



Serving Up Goodness

YEO HIAP SENG LIMITED

(Incorporated in Singapore)

(Company Registration No.: 195500138Z)

**Unaudited Condensed Interim Financial Statements
For the six months and full year ended 31 December 2022**

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YEO HIAP SENG LIMITED

**Unaudited Condensed Interim Consolidated Statement of Comprehensive Income
for the six months and full year ended 31 December 2022**

		6 months ended 31 December 2022	6 months ended 31 December 2021	Change %	12 months ended 31 December 2022	12 months ended 31 December 2021	Change %
Note		\$'000	\$'000		\$'000	\$'000	
	Revenue	176,842	168,579	4.9	358,076	337,903	6.0
	Cost of sales	(125,309)	(122,158)	2.6	(250,671)	(237,544)	5.5
	Gross profit	51,533	46,421	11.0	107,405	100,359	7.0
	Other income	7,843	4,846	61.8	12,841	8,410	52.7
	Other gains and losses	1,697	3,298	(48.5)	2,165	3,825	(43.4)
	Expenses						
	- Marketing and distribution	(38,202)	(38,375)	(0.5)	(80,201)	(80,726)	(0.7)
	- Administrative	(18,993)	(16,786)	13.1	(35,550)	(32,520)	9.3
	- Finance	(361)	(238)	51.7	(589)	(503)	17.1
	Share of profit/(loss) of associated companies and a joint venture	(29)	422	NM	203	425	(52.2)
	Profit/(loss) before income tax	3,488	(412)	NM	6,274	(730)	NM
	Income tax expense	(2,300)	(1,296)	77.5	(3,886)	(2,183)	78.0
	Net profit/(loss) attributable to equity holders of the Company	1,188	(1,708)	NM	2,388	(2,913)	NM
	Other comprehensive income/(losses) <i>Items that may be reclassified subsequently to profit or loss:</i>						
	Currency translation differences arising from consolidation						
	- (Losses)/Gains	(10,916)	3,280	NM	(15,054)	2,734	NM
	- Reclassification	-	-		-	(2)	NM
		(10,916)	3,280	NM	(15,054)	2,732	NM
	<i>Items that will not be reclassified subsequently to profit or loss:</i>						
	Revaluation of property, plant and equipment	-	-	NM	2,477	-	NM
	Financial assets, at fair value through other comprehensive income						
	- Fair value (losses)/gains	1,026	(2,108)	NM	(292)	(2,115)	(86.2)
	Remeasurement of defined benefit plans	(3)	(254)	(98.8)	(3)	(254)	(98.8)
		1,023	(2,362)	NM	2,182	(2,369)	NM
	Other comprehensive (losses)/income, net of tax	(9,893)	918	NM	(12,872)	363	NM
	Total comprehensive losses attributable to equity holders of the Company	(8,705)	(790)	>100	(10,484)	(2,550)	>100
	Earnings per share attributable to equity holders of the Company (expressed in cents per share)						
	- Basic and diluted	0.20	(0.29)	NM	0.40	(0.50)	NM

NM: Not meaningful

YEO HIAP SENG LIMITED

**Unaudited Condensed Interim Balance Sheets
as at 31 December 2022**

Note	The Group		The Company	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	\$'000	\$'000	\$'000	\$'000
ASSETS				
Current assets				
	215,119	230,945	8,851	9,903
10	66,384	73,353	70,422	67,331
	61,339	57,194	-	-
	763	1,097	-	-
	<u>343,605</u>	<u>362,589</u>	<u>79,273</u>	<u>77,234</u>
Non-current assets				
10	4,540	5,653	3,679	4,393
11	24,467	20,402	-	-
	-	-	44,618	44,618
	5,281	5,548	-	-
	614	648	-	-
	-	-	322,758	322,758
14	54,143	52,602	80,295	79,567
13	217,271	228,619	1,574	1,760
12	4,427	4,701	-	-
	3,531	4,152	-	-
	<u>314,274</u>	<u>322,325</u>	<u>452,924</u>	<u>453,096</u>
Total assets	<u>657,879</u>	<u>684,914</u>	<u>532,197</u>	<u>530,330</u>
LIABILITIES				
Current liabilities				
	58,982	74,902	2,674	4,116
	1,812	990	-	29
	1,619	1,892	280	272
	<u>62,413</u>	<u>77,784</u>	<u>2,954</u>	<u>4,417</u>
Non-current liabilities				
	15,868	13,854	13,015	13,295
	2,014	2,006	-	-
	6,157	7,687	377	408
	<u>24,039</u>	<u>23,547</u>	<u>13,392</u>	<u>13,703</u>
Total liabilities	<u>86,452</u>	<u>101,331</u>	<u>16,346</u>	<u>18,120</u>
NET ASSETS	<u>571,427</u>	<u>583,583</u>	<u>515,851</u>	<u>512,210</u>
EQUITY				
Capital and reserves attributable to equity holders of the Company				
15	247,955	237,814	247,955	237,814
	6,066	6,066	-	-
	(58,707)	(45,829)	-	-
	376,113	385,532	267,896	274,396
Total equity	<u>571,427</u>	<u>583,583</u>	<u>515,851</u>	<u>512,210</u>

YEO HIAP SENG LIMITED

**Unaudited Condensed Interim Statement of Changes in Equity
for the financial year ended 31 December 2022**

The Group

	Note	Share capital \$'000	Capital reserve \$'000	Property revaluation reserve \$'000	Fair value reserve \$'000	Foreign currency translation reserve \$'000	General reserve \$'000	Retained profits \$'000	Total equity \$'000
2022									
Balance at 1 January 2022		237,814	6,066	3,219	(1,723)	(8,910)	(38,415)	385,532	583,583
Profit for the year		-	-	-	-	-	-	2,388	2,388
Other comprehensive loss for the year		-	-	2,477	(292)	(15,054)	-	(3)	(12,872)
Transfer to retained profits on realisation		-	-	(6)	-	-	(3)	9	-
Total comprehensive losses for the year		-	-	2,471	(292)	(15,054)	(3)	2,394	(10,484)
Issue of new shares pursuant to Scrip Dividend Scheme	15	10,141	-	-	-	-	-	(10,141)	-
Dividends paid	8	-	-	-	-	-	-	(1,672)	(1,672)
Total transactions with owners, recognised directly in equity		10,141	-	-	-	-	-	(11,813)	(1,672)
Balance at 31 December 2022		247,955	6,066	5,690	(2,015)	(23,964)	(38,418)	376,113	571,427

