



SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

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**Unaudited Condensed Interim Financial Statements
for the Six Months and Full Year Ended 30 September 2024**

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(A) Condensed interim consolidated statement of profit or loss and other comprehensive income

		Group					
		2H2024	2H2023	Change	FY2024	FY2023	Change
		(unaudited)	(unaudited)		(unaudited)	(audited)	
Note		S\$'000	S\$'000	%	S\$'000	S\$'000	%
	Revenue	18,978	23,820	(20)	33,162	65,989	(50)
	Cost of sales	(16,809)	(31,723)	(47)	(31,870)	(53,105)	(40)
	Gross profit/(loss)	2,169	(7,903)	n.m.	1,292	12,884	(90)
	Other operating (loss)/income	(397)	2,728	n.m.	822	2,938	(72)
	Distribution expenses	(60)	(272)	(78)	(121)	(544)	(78)
	Administrative expenses	(2,521)	(3,398)	(26)	(5,800)	(6,573)	(12)
	Other gains and losses	(437)	12,386	n.m.	(600)	9,510	n.m.
	Finance expenses	(158)	(227)	(30)	(338)	(396)	(15)
	(Loss)/Profit before income tax	(1,404)	3,314	n.m.	(4,745)	17,819	n.m.
	Income tax (expense)/credit	1,247	(702)	n.m.	(6,034)	(3,590)	68
	(Loss)/Profit after income tax	(157)	2,612	n.m.	(10,779)	14,229	n.m.
	Other comprehensive income/(loss)						
	<i>Items that may be reclassified subsequently to profit or loss:</i>						
	Exchange differences on translation of foreign operations	1,120	(349)	n.m.	615	(547)	n.m.
	Total comprehensive income/(loss) for the period/year, net of tax	963	2,263	(57)	(10,164)	13,682	n.m.
	(Loss)/Profit per share attributable to owners of the Company						
	Basic and diluted (cents) ^[1]	-	0.08	n.m.	(0.33)	0.45	n.m.
	Total comprehensive income/(loss) Per share for the period/year attributable to owners of the Company						
	Basic and diluted (cents) ^[1]	0.03	0.07	(57)	(0.31)	0.43	n.m.

^[1] Basic (loss)/profit per share is calculated on the Group's (loss)/profit for the respective periods attributable to owners of the Company divided by the weighted average number of ordinary shares in issue of 3,238,030,038 for the year ended 30 September 2024 (FY2023: 3,164,882,778).

Diluted (loss)/profit per share is calculated on the same basis as basic (loss)/profit per share as there were no dilutive potential ordinary shares in the respective periods.

* n.m. denotes not meaningful

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(B) Condensed interim statement of financial position

	Note	Group		Company	
		As at	As at	As at	As at
		30.09.2024 (unaudited) S\$'000	30.09.2023 (audited) S\$'000	30.09.2024 (unaudited) S\$'000	30.09.2023 (audited) S\$'000
ASSETS					
Current assets					
Cash and bank balances		6,200	9,488	113	75
Trade and other receivables		6,093	6,436	5,494	4,488
Inventories		12,852	12,616	-	-
Total current assets		25,145	28,540	5,607	4,563
Non-current assets					
Property, plant and equipment	8	16,238	13,903	-	-
Intangible assets		158	125	-	-
Right-of-use assets		1,366	1,891	-	-
Investments in subsidiaries		-	-	9,463	9,463
Other receivables		35	37	-	-
Deferred tax assets ("DTA")		567	2,484	-	-
Total non-current assets		18,364	18,440	9,463	9,463
Total assets		43,509	46,980	15,070	14,026
LIABILITIES					
Current liabilities					
Bank borrowings	10	4,689	5,391	-	-
Trade and other payables		4,790	3,979	2,325	5,525
Advance payment from customer		3,635	-	-	-
Lease liabilities		483	445	-	-
Income tax payable		3,332	33	-	-
Total current liabilities		16,929	9,848	2,325	5,525
Non-current liabilities					
Bank borrowings	10	338	392	-	-
Other payables		129	119	-	-
Lease liabilities		997	1,394	-	-
Deferred tax liabilities ("DTL")		294	241	-	-
Total non-current liabilities		1,758	2,146	-	-
Total liabilities		18,687	11,994	2,325	5,525
EQUITY					
Capital and reserves					
Share capital	9	55,261	55,261	55,261	55,261
Other reserves		(10,287)	(10,902)	-	-
Accumulated losses		(20,152)	(9,373)	(42,516)	(46,760)
Equity attributable to owners of the Company		24,822	34,986	12,745	8,501
Total equity and liabilities		43,509	46,980	15,070	14,026
Basic and diluted net asset value per share (cents)^[1]					
		0.77	1.08	0.39	0.26

[1] Net asset value per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the current year reported on and immediately preceding financial year.

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(C) Condensed interim statement of changes in equity

Group	Share capital	Merger deficit	Translation reserve	Capital reserve	Accumulated losses	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 01.10.2023 (audited)	55,261	(3,454)	(10,053)	2,605	(9,373)	34,986
Loss for the year	-	-	-	-	(10,779)	(10,779)
Other comprehensive income	-	-	615	-	-	615
Total comprehensive income/(loss) for the year, net of tax	-	-	615	-	(10,779)	(10,164)
Issuance of new shares, representing transactions with owners, recognised directly in equity	-	-	-	-	-	-
Balance at 30.09.2024 (unaudited)	55,261	(3,454)	(9,438)	2,605	(20,152)	24,822

Group	Share capital	Merger deficit	Translation reserve	Capital Reserve	Accumulated losses	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 01.10.2022 (audited)	53,246	(3,454)	(9,506)	2,605	(23,602)	19,289
Profit for the year	-	-	-	-	14,229	14,229
Other comprehensive loss	-	-	(547)	-	-	(547)
Total comprehensive income/(loss) for the year, net of tax	-	-	(547)	-	14,229	13,682
Issuance of new shares, representing transactions with owners, recognised directly in equity	2,015	-	-	-	-	2,015
Balance at 30.09.2023 (audited)	55,261	(3,454)	(10,053)	2,605	(9,373)	34,986



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(C) Condensed interim statement of changes in equity (cont'd)

Company	Share capital	Accumulated losses	Total
	S\$'000	S\$'000	S\$'000
Balance at 01.10.2023 (audited)	55,261	(46,760)	8,501
Profit for the year, representing total comprehensive income for the year	-	4,244	4,244
Issuance of new shares, representing transactions with owners, recognised directly in equity	-	-	-
Balance at 30.09.2024 (unaudited)	55,261	(42,516)	12,745

