

UNION GAS HOLDINGS LIMITED

(Registration No.: 201626970Z)

Condensed financial statements

For the six-months and reporting year ended 31 December 2024

UNION GAS HOLDINGS LIMITED

**Condensed financial statements
For the six-months and reporting year ended 31 December 2024**

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UNION GAS HOLDINGS LIMITED

Condensed consolidated statement of profit or loss and other comprehensive income For the six-months and reporting year ended 31 December 2024

	Note	6 months ended		Increase/ (decrease) %	12 months ended		Increase/ (decrease) %
		31 December 2024 \$'000	31 December 2023 \$'000		31 December 2024 \$'000	31 December 2023 \$'000	
Revenue	4	64,229	64,605	(0.6)	125,546	128,851	(2.6)
Cost of sales		(38,889)	(37,542)	3.6	(78,137)	(80,027)	(2.4)
Gross profit		25,340	27,063	(6.4)	47,409	48,824	(2.9)
Other income and gains		848	495	71.3	2,172	1,548	40.3
Marketing and distribution costs		(10,475)	(11,179)	(6.3)	(20,535)	(21,275)	(3.5)
Administrative expenses		(6,145)	(7,280)	(15.6)	(12,359)	(12,323)	0.3
Finance costs		(602)	(684)	(12.0)	(1,237)	(1,370)	(9.7)
Other expenses		(120)	(309)	(61.2)	(143)	(355)	(59.7)
Profit before tax	6	8,846	8,106	9.1	15,307	15,049	1.7
Income tax expense	7	(1,566)	(1,692)	(7.4)	(2,809)	(2,826)	(0.6)
Profit for the period/year		7,280	6,414	13.5	12,498	12,223	2.2
Other comprehensive income							
Changes in fair value of derivatives		(972)	1,058	N.M.	1,236	1,058	16.8
Exchange differences on translating foreign operations		(1)	–	N.M.	(1)	–	N.M.
Other comprehensive income for the period/year		(973)	1,058	N.M.	1,235	1,058	16.7
Total comprehensive income for the period/year		6,307	7,472	(15.6)	13,733	13,281	3.4

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Condensed consolidated statement of profit or loss and other comprehensive income (cont'd) For the six-months and reporting year ended 31 December 2024

Note	6 months ended		Increase/ (decrease) %	12 months ended		Increase/ (decrease) %
	31 December 2024 \$'000	31 December 2023 \$'000		31 December 2024 \$'000	31 December 2023 \$'000	
Profit attributable to owners of the Company	7,284	6,414	13.6	12,502	12,223	2.3
Loss attributable to non-controlling interests, net of tax	(4)	–	N.M.	(4)	–	N.M.
Profit for the period/year	7,280	6,414	13.5	12,498	12,223	2.2
Total comprehensive income attributable to owners of the Company	6,311	7,472	(15.5)	13,737	13,281	3.4
Total comprehensive loss attributable to non-controlling interests	(4)	–	N.M.	(4)	–	N.M.
Total comprehensive income for the period/year	6,307	7,472	(15.6)	13,733	13,281	3.4
				<u>12 months ended</u>		
				31 December <u>2024</u> <u>Cents</u>	31 December <u>2023</u> <u>Cents</u>	
Basic and diluted earnings per share – Based on weighted average number of ordinary shares in issue				<u>3.93</u>	<u>3.85</u>	

N.M. – Not meaningful

The accompanying notes form an integral part of these financial statements.

UNION GAS HOLDINGS LIMITED

Condensed statements of financial position As at 31 December 2024

		<u>Group</u>	
	<u>Note</u>	31 December <u>2024</u> \$'000	31 December <u>2023</u> \$'000
ASSETS			
<u>Non-current assets</u>			
Property, plant and equipment	10	67,077	67,549
Investment property		180	180
Goodwill		1,906	1,906
Intangible assets		1,075	781
Contract costs, non-current		1,118	1,702
Trade and other receivables, non-current		9	3
Deferred tax assets		32	27
Other non-financial assets, non-current	11	19,810	17,447
Total non-current assets		<u>91,207</u>	<u>89,595</u>
<u>Current assets</u>			
Inventories		2,886	2,654
Contract costs, current		894	939
Trade and other receivables, current		26,493	25,859
Other non-financial assets, current	11	13,749	11,273
Derivative financial assets	12	2,294	1,418
Cash and cash equivalents		12,571	13,244
Total current assets		<u>58,887</u>	<u>55,387</u>
Total assets		<u>150,094</u>	<u>144,982</u>
EQUITY AND LIABILITIES			
<u>Equity</u>			
Share capital	13	99,122	99,122
Treasury shares	14	(88)	–
Retained earnings		54,365	46,563
Other reserves		(75,871)	(77,106)
Equity attributable to owners of the Company		<u>77,528</u>	<u>68,579</u>
Non-controlling interests		38	–
Total equity		<u>77,566</u>	<u>68,579</u>
<u>Non-current liabilities</u>			
Provisions		1,881	1,884
Deferred tax liabilities		3,305	2,924
Trade and other payables, non-current		84	–
Bank borrowings, non-current	15	9,380	13,154
Lease liabilities, non-current	15	16,338	18,843
Total non-current liabilities		<u>30,988</u>	<u>36,805</u>
<u>Current liabilities</u>			
Income tax payable		2,860	2,934
Trade and other payables, current		30,899	29,389
Bank borrowings, current	15	3,772	3,686
Derivative financial liabilities	12	–	240
Lease liabilities, current	15	3,546	2,893
Contract liabilities		463	456
Total current liabilities		<u>41,540</u>	<u>39,598</u>
Total liabilities		<u>72,528</u>	<u>76,403</u>
Total equity and liabilities		<u>150,094</u>	<u>144,982</u>