YEO HIAP SENG LIMITED

**Unaudited Condensed Interim Statement of Changes in Equity
for the financial year ended 31 December 2022**

The Group

	Note	Share capital \$'000	Capital reserve \$'000	Property revaluation reserve \$'000	Fair value reserve \$'000	Foreign currency translation reserve \$'000	General reserve \$'000	Retained profits \$'000	Total equity \$'000
2021									
Balance at 1 January 2021		228,245	6,066	3,244	392	(11,642)	(38,399)	400,256	588,162
Loss for the year		-	-	-	-	-	-	(2,913)	(2,913)
Other comprehensive income for the year		-	-	-	(2,115)	2,732	-	(254)	363
Transfer to retained profits on realisation		-	-	(25)	-	-	(16)	41	-
Total comprehensive losses for the year		-	-	(25)	(2,115)	2,732	(16)	(3,126)	(2,550)
Issue of new shares pursuant to Scrip Dividend Scheme	15	9,569	-	-	-	-	-	(9,569)	-
Dividends paid	8	-	-	-	-	-	-	(2,029)	(2,029)
Total transactions with owners, recognised directly in equity		9,569	-	-	-	-	-	(11,598)	(2,029)
Balance at 31 December 2021		237,814	6,066	3,219	(1,723)	(8,910)	(38,415)	385,532	583,583

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**Unaudited Condensed Interim Statement of Changes in Equity
for the financial year ended 31 December 2022**

The Company

	Note	Attributable to equity holders of the Company		
		Share capital \$'000	Retained profits \$'000	Total equity \$'000
2022				
Balance at 1 January 2022		237,814	274,396	512,210
Profit and total comprehensive income for the year		-	5,313	5,313
Issue of new shares pursuant to Scrip Dividend Scheme	15	10,141	(10,141)	-
Dividends paid	8	-	(1,672)	(1,672)
Total transactions with owners, recognised directly in equity		10,141	(11,813)	(1,672)
Balance at 31 December 2022		247,955	267,896	515,851

The Company

	Note	Attributable to equity holders of the Company		
		Share capital \$'000	Retained profits \$'000	Total equity \$'000
2021				
Balance at 1 January 2021		228,245	283,220	511,465
Profit and total comprehensive income for the year		-	2,774	2,774
Issue of new shares pursuant to Scrip Dividend Scheme	15	9,569	(9,569)	-
Dividends paid	8	-	(2,029)	(2,029)
Total transactions with owners, recognised directly in equity		9,569	(11,598)	(2,029)
Balance at 31 December 2021		237,814	274,396	512,210

YEO HIAP SENG LIMITED**Unaudited Condensed Interim Consolidated Statement of Cash Flows
for the financial year ended 31 December 2022**

	12 months ended 31 December 2022 \$'000	12 months ended 31 December 2021 \$'000
Cash flows from operating activities		
Net profit/(loss) for the year	2,388	(2,913)
Adjustments for:		
- Income tax expense	3,886	2,183
- Interest expense on lease liabilities	589	503
- Amortisation of intangible assets	274	272
- Amortisation of capitalised letting fees	71	72
- Depreciation	17,553	17,126
- Dividend income from financial assets	(449)	(169)
- Unrealised currency translation differences	(435)	(8)
- Fair value (gains)/losses on investment properties - net	(131)	620
- (Gains)/losses on disposal of property, plant and equipment - net	(35)	366
- Fair value losses/(gains) on financial assets designated as FVPL at initial recognition - net	115	(2,182)
- Interest income	(3,284)	(1,121)
- Provision for retirement benefits	206	219
- Gain on liquidation of a subsidiary	-	(2)
- Share of profit of associated companies and a joint venture	(203)	(425)
	<hr/> 20,545	<hr/> 14,541
Change in working capital:		
- Trade and other receivables	5,713	(11,928)
- Inventories	(6,404)	(6,987)
- Trade and other payables	(8,974)	8,310
Cash generated from operations	<hr/> 10,880	<hr/> 3,936
Income tax paid	(3,396)	(3,950)
Retirement benefits paid	(73)	(178)
Net cash generated from/(used in) operating activities	<hr/> 7,411	<hr/> (192)

YEO HIAP SENG LIMITED**Unaudited Condensed Interim Consolidated Statement of Cash Flows
for the financial year ended 31 December 2022**

	12 months ended 31 December 2022 \$'000	12 months ended 31 December 2021 \$'000
Cash flows from investing activities		
Dividends received from financial assets	449	169
Dividends received from an associated company	-	175
Proceeds from disposal of property, plant and equipment	71	41
Payments for purchases of and deposits for property, plant and equipment	(14,715)	(12,276)
Additions to financial assets, at fair value through other comprehensive income	(4,472)	(16,561)
Additions to financial assets, at fair value through profit or loss	-	(1,348)
Interest received	2,504	1,121
Net cash used in investing activities	(16,163)	(28,679)
Cash flows from financing activities		
Dividends paid, net of scrip dividends	(1,672)	(2,029)
Interest paid	(444)	(503)
Principal payment of lease liabilities	(2,404)	(2,920)
Net cash used in financing activities	(4,520)	(5,452)
Net decrease in cash and cash equivalents	(13,272)	(34,323)
Cash and cash equivalents at beginning of financial year	230,945	264,164
Effects of currency translation on cash and cash equivalents	(2,554)	1,104
Cash and cash equivalents at end of financial year	215,119	230,945

YEO HIAP SENG LIMITED

Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

1. Corporate information

Yeo Hiap Seng Limited (the “Company”) is listed on the Singapore Exchange and incorporated and domiciled in Singapore. These unaudited condensed interim consolidated financial statements as at and for the six months ended 31 December 2022 comprise the Company and its subsidiaries (collectively, the Group). The principal activities of the Company are those of a management and investment holding company.

The principal activities of the Group are:

- a) Manufacture, sale and distribution of beverages and food products; and
- b) Investment property holding, equity investment holding and property development.

2. Basis of preparation

The unaudited condensed interim financial statements for the six months ended 31 December 2022 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The unaudited 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 period ended 30 June 2022.

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

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.

2.2 Use of judgements and estimates

In preparing the unaudited 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 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 future periods affected.

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:

a) *Fair value of investment properties*

Investment properties are stated at fair value based on valuations provided by independent professional valuers. The fair values are based on highest-and-best-use basis and certain judgements are required over the valuation techniques and inputs used. The valuation techniques, key inputs, other assumptions and the carrying amounts at the reporting dates are disclosed in Note 14.

b) *Valuation of inventories*

The Group carries out periodic reviews on inventory obsolescence and any decline in the net realisable value below cost will be recorded against inventory balance. Management considers future demand, expected selling prices and ageing analysis of the inventories as part of its inventory obsolescence assessment process to arrive at their best estimate of the net realisable value of inventories. Such evaluation process requires significant judgement and may affect the carrying amount of inventories at the balance sheet date.

c) *Valuation of non-financial assets*

The Group assesses at each reporting date whether there is any objective evidence that non-financial assets are impaired. Where there is objective evidence of impairment, the recoverable amount is estimated based on the higher of the value-in-use and the fair value less costs to sell. Estimating the value-in-use requires the Group to make an estimate of the expected future cash flows to be generated by the non-financial assets and to choose a suitable discount rate in order to calculate the present value of those cash flows. Changes in assumptions about these factors could affect the recoverable amount of the non-financial assets at the balance sheet date.

