



## **SY SMA HOLDINGS LIMITED**

Company Registration No: 201207614H  
(Incorporated in the Republic of Singapore on 28 March 2012)  
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### **FINANCIAL STATEMENTS ANNOUNCEMENT**

**UNAUDITED HALF-YEAR FINANCIAL RESULTS FOR THE SIX-MONTH PERIOD  
ENDED 31 JANUARY 2021**

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PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF HALF YEAR RESULTS

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

	Group		
	Six months ended		
	31/01/2021 Unaudited S\$'000	31/01/2020 Unaudited S\$'000	Increase/ (Decrease) %
<b>Revenue</b>	25,468	18,625	36.74
Cost of sales	(22,667)	(17,324)	30.84
<b>Gross profit</b>	<b>2,801</b>	<b>1,301</b>	<b>115.30</b>
Other gain- net			
- Other income	2,416	1,060	127.92
Expenses			
- Other operating expenses	(1,607)	(1,290)	24.57
- Administrative expenses	(2,369)	(1,481)	59.96
- Finance costs	(165)	(31)	432.26
<b>Profit (loss) before tax</b>	<b>1,076</b>	<b>(441)</b>	<b>n.m.</b>
Income tax (expense) credit	(52)	262	n.m.
<b>Profit (loss) for the year</b>	<b>1,024</b>	<b>(179)</b>	<b>n.m.</b>
<b>Total comprehensive income (loss) for the year</b>	<b>1,024</b>	<b>(179)</b>	<b>n.m.</b>
<b>Profit (loss) attributable to:</b>			
Owners of the company	1,023	(181)	n.m.
Non-controlling interests	1	2	(50)
	<b>1,024</b>	<b>(179)</b>	<b>n.m.</b>
<b>Total comprehensive income (loss) attributable to:</b>			
Owners of the company	1,023	(181)	n.m.
Non-controlling interests	1	2	(50)
	<b>1,024</b>	<b>(179)</b>	<b>n.m.</b>
<b>Basic and diluted earnings per share (cent) [Note 6]</b>	<b>0.41</b>	<b>(0.07)</b>	<b>n.m.</b>

n.m.: not meaningful

**SYSMA HOLDINGS LIMITED**  
**UNAUDITED RESULTS FOR THE SIX-MONTH PERIOD ENDED 31 JANUARY 2021**

	<b>Group</b>		
	<b>Six months ended</b>		
	<b>31/01/2021 Unaudited</b>	<b>31/01/2020 Unaudited</b>	<b>Increase/ (Decrease)</b>
<b>Profit/(Loss) after tax is arrived at:</b>			
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
<b>After charging:</b>			
Depreciation of property, plant and equipment	1,896	330	474.55
Operating lease expenses	701	6	n.m.
Interest on lease liabilities	47	31	51.61
Interest on bank loans	46	-	n.m.
Net foreign exchange losses	21	-	n.m.
Loss allowance	141	37	281.08
Provisions	300	1,262	n.m.
Provision for liquidated damages <sup>#</sup>	-	449	n.m.
Impairment loss on bond receivables	121	-	n.m.
<b>and crediting:</b>			
Rental income	148	230	(35.65)
Interest income	133	581	(77.11)
Net foreign exchange gain	-	42	n.m.
Write back of provisions	-	348	n.m.
Write back of loss allowance	95	-	n.m.
Government grants	1,755	-	n.m.
Gain on disposal of property, plant and equipment	82	-	n.m.