The accompanying notes form an integral part of these financial statements.

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Condensed statements of financial position (cont'd) As at 31 December 2024

		<u>Company</u>	
	<u>Note</u>	31 December <u>2024</u> \$'000	31 December <u>2023</u> \$'000
ASSETS			
<u>Non-current assets</u>			
Property, plant and equipment	10	17,412	17,687
Investments in subsidiaries		110,598	110,597
Other non-financial assets, non-current		–	352
Total non-current assets		<u>128,010</u>	<u>128,636</u>
<u>Current assets</u>			
Trade and other receivables		2,258	2,858
Other non-financial assets, current		149	71
Cash and cash equivalents		3,129	1,327
Total current assets		<u>5,536</u>	<u>4,256</u>
Total assets		<u>133,546</u>	<u>132,892</u>
EQUITY AND LIABILITIES			
<u>Equity</u>			
Share capital	13	99,122	99,122
Treasury shares	14	(88)	–
Retained earnings		18,461	13,712
Total equity		<u>117,495</u>	<u>112,834</u>
<u>Non-current liabilities</u>			
Provision		105	105
Deferred tax liabilities		98	80
Trade and other payables, non-current		–	2,268
Bank borrowings, non-current	15	6,673	7,380
Lease liabilities, non-current	15	6,120	5,994
Total non-current liabilities		<u>12,996</u>	<u>15,827</u>
<u>Current liabilities</u>			
Income tax payable		84	33
Trade and other payables, current		2,062	3,328
Bank borrowings, current	15	705	679
Lease liabilities, current	15	204	191
Total current liabilities		<u>3,055</u>	<u>4,231</u>
Total liabilities		<u>16,051</u>	<u>20,058</u>
Total equity and liabilities		<u>133,546</u>	<u>132,892</u>

The accompanying notes form an integral part of these financial statements.

UNION GAS HOLDINGS LIMITED

Condensed statements of changes in equity For the reporting year ended 31 December 2024

----- Equity attributable to owners of the Company -----											
Group	<u>Share capital</u> \$'000	<u>Treasury shares</u> \$'000	<u>Retained earnings</u> \$'000	<u>Merger reserve</u> \$'000	<u>Capital reserve</u> \$'000	<u>Fair value reserve</u> \$'000	<u>Translation reserve</u> \$'000	<u>Total other reserves</u> \$'000	<u>Sub-total</u> \$'000	<u>Non-controlling interests</u> \$'000	<u>Total equity</u> \$'000
Current year											
At 1 January 2024	99,122	–	46,563	(81,482)	3,318	1,058	–	(77,106)	68,579	–	68,579
Total comprehensive income for the year	–	–	12,502	–	–	1,236	(1)	1,235	13,737	(4)	13,733
Purchase of treasury shares	–	(88)	–	–	–	–	–	–	(88)	–	(88)
Dividends paid (note 8)	–	–	(4,700)	–	–	–	–	–	(4,700)	–	(4,700)
Incorporation of subsidiary	–	–	–	–	–	–	–	–	–	42	42
At 31 December 2024	<u>99,122</u>	<u>(88)</u>	<u>54,365</u>	<u>(81,482)</u>	<u>3,318</u>	<u>2,294</u>	<u>(1)</u>	<u>(75,871)</u>	<u>77,528</u>	<u>38</u>	<u>77,566</u>
Previous year											
At 1 January 2023	99,122	–	37,200	(81,482)	3,318	–	–	(78,164)	58,158	–	58,158
Total comprehensive income for the year	–	–	12,223	–	–	1,058	–	1,058	13,281	–	13,281
Dividends paid (note 8)	–	–	(2,860)	–	–	–	–	–	(2,860)	–	(2,860)
At 31 December 2023	<u>99,122</u>	<u>–</u>	<u>46,563</u>	<u>(81,482)</u>	<u>3,318</u>	<u>1,058</u>	<u>–</u>	<u>(77,106)</u>	<u>68,579</u>	<u>–</u>	<u>68,579</u>

The accompanying notes form an integral part of these financial statements.