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Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

3 Seasonal operations

The Group's performance is normally not affected by seasonal or cyclical events on a year to year basis. However, on a half-yearly basis, the demand for certain products may be skewed towards major festivities, events and weather patterns.

4. Segment information

Management has determined the operating segments based on the reports that are used to make strategic decisions, allocate resources and assess performance by the Chief Executive Officer ("CEO").

Based on segment information reported to the CEO, the Group is organised into two main business segments:

- Consumer food and beverage products
- Others

The consumer food and beverages products segment is the main business of the Group which is principally in the business of manufacture, sale and distribution of beverages and food products. Revenue of the segment is primarily derived from sales of beverages and food products and also includes sales of non-food items the Group carries on the distribution network as well as service fees from extending warehousing services to non-related parties. The consumer food and beverage products segment operates across various markets and the CEO assesses performance and makes decisions about resources to be allocated on an overall segment basis.

Others segment of the Group mainly comprise investment property holding, equity investment holding and property development.

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Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

4. Segment information (continued)

The segment information provided to the CEO for the reportable segments is as follows:

	Consumer food and beverage products \$'000	Others \$'000	Elimination \$'000	The Group \$'000
6 months ended 31 December 2022				
Revenue				
- External sales	176,826	16	-	176,842
- Inter-segment sales	-	2,836	(2,836)	-
	<u>176,826</u>	<u>2,852</u>	<u>(2,836)</u>	<u>176,842</u>
Profit/(Loss) from operation	(1,734)	5,612	-	3,878
Share of loss of associated companies and a joint venture	(29)	-	-	(29)
Segment profit /(loss)	<u>(1,763)</u>	<u>5,612</u>	<u>-</u>	<u>3,849</u>
Finance expense				(361)
Profit before income tax				3,488
Income tax expense				(2,300)
Net profit				<u>1,188</u>
As at 31 December 2022				
Segment assets/liabilities				
Segment assets	447,854	342,475	(142,639)	647,690
Associated companies and a joint venture	5,895	-	-	5,895
Unallocated assets				4,294
Consolidated total assets				<u>657,879</u>
Segment liabilities	213,103	10,736	(145,356)	78,483
Unallocated liabilities				7,969
Consolidated total liabilities				<u>86,452</u>
6 months ended 31 December 2022				
Other segment items				
Additions to property, plant and equipment	8,953	-	-	8,953
Fair value losses on financial assets designated as FVPL at initial recognition	-	115	-	115
Gains on disposal of property, plant and equipment	(28)	-	-	(28)
Interest income	(403)	(2,180)	-	(2,583)
Depreciation	8,286	-	-	8,286
Amortisation of intangible assets	137	-	-	137
Amortisation of capitalised letting fees	-	34	-	34
Fair value gains on investment properties - net	-	(139)	-	(139)
Currency translation loss - net	747	-	-	747

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Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

4. Segment information (continued)

The segment information provided to the CEO for the reportable segments is as follows (continued):

	Consumer food and beverage products \$'000	Others \$'000	Elimination \$'000	The Group \$'000
6 months ended 31 December 2021				
Revenue				
- External sales	168,546	33	-	168,579
- Inter-segment sales	-	2,814	(2,814)	-
	<u>168,546</u>	<u>2,847</u>	<u>(2,814)</u>	<u>168,579</u>
(Loss)/Profit from operation	(5,980)	5,384	-	(596)
Share of profit of associated companies and a joint venture	422	-	-	422
Segment (loss)/profit	<u>(5,558)</u>	<u>5,384</u>	<u>-</u>	<u>(174)</u>
Finance expense				(238)
Loss before income tax				(412)
Income tax expense				(1,296)
Net loss				<u>(1,708)</u>
As at 31 December 2021				
Segment assets/liabilities				
Segment assets	469,073	331,938	(127,542)	673,469
Associated companies and a joint venture	6,196	-	-	6,196
Unallocated assets				5,249
Consolidated total assets				<u>684,914</u>
Segment liabilities	217,426	12,011	(136,783)	92,654
Unallocated liabilities				8,677
Consolidated total liabilities				<u>101,331</u>
6 months ended 31 December 2021				
Other segment items				
Additions to property, plant and equipment	5,989	-	-	5,989
Fair value gains on financial assets designated as FVPL at initial recognition	-	(2,166)	-	(2,166)
Losses on disposal of property, plant and equipment	354	-	-	354
Interest income	(180)	(444)	-	(624)
Depreciation	9,108	-	-	9,108
Amortisation of intangible assets	136	-	-	136
Amortisation of capitalised letting fees	-	37	-	37
Fair value losses on investment properties – net	-	744	-	744
Currency translation gain - net	(192)	37	-	(155)

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Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

4. Segment information (continued)

The segment information provided to the CEO for the reportable segments is as follows (continued):

	Consumer food and beverage products \$'000	Others \$'000	Elimination \$'000	The Group \$'000
12 months ended 31 December 2022				
Revenue				
- External sales	358,059	17	-	358,076
- Inter-segment sales	-	5,928	(5,928)	-
	<u>358,059</u>	<u>5,945</u>	<u>(5,928)</u>	<u>358,076</u>
Profit/(Loss) from operation	(3,479)	10,139	-	6,660
Share of profit of associated companies and a joint venture	203	-	-	203
Segment profit/(loss)	<u>(3,276)</u>	<u>10,139</u>	<u>-</u>	<u>6,863</u>
Finance expense				<u>(589)</u>
Profit before income tax				6,274
Income tax expense				<u>(3,886)</u>
Net profit				<u>2,388</u>
As at 31 December 2022				
Segment assets/liabilities				
Segment assets	447,854	342,475	(142,639)	647,690
Associated companies and a joint venture	5,895	-	-	5,895
Unallocated assets				<u>4,294</u>
Consolidated total assets				<u>657,879</u>
Segment liabilities	213,103	10,736	(145,356)	78,483
Unallocated liabilities				<u>7,969</u>
Consolidated total liabilities				<u>86,452</u>
12 months ended 31 December 2022				
Other segment items				
Additions to property, plant and equipment	15,513	-	-	15,513
Fair value losses on financial assets designated as FVPL at initial recognition	-	115	-	115
Gains on disposal of property, plant and equipment	(35)	-	-	(35)
Interest income	(537)	(2,747)	-	(3,284)
Depreciation	17,553	-	-	17,553
Amortisation of intangible assets	274	-	-	274
Amortisation of capitalised letting fees	-	71	-	71
Fair value gains on investment properties – net	-	(131)	-	(131)
Currency translation loss - net	543	-	-	543

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Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

4. Segment information (continued)

The segment information provided to the CEO for the reportable segments is as follows (continued):