*n.m.: not meaningful*

<sup>#</sup>: Note that provisions for liquidated damages are included in contract liabilities on the balance sheet

**SYSMA HOLDINGS LIMITED**  
**UNAUDITED RESULTS FOR THE SIX-MONTH PERIOD ENDED 31 JANUARY 2021**

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

	Group		Company	
	31/01/2021 Unaudited S\$'000	31/07/2020 Audited S\$'000	31/01/2021 Unaudited S\$'000	31/07/2020 Audited S\$'000
<b>Assets</b>				
<b>Current assets</b>				
Cash and cash equivalents	22,269	38,569	8,883	2,159
Pledged bank deposits	994	994	-	-
Trade and other receivables	11,295	4,825	3,755	4,393
Contract assets	3,690	4,429	-	-
Properties held for sale	3,468	3,468	-	-
<b>Total current assets</b>	<b>41,716</b>	<b>52,285</b>	<b>12,638</b>	<b>6,552</b>
<b>Non-current assets</b>				
Property, plant and equipment	21,785	22,114	-	-
Investment property	522	530	-	-
Goodwill	4,427	4,427	-	-
Investment in subsidiaries	-	-	38,199	38,199
Investment in associates	^	^	-	-
Financial assets measured at fair value through profit and loss	23,695	10,290	23,695	10,290
Other receivables	1,808	1,798	971	968
Contract assets	5,245	4,581	-	-
<b>Total non-current assets</b>	<b>57,482</b>	<b>43,740</b>	<b>62,865</b>	<b>49,457</b>
<b>Total assets</b>	<b>99,198</b>	<b>96,025</b>	<b>75,503</b>	<b>56,009</b>
<b>Liabilities and equity</b>				
<b>Current liabilities</b>				
Trade and other payables	17,289	15,467	15,201	7,880
Contract liabilities	3,808	3,509	-	-
Provisions	6,509	6,384	-	-
Lease liabilities	934	833	-	-
Bank loans	477	526	-	-
Income tax payable	880	960	27	27
<b>Total current liabilities</b>	<b>29,897</b>	<b>27,679</b>	<b>15,228</b>	<b>7,907</b>
<b>Non-current liabilities</b>				
Trade and other payables	3,942	4,035	14,926	2,816
Lease liabilities	922	669	-	-
Bank loans	4,304	4,533	-	-
Deferred tax liabilities	2,523	2,523	-	-
<b>Total non-current liabilities</b>	<b>11,691</b>	<b>11,760</b>	<b>14,926</b>	<b>2,816</b>

**SYSMA HOLDINGS LIMITED**  
**UNAUDITED RESULTS FOR THE SIX-MONTH PERIOD ENDED 31 JANUARY 2021**

	Group		Company	
	31/01/2021	31/07/2020	31/01/2021	31/07/2020
	Unaudited	Audited	Unaudited	Audited
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Capital and reserves</b>				
Share capital	45,538	45,538	45,538	45,538
Treasury shares	(1,120)	(1,120)	(1,120)	(1,120)
Merger reserve	(3,517)	(3,517)	-	-
Equity reserve	(844)	(844)	-	-
Accumulated profits	16,741	15,718	931	868
Equity attributable to owners of the Company	56,798	55,775	45,349	45,286
Non-controlling interests	812	811	-	-
Total equity	57,610	56,586	45,349	45,286
<b>Total liabilities and equity</b>	<b>99,198</b>	<b>96,025</b>	<b>75,503</b>	<b>56,009</b>

^: amount below S\$500

**SYSMA HOLDINGS LIMITED**  
**UNAUDITED RESULTS FOR THE SIX-MONTH PERIOD ENDED 31 JANUARY 2021**

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**Details of any collateral**

Lease liabilities are secured by certain works vehicles and office equipment of the Group with carrying amount of S\$2,433,790 as at 31/01/2021 (31/07/2020: S\$1,784,610)

Bank loans are secured by certain properties and land of the Group with carrying amount of S\$8,958,148 as at 31/01/2021 (31/07/2020: S\$9,237,439)

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

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

As at 31/01/2021 (Unaudited)		As at 31/07/2020 (Audited)	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1,411	-	1,359	-

**Amount repayable after one year**

As at 31/01/2021 (Unaudited)		As at 31/07/2020 (Audited)	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
5,226	-	5,202	-