Company	Share capital	Accumulated losses	Total
	S\$'000	S\$'000	S\$'000
Balance at 01.10.2022 (audited)	53,246	(48,589)	4,657
Profit for the year, representing total comprehensive income for the year	-	1,829	1,829
Issuance of new shares, representing transactions with owners, recognised directly in equity	2,015	-	2,015
Balance at 30.09.2023 (audited)	55,261	(46,760)	8,501

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(D) Condensed interim consolidated statement of cash flows

	Group	
	FY2024 (unaudited)	FY2023 (audited)
	S\$'000	S\$'000
Cash flows from operating activities		
(Loss)/Profit before income tax	(4,745)	17,819
Adjustments for:		
Bad debts written off on other receivables	-	3
Depreciation of property, plant and equipment ("PPE")	1,871	1,891
Depreciation of right-of-use assets ("ROU assets")	489	486
Depreciation of intangible assets	25	-
Allowance for sales discount	(226)	-
Allowance for trade receivables	1	-
(Reversal of)/allowance for inventories	(2,102)	2,833
Gain on disposal of PPE	-	(34)
Plant and equipment written off	3	-
Post-employment benefits	22	17
Interest expenses	338	396
Interest income	(129)	(231)
Gain on debt settlement	-	(11,495)
Effects of exchange rate changes	406	231
	(4,047)	11,916
Changes in working capital:		
Inventories	1,866	(6,299)
Trade and other receivables	570	4,731
Trade and other payables	799	(5,405)
Advance payment from customers	3,635	-
Cash generated from operations	2,823	4,943
Tax paid	(753)	(956)
Net cash generated from operating activities	2,070	3,987
Cash flows from investing activities		
Interest received	129	231
Proceeds from disposal of plant and equipment	18	44
Expenditure on intangible assets	(67)	(124)
Purchase of plant and equipment	(3,884)	(1,642)
Net cash used in investing activities	(3,804)	(1,491)
Cash flows from financing activities		
Interest paid	(276)	(396)
Proceeds from short term loans	670	-
Repayment of bank borrowings	(1,433)	(1,868)
Principal payment of lease liabilities	(515)	(562)
Decrease in pledged deposits with financial institutions	-	2
Trade bills	-	(3,231)
Proceeds from issuance of shares	-	2,015
Net cash used in financing activities	(1,554)	(4,040)

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(D) Consolidated statement of cash flows (cont'd)

	Group	
	FY2024 (unaudited)	FY2023 (audited)
	S\$'000	S\$'000
Net decrease in cash and cash equivalents	(3,288)	(1,544)
Cash and cash equivalents at beginning of financial year	9,452	11,261
Effects of exchange rate changes on cash and cash equivalents	1	(265)
Cash and cash equivalents at end of financial year	6,165	9,452
Group		
Cash and cash equivalents as per statement of financial position comprising:		
Cash at bank	6,160	9,452
Fixed deposits with financial institutions	40	36
Cash and cash equivalents as per statement of financial position	6,200	9,488
Fixed deposits pledged with financial institutions	(35)	(36)
Cash and cash equivalents as per consolidated statement of cash flows	6,165	9,452

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

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(E) Notes to the unaudited condensed interim financial statements

1 Corporate information

Sen Yue Holdings Limited (“**Company**”) is a company incorporated in Singapore. The Company’s registered office is at 3 Jalan Pesawat, Singapore 619361. The Company is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”).

The immediate and ultimate holding company is Electroloy Metal Pte. Ltd. (“**Electroloy**”), a company incorporated in Singapore.

These unaudited condensed interim consolidated financial statements as at and for the six months (“**2H2024**”) and full year ended 30 September 2024 (“**FY2024**”) comprise the Company and its subsidiaries (together referred to as the “**Group**”).

The principal activity of the Company is that of an investment holding company. The Group is organised into the following main business segments:

- (a) Metal components and tool and die (“**Metal Components**”) - includes manufacturing and sales of perforated materials, speaker nets, tool, die and other metal components;
- (b) Electro deposition coating (“**ED Coating**”) - includes ED coating services and secondary process; and
- (c) Commodities - trading of black mass powder and other materials including copper and aluminum.

1.1 Event During the Financial Period

(i) Notice of Assessment (Amended) for YA2021 and YA2022

On 10 January 2024, SMC Industrial Pte Ltd (“**SMCI**”), a wholly-owned subsidiary of the Group, received a letter from Inland Revenue Authority of Singapore (“**IRAS**”) stating the further assessment for Year of Assessment (“**YA**”) 2021 and YA 2022 had been conducted. In view of the issues outlined in the auditors’ report for the financial year ended 30 September 2020 and 2021 dated 15 April 2021 and 28 December 2022 respectively. IRAS has re-assessed SMCI on the basis of “no profit/no loss” for YA 2021 and YA 2022. IRAS has also issued notice of assessment (amended) for YA 2021 and YA 2022, indicating nil balance of unutilised losses and capital allowances.

The Group reversed the DTA related to these unutilised tax losses and capital allowances of S\$2.44 million recorded as at 30 September 2023, and the corresponding effect of incremental tax expenses for the financial years ended 30 September 2022 and 2023 totalled S\$3.25 million, resulting in an aggregate increase in tax expense of S\$5.69 million reflected in FY2024. Please refer to Note 7 for further information, and Note 12 for subsequent development on this matter.

(ii) Conclusion of CAD Investigation

The CAD had on 27 March 2024 informed the Company that it has completed its investigation concerning Mr. Koh Mia Seng (“**Mr. Koh**”), the former executive chairman of the Company, and employees of SMC Technology Sdn. Bhd., and after careful consideration of the facts and circumstances of the case and in consultation with the Attorney-General’s Chambers, the CAD is of the view that a criminal offence is not disclosed. Hence, the CAD have decided not to pursue this matter further.

Please refer to the Company’s announcement dated 27 March 2024 for more details.

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(E) Notes to the unaudited condensed interim financial statements (cont'd)

1 Corporate information (cont'd)

(iii) Assistance with Investigation by the Monetary Authority of Singapore

The Company had on 12 April 2024 received an order under Section 20 of the Criminal Procedure Code 2010 from the Enforcement Department of the Money Authority of Singapore ("MAS"). Pursuant to the Order, the Company is required to provide certain documents to assist with the MAS's investigation into offences under the Securities and Futures Act 2001.

Please refer to the Company's announcement dated 14 April 2024 for more details.

2 Basis of Preparation

The unaudited condensed interim financial statements for 2H2024 and FY2024 and its comparatives for the six months ("2H2023") and the full year ended 30 September 2023 ("FY2023") 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 annual financial statements for FY2023.

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 ("SGD") which is the Company's functional currency. The functional currencies of the Group include SGD, Ringgit Malaysia, Indonesia Rupiah and United States Dollar ("USD").