	Consumer food and beverage products \$'000	Others \$'000	Elimination \$'000	The Group \$'000
12 months ended 31 December 2021				
Revenue				
- External sales	337,870	33	-	337,903
- Inter-segment sales	-	5,684	(5,684)	-
	<u>337,870</u>	<u>5,717</u>	<u>(5,684)</u>	<u>337,903</u>
(Loss)/Profit from operation	(9,927)	9,275	-	(652)
Share of profit of associated companies and a joint venture	425	-	-	425
Segment (loss)/profit	<u>(9,502)</u>	<u>9,275</u>	<u>-</u>	<u>(227)</u>
Finance expense				(503)
Loss before income tax				(730)
Income tax expense				(2,183)
Net loss				<u>(2,913)</u>
As at 31 December 2021				
Segment assets/liabilities				
Segment assets	469,073	331,938	(127,542)	673,469
Associated companies and a joint venture	6,196	-	-	6,196
Unallocated assets				5,249
Consolidated total assets				<u>684,914</u>
Segment liabilities	217,426	12,011	(136,783)	92,654
Unallocated liabilities				8,677
Consolidated total liabilities				<u>101,331</u>
12 months ended 31 December 2021				
Other segment items				
Additions to property, plant and equipment	16,127	-	-	16,127
Fair value gains on financial assets designated as FVPL at initial recognition	-	(2,182)	-	(2,182)
Losses on disposal of property, plant and equipment	366	-	-	366
Interest income	(332)	(789)	-	(1,121)
Depreciation	17,126	-	-	17,126
Amortisation of intangible assets	272	-	-	272
Amortisation of capitalised letting fees	-	72	-	72
Gain on liquidation of a subsidiary	(2)	-	-	(2)
Fair value losses on investment properties – net	-	620	-	620
Currency translation gain - net	(427)	37	-	(390)

YEO HIAP SENG LIMITED

Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

4.1 Disaggregation of Revenue

	Consumer food and beverage products \$'000	Others \$'000	Total \$'000
<u>6 months ended 31 December 2022</u>			
Types of goods or service:			
Consumer food and beverage products	174,648	-	174,648
- Other products	2,178	16	2,194
- Warehousing services	-	-	-
Total revenue	<u>176,826</u>	<u>16</u>	<u>176,842</u>
Timing of revenue recognition:			
- At point of time	176,826	-	176,826
- Over time	-	16	16
Total revenue	<u>176,826</u>	<u>16</u>	<u>176,842</u>
Geographical information:			
- Singapore	44,005	-	44,005
- Malaysia	77,028	-	77,028
- China	16,043	-	16,043
- Other Asia Pacific countries	27,301	16	27,317
- Europe	6,714	-	6,714
- United States of America	5,735	-	5,735
Total revenue	<u>176,826</u>	<u>16</u>	<u>176,842</u>
<u>6 months ended 31 December 2021</u>			
Types of goods or service:			
Consumer food and beverage products	166,096	-	166,096
- Other products	2,450	33	2,483
- Warehousing services	-	-	-
Total revenue	<u>168,546</u>	<u>33</u>	<u>168,579</u>
Timing of revenue recognition:			
- At point of time	168,546	-	168,546
- Over time	-	33	33
Total revenue	<u>168,546</u>	<u>33</u>	<u>168,579</u>
Geographical information:			
- Singapore	38,356	-	38,356
- Malaysia	70,355	-	70,355
- China	18,724	-	18,724
- Other Asia Pacific countries	29,240	33	29,273
- Europe	6,352	-	6,352
- United States of America	5,519	-	5,519
Total revenue	<u>168,546</u>	<u>33</u>	<u>168,579</u>

YEO HIAP SENG LIMITED

**Notes to the Unaudited Condensed Interim Financial Statements
for the six months and full year ended 31 December 2022**

4.1 Disaggregation of Revenue (continued)

	Consumer food and beverage products \$'000	Others \$'000	Total \$'000
12 months ended 31 December 2022			
Types of goods or service:			
Consumer food and beverage products	353,701	-	353,701
- Other products	4,358	17	4,375
- Warehousing services	-	-	-
Total revenue	<u>358,059</u>	<u>17</u>	<u>358,076</u>
Timing of revenue recognition:			
- At point of time	358,059	-	358,059
- Over time	-	17	17
Total revenue	<u>358,059</u>	<u>17</u>	<u>358,076</u>
Geographical information:			
- Singapore	81,828	-	81,828
- Malaysia	155,025	-	155,025
- China	31,383	-	31,383
- Other Asia Pacific countries	64,847	17	64,864
- Europe	11,833	-	11,833
- United States of America	13,143	-	13,143
Total revenue	<u>358,059</u>	<u>17</u>	<u>358,076</u>
12 months ended 31 December 2021			
Types of goods or service:			
Consumer food and beverage products	331,553	-	331,553
- Other products	5,464	33	5,497
- Warehousing services	853	-	853
Total revenue	<u>337,870</u>	<u>33</u>	<u>337,903</u>
Timing of revenue recognition:			
- At point of time	337,017	-	337,017
- Over time	853	33	886
Total revenue	<u>337,870</u>	<u>33</u>	<u>337,903</u>
Geographical information:			
- Singapore	75,506	-	75,506
- Malaysia	143,494	-	143,494
- China	35,580	-	35,580
- Other Asia Pacific countries	59,085	33	59,118
- Europe	12,475	-	12,475
- United States of America	11,730	-	11,730
Total revenue	<u>337,870</u>	<u>33</u>	<u>337,903</u>

YEO HIAP SENG LIMITED

Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

4.1 Disaggregation of Revenue (continued)

A breakdown of sales:

	The Group		Change %
	12 months ended 31 December 2022 \$'000	12 months ended 31 December 2021 \$'000	
Sales reported for first half year	181,234	169,324	7.0
Operating profit/(loss) after tax reported for first half year	1,200	(1,205)	NM
Sales reported for second half year	176,842	168,579	4.9
Operating profit/(loss) after tax reported for second half year	1,188	(1,708)	NM

5. Financial assets and financial liabilities

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

	The Group		The Company	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Financial assets				
Financial asset, at FVPL	3,442	3,557	-	-
Financial assets, at FVOCI	21,025	16,845	-	-
Cash and cash equivalents and trade and other receivables net of prepayments and deposits	282,857	306,231	127,502	125,912
	<u>307,324</u>	<u>326,633</u>	<u>127,502</u>	<u>125,912</u>
Financial liabilities				
Trade and other payables including lease liabilities net of contract liabilities	(75,743)	(87,284)	(15,969)	(17,683)
Net financial assets	<u>231,581</u>	<u>239,349</u>	<u>111,533</u>	<u>108,229</u>

YEO HIAP SENG LIMITED

**Notes to the Unaudited Condensed Interim Financial Statements
for the six months and full year ended 31 December 2022**

