equity interest in Ipark, a private company in Malaysia that is engaged in property development. When objective evidence of impairment is identified, management estimates the recoverable amount of the Group's investment in and loan to Ipark on a value in use basis using a discounted cash flow model. The assessment of whether any objective evidence of impairment exists requires management judgement. When making the assessment, management considers factors such as actual performance of the underlying property development relative to its budget, its expected future performance, as well as prevailing market conditions and economic outlook that may impact the profitability of the development.

**16. Borrowings**

	<b>The Group and the Company</b>	
	<b>30 June 2022</b>	<b>31 December 2021</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<u>Amount repayable within one year or on demand</u>		
Secured	37	36
Unsecured	1,047	1,037
<u>Amount repayable after one year</u>		
Secured	55	74
Unsecured	—	—

The collateral in respect of secured borrowings is by way of legal charges over certain property, plant and equipment held under hire purchase arrangements.

**17. Share capital**

	<b>The Group and the Company</b>			
	<b>30 June 2022</b>		<b>31 December 2021</b>	
	<b>No. of shares '000</b>	<b>S\$'000</b>	<b>No. of shares '000</b>	<b>S\$'000</b>
At beginning and end of interim period	49,913	14,807	49,913	14,807

The Company did not hold any treasury shares as at 30 June 2022 and 31 December 2021.

The Company's subsidiaries did not hold any shares in the Company as at 30 June 2022 and 31 December 2021.

There are no outstanding convertible instruments as at 30 June 2022 and 31 December 2021.

**18. Subsequent events**

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



## F. Other information required by Catalist Rule Appendix 7C

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

The figures have not been audited or reviewed by external auditor.

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

Not applicable

**3(A). Where the latest financial statements are subject to an adverse opinion, qualified or disclaimer of opinion:**

(i) Updates on the efforts taken to resolved each outstanding audit issue.

(ii) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

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 paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as compared to the most recent audited financial statements for the financial year ended 31 December 2021.

**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 Company have adopted the new and revised Singapore Financial Reporting Standards (International) ("**SFRS(I)s**"), and Interpretations of SFRS(I) ("**SFRS(I) INTs**") that are effective for the financial year beginning on or after 1 January 2022. The adoption of these SFRS(I)s and SFRS(I) INTs do not have any significant impact on the financial statements of the Group and Company.

**6. Review of the performance of the Group**

Group performance review for the six months period ended 30 June 2022 ("**1H2022**") compared with the six months period ended 30 June 2021 ("**1H2021**")

Condensed Interim Consolidated Income Statement

**Revenue**

Total Group revenue amounted to S\$1.79 million for the half-year period ended 30 June 2022 ("**1H2022**") as compared with S\$2.03 million for the half-year period ended 30 June 2021 ("**1H2021**"), a decrease of S\$0.24 million or about 12%, mainly due to lower sales of printing cylinders in Malaysia on account of the challenging business environment due to keen competition and the higher costs of raw materials as well as higher staff turnover post-COVID-19 pandemic.

**Costs of sales**

Due to lower revenue, cost of sales also decreased by about 4% or S\$0.06 million, from S\$1.49 million for 1H2021 to S\$1.43 million for 1H2022. However, the decrease was lower compared with the decrease in revenue due to higher costs of raw materials, mainly seamless steel pipes and copper balls, coupled with fixed direct staff costs and utilities.

**Gross profit**

As a result of the lower revenue and costs of sales, gross profit for the period decreased from S\$0.54 million for 1H2021 to S\$0.36 million for 1H2022, a decrease of S\$0.18 million or about 33%. Consequently, gross profit margin declined from 26.5% for 1H2021 to 20.0% for 1H2022.

**Other Operating Income**

For 1H2022, Other operating income amounted to S\$0.18 million as compared with S\$0.47 million for 1H2021, a decline of 63% or about S\$0.29 million, mainly due to non-recurring fair value gain on the Company's US dollar ("US\$") loan to Star City.

**Operating Expenses**

In line with the lower revenue, distribution expenses also decreased by about 4% to S\$0.11 million for 1H2022 as compared with S\$0.12 million for 1H2021. Administrative expenses also declined by 3% or about S\$0.03 million, from S\$0.89 million for 1H2021 to S\$0.86 million for 1H2022 mainly due to lower expenses for the printing cylinders business segment coupled with the weaker Malaysian ringgit ("RM") against the Singapore dollar ("S\$").