2.1 New and amended standards adopted by the Group

The following standards have been issued and are relevant to the Group and the Company, but not yet effective:

		Effective for annual financial periods beginning on or after
SFRS(I) 18	<i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
Amendments to SFRS(I) 10 and SFRS(I) 1-28	<i>Sale or contribution of assets between an investor and its associate or joint venture</i>	Deferred indefinitely, early application is still permitted
Amendments to SFRS(I) 1-1	<i>Classification of Liabilities as Current or Non-current</i>	1 January 2024
Amendments to SFRS(I) 1-1	<i>Non-current Liabilities with Covenants</i>	1 January 2024
Amendments to SFRS(I) 1-7 and SFRS(I) 7	<i>Supplier Finance Arrangements</i>	1 January 2024
Amendments to SFRS(I) 16	<i>Lease Liability in a Sale and Leaseback</i>	1 January 2024
Amendments to SFRS(I) 1 – 21	<i>Lack of Exchangeability</i>	1 January 2025

The adoption of the abovementioned standards is not expected to have any material impact on the financial statements of the Group and the Company in the period of initial application.

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(E) Notes to the unaudited condensed interim financial statements (cont'd)

2 Basis of Preparation (cont'd)

2.2 Use estimates and assumptions

The preparation of the unaudited condensed interim financial statements for 2H2024 and 2H2023 in conformity with SFRS(I) requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. 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 audited financial statements as at and for FY2023.

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 included in the following notes:

- **Valuation of inventories**

Inventories are stated at the lower of cost and net realisable value ("**NRV**"). NRV represents the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling, and distribution. The commodities segment purchased battery scraps and processed them into black mass powder and other materials, including copper and aluminum. Management estimates the net realisable value of inventories based on metal trading price available at the London Metal Exchange, purity level of the inventories and estimated future market demand.

- **Uncertain tax positions**

The Group is subject to income taxes in numerous jurisdictions. In determining the income tax liabilities, management has estimated the amount of capital allowances and the deductibility of certain expenses ("**Uncertain Tax Positions**") at each tax jurisdiction.

The Group has significant open tax assessments with a tax authority at the reporting date. As management believes that the tax positions are sustainable, the Group has recognised any additional tax liability on these Uncertain Tax Positions. The maximum exposure of these Uncertain Tax Positions recognised in these financial statements is approximately S\$3.25 million.

3 Seasonal Operations

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

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(E) Notes to the unaudited condensed interim financial statements (cont'd)

4 Segment and Revenue Information

For the purpose of management, the Group is organised into business units based on the products and services offered. The Metal Components segment, ED Coating segment and Commodities segment offer different products and services, they are, hence, managed separately as they require different technology and marketing strategies. For each of the segments, the Group's acting Chief Executive Officer ("CEO") reviews internal management reports on at least a monthly basis. The following summary describes the operations in each of the Group's reportable segments:

- (a) Metal Components – includes manufacturing and sales of perforated materials, speaker nets, tool, die and other metal components;
- (b) ED Coating – includes ED coating services and secondary process; and
- (c) Commodities – trading of trading of black mass powder and other materials including copper and aluminum.

There are varying levels of integration between the Metal Components and ED Coating reportable segments. This integration includes ED Coating services for metal component, shared customers, sale of equipment and provision of maintenance services and rental of industrial properties. Inter-segment pricing is determined on an arm's length basis.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before income tax, as included in the internal management reports that are reviewed by the acting CEO. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

The following is an analysis of the Group's revenue and results by reportable segment:

4.1 Reportable Segments

	Group			
	Revenue		Segments results	
	2H2024 (unaudited)	2H2023 (unaudited)	2H2024 (unaudited)	2H2023 (unaudited)
	S\$'000	S\$'000	S\$'000	S\$'000
Metal Components	1,985	1,486	383	17
ED Coating	6,530	6,708	1,159	883
Commodities	10,911	16,856	(2,551)	3,480
Inter-Segment Elimination	(448)	(1,230)	-	(132)
	18,978	23,820	(1,009)	4,248
Unallocated items:				
Other operating income			-	101
Other gains and losses			(123)	159
Administrative expenses			(272)	(1,192)
Finance cost			-	(2)
(Loss)/Profit before income tax			(1,404)	3,314
Income tax credit/(expense)			1,247	(702)
(Loss)/Profit for the period			(157)	2,612

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(E) Notes to the unaudited condensed interim financial statements (cont'd)

4 Segment and Revenue Information (cont'd)

4.1 Reportable Segments (cont'd)

	Group			
	Revenue		Segments results	
	FY2024 (unaudited)	FY2023 (audited)	FY2024 (unaudited)	FY2023 (audited)
	S\$'000	S\$'000	S\$'000	S\$'000
Metal Components	2,871	2,813	78	73
ED Coating	12,723	14,246	2,167	2,654
Commodities	18,531	50,635	(5,523)	17,233
Inter-Segment Elimination	(963)	(1,705)	-	(139)
	33,162	65,989	(3,278)	19,821

Unallocated items:

Other operating income	2	112
Other gains and losses	(102)	228
Administrative expenses	(1,367)	(2,342)
Finance cost	-	-
(Loss)/Profit before income tax	(4,745)	17,819
Income tax expense	(6,034)	(3,590)
(Loss)/Profit for the year	(10,779)	14,229

	Group	
	As at 30.09.2024 (unaudited)	As at 30.09.2023 (audited)
	S\$'000	S\$'000
Segment assets		
Metal Components	4,366	4,124
ED Coating	14,219	15,574
Commodities	24,158	26,602
Total segment assets	42,743	46,300
Unallocated assets [#]	766	680
Consolidated total assets	43,509	46,980

Segment liabilities

Metal Components	909	907
ED Coating	1,945	2,082
Commodities	15,421	7,985
Total segment liabilities	18,275	10,974
Unallocated liabilities [^]	412	1,020
Consolidated total liabilities	18,687	11,994

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(E) Notes to the unaudited condensed interim financial statements (cont'd)

4 Segment and Revenue Information (cont'd)

4.1 Reportable Segments (cont'd)

Unallocated assets are mainly related to a portion of the cash and cash equivalents and property, plant and equipment which are utilised by more than one segment of the Group.

^ Unallocated liabilities are mainly related to the Group's loans and borrowings from external parties which are utilised by more than one segment of the Group, as well as tax payable and trade and other creditors accounted by the Company which are not allocated to any segment of the Group.