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**Condensed statements of changes in equity (cont'd)
For the reporting year ended 31 December 2024**

	<u>Share capital</u> \$'000	<u>Treasury shares</u> \$'000	<u>Retained earnings</u> \$'000	<u>Total equity</u> \$'000
<u>Company</u>				
Current year				
At 1 January 2024	99,122	–	13,712	112,834
Total comprehensive income for the year	–	–	9,449	9,449
Purchase of treasury shares	–	(88)	–	(88)
Dividends paid (note 8)	–	–	(4,700)	(4,700)
At 31 December 2024	<u>99,122</u>	<u>(88)</u>	<u>18,461</u>	<u>117,495</u>
Previous year				
At 1 January 2023	99,122	–	9,088	108,210
Total comprehensive income for the year	–	–	7,484	7,484
Dividends paid (note 8)	–	–	(2,860)	(2,860)
At 31 December 2023	<u>99,122</u>	<u>–</u>	<u>13,712</u>	<u>112,834</u>

The accompanying notes form an integral part of these financial statements.

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Condensed consolidated statement of cash flows For the reporting year ended 31 December 2024

	<u>2024</u> \$'000	<u>2023</u> \$'000
<u>Cash flows from operating activities</u>		
Profit before tax	15,307	15,049
Allowance for impairment of trade and other receivables	95	148
Amortisation expenses	313	620
Bad debts written off	48	70
Depreciation of property, plant and equipment	12,185	10,785
Fair value changes on derivative financial instruments, net	120	(139)
Gain on disposal of property, plant and equipment	(345)	(270)
Gain on remeasurement of right-of-use assets	–	(8)
Intangible assets written off	–	46
Interest income	(156)	(68)
Interest expense	1,237	1,370
Reversal of impairment of intangible assets	(16)	(45)
Reversal of provision for restoration costs	(3)	–
Operating cash flows before changes in working capital	<u>28,785</u>	<u>27,558</u>
Inventories	(232)	(235)
Contract costs	629	268
Trade and other receivables	(1,085)	(2,446)
Other non-financial assets	(4,839)	(5,878)
Trade and other payables, and contract liabilities	<u>1,601</u>	<u>(258)</u>
Net cash flows from operations	<u>24,859</u>	<u>19,009</u>
Income taxes paid	(2,507)	(804)
Net cash flows from operating activities	<u>22,352</u>	<u>18,205</u>
<u>Cash flows from investing activities</u>		
Acquisition of intangible assets	(591)	(410)
Acquisition of subsidiary, net of cash acquired	–	(33)
Proceeds from disposal of property, plant and equipment	1,264	785
Purchase of property, plant and equipment	(10,992)	(4,181)
Redemption of other financial assets	–	1,000
Interest income received	156	68
Net cash flows used in investing activities	<u>(10,163)</u>	<u>(2,771)</u>
<u>Cash flows from financing activities</u>		
Dividends paid	(4,700)	(2,860)
Purchase of treasury shares	(88)	–
Proceeds from bank borrowings	5,000	15,252
Repayment of bank borrowings	(8,688)	(22,453)
Repayment of lease liabilities	(3,149)	(2,933)
Interest expenses paid	(1,237)	(1,370)
Net cash flows used in financing activities	<u>(12,862)</u>	<u>(14,364)</u>
Net (decrease)/increase in cash and cash equivalents	(673)	1,070
Cash and cash equivalents at beginning of year	<u>13,244</u>	<u>12,174</u>
Cash and cash equivalents at end of year	<u>12,571</u>	<u>13,244</u>

The accompanying notes form an integral part of these financial statements.

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Notes to the condensed financial statements For the six-months and reporting year ended 31 December 2024

1. General

Union Gas Holdings Limited (the “Company”) is incorporated in Singapore with limited liability. The Company is listed on the Mainboard of the Singapore Exchange Securities Trading Limited.

These condensed financial statements cover the Company and its subsidiaries (collectively, the “Group”). All financial information are presented in Singapore Dollar (“\$”) and have been rounded to the nearest thousand (\$’000), unless when otherwise indicated.

The principal activities of the Company are those of investment holding.

The principal activities of the Group are disclosed in note 4 on segment information.

The registered office and principal place of business of the Company is located at 89 Defu Lane 10, Union Gas House, Singapore 539220.

The latest audited annual financial statements for the reporting year ended 31 December 2023 were not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

The financial information contained in these financial statements has neither been audited nor reviewed by the auditors.

2. Basis of presentation

These condensed financial statements have been prepared in accordance with the Singapore Financial Reporting Standards (International) (“SFRS(I)”) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Committee under the Accounting and Corporate Regulatory Authority. They are also in compliance with the International Financial Reporting Standards issued by the International Accounting Standards Board.

The accounting policies and methods of computation applied in these condensed financial statements are consistent with those of the latest audited annual financial statements. However, the typical notes and information included in the latest audited annual financial statements are not included in these interim financial statements except for the selected explanatory notes included to explain events and transactions that are significant to an understanding of the changes in the performance and financial position the Group since the latest audited annual financial statements. Accordingly, these financial statements are to be read in conjunction with the Group’s annual financial statements for the reporting year ended 31 December 2023. The Company’s separate financial statements have been prepared on the same basis.