**SYSMA HOLDINGS LIMITED**  
**UNAUDITED RESULTS FOR THE SIX-MONTH PERIOD ENDED 31 JANUARY 2021**

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

	Group	
	Six months ended	Six months ended
	Unaudited 31/01/2021 S\$'000	Unaudited 31/01/2020 S\$'000
<b>Operating activities</b>		
<b>Profit (loss) before tax</b>	<b>1,076</b>	<b>(441)</b>
<b>Adjustments for:-</b>		
Depreciation of property plant and equipment	1,896	330
Addition of provisions	300	914
Provision for liquidated damages	-	449
Net foreign exchange losses (gains) from non-operating cash flows	21	(124)
Finance costs	165	31
Interest income	(133)	(581)
Loss allowance	46	37
Loss allowance - other receivables	121	-
Government grant income	(1,755)	-
Government grant expense	6	-
Gain on disposal of property, plant and equipment	(82)	-
<b>Operating cash flows before movements in working capital</b>	<b>1,661</b>	<b>615</b>
<b>Changes</b>		
Trade and other receivables	(4,767)	(123)
Contract assets	75	1,118
Trade and other payables	2,000	(3,882)
Contract liabilities	299	-
<b>Cash used in operations</b>	<b>(732)</b>	<b>(2,272)</b>
Tax paid	(132)	(143)
<b>Net cash used in operating activities</b>	<b>(864)</b>	<b>(2,415)</b>
<b>Investing activities</b>		
Interest received	38	444
Purchase of property, plant and equipment	(1,166)	(301)
Proceeds from disposal of property, plant and equipment	82	-
Deposit for acquisition of subsidiary	-	(2,800)
Investment in financial asset measured at fair value through profit and loss	(13,462)	-
<b>Net cash used in investing activities</b>	<b>(14,508)</b>	<b>(2,657)</b>
<b>Financing activities</b>		
Repayment of bank borrowings	(278)	-
Repayment of lease liabilities	(557)	(377)
Dividend paid	-	(2,523)
Interest paid	(93)	(31)
Increase in pledged deposits	-	(1)
<b>Net cash used in financing activities</b>	<b>(928)</b>	<b>(2,932)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(16,300)</b>	<b>(8,004)</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>38,569</b>	<b>63,618</b>
<b>Cash and cash equivalents at end of year</b>	<b>22,269</b>	<b>55,614</b>

**SYSMA HOLDINGS LIMITED**  
**UNAUDITED RESULTS FOR THE SIX-MONTH PERIOD ENDED 31 JANUARY 2021**

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

The Group (Unaudited)	Share Capital S\$'000	Treasury Shares S\$'000	Merger Reserve S\$'000	Equity reserve S\$'000	Accumulated profits S\$'000	Equity attributable to owners of the Company S\$'000	Non-controlling interests S\$'000	Total Equity S\$'000
<b>Balance at 01 August 2020 (Audited)</b>	45,538	(1,120)	(3,517)	(844)	15,718	55,775	811	56,586
Profit for the period, representing total comprehensive income for the financial period	-	-	-	-	1,023	1,023	1	1,024
<b>Balance at 31 January 2021</b>	<b>45,538</b>	<b>(1,120)</b>	<b>(3,517)</b>	<b>(844)</b>	<b>16,741</b>	<b>56,798</b>	<b>812</b>	<b>57,610</b>

The Group (Unaudited)	Share Capital S\$'000	Treasury Shares S\$'000	Merger Reserve S\$'000	Equity reserve S\$'000	Accumulated profits S\$'000	Equity attributable to owners of the Company S\$'000	Non-controlling interests S\$'000	Total Equity S\$'000
<b>Balance at 01 August 2019 (Audited)</b>	45,538	(1,120)	(3,517)	(844)	17,058	57,115	811	57,926
Loss for the period, representing total comprehensive loss for the financial period	-	-	-	-	(181)	(181)	2	(179)
Dividends	-	-	-	-	(2,523)	(2,523)	-	(2,523)
<b>Balance at 31 January 2020</b>	<b>45,538</b>	<b>(1,120)</b>	<b>(3,517)</b>	<b>(844)</b>	<b>14,354</b>	<b>54,411</b>	<b>813</b>	<b>55,224</b>



