

SINOSTAR PEC HOLDINGS LIMITED
(Company Registration No.: 200609833N)

This QR announcement is mandatory made pursuant to the Singapore Exchange's requirements as required under Listing Rule 705(2).

Unaudited Financial Statement Announcement for the three months ("Q2") and 6 months ("1H") ended 30 June 2024

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	The Group			The Group		
		3 months ended		+/-	6 months ended		+/-
		30 June			30 June		
2024	2023		2024	2023			
		RMB'000	RMB'000	%	RMB'000	RMB'000	%
Revenue	4	1,475,130	1,028,553	43.4	2,941,425	2,275,114	29.3
Cost of sales		(1,346,241)	(1,008,402)	33.5	(2,674,557)	(2,213,999)	20.8
Gross profit		128,889	20,151	539.6	266,868	61,115	336.7
Other Income		2,730	3,852	(29.1)	5,569	5,862	(5.0)
Administrative costs		(8,016)	(5,742)	39.6	(21,858)	(13,316)	64.1
Distribution costs		(1,339)	(68)	1,869.1	(3,638)	(136)	2,575.0
Other operating expenses		(107)	(4,245)	(97.5)	(145)	(4,640)	(96.9)
Finance costs		(5,754)	(9,111)	(36.8)	(12,313)	(18,873)	(34.8)
Profit before taxation	5	116,403	4,837	2,306.5	234,483	30,012	681.3
Income tax credit/(expense)	6	(29,422)	5,685	(617.5)	(59,135)	(6,306)	837.8
Net profit for the year		86,981	10,522	726.7	175,348	23,706	639.7
Total comprehensive							
Income attributable to:							
Equity holders of the							
Company		60,975	4,326		125,497	8,657	
Non-controlling interests		26,006	6,196		49,851	15,049	
		86,981	10,522		175,348	23,706	
Earnings per share							
attributable to equity							
holders of the							
company							
(RMB cents per share)							
Basic		9.53	0.68		19.61	1.35	
Diluted		9.53	0.68		19.61	1.35	

CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

	Note	The Group		The Company	
		30 June 2024 RMB'000	31 December 2023 RMB'000	30 June 2024 RMB'000	31 December 2023 RMB'000
ASSETS					
NON-CURRENT ASSETS					
Property, plant and equipment	7	1,373,786	1,459,008	6	6
Right-of-use assets		3,150	3,150	-	-
Land use rights		87,634	88,248	-	-
Goodwill on consolidation	8	10,345	10,345	-	-
Investment in subsidiary corporations		-	-	250,041	250,041
Financial asset, at fair value through other comprehensive income	9	48,953	48,953	-	-
		<u>1,523,868</u>	<u>1,609,704</u>	<u>250,047</u>	<u>250,047</u>
CURRENT ASSETS					
Land use rights		1,084	1,088	-	-
Inventories	10	293,566	334,916	-	-
Trade and other receivables	11	37,262	9,889	-	-
Amounts owing by affiliated companies	11	27,810	5,464	-	-
Prepayments	12	1,896	1,360	219	-
Cash and bank balances		663,081	562,886	2,123	514
		<u>1,024,699</u>	<u>915,603</u>	<u>2,342</u>	<u>514</u>
TOTAL ASSETS		<u>2,548,567</u>	<u>2,525,307</u>	<u>252,389</u>	<u>250,561</u>
EQUITY					
Equity attributable to equity holders of the parents					
ASSETS					
Share capital	13	316,125	316,125	316,125	316,125
Retained profits/(accumulated losses)		773,946	705,892	(64,034)	(67,119)
Capital reserves		250,000	250,000	-	-
Fair value reserves		12,952	12,952	-	-
Other reserves		220,899	180,622	-	-
		<u>1,573,922</u>	<u>1,465,591</u>	<u>252,091</u>	<u>249,006</u>
Non-controlling interests		284,726	234,875	-	-
TOTAL EQUITY		<u>1,858,648</u>	<u>1,700,466</u>	<u>252,091</u>	<u>249,006</u>
LIABILITIES					
NON-CURRENT LIABILITIES					
Loans from non-controlling interest	14	-	50,000	-	-
Bank borrowings	14	250,000	300,000	-	-
Lease liabilities		2,925	3,428	-	-
		<u>252,925</u>	<u>353,428</u>	<u>-</u>	<u>-</u>
CURRENT LIABILITIES					
Loans from non-controlling interest	14	150,000	200,000	-	-
Bank borrowings	14	80,000	60,000	-	-
Lease liabilities		682	179	-	-
Trade and other payables	15	94,869	98,448	298	1,555
Amounts owing to affiliated companies	15	79,564	42,887	-	-
Current tax payable		31,879	69,899	-	-
		<u>436,994</u>	<u>471,413</u>	<u>298</u>	<u>1,555</u>
TOTAL EQUITY AND LIABILITIES		<u>2,548,567</u>	<u>2,525,307</u>	<u>252,389</u>	<u>250,561</u>

CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

	Share Capital RMB'000	Retained earnings RMB'000	Fair value reserve RMB'000	Capital reserve RMB'000	Other reserves			Equity attributable to owners RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
					Statutory common reserve RMB'000	Voluntary common reserve RMB'000	Sub-total RMB'000			
1 January 2024 to 30 June 2024										
Balance as at 1 January 2024	316,125	705,892	12,952	250,000	179,825	797	180,622	1,465,591	234,875	1,700,466
Total comprehensive income for the period	-	125,497	-	-	-	-	-	125,497	49,851	175,348
Dividend paid for the year	-	(17,166)	-	-	-	-	-	(17,166)	-	(17,166)
Transfer to statutory common reserve	-	(40,277)	-	-	40,277	-	40,277	-	-	-
Balance as at 30 June 2024	316,125	773,946	12,952	250,000	220,102	797	220,899	1,573,922	284,726	1,858,648