Critical judgements, assumptions and estimation uncertainties

The estimates and assumptions are periodically monitored to ensure they incorporate all relevant information available at the date when condensed interim financial statements are prepared. However, this does not prevent actual figures differing from estimates. The estimates and assumptions adopted in the preparation of these condensed financial statements are same as those disclosed in the Group’s annual financial statements for the reporting year ended 31 December 2023.

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2. Basis of presentation (cont'd)

New and amended standards adopted by the Group

A number of amendments to SFRS(I) have become applicable for the current reporting year. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

3. Seasonal operations

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

4. Financial information by operating segments

4A. Information about reportable segment profit or loss, assets and liabilities

Disclosure of information about operating segments, products and services, the geographical areas, and the major customers are made as required by the financial reporting standard on operating segments. This disclosure standard has no impact on the reported financial performance or financial position of the Group.

For management purposes, the Group is organised into the following three major operating segments:

- Liquefied petroleum gas ("LPG"): Bottling of LPG, sale and distribution of bottled LPG and LPG-related accessories and provision of LPG-related services to dealers, domestic households, industrial and commercial customers;
- Natural gas ("NG"): Sale and distribution of liquefied natural gas ("LNG") and piped natural gas ("PNG") to commercial customers and retail sale of compressed natural gas ("CNG") through a CNG refilling station located at 50 Old Toh Tuck Road;
- Diesel: Sale and distribution of diesel to commercial customers and to vehicles through a diesel refilling station located at 50 Old Toh Tuck Road and bulk sells diesel; and
- Other operations include provision of corporate services, sale from electric vehicle charging services and sale of industrial gases.

The segments are determined by the nature or risks and returns associated with each business segment and this defines the management structure as well as the internal reporting system. It also represents the basis on which management reports the primary segment information.

The management reporting system evaluates performances based on a number of factors. However, the primary profitability measurement to evaluate segment's operating results is profit before tax.

Segment results consist of costs directly attributable to a segment as well as those that can be allocated on a reasonable basis.

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4. Financial information by operating segments (cont'd)

4A. Information about reportable segment profit or loss, assets and liabilities (cont'd)

<u>Group</u>	<u>LPG</u> \$'000	<u>NG</u> \$'000	<u>Diesel</u> \$'000	<u>Others</u> \$'000	<u>Total</u> \$'000
12 months ended 31 December 2024					
Revenue	104,983	4,795	15,629	139	125,546
<u>Segment results</u>					
Profit/(loss) before tax	15,035	696	714	(1,138)	15,307
Income tax expense	(2,404)	(95)	(90)	(220)	(2,809)
Profit/(loss) for the year	12,631	601	624	(1,358)	12,498
<u>Other segment information</u>					
Amortisation expense	(313)	–	–	–	(313)
Depreciation of property, plant and equipment	(10,158)	(232)	(1,758)	(37)	(12,185)
Finance costs	(1,184)	(6)	(46)	(1)	(1,237)
Impairment of trade and other receivables – (allowance)/reversal	(101)	1	5	–	(95)
Reversal of impairment of intangible assets	16	–	–	–	16
Reversal of provision for restoration costs	3	–	–	–	3
<u>Segment assets and liabilities</u>					
Total assets	132,222	2,453	8,635	6,784	150,094
Total liabilities	65,161	2,227	3,765	1,375	72,528
Additions:					
Property, plant and equipment	(3,287)	(856)	(6,223)	(1,925)	(12,291)
Intangible assets	(591)	–	–	–	(591)
Contract costs	(528)	–	–	–	(528)

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4. Financial information by operating segments (cont'd)

4A. Information about reportable segment profit or loss, assets and liabilities (cont'd)

<u>Group</u>	<u>LPG</u> \$'000	<u>NG</u> \$'000	<u>Diesel</u> \$'000	<u>Others</u> \$'000	<u>Total</u> \$'000
12 months ended 31 December 2023					
Revenue	106,364	6,190	16,297	–	128,851
<u>Segment results</u>					
Profit/(loss) before tax	13,762	714	2,019	(1,446)	15,049
Income tax expense	(2,444)	(88)	(255)	(39)	(2,826)
Profit/(loss) for the year	11,318	626	1,764	(1,485)	12,223
<u>Other segment information</u>					
Amortisation expense	(620)	–	–	–	(620)
Depreciation of property, plant and equipment	(10,081)	(134)	(570)	–	(10,785)
Finance costs	(1,299)	(18)	(53)	–	(1,370)
Impairment of trade and other receivables – (allowance)/reversal	(153)	1	4	–	(148)
Reversal of impairment of intangible assets	45	–	–	–	45
<u>Segment assets and liabilities</u>					
Total assets	134,121	4,299	4,091	2,471	144,982
Total liabilities	68,470	2,792	3,947	1,194	76,403
Additions:					
Property, plant and equipment	(5,832)	(159)	(460)	–	(6,451)
Intangible assets	(410)	–	–	–	(410)
Contract costs	(816)	–	–	–	(816)

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4. Financial information by operating segments (cont'd)

4B. Geographical information

	<u>Group</u>			
	<u>Revenue</u>		<u>Non-current assets</u>	
	31	31	31	31
	December	December	December	December
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
	\$'000	\$'000	\$'000	\$'000
Singapore	125,511	128,851	89,281	89,568
Indonesia	35	–	1,894	–
	<u>125,546</u>	<u>128,851</u>	<u>91,175</u>	<u>89,568</u>

Revenues are attributed to countries on the basis of the customer's location, irrespective of the origin of the goods and services. Non-current assets are analysed by the geographical area in which the assets are located. The non-current assets exclude any deferred tax assets.