**SYSMA HOLDINGS LIMITED**  
**UNAUDITED RESULTS FOR THE SIX-MONTH PERIOD ENDED 31 JANUARY 2021**

	Share Capital	Treasury Shares	Accumulated Profits	Total Equity
The Company (Unaudited)	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 01 August 2020	45,538	(1,120)	868	45,286
Profit for the period, representing total comprehensive income for the financial period	-	-	63	63
Balance at 31 January 2021	45,538	(1,120)	931	45,349

	Share Capital	Treasury Shares	Accumulated Profits	Total Equity
The Company (Unaudited)	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 01 August 2019	45,538	(1,120)	2,827	47,245
Profit for the period, representing total comprehensive income for the financial period	-	-	163	163
Dividends	-	-	(2,523)	(2,523)
Balance at 31 January 2020	45,538	(1,120)	467	44,885

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

	Number of shares	Share Capital (S\$)
Number of ordinary shares as at 31 January 2021 and 31 July 2020.	252,348,600	44,418,066

There were 8,651,400 treasury shares (representing 3.4% of the Company's 252,348,600 ordinary shares (excluding treasury shares) as at 31 January 2021 and 31 January 2020.

The Company did not have any outstanding options or convertibles as at 31 January 2021 and 31 July 2020. There were no subsidiary holdings as at 31 January 2021 and 31 January 2020.

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

	31/01/2021 No. of shares	31/07/2020 No. of shares
Total number of issued shares of the company (excluding treasury shares)	252,348,600	252,348,600

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

Not applicable. There were no sale, transfers, cancellation and/or use of treasury shares during and as at the end of the current financial period reported on.

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

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

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

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

**3. Where the figures have been audited or reviewed, the auditors' report (including any modifications 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 (this is not required for any audit issue that is a material uncertainty relating to going concern) :**

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

Not applicable.

**(b) 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 financial statements have been applied**

Except as disclosed in note 5 below, the Group has applied the same accounting policies and computation methods used in the preparation of the financial statements for the current reporting period as compared with the audited annual financial statements for the financial year ended 31 July 2020.

**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**

None.

**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	
	31/01/2021	31/01/2020
	Unaudited	Unaudited
<b>Profit for the year attributable to equity holders of the Company (S\$'000):</b>	1,023	(181)
Weighted average number of ordinary shares ('000)	252,348	252,348
Basic and diluted earnings per ordinary share (Singapore cents)	0.41	(0.07)

The basic and diluted earnings per share are the same as there were no potential dilutive ordinary securities in issue as at the end of the respective financial years.

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

	Group		Company	
	31/01/2021	31/07/2020	31/01/2021	31/07/2020
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	(Singapore cents)	(Singapore cents)	(Singapore cents)	(Singapore cents)
Net asset value per ordinary share attributable to owners of the company based on the total number of issued shares as at the end of the financial year	22.51	22.10	17.97	17.95

As at 31 January 2021, the number of ordinary shares issued (excluding treasury shares) is 252,348,600 (31 July 2020: 252,348,600).

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

**Review of Group Performance for the six months ended 31 January 2021 ("HY2021") vs the six months ended 31 January 2020 ("HY2020")**

Revenue in HY2021 of approximately S\$25.5 million was S\$6.8 million or 36.7% higher than the revenue of approximately S\$18.6 million in HY2020. This is mainly due to the revenue contributed by the entities acquired in February 2020, being KH Engineering Limited and its subsidiaries and KH Instrumentation Pte Ltd (collectively the "KH Group"), which amounted to \$9.3 million. This is offset by a S\$2.5 million decrease due to certain projects being substantially completed.