	Metal Components S\$'000	ED Coating S\$'000	Commodities S\$'000	Unallocated S\$'000	Total S\$'000
Other segment information:					
Group					
2H2024 (unaudited)					
Additions to PPE	6	209	3,317	-	3,532
Additions to ROU assets	-	16	-	-	16
Additions to intangible assets	-	-	67	-	67
Depreciation of PPE	50	201	683	14	948
Depreciation of ROU assets	-	43	204	-	247
Depreciation of intangible assets	-	-	13	-	13
Bad debts written off - trade	-	-	-	-	-
Allowance for sales discount	(226)	-	-	-	(226)
Allowance for trade receivables	-	1	(1)	-	-
Allowance/ (Reversal of allowance) for inventories	(5)	-	(164)	-	(169)
Gain on debt settlement	-	-	-	-	-
2H2023 (unaudited)					
Additions to PPE	55	141	810	-	1,006
Additions to ROU assets	-	193	-	-	193
Additions to intangible assets	-	-	124	-	124
Depreciation of PPE	48	308	598	14	968
Depreciation of ROU assets	-	43	203	-	246
Depreciation of intangible assets	-	-	-	-	-
Bad debts written off - trade	-	6	-	-	6
Allowance for sales discount	-	-	-	-	-
Allowance for trade receivables	-	(90)	(80)	-	(170)
Allowance/(Reversal of allowance) for inventories	105	-	2,838	-	2,943
Gain on debt settlement	-	-	11,403	92	11,495
	-	-	-	-	-

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(E) Notes to the unaudited condensed interim financial statements (cont'd)

4 Segment and Revenue Information (cont'd)

4.1 Reportable Segments (cont'd)

	Metal Components	ED Coating	Commodities	Unallocated	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Other segment information:					
Group					
<u>FY2024 (unaudited)</u>					
Additions to PPE	30	215	3,639	-	3,884
Additions to ROU assets	-	44	-	-	44
Additions to intangible assets	-	-	67	-	67
Depreciation of PPE	70	553	1,234	14	1,871
Depreciation of ROU assets	-	80	409	-	489
Depreciation of intangible assets	-	-	25	-	25
Bad debts written off - trade	-	-	-	-	-
Allowance for sales discount	(226)	-	-	-	(226)
Allowance for trade receivables	-	1	-	-	1
Allowance/ (Reversal of allowance) for inventories	47	-	(2,149)	-	(2,102)
Gain on debt settlement	-	-	-	-	-
<u>FY2023 (audited)</u>					
Additions to PPE	55	487	1,100	-	1,642
Additions to ROU assets	-	193	-	-	193
Additions to intangible assets	-	-	124	-	124
Depreciation of PPE	68	660	1,149	14	1,891
Depreciation of ROU assets	-	75	411	-	486
Depreciation of intangible assets	-	-	-	-	-
Bad debts written off - trade	-	3	-	-	-
Allowance for sales discount	-	-	-	-	-
Allowance for trade receivables	-	-	-	-	-
Allowance/ (Reversal of allowance) for inventories	(5)	-	2,838	-	2833
Gain on debt settlement	-	-	11,403	92	11,495

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim financial statements and full year financial statements (cont'd)

4 Segment and Revenue Information (cont'd)

4.2 Disaggregation of Revenue

<u>Group</u>	Metal	ED Coating	Commodities	Total
	Components			
	S\$'000	S\$'000	S\$'000	S\$'000
2H2024 (unaudited)				
Primary geographical markets				
Singapore	468	-	4,368	4,836
Malaysia	1,384	5,090	-	6,474
People's Republic of China	136	-	6,389	6,525
Indonesia	35	788	-	823
Philippines	-	-	-	-
Hong Kong	-	-	-	-
Others	166	-	154	320
	2,189	5,878	10,911	18,978
Major products/service line				
Sale of goods	2,189	-	10,911	13,100
Revenue from the provision of ED coating services	-	5,878	-	5,878
	2,189	5,878	10,911	18,978
Timing of revenue recognition				
At a point in time	2,189	-	10,911	13,100
Over time	-	5,878	-	5,878
	2,189	5,878	10,911	18,978
2H2023 (unaudited)				
Primary geographical markets				
Singapore	460	-	4,721	5,181
Malaysia	240	4,916	-	5,156
People's Republic of China	1	-	8,776	8,777
Indonesia	-	1,347	2,196	3,543
Philippines	-	-	192	192
Hong Kong	-	-	151	151
Others	-	-	820	820
	701	6,263	16,856	23,820
Major products/service line				
Sale of goods	701	-	16,856	17,557
Revenue from the provision of ED coating services	-	6,263	-	6,263
	701	6,263	16,856	23,820
Timing of revenue recognition				
At a point in time	701	-	16,856	17,557
Over time	-	6,263	-	6,263
	701	6,263	16,856	23,820

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim financial statements and full year financial statements (cont'd)

4 Segment and Revenue Information (cont'd)

4.2 Disaggregation of Revenue (cont'd)

Group	Metal	ED Coating	Commodities	Total
	Components			
	S\$'000	S\$'000	S\$'000	S\$'000
FY2024 (unaudited)				
Primary geographical markets				
Singapore	771	-	7,703	8,474
Malaysia	1,491	10,267	-	11,758
People's Republic of China	224	-	10,674	10,898
Indonesia	35	1,493	-	1,528
Philippines	-	-	-	-
Hong Kong	-	-	-	-
Others	350	-	154	504
	2,871	11,760	18,531	33,162
Major products/service line				
Sale of goods	2,871	-	18,531	21,402
Revenue from the provision of ED coating services	-	11,760	-	11,760
	2,871	11,760	18,531	33,162
Timing of revenue recognition				
At a point in time	2,871	-	18,531	21,402
Over time	-	11,760	-	11,760
	2,871	11,760	18,531	33,162
FY2023 (audited)				
Primary geographical markets				
Singapore	1,229	-	4,801	6,030
Malaysia	386	10,361	-	10,747
People's Republic of China	2	-	26,094	26,096
Indonesia	-	2,972	2,196	5,168
Philippines	-	-	9,031	9,031
Hong Kong	-	-	7,079	7,079
Others	404	-	1,434	1,838
	2,021	13,333	50,635	65,989
Major products/service line				
Sale of goods	2,021	-	50,635	52,656
Revenue from the provision of ED coating services	-	13,333	-	13,333
	2,021	13,333	50,635	65,989
Timing of revenue recognition				
At a point in time	2,021	-	50,635	52,656
Over time	-	13,333	-	13,333
	2,021	13,333	50,635	65,989



SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

4 Segment and Revenue Information (cont'd)

4.2 Disaggregation of Revenue (cont'd)

A breakdown of sales:

		Group		Increase/ (Decrease)
		FY2024	FY2023	
		(unaudited)	(audited)	
		S\$'000	S\$'000	%
(a)	Sales reported for first half of year	14,184	42,169	(66)
(b)	Operating (loss)/profit after tax before deducting minority interests reported for first half year	(10,622)	11,617	n.m.
(c)	Sales reported for second half of year	18,978	23,820	(20)
(d)	Operating loss after tax before deducting minority interests reported for second half year ^[1]	(157)	(8,883) ¹	(98)