4C. Information on major customers

There were no external customers that had contributed more than 10% of the Group's revenue.

4D. Disaggregation of revenue from contracts with customers

	<u>Group</u>		<u>Group</u>	
	<u>6 months ended</u>		<u>12 months ended</u>	
	31	31	31	31
	December	December	December	December
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
	\$'000	\$'000	\$'000	\$'000
Sale of LPG, LPG-related accessories and services	53,098	53,093	104,983	106,364
Sale of NG	2,458	3,415	4,795	6,190
Sale of diesel	8,534	8,097	15,629	16,297
Others	139	–	139	–
	<u>64,229</u>	<u>64,605</u>	<u>125,546</u>	<u>128,851</u>

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4. Financial information by operating segments (cont'd)

4E. Breakdown of sales

	<u>Group</u>		Increase/ (decrease) %
	31 December <u>2024</u> \$'000	31 December <u>2023</u> \$'000	
Sales reported for first half year	61,317	64,246	(4.6)
Operating profit after tax before deducting non-controlling interests reported for the first half year	5,218	5,809	(10.2)
Sales reported for second half year	64,229	64,605	(0.6)
Operating profit after tax before deducting non-controlling interests reported for the second half year	<u>7,280</u>	<u>6,414</u>	13.5

5. Significant related party transactions

	<u>Group</u>	
	31 December <u>2024</u> \$'000	31 December <u>2023</u> \$'000
Legal and professional fee	—	501
Purchase of diesel pump and facilities	—	467
Purchase of electricity	43	179
Sub-contractor fee	—	<u>68</u>

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6. Profit before tax

Profit before tax has been arrived at after crediting/(charging) the following:

	<u>Group</u>	
	31 December <u>2024</u> \$'000	31 December <u>2023</u> \$'000
Allowance for impairment of trade and other receivables	(95)	(148)
Amortisation expenses	(313)	(620)
Bad debts written off	(48)	(70)
Depreciation of property, plant and equipment	(12,185)	(10,785)
Employee benefit expenses	(21,896)	(21,722)
Changes in fair value of derivative financial instruments, net	(120)	139
Foreign exchange gain/(loss), net	150	(91)
Gain on disposal of property, plant and equipment	345	270
Gain on remeasurement of right-of-use assets	–	8
Government grant income	504	331
Intangible assets written off	–	(46)
Interest expense	(1,237)	(1,370)
Interest income	156	68
Other income	755	580
Rental income from properties	243	227
Reversal of impairment of intangible assets	16	45
Reversal of provision for restoration costs	3	–
	<u>3</u>	<u>–</u>

7. Income tax expense

The Group calculates income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed consolidated statement of profit or loss are:

	<u>Group</u>	
	31 December <u>2024</u> \$'000	31 December <u>2023</u> \$'000
Current tax expense	2,433	2,722
Deferred tax expense	376	104
	<u>2,809</u>	<u>2,826</u>

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8. Dividends

8A. Dividends declared and paid

	<u>Rate per share</u>		31 December <u>2024</u> Cents	31 December <u>2023</u> Cents	31 December <u>2024</u> \$'000	31 December <u>2023</u> \$'000
Final tax exempt (1-tier) dividend in respect of previous reporting year	0.88	0.30			2,794	953
Interim tax exempt (1-tier) dividend in respect of current reporting year	0.60	0.60			<u>1,906</u>	<u>1,907</u>
					<u>4,700</u>	<u>2,860</u>

Declared or paid interim dividends are as follows:

	<u>31 December 2024</u>	<u>31 December 2023</u>
Name of dividend	Interim tax exempt (1-tier) dividend	Interim tax exempt (1-tier) dividend
Type	Cash	Cash
Dividend rate	0.60 Singapore cent	0.60 Singapore cent
Book closure date	11 October 2024	11 October 2023
Date payable or paid	<u>25 October 2024</u>	<u>20 October 2023</u>

8B. Dividends declared and paid

The directors are pleased to propose payment of a final dividend of 1.00 Singapore cent per ordinary share, in respect of the reporting year ended 31 December 2024, subject to approval of shareholders at the next Annual General Meeting of the Company, as follows:

Name of dividend	Final dividend
Dividend type	Cash
Dividend rate	1.00 Singapore cent
Tax rate	Tax-exempt (one-tier)

Subject to approval by shareholders at the next Annual General Meeting, the payment date of the proposed dividend and books closure date will be announced at a later date.