Cost of sales of approximately S\$22.7 million in HY2021 was approximately S\$5.3 million or 30.8% higher than the cost of sales of approximately S\$17.3 million in HY2020 mainly due to the increase in revenue. The lower than proportionate increase in cost of sales was mainly due to the lower provisions of approximately S\$0.3 million in HY2021 as compared to S\$1.4 million in HY2020.

Consequently, we registered a gross profit and a gross profit margin of approximately S\$2.8 million and 11.0% respectively in HY2021 (HY2020: S\$1.3 million and 7.0% respectively).

Other income of approximately S\$2.4 million in HY2021 was approximately S\$1.4 million or 127.9% higher than in HY2020 (S\$1.1 million). This is mainly due to S\$1.8 million in government grant income, offset by the decrease in interest from fixed deposits of approximately S\$0.5 million.

Other operating expenses of approximately S\$1.6 million in HY2021 was approximately S\$0.3 million or 24.6% higher than in HY2020 (S\$1.3 million). The increase is mainly attributable to the contribution from KH Group as well as impairment loss of S\$0.1 million on bond receivables from an associate company.

Administrative expenses of approximately S\$2.4 million in HY2021 mainly comprises of corporate office staff costs, was approximately S\$0.9 million or 60.0% higher than in HY2020 (S\$1.5 million). The increase is mainly attributable to the contribution from KH Group.

The increase in finance costs was mainly due to contribution from KH Group, as well as the application of SFRS (I) 16.

Our net income tax expense was approximately S\$52,000 in HY2021. This is lower than the prevailing statutory rate of 17% mainly due to refunds on prior year taxes.

As a result of the above, our net profit for HY2021 of S\$1.0 million is an increase of approximately S\$1.2 million from a net loss of S\$0.2 million in HY2020.

**Review of Group Financial Position**

As at 31 January 2021, non-current assets totalled S\$57.5 million or approximately 57.9% of total assets. Non-current assets increased by approximately S\$13.7 million due to investment in financial asset measured at fair value through profit and loss of S\$13.5 million, purchase of property, plant and equipment ("PPE") of approximately S\$1.0 million, and recognition of right of use assets of S\$0.5 million (from new leases, renewals, and modifications), offset against depreciation of PPE of S\$1.9 million.

Current assets amounted to S\$41.7 million or approximately 42.1% of total assets. Current assets decreased by approximately S\$10.6 million mainly due to decrease of cash and cash equivalents of S\$16.3 million and contract assets of S\$0.7 million which was offset by increase in trade and other receivables of S\$6.5 million.

Decrease in cash and cash equivalents of approximately S\$16.3 million was mainly due to net cash outflow from operating activities of approximately S\$0.9 million, net cash used in investing activities of S\$14.5 million, and net cash used in financing activities of S\$0.9 million.

Properties held for sale remains unchanged at S\$3.5 million.

Increase in trade and other receivables of S\$6.5 million was mainly due to the increase in trade and other receivables in line with increased billings in our building construction business amounting to approximately S\$5.8 million in January 2021 as well as an increase in advances to suppliers of S\$0.6 million.

Decrease in contract assets of S\$0.7 million was due to decrease in unbilled receivables by S\$0.8 million, offset by an increase in contract retention receivables of S\$0.1 million.

Non-current liabilities totalled S\$11.7 million or approximately 28.1% of total liabilities.

Current liabilities amounted to S\$29.9 million or approximately 71.9% of our total liabilities. Current liabilities increased by approximately S\$2.2 million.

Increase in trade and other payables of S\$1.8 million was mainly due to increase in contract payables of S\$2.6 million, increase in retention sums of S\$0.6 million, increase in deferred government grant income of S\$0.4 million and an increase in accruals of S\$0.9 million. This is offset by a decrease in other payables of S\$2.6 million.

Contract liabilities increased by S\$0.3 million due to an increase in deferred revenue in HY2021.