Total depreciation charge for property, plant and equipment, investment properties and right-of-use assets were lower at about S\$0.34 million for 1H2022 as compared with S\$0.37 million for 1H2021 mainly due to the completion of depreciation for certain plant and machinery for 1H2022.

**Operating Profit**

On the basis of the above factors, therefore, the Group recorded an operating loss of S\$0.44 million for 1H2022 as compared with about breakeven for 1H2021. The decline in operating performance of S\$0.44 million over the two financial periods was mainly attributable to non-recurring fair value gain on the US\$ loan to Star City (S\$0.27 million) and lower contribution from the printing cylinders business segment (S\$0.19 million due to keen competition and higher costs of raw materials).

Net finance income remained about unchanged at S\$0.04 million for 1H2021 and 1H2022.

Share of results of associate (net of tax) amounted to a gain of S\$1.20 million for 1H2022, based on percentage-of-completion method, as compared with S\$0.53 million for 1H2021.

Income tax credit was S\$0.01 million for 1H2022 (1H2021: income tax expense of S\$0.04 million) mainly due to prior year tax adjustments in a subsidiary taken up in 1H2022.

Based on the above factors, the Group recorded an increase in profit after tax of about 51% or S\$0.28 million, from about S\$0.53 million for 1H2021 to S\$0.81 million for 1H2022.

Condensed Interim Statements of Financial Position

- a. Property, plant and equipment, intangible assets, investment properties and right-of-use assets were lower mainly due to depreciation and amortisation for the period coupled with exchange rate fluctuations between the RM against the S\$, partially offset by the purchase of new plant and machinery.
- b. Investment in associate was higher by about S\$0.62 million mainly due to share of results in IPark, partially offset by exchange rate fluctuations between the RM against the S\$.
- c. Amount due from associate, pertaining to the Group's long-term loan due from associate, was lower by about S\$0.05 million due to exchange rate fluctuations between the RM against the S\$, partially offset by accrued interest.
- d. Other investment pertains to the Group's 10% share of equity interest in Star City.
- e. Inventories were lower by about S\$0.15 million in line with lower sales coupled with exchange rate fluctuations between the RM against the S\$.
- f. Trade receivables were lower by about S\$0.21 million mainly due to lower sales in 2Q2022 as compared with 4Q2021 coupled with exchange rate fluctuations between the RM against the S\$. Barring unforeseen circumstances, the Group does not foresee any issue with the collectibility of these outstanding receivables.
- g. Other receivables, comprising the Group's share of loan to Star City (S\$6.16 million) and Other receivables (S\$0.27 million) at at 30 June 2022, were higher by about S\$0.07 million – S\$0.02 million on the loan and S\$0.05 million in Other receivables.

The increase on the loan of S\$0.02 million was mainly due to exchange rate fluctuations between the US\$ against the S\$ less a repayment of US\$115,000 in January 2022. For other receivables, the increase of S\$0.07 million was mainly due to advance payments made for the purchase of seamless steel pipes and goods received in July 2022.

- h. Prepayments were higher by about S\$0.03 million mainly due to prepayments of insurance premium on plant and machinery.
- i. Tax recoverable was higher by about S\$0.10 million mainly due to overpayment of taxes for the current year and prior year tax adjustments.
- j. Trade and other payables, comprising Trade payables (S\$0.10 million) and Other payables (S\$0.54 million) as at 30 June 2022, were lower by about S\$0.09 million mainly due to a decrease in Other payables on account of payments made in 1H2022 for accruals made for expenses at 31 December 2021.

## Cash Flow

For 1H2022, the Group net cash flows used in operating activities totalled S\$0.14 million mainly due to adjustments made for share of results of associate, depreciation of property, plant and equipment, investment properties and right-of-use assets from profit before tax, favourable changes in working capital and less income taxes paid.

Cash flows from investing activities amounted to S\$0.22 million for 1H2022 were mainly from dividend received from associate, repayment of loan from Star City less purchase of property, plant and equipment.

Cash flows used in financing activities of S\$0.17 million comprised payments of dividends to owners of the Company and lease liabilities.

As a result of the above factors, cash and cash equivalents were lower by about S\$0.09 million during 1H2022 and the Group's cash and cash equivalents stood at S\$2.83 million as at 30 June 2022.