	Share Capital RMB'000	Retained earnings RMB'000	Fair value reserve RMB'000	Capital reserve RMB'000	Other reserves			Equity attributable to owners RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
					Statutory common reserve RMB'000	Voluntary common reserve RMB'000	Sub-total RMB'000			
1 January 2023 to 30 June 2023										
Balance as at 1 January 2023	316,125	532,552	8,765	250,000	135,555	797	136,352	1,243,794	296,456	1,540,250
Total comprehensive income for the period	-	8,657	-	-	-	-	-	8,657	15,049	23,706
Transfer to statutory common reserve	-	-	-	-	-	-	-	-	-	-
Balance as at 30 June 2023	316,125	541,209	8,765	250,000	135,555	797	136,352	1,252,451	311,505	1,563,956

CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (CONT'D)

	Share capital RMB'000	Accumulated losses RMB'000	Total equity RMB'000
1 January 2024 to 30 June 2024			
Balance as at 1 January 2024	316,125	(67,119)	249,006
Total comprehensive income for the period	-	20,251	20,251
Dividend paid	-	(17,166)	(17,166)
Balance as at 30 June 2024	<u>316,125</u>	<u>(64,034)</u>	<u>252,091</u>

	Share capital RMB'000	Accumulated losses RMB'000	Total equity RMB'000
1 January 2023 to 30 June 2023			
Balance as at 1 January 2023	316,125	(55,633)	260,492
Total comprehensive income for the period	-	(7,127)	(7,127)
Balance as at 30 June 2023	<u>316,125</u>	<u>(62,760)</u>	<u>253,365</u>

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	The Group	
	6 months ended 30 June	
	2024	2023
	RMB'000	RMB'000
Cash flows from operating activities		
Profit for the period	234,483	30,012
Adjustments for:-		
Depreciation of property, plant and equipment	85,912	87,544
Amortisation of land use rights	619	545
Property, plant and equipment written off	3,233	4,282
Interest expense	12,313	18,873
Interest income	(4,327)	(2,795)
Operating profit before working capital changes	332,233	138,461
Changes in working capital:		
Change in inventories	41,350	(87,975)
Change in amount owing by affiliated companies	14,331	97,374
Change in operating receivables	(27,910)	(9,581)
Change in operating payables	(3,579)	(93,486)
Cash generated from operations	356,425	44,793
Income tax paid	(97,155)	(12,826)
Net cash generated by in operating activities	259,270	31,967
Cash flows from investing activities		
Acquisition of property, plant and equipment	(3,923)	(12,826)
Interest received	4,327	2,795
Net cash generated by/(used in) investing activities	404	(10,031)
Cash flows from financing activities		
Dividends paid to shareholders	(17,166)	-
Repayment of loan to non-controlling interests	(100,000)	(100,000)
Repayment of bank borrowings	(30,000)	(30,000)
Interest paid	(12,313)	(18,873)
Net cash used in financing activities	(159,479)	(148,873)
Net increase/(decrease) in cash and cash equivalents	100,195	(126,937)
Cash and cash equivalents at beginning of year	562,886	521,064
Cash and cash equivalents at end of year	663,081	394,127
For the purpose of the consolidated statement of cash flows, the cash and cash equivalents comprise the following:		
Bank balances	663,081	394,127

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1. Corporate information

Sinostar PEC Holdings Limited (“the Company”) is incorporated and domiciled in Singapore as a limited liability company. The Company is listed on the Singapore Exchange Mainboard (“SGX-ST”).

The immediate and ultimate holding company of the Company is Intelligent People Holdings Limited (“Intelligent People”), a company which is incorporated in the British Virgin Islands (“BVI”).

The Company’s registered office is located at 30 Cecil Street, #19-08 Prudential Tower, Singapore 049712.

The principal activity of the Company is that of an investment holding company. The principal activities of its subsidiary corporations are:

- (a) Manufacture and sale of propylene, polypropylene and LPG products;
- (b) Provide logistics and transportation related services for petroleum products; and
- (c) Manufacture and sale of propylene, purified isobutylene, methyl tert-butyl ether (commonly known as MTBE), hydrogen and mixed gas.

These condensed interim consolidated financial statements as at and for the six months ended 30 June 2024 comprise the Company and its subsidiaries (collectively, “the Group”).

2. Basis of Preparation

The condensed interim financial statements for the six months ended 30 June 2024 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 interim financial statements for the year ended 31 December 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 as set out in Note 2.1.

The condensed interim financial statements are presented in Chinese Renminbi dollar which is the functional currency of the Company and have been rounded to the nearest thousand (“RMB’000”).

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 CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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 year ended 31 December 2023.

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.

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are as following:

- Useful lives of property, plant and equipment

The costs of property, plant and equipment are depreciated using the straight-line to allocate the depreciable amount over the estimated useful live. The useful lives of these assets are estimated by the management using common life expectancies applied in the industry and country of operations. Changes in the expected level of usage and technological developments could impact the economic useful lives of these assets, thus affecting the depreciation charges of property, plant and equipment.

- Valuation of financial asset at fair value through other comprehensive income ("FVOCI")

The Group classified unquoted equity security as financial asset at FVOCI and recognises changes in its fair value in other comprehensive income. The fair value is determined based on estimates using present values. This is significantly affected by the assumptions used, including discount rate and estimate of future cash flows.

3. Seasonal operations

The Group's businesses are not affected significantly 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 two reportable operating segments as follows:

1. The gas separation segment is the manufacturing and sales of LPG, propylene, polypropylene, premium grade polypropylene, MTBE, hydrogen, isobutylene, other gas and utilities.
2. The transport and logistic services segment are the provision of logistics and transportation related services for petroleum products.