^[1] Excluded gain on debts settlement of S\$11.50 million reported by the Group in FY2023.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim financial statements (cont'd)

5 Financial Assets and Financial Liabilities

Fair value measurement

The fair value hierarchy has the following levels:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Fair value measurement

The carrying amounts and fair values of financial assets and financial liabilities of the Group as at 30 September 2024 and 30 September 2023, including their levels in the fair value hierarchy are as follows:

	Carrying amount - Amortised cost			
	Group		Company	
	As at	As at	As at	As at
	31.09.2024	30.09.2023	31.09.2024	30.09.2023
(unaudited)	(audited)	(unaudited)	(audited)	
S\$'000	S\$'000	S\$'000	S\$'000	
Cash and cash equivalents	6,200	9,488	113	75
Trade and other receivables	5,871	4,525	5,467	4,474
	<u>12,071</u>	<u>14,013</u>	<u>5,580</u>	<u>4,549</u>
Loan and borrowings	5,027	5,783	-	-
Leases liabilities	1,480	1,839	-	-
Trade and other payables	4,919	4,098	2,325	5,525
	<u>11,426</u>	<u>11,720</u>	<u>2,325</u>	<u>5,525</u>

6 (Loss)/ Profit Before Income Tax

	Group					
	2H2024	2H2023	Change	FY2024	FY2023	Change
	(unaudited)	(unaudited)		(unaudited)	(audited)	
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Included in other gain and losses:						
Allowance for trade receivables	-	(170)	n.m.	1	-	n.m.
Bad debts written off	-	6	n.m.	-	3	n.m.
(Gain)/Loss on disposal of plant and equipment	2	18	(89)	1	(34)	n.m.
Gain on debts settlement	-	(11,495)	n.m.	-	(11,495)	n.m.
Net foreign exchange loss/(gain)	<u>407</u>	<u>(1,089)</u>	<u>n.m.</u>	<u>543</u>	<u>1,970</u>	<u>(72)</u>

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim financial statements (cont'd)

6 (Loss)/ Profit Before Income Tax (cont'd)

	Group					
	2H2024	2H2023	Change	FY2024	FY2023	Change
	(unaudited)	(unaudited)		(unaudited)	(audited)	
S\$'000	S\$'000	%	S\$'000	S\$'000	%	
<u>Included in cost of sales and administrative expenses:</u>						
Depreciation of:						
- PPE	948	968	(2)	1,871	1,891	(1)
- ROU assets	247	246	n.m.	489	486	1
- Intangible assets	13	-	n.m.	25	-	n.m.
Employee benefits expense	4,289	5,344	(20)	9,112	9,685	(6)
Cost of inventories recognised as expense	10,183	24,254	(58)	19,208	40,230	(52)
Reversal of allowance for inventories	(65)	2,943	n.m.	(2,102)	2,833	n.m.
Interest expenses	158	227	(30)	338	396	(15)
Interest income	(47)	(308)	(85)	(129)	(231)	(44)

7 Income Tax Expense

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:

	Group					
	2H2024	2H2023	Change	FY2024	FY2023	Change
	(unaudited)	(unaudited)		(unaudited)	(audited)	
S\$'000	S\$'000	%	S\$'000	S\$'000	%	
Current tax expenses:						
- Current year	70	495	(86)	419	954	(56)
- Under provision prior years	(890)	40	n.m.	3,727 [^]	40	>100
	(820)	535	n.m.	4,146	994	>100
Deferred tax expenses:						
- Current year	(420)	147	n.m.	(556)	2,576	n.m.
- Reversal in respect of prior years	(9)	(1)	>100	2,442 [^]	(1)	n.m.
Withholding tax	2	21	(90)	2	21	(90)
	(427)	167	n.m.	1,888	2,596	(27)
Income tax (credit)/expenses	(1,247)	702	n.m.	6,034	3,590	68

[^] Included the effect of reversal of DTA of S\$2.44 million recorded as at 30 September 2023, and the under provision of tax expenses for the financial years ended 30 September 2022 and 2023 totalled S\$3.25 million as disclosed in Note 1.1(i).

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim financial statements (cont'd)

8 Property, Plant and Equipment

8.1 Valuation of Freehold Land and Building ("Property Assets")

The management undertook annual review of the carrying amounts of Property Assets under property, plant and equipment for indicators of impairment. Where indicators of impairment were identified, the recoverable amounts were estimated based on internal or external valuations undertaken by the Group.

The fair value of the Group's Property Assets is determined based on significant unobservable inputs and is categorised under Level 3 of the fair value measurement hierarchy. Level 3 fair value has been derived using external valuations to determine the fair value of the Group's property assets.

During the financial period under review, the Group reviewed the fair value of the Group's Property Assets for financial reporting purposes, which has been determined based on the property assets' highest and best use. Accordingly, the management has assessed that the recoverable amount of the Group's Property Assets is above its carrying value and concluded that the Group's Property Assets are not impaired.

9 Share Capital

	Group and Company			
	As at 30.09.2024		As at 30.09.2023	
	(unaudited)		(Audited)	
	No. of shares	S\$'000	No. of shares	S\$'000
At the beginning of the financial year	3,238,030,038	55,261	2,734,280,038	53,246
Issuance of new shares	-	-	503,750,000	2,015
At the end of the financial year	3,238,030,038	55,261	3,238,030,038	55,261

The Company did not hold any treasury shares as at 30 September 2024 and 30 September 2023.

The Company's subsidiaries do not hold any shares in the Company as at 30 September 2024 and 30 September 2023.

The Company did not have any outstanding options and convertible securities as at 30 September 2024 and 30 September 2023.

10 Loans and borrowings

	Group		Company	
	As at	As at	As at	As at
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	(unaudited)	(audited)	(unaudited)	(audited)
	S\$'000	S\$'000	S\$'000	S\$'000
Loans:				
- Current	4,689	5,391	-	-
- Non-current	338	392	-	-
	5,027	5,783	-	-

Details of any collateral

The Group's bank borrowings as at reporting date are secured on one or more of the following:

- (i) Mortgage over certain freehold land and buildings of the Group;
- (ii) Mortgage over a leasehold land and building of a subsidiary; and
- (iii) Corporate guarantee given by the Company.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim financial statements (cont'd)

11 Capital Expenditure Commitment

	Group	
	As at 30.09.2024 (unaudited) S\$'000	As at 30.09.2023 (audited) S\$'000
Estimated amounts committed for future capital expenditure but not provided for in the interim financial statements	80	233

12 Subsequent events

(i) Receipt of Original Tax Assessment For YA2023

SMCI had on 9 October 2024 received the original notice of tax assessment (“**NOA**”) for YA2023, indicating a tax payable of S\$1.43 million. Corresponding to Section E, Note 1.1(i), SMCI has lodged an objection to the NOA for YA2023 on the basis that the unabsorbed tax losses and capital allowances brought forward from YA2021 and 2022 should not be disallowed.