6. Profit before taxation

6.1 Significant items

	<u>Note</u>	The Group			
		6 months ended 31 December 2022	6 months ended 31 December 2021	12 months ended 31 December 2022	12 months ended 31 December 2021
		\$'000	\$'000	\$'000	\$'000
(Income)/Expenses					
Dividend income from financial assets		(236)	(151)	(449)	(169)
Interest income		(2,583)	(624)	(3,284)	(1,121)
Rental Income		(5,024)	(4,071)	(9,108)	(7,120)
Currency translation loss/(gain), net		747	(155)	543	(390)
Fair value losses/(gains) on financial asset designated as FVPL at initial recognition, net		115	(2,166)	115	(2,182)
Compensation from a customer for start-up and commissioning cost		-	(2,161)	-	(2,161)
Compensation from a customer for order obligation		(2,500)	(858)	(2,500)	(858)
(Write-back)/Impairment of trade receivables, net	6.1.1	121	(9)	(1,522)	(598)
Fair value (gains)/losses on investment properties, net		(139)	744	(131)	620
Interest expense on lease liabilities		361	238	589	503
Depreciation		8,286	9,108	17,553	17,126
Amortisation of intangible assets		137	136	274	272
Amortisation of capitalised letting fees		34	37	71	72
Write-down of inventories, net		1,727	1,727	2,978	2,322
(Gains)/losses on disposal of property plant and equipment, net		(28)	354	(35)	366
Settlement with a distributor in Cambodia		-	1,007	-	1,007
Cost of raw materials and trading goods included in cost of sales	6.1.2	100,248	97,716	200,537	189,415
Advertising and promotion expenses	6.1.3	10,092	10,565	22,474	25,431

YEO HIAP SENG LIMITED

Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

6.1 Significant items (continued)

- 6.1.1** During the 12 months ended 31 December 2022, the Group recognised write-back of impairment on trade receivables of \$1,522,000 of which \$1,500,000 pertained to debts recovered from Sengjaya Group. Details of litigation update can be found in note 16.
- 6.1.2** Cost of raw materials and trading goods included in cost of sales is arrived at net of the \$12,859 reimbursement from related parties for the 12 months ended 31 December 2022 (31 December 2021: \$240,222).

During the 12 months ended 31 December 2022, YHS (Singapore) Pte Ltd (“YHS Singapore”), a wholly owned subsidiary of the Group, and Ng Teng Fong Charitable Foundation (“NTFCF”), a related party controlled by the Group’s controlling shareholder, (collectively the “Sponsors”) entered into a 3-year sponsorship agreement with Maximilian Maeder (“Max”), a national sailor representing Singapore in kitefoiling, with an option to renew it for another four years. During the sponsorship period, Max would endorse the Sponsors’ trademarks, and could also be invited to participate in the advertising, marketing and promotion campaigns and activities organised by the Group. YHS Singapore’s sponsorship comprises products in kind (up to 50 cartons/cases a year) while NTFCF’s sponsorship amounted to \$250,000 over 3 years.

- 6.1.3** Advertising and promotion expenses is arrived at net of the \$146,728 reimbursement from related parties for the 12 months ended 31 December 2022 (31 December 2021: \$396,102).

YEO HIAP SENG LIMITED

Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

6.2 Related party transactions

In addition to information disclosed elsewhere in the financial statements, the following transactions took place between the Group and related parties during the financial period at terms agreed between the parties:

	The Group			
	6 months ended 31 December 2022 \$'000	6 months ended 31 December 2021 \$'000	12 months ended 31 December 2022 \$'000	12 months ended 31 December 2021 \$'000
Amount billed by Far East Hospitality Real Estate Investment Trust:				
- Purchases of services	(1)	(1)	(2)	(2)
- Rental expense	(15)	(15)	(29)	(29)
Amount billed to/(by) Sino Land Company Limited Group:				
- Sales of goods	136	90	239	125
- Purchases of services	(10)	(1)	(11)	(2)
Amount billed to/(by) other related parties:				
- Sales of goods	426	823	619	957
- Purchase of services	(420)	(7)	(710)	(14)
- Rental expense	(50)	(54)	(99)	(104)
- Reimbursement of expenses/costs	-	636	160	636
Amount billed to/(by) TM Foods Sdn. Bhd. Group:				
- Sales of goods	5	29	21	66
- Purchases of goods	(1,022)	(2,837)	(2,917)	(6,310)
Service/Lease commitment payable to:				
- Far East Hospitality Real Estate Investment Trust	(29)	(29)	(29)	(29)
- Other related parties	(1,138)	(1,800)	(1,138)	(1,800)

Far East Hospitality Real Estate Investment Trust is a fellow subsidiary of the Company.

Sino Land Company Limited is a shareholder of the Company.

TM Foods Sdn. Bhd. is an associated company of the Group.

Other related parties comprise companies that are controlled or significantly influenced by the Group's key management personnel, directors or the shareholders of the Company's ultimate holding company.

YEO HIAP SENG LIMITED

Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

7. Income taxes

The Group calculates the 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 unaudited condensed interim consolidated statement of profit or loss are:

	The Group			
	6 months ended 31 December 2022 \$'000	6 months ended 31 December 2021 \$'000	12 months ended 31 December 2022 \$'000	12 months ended 31 December 2021 \$'000
Current income tax expense	1,394	912	3,395	2,845
Deferred income tax credit relating to origination and reversal of temporary differences	760	237	(88)	(812)
Under/(Over) provision in respect of previous years				
- Current income tax	72	109	1,326	113
- Deferred income tax	74	38	(747)	37
	<u>2,300</u>	<u>1,296</u>	<u>3,886</u>	<u>2,183</u>

8. Dividends

	The Group	
	2022 \$'000	2021 \$'000
<i>Ordinary dividends paid</i>		
Final dividend paid in respect of the previous financial year of 2 cents (2021: 2 cents) per share, tax exempt (1-tier)		
- new shares issued	10,141	9,569
- cash	1,672	2,029
	<u>11,813</u>	<u>11,598</u>

The directors have proposed a final dividend of 2 cents per ordinary share, tax exempt (1-tier) amounting to \$12,058,000 (2021: \$11,813,000) for approval by shareholders at the forthcoming annual general meeting to be convened for the financial year ended 31 December 2022.