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

Not Applicable

**8. 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 Company is of the opinion that the outlook for the next 12 months for the printing cylinders business segment will remain challenging due to the keen competition coupled with higher costs of raw materials and staff turnover post-pandemic.

The outlook for the Group's investment in property development companies business segment will, to a large extent, depend on the region's economic growth post-pandemic.

As at 30 June 2022, property sales launch for IPark were as follows:

	Total Units Available	Sold with SPA <sup>(1)</sup>	Rented Out <sup>(2)</sup>	Booked <sup>(3)</sup>	Total Units	Vacancy
Parcel 1	10	7	3 (3)	-	10	-
Parcel 2	41	28	12 (9)	-	40	1
Parcel 3	36	14	5 (1)	4	23	13

Notes:

(1) Sales & Purchase Agreement

(2) Figure in bracket denotes units proposed to be sold to AME REIT per SGXNet announcements dated 22 December 2021 and 22 July 2022.

(3) Booked via payment of booking fees

On 24 June 2022, the Group had received a dividend payment of RM1,000,000 (20% share) from IPark.

With regard to Star City, there were no new developments on the sale of Star City's property assets due to the ongoing COVID-19 pandemic. The Directors and Management of Star City continue to proactively seek out potential buyers to sell the company's property assets.

On 7 January 2022, the Company had received US\$115,000 (10% share) from Star City in partial repayment of its loan. Meanwhile, Star City had extended the lease of its sales gallery for another 3 years with effect from 15 June 2022 at US\$27,000 per month.

**9. Dividend Information**

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

Any dividend declared for the current financial period reported on?

None

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

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

None

**(c) Date payable**

Not Applicable

**(d) Record date**

Not Applicable

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

No dividend has been declared or recommended for the financial six months period ended 30 June 2022. Given the mixed outlook for the next 12 months post-pandemic, the Company will review its financial position at the end of the financial year.

# 11. Interested Person Transactions (January – June 2022)

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate for interested person transactions for the financial periods which it is required to report on pursuant to Rule 705.

The Group has renewed its general mandate for Interested Party Transaction at the recent annual general meeting held on 28 April 2022.

Name of Interested Person	Nature of Relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
Adrian Teo Kee Tiong	<p>Brother of Teo Kee Bock and Teo Kee Chong, Directors and substantial shareholders of the Company, and son of Mdm Ang Kim Ton, substantial shareholder of the Company.</p> <p>Fuji Printing Cylinders Pte Ltd (FPC), a wholly-owned subsidiary of the Group</p> <p>Fuji Roto Gravure Sdn Bhd (FRG), where FPC owns 65% and Adrian Teo owns 35%. Mr Adrian Teo is also a director of FRG.</p> <p><b>IPT transactions</b> Supply of printing cylinders by FRG to FPC</p> <p>Provision of technical services by the Group to FRG</p> <p>Lease of premises by Fujiplates Manufacturing Sdn Bhd to FRG</p>	Nil	S\$160,981

In February 2022, the Company rolled over the principal and interest amount of the unsecured loan with Mr David Teo Kee Bock totalling S\$1,040,400 due on 24 February 2022 for a further term of one year from 25 February 2022 to 24 February 2023 at the same interest rate of 2% per annum and on the same terms and conditions.

## 12. Negative Assurance on Interim Financial Statements

Confirmation by the Board Pursuant to Catalist Rule 705(5).

The Board of Directors hereby confirm that, to the best of its knowledge, nothing has come to its attention which may render the financial results of the Group and the Company for the first half-year ended 30 June 2022 to be false or misleading in any material aspect.

On behalf of the Board of Directors:

Name of Director: Teo Kee Bock  
Designation: Chairman

Name of Director: Teo Kee Chong  
Designation: Managing Director

## 13. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under rule 720(1)

The Company confirms that it has procured undertakings from all of its directors and executive officers as set out in Appendix 7H under Rule 720(1).

## BY ORDER OF THE BOARD

Kevin Cho Form Po  
Company Secretary

12 August 2022

*This announcement has been reviewed by the Company's Sponsor, Asian Corporate Advisors Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**") and the Exchange assumes no responsibility for the contents of this 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 Ms Foo Quee Yin, at 160 Robinson Road, #21-05 SBF Center, Singapore 068914, Telephone number: 6221 0271*