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

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4. Segment and revenue information

4.1. Reportable segments

	The Group		
	6 months ended 30 June 2024		
	Gas Separation	Transport and	Total
	RMB'000	Logistic Services	RMB'000
	RMB'000	RMB'000	RMB'000
Revenue			
External customers	2,784,510	156,915	2,941,425
Inter-segment sales	811,313	11,695	823,008
Total revenue	<u>3,595,823</u>	<u>168,610</u>	<u>3,764,433</u>
Segment assets	<u>1,836,032</u>	<u>7,162</u>	<u>1,843,194</u>
Segment liabilities	<u>61,838</u>	<u>1,536</u>	<u>63,374</u>
Results			
Segment results	<u>242,951</u>	<u>23,917</u>	<u>266,868</u>
Unallocated expenses			
Unallocated corporate expenses			(24,399)
Profit from operations			242,469
Finance income			4,327
Finance cost			(12,313)
Profit before tax			234,483
Tax expense			(59,135)
Profit after tax			<u>175,348</u>
Segments assets for reportable segments			
Other assets unallocated			1,843,194
Amounts owing by affiliated companies			27,810
Cash and cash equivalents			663,081
Other receivables			39,158
Goodwill on consolidation			10,345
			<u>2,548,567</u>
Segments liabilities for reportable segments			
Other liabilities unallocated			63,374
Other payables			35,102
Amounts owing to affiliated companies			79,564
Bank borrowings			330,000
Loan from non-controlling interest			150,000
Current tax payable			31,879
			<u>689,919</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4. Segment and revenue information (Cont'd)

4.1. Reportable segments (Cont'd)

	The Group		
	6 months ended 30 June 2023		
	Gas Separation	Transport and	Total
	RMB'000	Logistic Services	RMB'000
	RMB'000	RMB'000	RMB'000
Revenue			
External customers	2,118,669	156,445	2,275,114
Inter-segment sales	596,036	4,589	600,625
Total revenue	<u>2,714,705</u>	<u>161,034</u>	<u>2,875,739</u>
Segment assets	<u>2,023,880</u>	<u>12,008</u>	<u>2,035,888</u>
Segment liabilities	<u>7,507</u>	<u>22,228</u>	<u>29,735</u>
Results			
Segment results	<u>41,531</u>	<u>19,584</u>	<u>61,115</u>
Unallocated expenses			
Unallocated corporate expenses			(15,025)
Profit from operations			46,090
Finance income			2,795
Finance cost			(18,873)
Profit before tax			30,012
Tax expense			(6,306)
Profit after tax			<u>23,706</u>
Segments assets for reportable segments			
Other assets unallocated			2,035,888
Amounts owing by affiliated companies			4,002
Cash and cash equivalents			394,127
Other receivables			14,554
Goodwill on consolidation			10,345
			<u>2,458,916</u>
Segments liabilities for reportable segments			
Other liabilities unallocated			29,735
Other payables			18,934
Amounts owing to affiliated companies			103,816
Bank borrowings			390,000
Loan from non-controlling interest			350,000
Current tax payable			2,475
			<u>894,960</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4. Segment and revenue information (Cont'd)

4.2. Disaggregation of Revenue

The Group derives revenue from the transfer of goods and services at a point in time for the following types of services.

	The Group		
	6 months ended 30 June 2024		
	Gas Separation	Logistics Services	Total
	RMB'000	RMB'000	RMB'000
People's Republic of China			
Liquefied petroleum gas	310,781	-	310,781
Propylene	105,857	-	105,857
Polypropylene	125,465	-	125,465
Premium grade polypropylene	701,223	-	701,223
Methyl Tert-Butyl Ether ("MTBE")	1,233,182	-	1,233,182
Hydrogen	129,309	-	129,309
Isobutylene	102,887	-	102,887
Other Gas	14,751	-	14,751
Utilities	61,055	-	61,055
Transport and logistic services	-	156,915	156,915
	<u>2,784,510</u>	<u>159,915</u>	<u>2,941,425</u>

	The Group		
	6 months ended 30 June 2023		
	Gas Separation	Logistics Services	Total
	RMB'000	RMB'000	RMB'000
People's Republic of China			
Liquefied petroleum gas	409,914	-	409,914
Polypropylene	1,007	-	1,007
Polypropylene	53,083	-	53,083
Premium grade polypropylene	763,873	-	763,873
Methyl Tert-Butyl Ether ("MTBE")	748,315	-	748,315
Hydrogen	69,683	-	69,683
Isobutylene	57,017	-	57,017
Other Gas	15,777	-	15,777
Transport and logistic services	-	156,445	156,445
	<u>2,118,669</u>	<u>156,445</u>	<u>2,275,114</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

5. Profit before taxation

Significant items

	The Group	
	6 months ended 30 June 2024 RMB'000	6 months ended 30 June 2023 RMB'000
Interest Income	4,327	2,795
Expenses:		
Interest on borrowings	12,313	18,873
Depreciation of property, plant and equipment	85,912	87,544
Depreciation of rights-of-use assets	619	545
Property, plant and equipment written off	3,233	4,282

6. Income tax expense

The Group calculates the financial period 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 profit or loss are:

	The Group	
	6 months ended 30 June 2024 RMB'000	6 months ended 30 June 2023 RMB'000
Current income tax expense		
- Profit for the financial period	59,051	14,467
- Under provision in prior financial periods	(84)	(8,161)
	59,135	6,306

7. Property, plant and equipment

During the six months ended 30 June 2024, the Group acquired assets amounting to RMB3,923,000 (30 June 2023: RMB12,826,000) and disposed of assets amounting to RMB3,233,000 (30 June 2023: RMB 4,282,000).