9. Net Asset Value

	The Group		The Company	
	2022 Cents	2021 Cents	2022 Cents	2021 Cents
Net asset value per ordinary share	<u>94.78</u>	<u>98.80</u>	<u>85.56</u>	<u>86.72</u>

YEO HIAP SENG LIMITED

Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

10. Trade and other receivables

	The Group		The Company	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Trade receivables				
- Non-related parties	50,921	63,028	-	-
- An associated company	5	-	-	-
- Related parties	129	385	-	-
	51,055	63,413	-	-
Less: Loss allowance for trade receivables				
- Non-related parties	(576)	(2,213)	-	-
Trade receivables – net	50,479	61,200	-	-
Other receivables				
- Non-related parties	9,986	5,262	592	300
- Related parties	146	631	-	-
- Subsidiaries	-	-	68,405	65,578
- Government grant receivable	-	992	-	-
Other receivables – net	10,132	6,885	68,997	65,878
Loans to a non-related party	1,301	1,080	1,301	1,080
Staff loans	28	58	-	-
Deposits	2,119	1,670	56	40
Prepayments	2,325	2,460	68	333
Trade and other receivables - Current	66,384	73,353	70,422	67,331
Deposits	861	1,260	-	-
Loans to a non-related party	3,679	4,393	3,679	4,393
Trade and other receivables - Non-current	4,540	5,653	3,679	4,393
Total trade and other receivables	70,924	79,006	74,101	71,724

Other receivables from non-related parties and subsidiaries are unsecured, interest-free and repayable on demand for the Group and the Company.

Loans to a non-related party are unsecured, interest-bearing at the average prime lending rate for Singapore Dollars plus 2% per annum and will be repayable in full by Dec 2027 for the Group and the Company.

Related parties refer to the related companies of the ultimate holding company and companies that are controlled or significantly influenced by the Group's key management personnel, directors or the shareholders of the Company's ultimate holding company.

The Group has obtained bankers' guarantees and cash deposits from certain customers to mitigate the credit risk. No significant credit risk for past due trade and other receivables as it is mainly covered by bankers' guarantees, cash deposits received and instalment repayment plan committed by customers.

YEO HIAP SENG LIMITED

**Notes to the Unaudited Condensed Interim Financial Statements
for the six months and full year ended 31 December 2022**

11. Other financial assets

Other financial assets are analysed as follows:

	The Group	
	31 December 2022	31 December 2021
	<u>\$'000</u>	<u>\$'000</u>
<u>Financial assets designated at FVOCI</u>		
Listed equity securities – Hong Kong	11,840	6,851
Listed equity securities – USA	1,966	1,864
Listed equity securities – Japan	31	32
Listed equity securities – Europe	178	212
Listed real estate investment trusts and business trusts – Singapore	7,010	7,886
	<u>21,025</u>	<u>16,845</u>
<u>Financial assets designated at FVPL</u>		
Unquoted equity securities – Singapore	3,442	3,557
	<u>3,442</u>	<u>3,557</u>
	<u>24,467</u>	<u>20,402</u>

Fair value measurements

The following table presents assets and liabilities measured at fair value and classified by level of the following fair value measurement hierarchy:

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

The following table presented the assets measured at fair value:

	Level 1	Level 3	Total
	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
<u>The Group</u>			
31 December 2022			
Assets			
Financial assets, at FVPL	-	3,442	3,442
Financial assets, at FVOCI	21,025	-	21,025
	<u>21,025</u>	<u>-</u>	<u>21,025</u>
31 December 2021			
Assets			
Financial assets, at FVPL	-	3,557	3,557
Financial assets, at FVOCI	16,845	-	16,845
	<u>16,845</u>	<u>-</u>	<u>16,845</u>

YEO HIAP SENG LIMITED

Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

12. Intangible assets

	Note	The Group	
		31 December 2022	31 December 2021
		\$'000	\$'000
<u>Composition:</u>			
Goodwill	(a)	-	-
Trademark licence and bottling right	(b)	3,315	3,522
Computer software licences	(c)	1,112	1,179
		<u>4,427</u>	<u>4,701</u>

(a) Goodwill arising on consolidation

	The Group	
	31 December 2022	31 December 2021
	\$'000	\$'000
<i>Cost</i>		
Beginning and end of financial year	5,361	5,361
<i>Accumulated impairment losses</i>		
Beginning and end of financial year	(5,361)	(5,361)
Net book value	<u>-</u>	<u>-</u>

Goodwill is allocated to the Group's cash-generating units ("CGUs") identified within the consumer food and beverage products business segment in the People's Republic of China.

The goodwill in the CGUs was fully impaired in 2008.

(b) Trademark licence and bottling right

	The Group	
	31 December 2022	31 December 2021
	\$'000	\$'000
<i>Cost</i>		
Beginning and end of financial year	<u>4,122</u>	<u>4,122</u>
<i>Accumulated amortisation</i>		
Beginning of financial year	(600)	(395)
Amortisation charge	(207)	(205)
End of financial year	<u>(807)</u>	<u>(600)</u>
Net book value	<u>3,315</u>	<u>3,522</u>

Trademark licence and bottling right acquired are initially recognised at cost and are subsequently carried at cost less accumulated amortisation and accumulated impairment losses. These costs are amortised to profit or loss using the straight-line method over 20 periods, which is the shorter of the estimated useful life and period of contractual right.

YEO HIAP SENG LIMITED

Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

12. Intangible assets (continued)

(c) Computer software licences

	The Group	
	31 December 2022 \$'000	31 December 2021 \$'000
<i>Cost</i>		
Beginning and end of financial year	1,341	1,341
<i>Accumulated amortisation</i>		
Beginning of financial year	(162)	(95)
Amortisation charge	(67)	(67)
End of financial year	(229)	(162)
Net book value	1,112	1,179

Acquired computer software licences are initially capitalised at cost which includes the purchase price (net of any discounts and rebates) and other directly attributable costs of preparing the asset for its intended use. Direct expenditures including employee costs, which enhance or extend the performance of computer software beyond its specifications and which can be reliably measured, are added to the original cost of the software. Costs associated with maintaining the computer software are expensed off when incurred.

Computer software licences are subsequently carried at cost less accumulated amortisation and accumulated impairment losses. The cost is amortised to profit or loss using the straight-line method over its estimated useful life of 20 periods.

(d) Amortisation expense on intangible assets included in the consolidated statement of comprehensive income for the six months ended 31 December 2022 is analysed as follows:

	The Group	
	31 December 2022 \$'000	31 December 2021 \$'000
Cost of sales	104	103
Administrative expenses	33	33
Total	137	136

13. Property, plant and equipment

During the six months ended 31 December 2022, the Group acquired assets amounting to \$8,953,000 (six months ended 31 December 2021: \$5,989,000) and disposed of assets amounting to \$69,000 (six months ended 31 December 2021: \$616,000).

During the six months ended 31 December 2021, the Group recognised an Enterprise Development Grant of \$850,000 from the Enterprise Singapore Board and was deducted in arriving the carrying amount of the asset.

YEO HIAP SENG LIMITED

Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

14. Investment properties

The Group's investment properties consist of both commercial and industrial properties, held for long-term rental yields and/or capital appreciation and are not substantially occupied by the Group. They are mainly leased to third parties under operating leases.