9. Net assets value

	<u>Group</u>		<u>Company</u>	
	31 December <u>2024</u>	31 December <u>2023</u>	31 December <u>2024</u>	31 December <u>2023</u>
Net assets value per ordinary share (cents)	24.41	21.58	37.00	35.51
Number of ordinary shares used in computation of net asset value per ordinary share ('000)	<u>317,545</u>	<u>317,767</u>	<u>317,545</u>	<u>317,767</u>

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10. Property, plant and equipment

During the reporting year ended 31 December 2024, the Group acquired assets amounting to \$12,291,000 (31 December 2023: \$6,451,000) and disposed of assets with carrying value amounting to \$919,000 (31 December 2023: \$1,369,000).

11. Other non-financial assets

Other non-financial assets mainly relate to prepaid advance rebates to customers and deferred customer retention costs.

12. Derivatives financial assets/(liabilities)

	<u>Group</u>	
	31 December <u>2024</u> \$'000	31 December <u>2023</u> \$'000
<u>Assets – Contracts with positive fair values</u>		
Derivatives designated as hedging instruments:		
- Commodities futures contracts – cash flow hedges	2,112	1,298
- Commodities futures contracts – fair value hedges	–	120
- Foreign currency forward contracts – cash flow hedges	182	–
	<u>2,294</u>	<u>1,418</u>
<u>Liabilities – Contracts with negative fair values</u>		
Derivatives designated as hedging instruments:		
- Foreign currency forward contracts – cash flow hedges	–	(240)

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured to their fair value at each reporting date with the gain or loss recognised immediately in profit or loss except where the derivatives qualify for cash flow hedge accounting, in which case any resultant gain or loss is recognised in other comprehensive income.

13. Share capital

	No. of shares <u>issued</u> '000	<u>Share capital</u> \$'000
<u>Company</u>		
At 1 January 2023, 31 December 2023 and 31 December 2024	<u>317,767</u>	<u>99,122</u>
	31 December 2024	31 December 2023
	<u>No. of shares</u> '000	<u>No. of shares</u> '000
<u>Group and Company</u>		
Total number of issued shares, including treasury shares	317,767	317,767
Treasury shares	(222)	–
Total number of issued shares, excluding treasury shares	<u>317,545</u>	<u>317,767</u>

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13. Share capital (cont'd)

The ordinary shares of no par value are fully paid, carry one vote each and have no right to fixed income.

There were no outstanding convertibles or subsidiary holdings held by the Company as at 31 December 2024 and 31 December 2023.

14. Treasury shares

	<u>No. of shares</u> '000	<u>Treasury shares</u> \$'000
<u>Company</u>		
At 1 January 2023 and 31 December 2023	–	–
Repurchased during the year	<u>222</u>	<u>88</u>
At 31 December 2024	<u>222</u>	<u>88</u>

During the reporting year ended 31 December 2024, the Company acquired 222,000 of its own shares by way of on-market purchases.

As at 31 December 2024, the number of treasury shares held by the Company represented 0.07% (31 December 2023: Nil) of the total number of issued shares (excluding treasury shares).

No treasury shares were sold, transferred, disposed, cancelled and/or used during the reporting year ended 31 December 2024 (31 December 2023: Nil).

15. Borrowings and debt securities

	<u>Group</u>		<u>Company</u>	
	31 December <u>2024</u> \$'000	31 December <u>2023</u> \$'000	31 December <u>2024</u> \$'000	31 December <u>2023</u> \$'000
<u>Repayable within one year</u>				
Secured	555	349	293	274
Unsecured	<u>3,480</u>	<u>3,412</u>	<u>412</u>	<u>405</u>
	<u>4,035</u>	<u>3,761</u>	<u>705</u>	<u>679</u>
<u>Repayable after one year</u>				
Secured	6,855	6,905	6,569	6,863
Unsecured	<u>2,812</u>	<u>6,292</u>	<u>104</u>	<u>517</u>
	<u>9,667</u>	<u>13,197</u>	<u>6,673</u>	<u>7,380</u>
	<u>13,702</u>	<u>16,958</u>	<u>7,378</u>	<u>8,059</u>

At end of reporting year, the Group's and the Company's obligations under leases that are related to right-of-use assets are \$19,334,000 (31 December 2023: \$21,618,000) and \$6,324,000 (31 December 2023: \$6,185,000), respectively.

The borrowings are secured by charges over the leased property and plant and equipment of the Group and covered by corporate guarantees from the Company.

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16. Capital commitments

Estimated amounts committed at end of reporting year for future capital expenditure but not recognised in the financial statements are as follows:

	<u>Group</u>	
	31 December <u>2024</u> \$'000	31 December <u>2023</u> \$'000
Commitments for purchase of property, plant and equipment	<u>1,553</u>	<u>7,406</u>

17. Incorporation of subsidiary

On 19 April 2024, the Group incorporated a wholly-owned subsidiary, KK Gas Services Pte. Ltd., in Singapore with an issued and paid up share capital of \$1,000.

On 13 September 2024, the Group incorporated a partially-owned subsidiary, PT Global Industrial Gases, in Batam, Indonesia by holding 95% of the equity interests, out of the total issued and paid up share capital of IDR10,000,000,000.