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

8. Goodwill arising on consolidation

	The Group	
	30 June 2024	31 December 2023
	RMB'000	RMB'000
Cost and carrying amount		
Beginning and end of period	10,345	10,345

8.1. Goodwill impairment

For the purposes of impairment testing, goodwill has been allocated to the Group's CGUs as follows:

	The Group	
	30 June 2024	31 December 2023
	RMB'000	RMB'000
Dongming Changshun Transport Company Limited (东明县昌顺运输有限公司)	2,501	2,501
Dongming Qianhai Petrochemical Co., Ltd (东明前海化工有限公司)	7,844	7,844
	<u>10,345</u>	<u>10,345</u>

The recoverable amount of a CGU was determined based on value-in-use. Cash flow projections used in the value-in-use calculations were based on financial budgets approved by management covering a five-year period. Cash flows beyond the five-year period were extrapolated using terminal growth rate of 3% (2023: 3%). These cash flows were discounted using a pre-tax discount rate of 10% (2023: 10%) that reflected current market assessment of the time value of money and the risks specific to the CGUs. The growth rate is based on past performance and expectations on market development.

Management determines that the recoverable amount is higher than the carrying amount. Accordingly, no impairment for allowance is provided. The Group believes that any reasonable possible changes on the above key assumptions are not likely to cause the recoverable amount to be materiality lower than the related carrying amount.

Under the fair value hierarchy, level 3 inputs were used.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

9. Financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income comprise the following:

	The Group	
	30 June 2024 RMB'000	31 December 2023 RMB'000
Equity security (unquoted)		
- Dongming Qianhai Petrochemical Co., Ltd (东明前海化工有限公司)		
Beginning and end of period	48,953	48,953

Represents 18% of equity interest in Dongming Qianhai Reli Co., Ltd. The Group has elected to measure this equity security at FVOCI due to the Group's intention not to hold these equity instruments for trading but for long-term appreciation.

9.1. Fair value measurement

The Group classifies financial assets measured at fair value using a fair value hierarchy which reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- 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) (Level 2); and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

The following table presents the assets measured at fair value at each reporting date:

	Level 3 RMB'000
30 June 2024	
Financial assets, at FVOCI	48,953
31 December 2023	
Financial assets, at FVOCI	48,953

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

10. Inventories

	The Group		The Company	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	RMB'000	RMB'000	RMB'000	RMB'000
At cost				
Raw materials	48,626	180,348	-	-
Semi-finished goods	42,487	-	-	-
Finished goods	101,368	154,568	-	-
Chemical additives	98,226	-	-	-
Parts & Accessories	2,859	-	-	-
	<u>293,566</u>	<u>334,916</u>	<u>-</u>	<u>-</u>

11. Trade and other receivables

	The Group		The Company	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	RMB'000	RMB'000	RMB'000	RMB'000
Trade receivables				
- Non-related parties	33,125	6,174	-	-
Other receivables				
- Non-related parties	3,751	-	-	-
Accrued revenue	-	3,182	-	-
Advances made to staff	386	533	-	-
	<u>37,262</u>	<u>9,889</u>	<u>-</u>	<u>-</u>

	The Group		The Company	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	RMB'000	RMB'000	RMB'000	RMB'000
Amount owing by affiliated Companies	<u>27,810</u>	<u>5,464</u>	<u>-</u>	<u>-</u>

12. Prepayments

	The Group		The Company	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	RMB'000	RMB'000	RMB'000	RMB'000
Prepayments				
Others	1,896	1,360	219	514
	<u>1,896</u>	<u>1,360</u>	<u>219</u>	<u>514</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

13. Share capital

	The Group		The Company	
	30 June 2024		31 December 2023	
	Number of shares '000	Amount RMB'000	Number of shares '000	Amount RMB'000
Issued and fully paid, with no par value				
Beginning and end of period	640,000	316,125	640,000	316,125

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholders' meetings of the Company. All shares rank equally with regard to the Company's residual assets.

14. Borrowings

	The Group		The Company	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	RMB'000	RMB'000	RMB'000	RMB'000
Amount repayable within one year or on demand				
- Secured	80,000 ^(a)	60,000 ^(a)	-	-
- Unsecured	150,000 ^(b)	200,000 ^(b)	-	-
Amount repayable after one year				
- Secured	250,000 ^(a)	300,000 ^(a)	-	-
- Unsecured	- ^(b)	50,000 ^(b)	-	-

(a) Bank borrowings of the subsidiary Dongming Hengchang is secured by a corporate guarantee from an affiliated company of Dongming Petrochem Group, Dongming Zhongyou Fuel and Petrochemical Co., Ltd (东明中油燃料石化有限公司);

(b) Unsecured loan from non-controlling interest("NCI"), Shandong Dongming Petrochem Group Co., Ltd (山东东明石化集团有限公司).

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

15. Trade and other payables

	The Group		The Company	
	30 June 2024 RMB'000	31 December 2023 RMB'000	30 June 2024 RMB'000	31 December 2023 RMB'000
Trade payables				
- Non-related parties	41,933	41,829	-	-
Other payables				
- Non-related parties	10,019	13,887	-	-
Accruals - Salaries and related costs	5,121	9,475	298	1,555
VAT payables	17,752	16,652	-	-
Other governmental tax Payables	2,072	144	-	-
Contract liabilities - advance collection from customers	17,834	14,231	-	-
Deferred income	-	2,072	-	-
Amount owing to staff	138	158	-	-
	<u>94,869</u>	<u>98,448</u>	<u>298</u>	<u>1,555</u>

Amount owing to affiliated companies

	The Group		The Company	
	30 June 2024 RMB'000	31 December 2023 RMB'000	30 June 2024 RMB'000	31 December 2023 RMB'000
Amount owing to affiliated Companies	<u>79,564</u>	<u>42,887</u>	<u>-</u>	<u>-</u>

Affiliated companies refer to companies which a director of the Company has an indirect equity interest. Amounts owing to affiliated companies are unsecured, non-interest bearing and payable on demand.