	The Group		The Company	
	31 December 2022 \$'000	31 December 2021 \$'000	31 December 2022 \$'000	31 December 2021 \$'000
Beginning of financial year	52,602	52,856	79,567	80,037
Currency translation differences	(3,677)	438	-	-
Additions	-	-	-	1,352
Reclassification from property, plant and equipment	5,158	-	-	-
Disposal	-	-	(22)	(206)
Amortisation/Write-down	(71)	(72)	-	-
Net fair value gains/(losses) recognised in profit or loss, under "other gains and losses"	131	(620)	750	(1,616)
End of financial year	<u>54,143</u>	<u>52,602</u>	<u>80,295</u>	<u>79,567</u>

Valuation processes of the Group

The Group engages external, independent and qualified valuers to determine the fair value of the Group's properties at the end of every financial year. As at 31 December 2022, the fair values of the investment properties were derived based on the adjusted sales comparison approach, income capitalisation approach and depreciated replacement cost method.

The fair value measurement for all investment properties of the Group and the Company of \$54,143,000 (2021: \$52,602,000) and \$80,295,000 (2021: \$79,567,000) respectively, have been categorised as Level 3 fair values.

The following table reconciles the net carrying value of the investment property to the fair value:

	31 December	
	2022 \$'000	2021 \$'000
The Company		
Fair value of investment property	67,000	66,000
Add: Carrying amount of lease liabilities	<u>13,295</u>	<u>13,567</u>
Carrying amount of investment property	<u>80,295</u>	<u>79,567</u>

YEO HIAP SENG LIMITED

Notes to the Unaudited Condensed Interim Financial Statements for the six months and full year ended 31 December 2022

14. Investment properties (continued)

Reconciliation of movements in Level 3 fair value measurement

Except for a property reclassification from property, plant and equipment of \$5,158,000 in 2022, there are no transfers into or out of Level 3 during the years ended 31 December 2022 and 2021.

15. Share capital

	31 December 2022		31 December 2021	
	Number of shares '000	Amount \$'000	Number of shares '000	Amount \$'000
Beginning of financial year	590,663	237,814	579,911	228,245
Issue of new share pursuant to Scrip Dividend Scheme	12,219	10,141	10,752	9,569
End of financial year	<u>602,882</u>	<u>247,955</u>	<u>590,663</u>	<u>237,814</u>

The Company has not issued any convertibles nor holds any treasury shares as at 31 December 2022 and 31 December 2021.

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

There were no sales, transfers, disposal, cancellation and/or use of treasury shares and subsidiary holdings as at 31 December 2022 and 31 December 2021.

16. Litigations

In 2020, a wholly-owned indirect subsidiary in Malaysia, Yeo Hiap Seng Trading Sdn Bhd ("YHS Trading"), was served with three Writs of Summonses ("Sengjaya's Writs"), filed in Malaysia, claiming in aggregate Malaysian Ringgit ("MYR") 13.7 million, after YHS Trading had terminated its non-exclusive distribution agreements with the Sengjaya group of companies ("Sengjaya"). YHS Trading had filed its defences and served its Writs of Summonses ("YHS' Writs") on Sengjaya and applied for summary judgments for YHS' Writs and to strike out Sengjaya's Writs.

In 2021, the High Court of Malaya at Shah Alam ("the High Court") had awarded the cases in favour of YHS Trading in all the lawsuits. Sengjaya had since appealed. In August 2022, Sengjaya's appeals were dismissed by the Court of Appeal.

In 2022, YHS Trading received MYR 4.7 million from Sengjaya for the judgements awarded by the High Court. The Group has recognised write-back of impairment on trade receivables of MYR 4.7 million (\$1.5 million) in the comprehensive income statement for the full year ended 31 December 2022.

In January 2023, Sengjaya filed a new application against YHS Trading to stop any further or pending execution proceedings on one of the summary judgements.

**Other Information Required by Listing Rule Appendix 7.2
for the six months and full year ended 31 December 2022**

YEO HIAP SENG LIMITED AND ITS SUBSIDIARIES

Other Information Required by Listing Rule Appendix 7.2 for the six months and full year ended 31 December 2022

OTHER INFORMATION

1. In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:

- (a) the amount repayable in one year or less, or on demand
- (b) the amount repayable after one year;
- (c) whether the amounts are secured or unsecured; and
- (d) details of any collaterals.

The Group and the Company do not have any borrowings and debt securities.

Details of any collateral

Not applicable.

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

The condensed consolidated balance sheets of Yeo Hiap Seng Limited and its subsidiaries as at 31 December 2022 and the related condensed consolidated statement of comprehensive income, condensed statements of changes in equity and condensed consolidated statement of cash flows for the financial year ended 31 December 2022 and certain explanatory notes have not been audited or reviewed.

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

YEO HIAP SENG LIMITED AND ITS SUBSIDIARIES

Other Information Required by Listing Rule Appendix 7.2 for the six months and full year ended 31 December 2022

4. 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.

Earnings per ordinary share of the Group

	Group 12 Months		Group 6 Months	
	01.01.2022 to 31.12.2022	01.01.2021 to 31.12.2021	01.07.2022 to 31.12.2022	01.07.2021 to 31.12.2021
Earnings per ordinary share for the period based on net loss attributable to equity holders of the Company during the period:				
(a) Based on weighted average number of ordinary shares in issue (cents)	0.40	(0.50)	0.20	(0.29)
(b) On a fully diluted basis (cents)	0.40	(0.50)	0.20	(0.29)
Weighted average number of ordinary shares in issue for calculation of basic earnings per share ('000)	595,338	585,420	602,882	590,663
Weighted average number of ordinary shares in issue for calculation of diluted earnings per share ('000)	595,338	585,420	602,882	590,663

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Other Information Required by Listing Rule Appendix 7.2 for the six months and full year ended 31 December 2022

5. 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.

5(a) **Year to Date Results - 12 months ended 31 December 2022 vs. 12 months ended 31 December 2021**

Group performance

Group revenue for FY2022 grew 6% Y/Y to \$358.1 million from \$337.9 million a year ago with improvements in Malaysia, Cambodia, Indonesia and USA. However, its China market was impacted by economic slowdown and Covid-19 restrictive measures. Core Yeo's F&B revenue grew at 4.7% Y/Y to \$318.5 million.

Gross Profit increased 7.0% Y/Y to \$107.4 million during the year under review. Gross profit margin improved by 0.3 percentage points to 30.0%, despite the cost pressures on raw materials and utilities during the year. The Group's conscious efforts in driving net price increase and product portfolio optimisation helped to mitigate the costs inflation.

Other income increased by 52.7% Y/Y to \$12.8 million, mainly from higher interest, rental and dividend income.

Other gains and losses decreased \$1.7 million Y/Y to \$2.2 million, mainly due to fair value losses on investments in financial assets and lower compensation from a customer.

During the year, the Group adjusted the reported accounting errors of \$2.1 million pertaining to the FY2021 misstatement in the consolidated financial statements of a wholly owned subsidiary. The impact of this loss was offset by the \$1.5 million write-back of impairment on trade receivables due to collection for amounts owing by former distributors in Malaysia.