18. Review of performance of the Group

Review of the Group's performance

Revenue

Revenue decreased by \$3.30 million or 2.6% from \$128.85 million for the year ended 31 December 2023 ("FY2023") to \$125.55 million for the year ended 31 December 2024 ("FY2024"), due to a decrease in revenue from the liquefied petroleum gas ("LPG") business, natural gas ("NG") business and diesel ("Diesel") business.

LPG Business

Revenue from the LPG business decreased by \$1.38 million or 1.3% to \$104.98 million in FY2024 from \$106.36 million in FY2023, mainly due to lower sales volume.

NG Business

Revenue from the NG business decreased by \$1.39 million or 22.5% to \$4.80 million in FY2024 from \$6.19 million in FY2023, mainly due to a decrease in volume of NG business.

Diesel Business

Revenue from the Diesel business decreased by \$0.67 million or 4.1% to \$15.63 million in FY2024 from \$16.30 million in FY2023, as a result of lower selling price.

Other Businesses

Revenue from other businesses consists of sale from electric vehicle charging services and sale of industrial gases. These were new businesses in FY2024.

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18. Review of performance of the Group (cont'd)

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

Cost of sales

Cost of sales decreased by \$1.89 million or 2.4% to \$78.14 million in FY2024 from \$80.03 million in FY2023, mainly due to lower material volume in FY2024, which in line with a decrease in revenue.

Gross profit

In line with the above, gross profit decreased by \$1.41 million or 2.9% to \$47.41 million in FY2024 from \$48.82 million in FY2023, mainly due to decrease in revenue. Group profit margin about remained at 37.8% in FY2024, compared to 37.9% in FY2023.

Other income and gains

Other income and gains increased by \$0.62 million or 40.3% to \$2.17 million in FY2024 from \$1.55 million in FY2023, mainly due to rise in government grants received and foreign exchange gains.

Marketing and distribution costs

Marketing and distribution costs decreased by \$0.74 million or 3.5% to \$20.54 million in FY2024 from \$21.28 million in FY2023 mainly due to a decrease in personnel costs.

Finance costs

Finance costs decreased by \$0.13 million or 9.7% to \$1.24 million in FY2024 from \$1.37 million in FY2023 mainly due to a decrease of interest expense for lease liabilities and bank borrowings.

Other expenses

Other expenses decreased by \$0.22 million or 59.7% to \$0.14 million in FY2024 from \$0.36 million in FY2023 mainly due to lower impairment of trade and other receivables and intangible assets written off.

Income tax expense

Income tax expense has remained consistent in FY2024 at \$2.81 million similar to \$2.83 million in FY2023.

Profit after tax

As a result of the above, profit after tax increased by \$0.28 million or 2.2% to \$12.50 million in FY2024 from \$12.22 million in FY2023.

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18. Review of performance of the Group (cont'd)

Review of the Group's financial position

Non-current assets

Non-current assets increased by \$1.61 million or 1.8% to \$91.21 million as at 31 December 2024 from \$89.60 million as at 31 December 2023. The increase was mainly due to increase in intangible assets, trade and other receivables, deferred tax assets and other non-financial assets, offset by decrease in carrying value of property, plant and equipment and contract costs.

Current assets

Current assets increased by \$3.50 million or 6.3% to \$58.89 million as at 31 December 2024 from \$55.39 million as at 31 December 2023. The increase was mainly due to increase in inventories, trade and other receivables, other non-financial assets and derivative financial assets, offset by decrease in contract costs as well as cash and cash equivalents.

Non-current liabilities

Non-current liabilities decreased by \$5.82 million or 15.8% to \$30.99 million as at 31 December 2024 from \$36.81 million as at 31 December 2023. The decrease was mainly due to repayment of bank borrowings and lease liabilities.

Current liabilities

Current liabilities increased by \$1.94 million or 4.9% to \$41.54 million as at 31 December 2024 from \$39.60 million as at 31 December 2023. The increase was mainly due to increase in trade and other payables, bank borrowings, lease liabilities and contract liabilities, offset by a decrease in income tax payable and derivative financial liabilities.

Equity attributable to owners of the Company

The increase in equity, attributable to owners of the Company by \$8.95 million or 13.0% to \$77.53 million as at 31 December 2024 from \$68.58 million as at 31 December 2023 was mainly due to net profit and other comprehensive income in FY2024. This was offset by final dividend paid in respect of reporting year ended 31 December 2023 and interim dividend paid in respect of reporting year ended 31 December 2024.

Review of the Group's cash flows

In FY2024, net cash flow generated from operating activities amounted to \$22.35 million after deducting net working capital outflows of \$3.93 million and taxes paid of \$2.51 million from operating cash flows before changes in working capital of \$28.79 million.

Net cash flows used in investing activities amounted to \$10.16 million mainly due to (i) purchase of property, plant and equipment of \$10.99 million and (ii) acquisition of intangible assets of \$0.59 million. These were partially offset by (i) proceeds from disposal of property, plant and equipment of \$1.26 million and (ii) interest income received \$0.16 million.