(F) Other information required pursuant to Appendix 7C of the Catalist Rules

OTHER INFORMATION

1 Review

The unaudited condensed interim consolidated statement of financial position of Sen Yue Holdings Limited and its subsidiaries as at 30 September 2024 and the related condensed 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 ended 30 September 2024 and the explanatory notes have not been audited or reviewed.

1.1 Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:

- (a) Updates on the efforts taken to resolve each outstanding audit issue.**
- (b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.**

Not applicable. The latest audited financial statements of the Company and the Group for the financial year ended 30 September 2023 are not subject to any adverse opinion, qualified opinion or disclaimer of opinion.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(F) Other information required pursuant to Appendix 7C of the Catalist Rules (cont'd)

2 Review of performance of the Group

2(a) Income Statement

(i) Revenue, cost of sales and gross profit

2H2024 vs 2H2023

	Revenue		
	2H2024	2H2023	Change
	(unaudited)	(audited)	
S\$'000	S\$'000	%	
Metal Components	1,985	1,486	34
ED Coating	6,530	6,708	(3)
Commodities	10,911	16,856	(35)
Inter-Segment Elimination	(448)	(1,230)	(64)
	18,978	23,820	(20)

The Group reported revenue decline of S\$4.84 million, or 20%, from S\$23.82 million in 2H2023 to S\$18.98 million in 2H2024. The decrease was mainly due to slowing electrical vehicle (“EV”) sales driven by a reduced supply of battery scraps in the first six months of FY2024 (“1H2024”), and sluggish metal prices. As a result, the Commodities segment reported a decrease in revenue by S\$5.95 million or 35% from S\$16.86 million in 2H2023 to S\$10.91 million in 2H2024. However, the overall revenue decline in 2H2024 was partially offset by an increase in Metal Components revenue. Metal Component revenue grew by S\$0.50 million or 34% due to the effort of building new customers base in the prior periods which yielded results in 2H2024.

FY2024 vs FY2023

	Revenue		
	FY2024	FY2023	Change
	(unaudited)	(audited)	
S\$'000	S\$'000	%	
Metal Components	2,871	2,813	2
ED Coating	12,723	14,246	(11)
Commodities	18,531	50,635	(63)
Inter-Segment Elimination	(963)	(1,705)	(44)
	33,162	65,989	(50)

The Group reported a significant decline in revenue of S\$32.83 million or 50% from S\$65.99 million in FY2023 to S\$33.16 million in FY2024. The substantial decrease was primarily influenced by external market conditions, particularly in the Commodities segment. The reduced supply of battery scrap and weaker metal prices posed significant challenges in FY2024, leading to a revenue decline in the Commodities segment by S\$32.10 million or 63% from S\$50.64 million in FY2023 to S\$18.53 million in FY2024. The increase in Metal Components revenue has been offset by an accrual for an allowance for sales discount amounting to S\$0.23 million, mainly attributed to disputes over deliverables for orders fulfilled for a customer in previous years. The decrease in ED Coating revenue from S\$14.25 million in FY2023 to S\$12.72 million in FY2024 was attributed to a general market slowdown, as well as the depreciation of the Ringgit Malaysia (“RM”) against the presentation currency of Singapore Dollar (“SGD”) in 1H2024. Specifically, the SGD strengthen against RM by approximately 6.3%, from RM3.295 as at 31 March 2023 to RM3.501 as at 31 March 2024.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(F) Other information required pursuant to Appendix 7C of the Catalist Rules (cont'd)

2 Review of performance of the Group (cont'd)

2(a) Income Statement (cont'd)

(i) Revenue, cost of sales and gross profit (cont'd)

In tandem with the decrease in revenue, cost of sales decreased by S\$14.91 million or 47% from S\$31.72 million in 2H2023 to S\$16.81 million in 2H2024. Correspondingly, the Group reported gross profit of S\$2.17 million in 2H2024. Gross losses of S\$7.90 million recorded by the Group in 2H2023 was primarily attributed to a loss allowance for foreseeable losses in inventories amounting to S\$2.84 million recorded by the Commodities segment.

The Group reported a decrease in cost of sales by S\$21.24 million from S\$53.11 million in FY2023 to S\$31.87 million in FY2024. The Group reversed provision of impairment loss on inventories from prior years which amounted to S\$2.10 million, following the realisation of sales in FY2024. However, the Group's gross profitability in FY2024 was significantly impacted by the weakening prices for cobalt, nickel and lithium carbonate throughout the financial year. Combined with the lower revenue from the Commodities segment, where revenue was insufficient to cover its fixed cost, the Group reported a marginal gross profit margin of 3.9% in FY2024, compared to 19.5% in FY2023.

The Group's depreciation expenses for FY2024 remained at similar level as FY2023.

Please refer to Section E, Note 4.1 of this announcement for further details.

(ii) Other operating income

The Group reported other operating loss in 2H2024, mainly due to reclassification of copper sales revenue from other operating income to revenue. With implementation of new inventory management system, the cost of each metal components recovered from scraps can now be allocated reasonably. The reclassification aligns with the presentation and disclosure requirement under the financial reporting standard. As a result, the other operating income decreased by S\$2.12 million or 72% from S\$2.94 million in FY2023 to S\$0.82 million in FY2024. Save as disclosed, there are no other significant factors contributing to the decline in other operating income reported by the Group in 2H2024 and FY2024.

(iii) Other gains and losses

The Group recorded losses of S\$0.44 million in 2H2024, compared to a significant gain of S\$12.39 million in 2H2023. The gain in 2H2023 included a one-off gain on debts settlement of S\$11.50 million, following the completion of the Company and SMCI's schemes of arrangement pursuant to Section 210 of the Companies Act 1967 read with Section 117 of the Insolvency, Restructuring and Dissolution Act 2018 ("**Schemes**"), as well as the extinguishment of liabilities under the Schemes in 2H2023.

The other losses reported in 2H2024 and FY2024 mainly stemmed from foreign exchange losses of S\$0.41 million in 2H2024 (2H2023: net foreign exchange gain of S\$1.09 million) and S\$0.54 million in FY2024 (FY2023: S\$1.97 million), due to depreciation of United States Dollar against the Singapore Dollar, where the USD exchange rate was low at S\$1.2806 as at 30 September 2024 (30 September 2023: S\$1.3648). Following the completion of the Schemes, the Group's foreign currency risk exposure was lower in FY2024 compared to FY2023. As a result, the Group recorded other losses of S\$0.60 million in FY2024 (FY2023: other gain of S\$9.51 million).