Provisions increased by S\$0.1 million in HY2021 due to additional provision of S\$0.3 million made in relation to an ongoing project, offset by utilization of S\$0.2 million.

**Review of Statement of Cash Flows**

In HY2021, net cash outflows from operating activities of approximately S\$0.9 million was a result of operating cash inflows before working capital changes of approximately of S\$1.7 million, adjusted for net working capital outflows of approximately S\$2.4 million, and income tax paid of S\$0.1 million.

The net working capital outflows of approximately S\$2.4 million were mainly due to increase in trade and other receivables of S\$4.7 million, offset by increases in trade and other payables of S\$2.0 million, and increase in contract liabilities by S\$0.3 million.

Net cash outflow from investing activities amounted to S\$14.5 million and was mainly due to the investment in financial asset measured at fair value through profit and loss of S\$13.5 million, purchase of PPE of S\$1.2 million, offset by disposal of PPE of S\$0.1 million.

Net cash outflow from financing activities amounted to approximately S\$0.9 million was mainly due to repayment of bank borrowings of S\$0.3 million, and repayment of lease liabilities of S\$0.6 million.

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

Not applicable as no forecast or prospect statement has been previously disclosed to shareholders.

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

In HY2021, the Group reported a net profit of S\$1.0 million, which is an increase from the net loss of S\$0.2 million recorded in HY2020.

With a healthy balance sheet and cash reserves, the Group will continue to keep a lookout for suitable investments and/or opportunities to grow its business strategically.

Notwithstanding the above, the Board will actively monitor and take necessary steps to mitigate the continuing impact of the COVID-19 pandemic on the businesses of the Group.

***Building Construction Business***

The Group's building construction business continued to remain stable in HY2021, as it focused on timely execution and delivery of its order book which amounted to S\$54.0 million as at 31 January 2021.

In HY2021, the Group secured contracts worth approximately S\$1.2 million.

Moving forward, the Group will continue to leverage its strong market reputation as a trusted builder of Good Class Bungalows ("GCBs") and high-end landed properties, so as to actively bid for new projects.

***Property Development Business***

The Group continues to maintain its 30% stake in Lascelles Park Limited, a property development company in the United Kingdom.

The Group will continue to market the three remaining commercial units in 28 RC Suites.

***Investments***

In October 2020, the Group entered into a share subscription agreement to invest US\$10.0 million (approximately S\$13.4 million) in Blue Planet Environmental Solutions Pte Ltd ("BP"). BP and its subsidiaries and associates are in the business of providing end to end solutions waste management. The transaction was completed in November 2020. The investment in BP complements the Group's main revenue stream amidst a challenging economic situation.

**11. If a decision regarding dividend has been made:**

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

None.

**(b)(i) Amount per share (cents)**

Not applicable.

**(b)(ii) Previous corresponding period (cents)**

Not applicable.

**(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 the shareholders, this must be stated).**

Not applicable.

**(d) The date the dividend is payable.**

Not applicable.

**(e) Book closure date**

Not applicable.

**12. 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 period. Declaration of dividends, if any, for the financial year will be determined at year end.

**13. If the Group has obtained a general mandate from shares 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 does not have a general mandate for interested person transactions. There were no interested person transactions of S\$100,000 or more entered into during HY2021.

**14. Confirmation by the Board of Directors pursuant to Rule 705(5) of the Listing Manual**

The Board of Directors confirm that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial results for the six months ended 31 January 2021 to be false or misleading in any material aspect.

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

The Company hereby confirms that it has procured undertakings from all the directors and executive officers under Rule 720(1).

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

Not Applicable. There were no incorporations of new entities, acquisitions, and sale of shares in 1H2021.

**BY ORDER OF THE BOARD**

**SIN SOON TENG**  
**EXECUTIVE CHAIRMAN AND GROUP CEO**  
**12 March 2021**

*This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance 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 document, including the correctness of any of the statements or opinions made or reports contained in this document.*

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