Net cash flows used in financing activities amounted to \$12.86 million mainly due to (i) repayment of bank borrowings and lease liabilities of \$11.83 million, (ii) payment of dividend to shareholders of \$4.70 million, (iii) interest payment of \$1.24 million and (iv) purchase of treasury shares \$0.09 million. These were partially offset by proceeds from new bank borrowings of \$5.00 million.

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19. Forecast, or a prospect statement

Not applicable.

20. Significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group the next operating period and the next 12 months

In FY2024, Union Gas took steps to diversify its business geographically and segmentally. In March 2024, it announced its entry into the electric vehicle (“EV”) charging space. There are currently eight charging nozzles across two locations including four at the Group’s headquarters in Defu and four at its Cenergy brand fuel station at Old Toh Tuck Road. In November 2024, the Group announced the commencement of a new business in Batam, Indonesia, operated by PT Global Industrial Gases (“PT GIG”), which is 95% owned by a subsidiary of the Group. This new business is primarily involved in the supply of industrial gases.

Although these two corporate developments are still in the very early stages and did not contribute meaningfully to topline in FY2024, they represent new revenue streams for the Group with potential for growth.

Looking ahead, Union Gas expects the outlook for its business to remain positive because of the essential nature of its energy products. As one of the largest and longest standing suppliers of LPG in Singapore, the Group has a highly recognisable and trusted brand and a leading position in the local market through its control of the LPG supply chain.

Union Gas is keen to explore potential synergistic partnerships and mergers and acquisitions that will enable it to expand its traditional segments and/or diversify into other complementary gas and energy segments both locally and overseas. The Group remains vigilant in monitoring the potential impact of geopolitical tensions on its business and is committed to improving productivity and controlling costs to protect its profitability.

21. Interested person transactions

No IPT mandate has been obtained at the Annual General Meeting held on 30 April 2024.

There are no interested person transactions fall under aggregate value of all interested person transactions (excluding transaction of less than \$100,000 each and transactions conducted under Shareholders' Mandate pursuant to Rule 920 of the Mainboard Rules) during FY2024.

22. Confirmation of directors and executive officers' undertakings pursuant to Listing Rule 720(1) ((in the format set out in Appendix 7.7) under Rule 720(1))

The Company confirms that it has procured undertakings from all its directors and executive officers in compliance with Rule 720(1).

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23. Use of Proceeds

The Company raised gross proceeds from the IPO of approximately S\$7.50 million (the “Gross Proceeds”). As at the date of this announcement, the Gross Proceeds have been utilised and reallocated as per the Company’s announcement on 3 August 2018 (“Re-Allocation”) as follows:

Use of Proceeds	Gross Proceeds as re-allocated on 3 August 2018 (“Re-Allocation”) \$’000	Proceeds utilised as at 13 August 2024 \$’000	Proceeds utilised from 13 August 2024 to the date of this announcement \$’000	Balance of Proceeds as at the date of this announcement \$’000
Acquisition of dealers for the Retail LPG Business	4,143	(4,143)	–	–
Diversification into the supply and retail of piped natural gas to customers in the services and manufacturing industries in Singapore	1,000	(153)	–	847
General working capital	724	(724)	–	–
Listing expenses	1,633	(1,633)	–	–
	7,500	(6,653)	–	847

The above utilisation of Gross Proceeds is in accordance with the intended use as stated in the Company’s offer document dated 13 July 2017 and the Re-Allocation.

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24. **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). If there are no such persons, the issuer must make an appropriate negative statement.**

Name of relative	Age	Family relationship with any director 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
Teo Woo Yang ("Mr. TWY")	35	Son of Mr Teo Kiang Ang, the Non-Executive Chairman and the controlling shareholder of the company, and brother of Mr Teo Hark Piang, the Executive Director and Chief Executive Officer of the Group	Mr. TWY was appointed as Business Development Director on 1 October 2019. He is responsible for business operation with CNG, Diesel, LPG and industrial gases as well as procurement, management information system and marketing activities of the Group	No change in duties and position held during the year
Teo Soak Theng Alexis ("Ms. TST")	42	Daughter of Mr Teo Kiang Ang, the Non-Executive Chairman and the controlling shareholder of the company, and sister of Mr Teo Hark Piang, the Executive Director and Chief Executive Officer of the Group	Ms. TST was appointed as General Manager (Plant Operations) on 1 August 2019. She is responsible to oversee daily operations of the filling plant and storage depots	No change in duties and position held during the year
Teo Soak Inn Alice ("Ms. TSI")	45	Daughter of Mr Teo Kiang Ang, the Non-Executive Chairman and the controlling shareholder of the company, and sister of Mr Teo Hark Piang, the Executive Director and Chief Executive Officer of the Company	Ms. TSI was appointed as Project Manager on 1 July 2019. She is responsible for planning and organising the completion of projects	No change in duties and position held during the year

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On behalf of the board of directors

Teo Hark Piang
Executive Director and Chief Executive Officer

Singapore
27 February 2025

Loo Hock Leong
Lead Independent Director