Please refer to Section E, Note 6 for more details.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(F) Other information required pursuant to Appendix 7C of the Catalyst Rules (cont'd)

2 Review of performance of the Group (cont'd)

2(a) Income Statement (cont'd)

(iv) Distribution expenses

In tandem with the decrease in trading activities from the Commodities segment, distribution expenses decreased by S\$0.21 million from S\$0.27 million 2H2023 to S\$60,000 in 2H2024. Correspondingly, distribution expenses decreased by S\$0.42 million from S\$0.54 million in FY2023 to S\$0.12 million in FY2024.

(v) Administrative expenses

The Group saw a decrease in administrative expenses by S\$0.88 million in 2H2024 from S\$3.40 million in 2H2023 to S\$2.52 million in 2H2024. The decrease was mainly due to decrease in total employee expenses of S\$1.04 million or 20%, driven by voluntary pay-cut taken by a key management personnel and a lower bonus provision due to weaker financial performance. Consequently, the administration expenses for FY2024 decreased by S\$0.77 million or 12%, from S\$6.57 million in FY2023 to S\$5.80 million.

(vi) Income tax (expenses)/credits

In 2H2024, the Group reported net income benefits of S\$1.24 million. These income tax benefits primarily stemmed from the recognition of unutilised tax losses as DTA. The recognition was grounded in the high probability that sufficient future taxable profits would be available to offset the utilised tax losses.

The Group's income expenses increased by S\$2.44 million from S\$3.59 million in FY2023 to S\$6.03 million in FY2024, mainly due to (i) reversal of DTA and the corresponding effect of incremental income tax for the financial years ended 30 September 2022 and 2023, as mentioned in Section E, Note 1.1(i) above, resulting in an aggregate increase in tax expense of S\$5.69 million reflected in FY2024; (ii) provision of tax expense of S\$0.67 million in accordance with the profits reported by profitable entities under the Group, offset by (iii) net income tax benefits of S\$0.53 million stemmed from the recognition of unutilised tax losses as DTA in FY2024.

Please refer to Section E, Note 7 of this announcement for further details.

(vii) Finance expenses

Along with the reduction in principal amounts following repayments, finance expenses decreased by S\$58,000 or 15% from S\$0.40 million in FY2023 to S\$0.34 million in FY2024.

(viii) (Loss)/ Profit for the period/year

As a result of the aforementioned, the Group reported net loss of S\$0.16 million for 2H2024 (2H2023: net profit of S\$2.61 million) and net loss of S\$10.78 million in FY2024 (FY2023: net profit of S\$14.23 million).

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(F) Other information required pursuant to Appendix 7C of the Catalist Rules (cont'd)

2 Review of performance of the Group (cont'd)

2(b) Statement of financial position

As at 30 September 2024, the Group recorded positive working capital of S\$8.22 million (30 September 2023: S\$18.69 million) and basic net asset value per share of 0.77 Singapore cents (30 September 2023: 1.08 Singapore cents).

(i) Non-current assets

The Group's non-current assets as at 30 September 2024 remained at S\$18.36 million, similar level as compared to S\$18.44 as at 30 September 2023, as a result of the decrease in DTA and ROU assets, offset by an increase in PPE.

The group reversed its previously recognised DTA of S\$2.48 million as at 30 September 2023 following the receipt of an amended notice of assessment from IRAS, as mentioned in Section E, Note 1.1 (i) ("**Reversal**"). The Reversal was offset by the recognition of current period unutilised tax losses as DTA of S\$0.57 million. The recognition was grounded on probability of sufficient future taxable profits would be available to offset the unutilised tax losses. As a result, the DTA declined by S\$1.92 million or 77% from S\$2.48 million as at 30 September 2023 to S\$0.57 million as at 30 September 2024.

The decrease in ROU assets was primarily driven by depreciation expense of S\$0.49 million recorded in FY2024.

PPE increased by S\$2.34 million or 17% from S\$13.91 million as at 30 September 2023 to S\$16.24 million as at 30 September 2024, mainly attributable to capital expenditure of S\$3.89 million, offset by depreciation expense of S\$1.87 million. The Commodities segment accounted for a significant portion of the capital expenditure at S\$3.64 million, which upgraded its capabilities to address the evolving landscape of lithium-ion batteries. The addition of a new battery processing line was crucial to overcoming operational challenges and enhancing efficiency.

(ii) Current assets

Current assets decreased by S\$3.40 million or 12%, from S\$28.54 million as at 30 September 2023 to S\$25.15 million as at 30 September 2024, mainly due to decrease in cash and cash equivalents.

Cash and bank balances decreased from S\$9.49 million as at 30 September 2023 to S\$6.20 million as at 30 September 2024. Please refer to Section F, Note 2(c) below on statement of cash flows for explanations on the decrease in cash and cash equivalents of the Group.

There were no other significant changes noted for trade and other receivables, and inventories between 30 September 2024 and 30 September 2023 reported thereon.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES
(Company Registration No. 200105909M)

2 Review of performance of the Group (cont'd)

2(b) Statement of financial position (cont'd)

(iii) Current liabilities

The Group's current liabilities increased by S\$7.08 million or 72%, from S\$9.85 million as of 30 September 2023 to S\$16.93 million as of 30 September 2024. The increase was primarily attributed to advance payment received from customers, higher income tax payable, and increase in trade and other payables, offset by a decrease in loans and borrowings.

The Group received partial advance payment of S\$3.63 million as at 30 September 2024 for black mass orders scheduled for delivery in October 2024.

Income tax payable increased by S\$3.30 million as at 30 September 2024, mainly due to under provision of income tax expenses in prior financial years as outlined in Section E, Note 1.1(i) of this announcement. Please refer to Section E, Note 8 for further information.

Trade and other payables increased by S\$0.81 million or 20% from S\$3.80 million as at 30 September 2023 to S\$4.79 million as at 30 September 2024. This was primarily due to trade purchases from a new source of batteries scrap under credit terms in September 2024.

The Group recorded a decrease in loan and borrowings by S\$0.70 million or 13% from S\$5.39 million as at 30 September 2023 to S\$4.69 million as at 30 September 2024, mainly due to loan repayment which totalled S\$1.43 million, offset by a proceed from short-term loan of S\$0.67 million.

(iv) Non-current liabilities

Non-current liabilities decreased by S\$0.39 million or 18%, from S\$2.15 million as at 30 September 2023 to S\$1.76 million as at 30 September 2024, mainly due to decrease in lease liabilities attributed to the repayment of financial lease obligations.