Higher income tax expense was recognised for higher operating profits in certain subsidiaries and certain unutilised tax losses were not recognised as deferred tax credit.

Consequently, net profit after tax of the Group increased by \$5.3 million Y/Y to \$2.4 million during the year, compared to the loss recorded in FY2021.

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5(b) Second Half Year Results - 6 months ended 31 December 2022 vs. 6 months ended 31 December 2021

Group performance

Group revenue for H2 FY2022 grew 4.9% Y/Y from \$168.6 million to \$176.8 million, mainly contributed by higher growth in Malaysia. Core Yeo's F&B revenue grew 1.5% Y/Y to \$152.5 million.

Gross Profit for H2 FY2022 increased 11.0% Y/Y to \$51.5 million, taking GP margin higher to 29.1% (H2 FY2021: 27.5%). The stronger margin was an outcome of the Group's conscious efforts in driving net price increase and product portfolio optimisation which helped mitigate the cost pressures we experienced on raw materials and utilities during the period.

Other income increased by 61.8% Y/Y to \$7.8 million, mainly from higher interest, rental and dividend income.

Other gains and losses decreased \$1.6 million Y/Y to \$1.7 million, mainly due to fair value losses on investments in financial assets and lower compensation from a customer.

During the period, the Group adjusted the reported accounting errors of \$3.9 million pertaining to the FY2021 and H1 FY2022 misstatements in the consolidated financial statements of a wholly owned subsidiary.

Higher income tax expense was recognised for higher operating profits in certain subsidiaries and certain unutilised tax losses were not recognised as deferred tax credit.

Net profit after tax of the Group increased by \$2.9 million Y/Y to \$1.2 million during the year, compared to the loss recorded in H2 FY2021.

5(c) Consolidated Balance Sheet – 31 December 2022 vs. 31 December 2021

Current assets decreased by \$19.0 million from \$362.6 million to \$343.6 million mainly due to:

- (i) Decrease in cash and cash equivalents by \$15.8 million largely arising from payments for purchases of and deposits for property, plant and equipment of \$14.7 million and additions to financial assets of \$4.5 million;
- (ii) Decrease in trade and other receivables (current) by \$7.0 million from better collections; and partially offset by
- (iii) Increase in inventories by \$4.1 million due to holding higher inventory level to support higher sales and to mitigate the supply risk.

Non-current assets decreased by \$8.0 million from \$322.3 million to \$314.3 million mainly due to:

- (i) Decrease in property, plant and equipment by \$11.3 million largely from depreciation offset by additions during the year; and partially offset by
- (ii) Increase in other financial assets by \$4.1 million arising from acquisition of listed equities during the year, offset by fair value losses.

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Other Information Required by Listing Rule Appendix 7.2 for the six months and full year ended 31 December 2022

5(c) Consolidated Balance Sheet – 31 December 2022 vs. 31 December 2021 (continued)

Current liabilities decreased by \$15.4 million to \$62.4 million mainly from lower trade and other payables of \$15.9 million due to the timing of purchase, lower accruals and reduction in deposits from customers.

5(d) Consolidated Statement of Cash Flows

Year to Date Results - 12 months ended 31 December 2022 vs. 12 months ended 31 December 2021

The Group registered a net decrease in cash and cash equivalents of \$15.8 million for the financial year ended 31 December 2022.

Net operating cash inflows for the Group of \$7.4 million was mainly contributed by cash generated from operations offset by tax payments.

Net cash outflows from investing activities of \$16.2 million was mainly from payments for purchases of and deposits placed for property, plant and equipment of \$14.7 million and additions to financial assets of \$4.5 million and partially offset by interest received of \$2.5 million.

Net cash outflow from financing activities of \$4.5 million was mainly due to dividends paid to equity holders of the Company of \$1.7 million and repayment of lease liabilities of \$2.4 million.

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

Not applicable.

7. 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.

Operating cost inflation continues to pose headwinds to the Group operations. Management will focus on driving higher margin products growth and cost reduction to improve business performance, and will continue to review the Group's operational structure to drive operational efficiency and commercial excellence across the entire value chain.

This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate movements, cost of capital and capital availability, competition from other companies and venues for sale/manufacture/distribution of goods and services, shift in customer demands, customers and partners, changes in operating expenses, including employee wages, benefits and training, and governmental and public policy changes. You are cautioned not to place undue reliance on these forward-looking statements, which are based on current view of management on future events

YEO HIAP SENG LIMITED AND ITS SUBSIDIARIES

Other Information Required by Listing Rule Appendix 7.2 for the six months and full year ended 31 December 2022

8. If a decision regarding dividend has been made:

(a) Whether an interim (final) ordinary dividend has been declared (recommended)?

The Board of Directors is pleased to recommend the following dividend in respect of financial year ended 31 December 2022 for approval by shareholders at the next Annual General Meeting to be convened.

Name of Dividend	Proposed final
Dividend type	Cash/Scrip
Dividend amount	S\$0.02 per ordinary share

The Company's Scrip Dividend Scheme ("Scheme") will be applicable to the final dividend, subject to receipt of shareholders' approval at the Annual General Meeting for the final dividend and the allotment and issue of new shares pursuant to the Scheme. Information on the books closure, payment date and application of the Scheme to the final dividend will be announced at a later date.

(b) (i) **Amount per Share** : 2.0 cents.

(ii) **Previous corresponding period** : 2.0 cents.

Name of Dividend	Final
Dividend type	Cash/Scrip
Dividend amount	S\$0.02 per ordinary share

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Tax-exempt (one-tier).

(d) The date the dividend is payable.

To be announced later.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

To be announced later.

9. If no dividend has been declared/recommended, a statement to that effect and far

Not applicable.

YEO HIAP SENG LIMITED AND ITS SUBSIDIARIES

Other Information Required by Listing Rule Appendix 7.2 for the six months and full year ended 31 December 2022

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

The Group has not obtained a general mandate from shareholders of the Company for Interested Person Transactions.

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

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.

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

12.1 Consumer food & beverage products

The improvement in revenue and segment loss of \$20.2 million and \$6.2 million respectively for consumer food and beverage products for the financial year ended 31 December 2022 was mainly due to higher revenue and margins as disclosed in Note 5 (a).

12.2 Others

The increase in segment profit of \$0.9 million for the financial year ended 31 December 2022 was mainly due to higher interest income and rental income; and partially offset by fair value losses on financial assets designated as FVPL.

- 13. 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(13) in the prescribed format. If there are no such persons, the issuer must make an appropriate negative statement.**

Pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST"), the Company confirms that, to the best of its knowledge, belief and information, none of the persons occupying managerial positions in the Company or any of its principal subsidiaries is a relative of a director or the chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

Nor Hafiza Alwi
Company Secretary
28 February 2023