16. Dividends

	The Company	
	30 June 2024 RMB'000	30 June 2023 RMB'000
Ordinary dividends paid		
- Final tax-exempt (one-tier) dividend paid in respect of previous financial year of S\$0.005 per share (equivalent to RMB 0.0268) [2023: no dividends paid]	17,166	-
	<u>17,166</u>	<u>-</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

17. Net asset value

	The Group		The Company	
	30 June 2024 RMB	31 December 2023 RMB	30 June 2024 RMB	31 December 2023 RMB
Net asset value per ordinary share	2.46	2.29	0.39	0.39

18. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2024 and 31 December 2023.

	Note	The Group		The Company	
		30 June 2024 RMB'000	31 December 2023 RMB'000	30 June 2024 RMB'000	31 December 2023 RMB'000
Financial Assets					
- At FVOCI	9	48,953	48,953	-	-
- At amortised cost		747,767	577,706	514	2,033
		<u>796,720</u>	<u>626,659</u>	<u>514</u>	<u>2,033</u>
Financial Liabilities					
- At amortised cost		620,382	721,843	298	1,555

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

19. Affiliated companies' transactions

As an additional disclosure, the Group disclosed the following significant affiliated companies' transactions entered into between the Group and its affiliated companies at terms agreed between the companies:

	The Group	
	30 June 2024 RMB'000	30 June 2023 RMB'000
Sales to affiliated companies		
东明前海化工有限公司	558,439	396,818
东明前海热力有限公司	71,351	52,952
东明中油燃料石化有限公司	258,991	205,774
山东东明石化集团有限公司	4,046	3,290
东明石油经销有限公司	49	1,418
山东东明梨树化学有限公司	111,051	-
东明润明油品销售有限公司	116	195
东明万海氯碱化工有限公司	8,157	8,549
江苏新海石化有限公司	19,297	33,826
江苏润海油品销售有限公司	-	6,858
山东劲海化工有限公司	-	15
山东东明石化集团鲁班建筑有限公司	6,009	2,411
江苏新海新能源有限公司	357	330
山东华旺热力有限公司	2,429	-
山东东明英伦石油有限公司	1,858	-
山东东明石化集团河南销售有限公司	3,658	-
江苏新洋国际贸易有限公司	4,754	-
湖北中坤东明石化有限公司	1,474	-
山东东明石化集团胜利能源有限公司	1,322	-
山东东明石化集团华和能源有限公司	590	-
湖北东明石化有限公司关东加油站	1,424	-

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

19. Affiliated companies' transactions (cont'd)

As an additional disclosure, the Group disclosed the following significant affiliated companies' transactions entered into between the Group and its affiliated companies at terms agreed between the companies:

	The Group	
	30 June 2024	30 June 2023
	RMB'000	RMB'000
Purchases from affiliated companies		
东明前海化工有限公司	239,691	208,791
东明前海热力有限公司	256,849	197,626
东明中油燃料石化有限公司	1,630,818	1,538,407
山东东明石化集团有限公司	22,979	24,216
东明石油经销有限公司	808	1,776
山东东明梨树化学有限公司	100,281	8,745
东明万海氯碱化工有限公司	270	230
江苏新海石化有限公司	-	3
东明洁源环保科技有限公司	2,594	-
山东东明石化集团鲁班建筑有限公司	1,851	-
江苏新洋国际贸易有限公司	2,359	-
东明清源水务有限公司	701	-
山东昌顺达网络科技青岛分公司	6,304	-
	<hr/>	<hr/>
Interest expenses on loan charged by affiliated company		
– 山东东明石化集团有限公司	5,416	10,186
	<hr/>	<hr/>
Other individually immaterial transactions*	7,273	-

*The total amount is derived from transactions with affiliated companies, none of which individually exceed S\$100,000 per company.

Affiliated companies refer to companies in which a director of the Company has an indirect equity interest.

20. Subsequent events

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

OTHER INFORMATION

1. Review

The consolidated statement of financial position of Sinostar PEC Holdings Limited and its subsidiaries as at 30 June 2024 and the related consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the year then ended and certain explanatory notes have not been audited or reviewed.

2. Review of Performance of the Group

Condensed Interim Consolidated Statements of Profit or Loss and Other Comprehensive Income

Highlights on changes in Condensed Interim Statements of Profit or Loss and Other Comprehensive Income items of the Group are as follow; -

Revenue

2Q2024 Analysis of Revenue	3 months ended 30 June 2024		3 months ended 30 June 2023		+ / (-)
	RMB'000	%	RMB'000	%	
Processed LPG					
- Total	431,650	29.3	353,821	34.4	22.0
- Inter-company	(272,349)	(18.5)	(122,980)	(12.0)	121.5
Propylene					
- Total	210,593	14.3	57,169	5.6	268.4
- Inter-company	(104,736)	(7.1)	(56,391)	(5.5)	85.7
Polypropylene	60,887	4.1	53,083	5.2	14.7
Premium grade polypropylene					
- Total	294,898	20.0	384,369	37.4	(23.3)
- Inter-company	-	-	2,309	0.2	(100.0)
MTBE	630,224	42.7	239,739	23.3	162.9
Hydrogen					
- Total	63,274	4.3	20,702	2.0	205.6
- Inter-company	(78)	(0.1)	(197)	(0.1)	0.0
Isobutylene	56,248	3.8	10,604	1.0	430.4
Other Gas	6,489	0.4	6,842	0.7	(5.2)
Logistics and transport related services					
- Total	74,380	5.0	84,072	8.2	(2.1)
- Inter-company	(6,248)	(0.4)	(4,589)	(0.4)	0.0
Utilities					
- Total	33,381	2.3	-	-	0.0
- Inter-company	(3,483)	(0.1)	-	-	0.0
Total	1,475,130	100.0	1,028,553	100.0	

OTHER INFORMATION (CONT'D)