2(c) Statement of cash flows

Net cash from operating activities in FY2024 was S\$2.07 million. This was mainly due to (i) decrease in inventories of S\$1.87 million; (ii) increase in advance payment from customers of S\$3.64 million; (iii) increase in trade and other payables of S\$0.80 million; and (iv) decrease in trade and other receivables of S\$0.57 million, offset by (v) loss before changes in working capital of S\$4.05 million.

Net cash used in investing activities in FY2024 was S\$3.80 million, mainly due to the purchase of plant and equipment of S\$3.88 million, offset by interest income of S\$0.13 million.

Net cash used in financing activities in FY2024 was S\$1.55 million, mainly due to (i) repayment of lease liabilities of S\$0.52 million; (ii) repayment of bank loans of S\$1.43 million; (iii) interest paid to financial institutions of S\$0.28 million, offset by (iv) proceeds from short-term loan of 0.67 million.

As a result, the Group utilised cash and cash equivalents of S\$3.29 million in FY2024. The cash and cash equivalents as at 30 September 2024 amounted to S\$6.17 million.

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(F) Other information required pursuant to Appendix 7C of the Catalist Rules (cont'd)

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

Not applicable. No forecast or prospect statement has been made.

4 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.

Commodities segment

The re-election of Donald Trump as U.S. President is anticipated to significant impact Southeast Asia's macroeconomy and the EV battery recycling industry. Trump's "America First" approach and protectionist trade policies may lead to increased tariffs and reduced U.S. trade engagement with the region, potentially slowing trade and economic growth in Southeast Asia, which is heavily reliant on exports. Potential trade wars, particularly with China, could further destabilise the region and disrupt global supply chains¹.

In the EV sector, Trump's previous policies of rolling back incentives for electric vehicles and promoting fossil fuel industries could hinder EV adoption in the U.S., potentially reducing the volume of batteries available for recycling². However, his focus on domestic manufacturing and resource independence may support domestic battery recycling initiatives, presenting growth opportunities within the U.S.²

ED Coating segment

The announced increase in Malaysia's minimum wage to RM1,700, effective 1 February 2025³, is expected to significantly impact the Group's profitability in the labour-intensive ED coating segment. Rising labour costs will pressure margins, especially in a highly competitive market where price adjustments are limited. To address this, the Group will prioritise operational efficiencies, adopt automation where feasible, and invest in workforce training to optimise productivity. Concurrently, the Group will explore value-added services and strategic pricing initiatives to mitigate the impact on profitability.

Conclusion

In summary, Trump's victory is likely to introduce trade challenges for Southeast Asia and create a complex landscape for the EV battery recycling industry, with potential shifts in policy affecting both sectors¹. Southeast Asia's economic growth could face headwinds from heightened trade tensions and reduced multilateral cooperation. The EV battery recycling business's impact will depend on how global markets, particularly Europe and Asia, continue to drive demand for EVs amidst potential U.S. policy changes⁴.

¹ Benar News. "US election: Trump II to affect trade, security in SE Asia, experts say". Available at:

<https://www.benarnews.org/english/news/philippine/us-election-donald-trump-impact-southeast-asia-trade-slowdown-11062024180841.html>

² Energy Wire. "Trump could oversee an EV 'battery boom' — or bust". Available at: <https://www.eenews.net/articles/trump-could-oversee-an-ev-battery-boom-or-bust-2/>

³ New Stratis Time. "2025 Budget: Minimum wage raised to RM1,700 from Feb 1". Available at:

<https://www.malaymail.com/news/malaysia/2024/10/25/fair-earnings-where-does-malaysias-minimum-wage-of-rm1700-stand-in-comparison-to-other-countries/154608>

⁴ Wired. "Trump Won. What Will Happen to Electric Vehicles?". Available at: <https://www.wired.com/story/trump-won-what-happens-to-electric-vehicles-now/>

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(F) Other information required pursuant to Appendix 7C of the Catalist Rules (cont'd)

- 4 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 (cont'd).**

The Group's announcement dated 14 May 2024 highlighted key challenges and opportunities within the battery metal market and automotive industry, including anticipated declines in metal prices, a slowdown in Malaysia's automotive sales, and increased operational costs driven by regulatory changes. These factors remain relevant and, combined with current developments, reinforce the need for a cautious yet adaptable approach. The Group will focus on balancing cost management with efforts to enhance productivity and operational efficiency, ensuring resilience in a dynamic business environment.

5 Dividend information

5a. Current Financial Period Reported on

Any dividend recommended/declared for the current financial period reported on?

No.

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

No dividend had been declared or recommended for FY2024 as the Group recorded net loss for FY2024 and the Board of Directors deems it appropriate to conserve funds for the Group's business activities.

5b. Corresponding Period of the Immediately Preceding Financial Year

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

None.

5c. Date Payable

Not applicable.

5d. Books Closure Date

Not applicable.

5e. A breakdown of total annual dividend for the latest full year and the previous full year.

Not applicable.

6 Interested person transactions ("IPTs")

The Group has not obtained a general mandate from shareholders for an interested person transaction.

There were no interested person transactions conducted under the IPT Mandate pursuant to Rule 920 that were more than S\$100,000 in FY2024.

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(F) Other information required pursuant to Appendix 7C of the Catalist Rules (cont'd)

7 Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Catalist Rules

The Company confirms that it has procured all the required undertakings under Rule 720(1) of the Catalist Rules from all the Directors and Executive Officers of the Company in the format set out in Appendix 7H of the Catalist Rules.

8 Review of the performance of the Group – turnover and earnings

Please refer to Section F, Note 2(a) of this announcement.

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(10) of the Catalist Rules

Name	Age	Family relationship with any director, chief executive officer and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Yap Shiau Wei ("Ms. Yap")	45	Daughter of Mr. Yap Meng Sing, an executive chairman and a substantial shareholder of the Company.	General Manager cum personal assistant ("PA") to the executive chairman of the Company since 1 February 2023. Responsible for SMCI's overall performance including management of daily operations, marketing and procurement functions. In addition, Ms. Yap is also assisting matters required assistance from the executive chairman from time to time.	No change.

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(F) Other information required pursuant to Appendix 7C of the Catalist Rules (cont'd)

10 Disclosure pursuant to Rule 706A of the Catalist Rules

Save for the announcement dated 21 June 2024 in relation to the incorporation of SMCI Poland sp. z o.o., the Company did not acquire or dispose shares in an entity which will result in that entity in becoming or ceasing to be, a subsidiary or associated company of the Company, or result in a change in the Company's shareholding percentage in a subsidiary or associated company during FY2024.

**ORDER OF THE BOARD
SEN YUE HOLDINGS LIMITED**

Yap Meng Sing
Executive Chairman

Singapore
29 November 2024