2. Review of Performance of the Group (cont'd)

1H2024 Analysis of Revenue	6 months ended 30 June 2024		6 months ended 30 June 2023		+ / (-)
	RMB'000	%	RMB'000	%	
Processed LPG					
- Total	855,816	29.1	801,807	35.2	6.7
- Inter-company	(545,034)	(18.5)	(391,892)	(17.2)	39.1
Propylene					
- Total	340,500	11.6	204,202	9.0	66.7
- Inter-company	(234,643)	(7.9)	(203,195)	(8.9)	15.5
Polypropylene	125,465	4.3	53,083	2.3	136.4
Premium grade polypropylene					
- Total	701,323	23.9	763,873	33.6	(8.2)
- Inter-company	-	-	-	-	-
MTBE	1,233,182	41.9	748,315	32.9	64.8
Hydrogen					
- Total	129,497	4.4	70,632	3.1	83.3
- Inter-company	(189)	(0.1)	(949)	(0.1)	(80.1)
Isobutylene	102,887	3.5	57,017	2.5	80.4
Other Gas	14,751	0.5	15,777	0.7	(6.5)
Logistics and transport related services					
- Total	168,610	5.7	161,033	7.1	4.7
- Inter-company	(11,695)	(0.4)	(4,589)	(0.2)	154.8
Utilities					
- Total	68,768	2.3	-	-	-
- Inter-company	(7,713)	(0.3)	-	-	-
Total	2,941,425	100.0	2,275,114	100.0	

(a) Processed LPG

Sale of processed LPG has increased by 6.74% from RM801.81 million in 1H23 to RMB855.82 million in 1H24, included the inter-company transactions. A total of 173,692 tonnes produced and sold during the periods, an increase of 15.89% as compared to 1H23. Both average selling prices ("ASP") and average cost of production ("ACP") during the period have decreased by 7.89% and 8.06% respectively as compared to 1H23.

(b) Propylene

Sale of propylene has increased by 66.75% from RMB204.20 million in 1H23 to RMB340.50 million in 1H24, included the inter-company transactions. Total sales volume has increased 75.03% from 33,190 tonnes in 1H23 to 58,093 tonnes in 1H24. ASP has decreased by 4.63% whereas ACP has increased by 11.86% as compared to 1H23.

(c) Premium grade polypropylene

Premium grade polypropylene sale has decreased by 8.20% from RMB763.87 million in 1H23 to RMB701.22 million in 1H24, included the inter-company transactions. Total sales volume has also decreased by 8.27% from 113,184 tonnes in 1H23 to 103,819 tonnes in 1H24. ASP has increased by 0.08% whereas and ACP has decreased by 5.00% as compared to 1H23.

OTHER INFORMATION (CONT'D)

Condensed Interim Consolidated Statements of Profit or Loss and Other Comprehensive Income (Cont'd)

(d) Polypropylene

Polypropylene has increased by 136.36% from RMB53.08 million in 1H23 to RMB125.47 million in 1H24, including inter-company transactions. The total output has also increased by 128.00% from 8,653 tonnes in 1H23 to 19,728 tonnes in 1H24. ASP has increased by 3.66% and ACP has decreased 0.28%, compared to 1H23.

(e) MTBE

Sale of MTBE has increased by 64.79% from RMB748.32 million in 1H23 to RMB1,233.18 million in 1H24. Total sales volume has increased 71.73% from 119,924 tonnes in 1H23 to 205,944 tonnes in 1H24. Both ASP and ACP during the period have decreased by 4.04% and 16.15% respectively as compared to 1H23.

(f) Hydrogen

In 1H24, hydrogen sales volume has increased by 83.97% to 8,829 tonnes as compared to 4,799 tonnes in 1H23. Revenue has an increase of 83.34% from RMB70.63 million in 1H23 to RMB129.50 million in 1H24, included the inter-company transactions. ASP has decreased by 0.34% and ACP has increased by 18.23% as compared to 1H23.

(g) Isobutylene

Sale of isobutylene has increased 80.45% from RMB57.02 million in 1H23 to RMB102.89 million in 1H24 as total sales volume has increased by 76.05% to 10,641 tonnes as compared with 6,044 tonnes in 1H23. ASP has increased 2.50% and ACP has decreased 19.60% as compared to 1H23.

(h) Other Gases

The sale of other gases has decrease by 6.50% from RMB15.78 million in 1H23 to RMB14.75 million in 1H24. However, total sales volume has increased 8.29% from 2,513 tonnes to 2,721 tonnes in 1H24. Both ASP and ACP have decreased by 13.66% and 0.93% respectively.

(i) Utilities

Since 4Q23, the Group has changed its financial accounting method from the previous method of offsetting the cost of purchasing utilities to the current method of including in its sales revenue.

Therefore, revenue from this business has increased 100.00% to RMB68.77 million in 1H24, included the inter-company transactions.

(j) Logistics & transport related service

Revenue from this business has increased 4.7% from RMB161.03 million in 1H23 to RMB168.61 million in 1H24, included the inter-company transactions.

OTHER INFORMATION (CONT'D)

2. Review of Performance of the Group (cont'd)

Condensed Interim Consolidated Statements of Profit or Loss and Other Comprehensive Income (Cont'd)

Gross profit

Gross profit has increased from RMB61.12 million in 1H23 to RMB266.87 million in 1H24. The increase in gross profit mainly comes from the following factors:-

1. Total gas segment product sales for the first half of 2024 reached 583,500 tons, representing a 33% increase year-on-year. This growth was primarily driven by a recovery in the downstream consumer market and the impact of a scheduled overhaul at Qianhai Chemical in May 2023, which included intercompany transactions.
2. Due to a recovery in the downstream consumer market, the gross profit margins of the gas segment's key products, MTBE and high-end polypropylene, increased significantly in the first half of 2024 compared to the same period in 2023. As a result, the overall product gross profit margin improved from 2% in the first half of 2023 to 7% in the first half of 2024.

Other income and expenses

(a) Other income

A total of RMB5.57 million has been received inclusive of RMB4.33 million of bank interest earned on short-term deposits placed with financial institution and other miscellaneous income of RMB1.24 million in 1H24.

(b) Administrative costs

Administrative costs have increased from RMB13.32 million in 1H23 to RMB21.86 million in 1H24, mainly due to the company's vigorous promotion of full-value chain optimization management and new product development, resulting in an increase in the research and development costs.

(c) Distribution costs

Distribution costs have increased from RMB0.14 million in 1H23 to RMB3.63 million in 1H24. This was mainly due to increase in providing of door-to-door transportation services to meet some customers' demand in 1H24 since the start of 3Q23.

(d) Finance costs

The finance costs have decreased from RMB18.87 million in 1H23 to RMB12.31 million in 1H24 as the amount of borrowings have decreased.

OTHER INFORMATION (CONT'D)

2. Review of Performance of the Group (cont'd)

Condensed Interim Consolidated Statements of Profit or Loss and Other Comprehensive Income (Cont'd)

(e) **Taxation**

Quarterly tax provision is made by entities base on each profitability.

(f) **Net Profit**

The Group made a net profit of RMB175.35 million in 1H24 as compared to RMB23.71 million in 1H23. The increase in net profit is mainly due to the increase in gross profit.

Condensed Interim Consolidated Statements of Financial Positions

Highlights on changes in Condensed Interim Consolidated Statements of Financial Positions items of the Group are as follow; -

(a) **Property, plant and Equipment**

The decrease is primarily attributed due to depreciation charge during the financial period.

(b) **Inventories**

Inventories comprise of approximately RMB48.63 million of raw materials, RMB42.49 million of semi-finished goods and RMB101.37 million on finished petrochemical products. It also included RMB98.23 million in chemical additives and RMB2.86 million of parts & accessories.

(c) **Prepayment**

Increase is mainly due to amount paid to suppliers for raw materials and for equipment replacement.

(d) **Non-controlling interest**

Represent 30% controlling stake in subsidiary Dongming Qianhai by Dongming Petrochem Group.

(e) **Bank Borrowings**

This mainly consists of a bank loan to finance Dongming Hengchang's new polypropylene construction. The loan is guaranteed by the related party Dongming Zhongyou Fuel Petrochemical Co., Ltd. The interest is calculated at a floating rate and repayment is made every six months, and full settlement is scheduled to be completed by January 2027.

A total of RMB30.0 million has been repaid from 1 Jan 2024 till 30 Jun 2024.

(f) **Loan from non-controlling interests**

This is from non-controlling interest Dongming Petrochem Group (represent 30% minority stake in subsidiary Dongming Qianhai) to finance the working capital use since the acquisition of Dongming Qianhai. Term of loan is unsecured, with an annual interest at 4.75% per annum, repayable in instalments on a quarterly basis till full settlement by 1 April 2025.

A total of RMB100.0 million has been repaid from 1 Jan 2024 till 30 Jun 2024.

OTHER INFORMATION (CONT'D)

Condensed Interim Consolidated Statement of Cash Flow

The Group's operating activities resulted in a net cash inflow of RMB259.27 million and its investment activities also resulted in a net cash inflow of RMB0.40 million, while its financing activities resulted in a net cash outflow of RMB159.48 million during the second quarter of 2024. As of 30 June 2024, the group had a cash balance of RMB663.08 million.

- 3.(i) **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 also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares 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.**

There were no changes in the Company's share capital since the end of the previous period reported on. There were no outstanding convertibles issued or treasury shares held by the Company as at 30 June 2024.

- 3.(ii) **Total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	30 June 2024	31 December 2023
Number of issued shares (excluding treasury shares)	640,000,000	640,000,000
Number of treasury shares	NIL	NIL

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

Not applicable.

2. **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.**

	3 months ended 30 June	
	2024	2023
Profit / (Loss) per share for the period based on net profit attributable to owners of the parent company		
(a) Based on basic number of ordinary shares on issue (RMB cents)	9.53	0.68
No. of shares in issue (weighted average)	<u>640,000,000</u>	<u>640,000,000</u>
(b) On a fully diluted basis (RMB cents)	9.53	0.68
No. of shares in issue (weighted average)	<u>640,000,000</u>	<u>640,000,000</u>
	6 months ended 30 June	
	2024	2023
Profit / (Loss) per share for the period based on net profit attributable to owners of the parent company		
(a) Based on basic number of ordinary shares on issue (RMB cents)	19.61	1.35
No. of shares in issue (weighted average)	<u>640,000,000</u>	<u>640,000,000</u>
(b) On a fully diluted basis (RMB cents)	19.61	1.35
No. of shares in issue (weighted average)	<u>640,000,000</u>	<u>640,000,000</u>

OTHER INFORMATION (CONT'D)

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

None.

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

The Group's products are widely used in energy, pharmaceuticals, new energy vehicles, medical devices, and high-end packaging materials, among other fields. Product end-consumer demand, industry capacity expansion and fluctuations in the international crude oil market continue to be the primary factors influencing the company's product pricing and market competitiveness. The company anticipates that in the upcoming reporting period and over the next twelve months, its performance may be impacted by various potential uncertainties, including slowing market demand momentum. Fluctuations in crude oil prices caused by geopolitical factors, supply and demand dynamics, and international finance might pose significant uncertainties.

To address these challenges, the company will proactively manage supply-side risks, closely monitor demand fluctuations and promptly adjust production processes to align with evolving market requirements. Looking ahead, we will continue to increase investment in technological innovation and research and development, increase the proportion of high-value-added products and explore the development of green, low-carbon new materials.

The Board of Directors maintains confidence in the company's long-term prospects.

7. **Dividend information**

- (a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? No

No dividend has been declared or recommended in view of the Group's operational and financial cash needs.

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

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

No

- (c) Date payable

NA

- (d) Book Closure Date

NA

OTHER INFORMATION (CONT'D)

8. Interested person transactions

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

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$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 \$100,000)
<p>For period from January to June 2024:- Transactions between Dongming Hengchang Petrochemical Co., Ltd (东明恒昌化工有限公司) and its subsidiary Dongming Qianhai Petrochemical Co., Ltd (东明前海化工有限公司) <i>(transactions are subject to consolidation group eliminations)</i></p> <ul style="list-style-type: none"> - Logistics & Transport Related Services - Purchase of Utilities - Sale of Utilities - Sale of Processed LPG - Purchase of Propylene - Purchase of Hydrogen 		10,550,160 4,858,953 2,854,132 545,034,272 234,642,966 188,800
<p>Dongming Qianhai Reli Co., Ltd (东明前海热力有限公司)</p> <ul style="list-style-type: none"> - Logistics & Transport Related Services - Purchase of Utilities - Sale of Utilities 		9,133,858 256,849,128 62,217,588
<p>Dongming Zhongyou Fuel & Petrochemical Co., Ltd (东明中油燃料石化有限公司)</p> <ul style="list-style-type: none"> - Logistics & Transport Related Services - Purchase of Utilities - Sale of Utilities - Purchase of raw LPG - Sale of Processed LPG - Purchase of Propylene - Sale of Recycled Propylene - Sale of hydrogen - Purchase parts and components 		53,771,471 30,376,414 23,050 1,414,709,763 71,127,058 185,604,896 2,789,424 131,279,961 127,213

OTHER INFORMATION (CONT'D)

8. Interested person transactions (cont'd)

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

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$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 \$100,000)
Shandong Dongming Petrochem Group Co., Ltd (山东东明石化集团有限公司) - Logistics & Transport Related Services - Purchase of Utilities - Sale of Utilities - Accrued Interest on Loan from Non-controlling interest		4,044,544 22,979,155 1,093 5,416,319
Dongming Crude Oil Distribution Co., Ltd (东明石油经销有限公司) - Logistics & Transport Related Services - Purchase of parts and packaging materials		48,801 807,611
Shandong Dongming Lishu Petroleum Co (山东东明梨树化学有限公司) - Logistics & Transport Related Services - Purchase of Utilities - Sale of Utilities - Purchase of raw LPG - Sale of Processed LPG		2,195,652 7,271 86,548 100,273,384 108,768,740
Dongming Runming Oil Products Distribution Co., Ltd (东明润明油品销售有限公司) - Logistics & Transport Related Services		116,156
Dongming WanHaiLvJian Petrochemical Co., Ltd (东明万海氯碱化工有限公司) - Logistics & Transport Related Services - Purchase chemical excipients		8,156,785 269,871

OTHER INFORMATION (CONT'D)

8. Interested person transactions (cont'd)

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

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$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 \$100,000)
Jiangsu Xinghai Petrochem Co., Ltd (江苏新海石化有限公司) - Logistics & Transport Related Services		19,297,112
Dongming Jie-Yuan Environmental Technology Pte Ltd (东明洁源环保科技有限公司) - Procurement of sewage treatment services		2,593,654
Shandong Dongming Petrochem Group Lu Ban Construction Pte Ltd (山东东明石化集团鲁班建筑有限公司) - Logistics & Transport Related Services - Maintenance of parts and machineries		6,009,113 1,850,838
Jiangsu Xinghai New Energy Co., Ltd (江苏新海新能源有限公司) - Logistics & Transport Related Services - Sale of Utilities		352,111 4,726
Dongming Qingyuan Co., Ltd (东明清源水务有限公司) - Purchase of Utilities		701,213
Shandong Huawang Reli Co., Ltd (山东华旺热力有限公司) - Logistics & Transport Related Services		2,428,734

OTHER INFORMATION (CONT'D)

8. Interested person transactions (cont'd)

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

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$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 \$100,000)
Shandong Dongming Yinglun Petrochemical Co., Ltd (山东东明英伦石油有限公司) - Logistics & Transport Related Services		1,857,587
Shandong Dongming Henan Distribution Co., Ltd (山东东明石化集团河南销售有限公司) - Logistics & Transport Related Services		3,657,763
Jiangsu Xinyang International Trading Co., Ltd (江苏新洋国际贸易有限公司) - Logistics & Transport Related Services - Purchase of Raw LPG		4,753,980 2,358,510
Hubei Zhongkun Dongming Petrochem Co., Ltd (湖北中坤东明石化有限公司) - Logistics & Transport Related Services		1,474,047
Shandong Dongming Shengli Energy Co., Ltd (山东东明石化集团胜利能源有限公司) - Logistics & Transport Related Services		1,321,764
Shandong Dongming Huahe Energy Co., Ltd (山东东明石化集团华和能源有限公司) - Logistics & Transport Related Services		590,355
Shandong Changshunda Technology Co., Ltd (山东昌顺达网络科技有限公司青岛分公司) - Logistics & Transport Related Services		6,304,342
Hubei Dongming Petrochem Co., Ltd (湖北东明石化有限公司关东加油站) - Logistics & Transport Related Services		1,424,146

OTHER INFORMATION (CONT'D)

9. **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(11) 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 and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Li Xiangping	62	Father of Li Zhi, non-executive Director of the Company.	CEO and Executive Chairman since April 2021. Substantial shareholder of the Company.	From non-executive Chairman to Executive Chairman from April 2021
Li Zhi	38	Son of Mr Li Xiangping, the CEO and Executive Chairman of the Company.	Non-Executive Director of the Company Since 2019	Appointed in year 2019

10. **Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1) that the Issuer has procured undertaking from all its directors and executive.**

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

BY ORDER OF THE BOARD

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial statements for the six-months period ended 30 June 2024 to be false or misleading in any material aspect.

Li Xiangping
Executive Chairman and CEO

Yan Tailing
Executive Director, Deputy CEO and CFO

Singapore
13 August 2024