LASSETERS INTERNATIONAL HOLDINGS LIMITED
(Company Registration No. 200402223M)

HALF YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT (UNAUDITED) FOR THE PERIOD ENDED 31 DECEMBER 2020

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF HALF-YEAR RESULTS

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year. These figures have not been audited.

(AUD'000)	Group 1/7/2020 to 31/12/2020	Group 1/7/2019 to 31/12/2019	Increase/ (Decrease) %
Revenue	24,593	23,313	5.5
Consumables	(1,707)	(2,267)	(24.7)
Employee benefits expense	(7,601)	(10,093)	(24.7)
Depreciation expenses	(2,893)	(3,292)	(12.1)
Amortisation of right-of-use assets	(255)	(219)	16.4
Advertising and promotional expenses	(627)	(518)	21.0
Gaming tax	(2,405)	(1,688)	42.5
Other operating expenses	(3,736)	(4,308)	(13.3)
Total operating expenses	(19,224)	(22,385)	(14.1)
Profit from operations	**5,369**	**928**	>100.0
Finance costs	(1,488)	(1,779)	(16.4)
Share of losses of joint venture	-	(28)	100.0
Profit/(Loss) before income tax from continuing operations	**3,881**	**(879)**	>100.0
Income tax	(1,720)	(243)	>100.0
Profit/(Loss) for the financial year from continuing operations	**2,161**	**(1,122)**	>100.0
Profit/(Loss) for the financial year from discontinued operations	**859**	**(468)**	>100.0
PROFIT/(LOSS) FOR THE FINANCIAL PERIOD	**3,020**	**(1,590)**	>100.0
Other comprehensive income:			
Exchange differences on translating foreign operations			
Owners of the parent	207	23	>100.0
Non-controlling interests	(5)	2	(>100.0)
Other comprehensive income for the financial period, net of tax	202	25	>100.0
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE FINANCIAL PERIOD	**3,222**	**(1,565)**	>100.0
Income/(Loss) for the financial period attributable to:			
Owners of the parent	3,060	(1,579)	>100.0
Non-controlling interests	(40)	(11)	>100.0
	3,020	**(1,590)**	>100.0
Total comprehensive income/(loss) for the financial period attributable to:			
Owners of the parent	3,267	(1,556)	>100.0
Non-controlling interests	(45)	(9)	>100.0
	3,222	**(1,565)**	>100.0

Note:

1(a)(i) Profit/(Loss) before income tax is arrived at after charging/(crediting):

(AUD'000)	Continuing Operations 1/7/2020 to 31/12/2020	Continuing Operations 1/7/2019 to 31/12/2019	Discontinued Operations 1/7/2020 to 31/12/2020	Discontinued Operations 1/7/2019 to 31/12/2019	Group 1/7/2020 to 31/12/2020	Group 1/7/2019 to 31/12/2019	Increase/ (Decrease) %
Other income including interest income	(1,306)	(401)	-	-	(1,306)	(401)	>100.0
Net gain on modification of lease term	-	-	(794)	-	(794)	-	(100.0)
Gain on disposal of property, plant and equipment	-	-	-	(9)	-	(9)	100.0
Interest expense	1,488	1,779	-	-	1,488	1,779	(16.4)
Depreciation expenses	2,893	3,292	-	12	2,893	3,304	(12.4)
Amortisation of right-of-use assets	255	219	-	52	255	271	(5.9)
Foreign exchange loss	96	105	-	-	96	105	(8.6)
Operating leases, exclude villa lease rental	63	121	-	-	63	121	(47.9)

1(a)(ii) The results of the discontinued operations are as follows:

(AUD'000)	Group 1/7/2020 to 31/12/2020	Group 1/7/2019 to 31/12/2019	Increase/ (Decrease) %
Revenue	189	947	(80.0)
Consumables	(23)	(98)	(76.5)
Employee benefits expense	(51)	(460)	(88.9)
Depreciation expenses	-	(12)	100.0
Amortisation of right-of-use assets	-	(52)	100.0
Villa lease rental	-	(101)	100.0
Advertising and promotional expenses	(1)	(34)	(97.1)
Other operating expenses	(49)	(667)	(92.7)
Total operating expenses	(124)	(1,424)	(91.3)
Profit/(Loss) from operations	**65**	**(477)**	**>100.0**
Exceptional items:-			
- Gain on disposal of property, plant and equipment	-	9	(100.0)
- Net gain on modification of lease term	794	-	100.0
Profit/(Loss) before income tax	**859**	**(468)**	>100.0
Income tax	-	-	0.0
Profit/(Loss) for the financial year attributable to owners of the Company	**859**	**(468)**	>100.0

Notes:

1. On 28 June 2019, The Golden Door Health Retreat – Elysia Pty Limited ("**TGDE**") has entered into two sale and purchase agreements with Hunter Valley (CL) Management Pty Ltd ("**HVCLM**") and Hunter Valley (CL) Leases Pty Ltd ("**HVCLL**") respectively for the disposal of the freehold land and property, and the business assets of TGDE respectively for an aggregate purchase consideration of AUD5.00 million.

   On 29 July 2019, TGDE entered into a Deed of Novation with the purchasers to novate the rights and obligations of HVCLL in the sale and purchase agreement for the disposal of the business assets to HVCLM.

   The disposal was completed on 29 July 2019.

2. On 14 August 2020, The Golden Door Pty Limited has entered into a Deed of Surrender of Sublease to surrender the Group's leasehold interests in The Golden Door Spa and Club at Mirage ("**TGDM**"). The business ceased trading on 24 August 2020 and the property was surrendered on 18 September 2020.

Pursuant to SFRS(I) 5 – Non-current Assets Held for Sale and Discontinued Operations, the results of TGDE and TGDM have been presented separately as discontinued operations in the consolidated statement of comprehensive income.

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

	Group		Company	
(AUD'000)	**31/12/2020**	**30/6/2020**	**31/12/2020**	**30/06/2020**
Non-current assets				
Property, plant and equipment	120,817	122,611	-	-
Investment in subsidiaries	-	-	14,346	14,309
Investment in joint venture	2,398	2,098	-	-
Membership right	-	38	-	38
Right-of-use assets	1,466	1,730	-	-
	124,681	126,477	14,346	14,347
Current assets				
Inventories	551	541	-	-
Trade and other receivables	797	1,022	13	11
Cash and bank balances	3,239	1,071	45	16
	4,587	2,634	58	27
Less:				
Current liabilities				
Trade and other payables	8,108	8,715	4,026	3,003
Provision for employee entitlements	1,226	1,174	-	-
Current income tax payables	1,402	28	-	-
Bank borrowings – secured	2,334	2,410	-	-
Lease liabilities	650	1,034	-	-
	13,720	13,361	4,026	3,003
Net current liabilities	**(9,133)**	**(10,727)**	**(3,968)**	**(2,976)**
Less:				
Non-current liabilities				
Trade and other payables	1,352	1,051	-	-
Provision for employee entitlements	131	191	-	-
Bank borrowings – secured	61,386	63,636	-	-
Lease liabilities	563	1,601	-	-
Deferred tax liabilities	13,444	13,821	2	2
	76,876	80,300	2	2
Net assets	**38,672**	**35,450**	**10,376**	**11,369**
Equity				
Share capital	57,554	57,554	57,554	57,554
Treasury shares	(426)	(426)	(426)	(426)
Capital reserve	119	119	-	-
Foreign currency translation reserve	(3,305)	(3,512)	(1,717)	(1,717)
Revaluation reserve	46,773	46,773	-	-
Accumulated losses	(62,074)	(65,134)	(45,035)	(44,042)
Equity attributable to the owners of the parent	38,641	35,374	10,376	11,369
Non-controlling interests	31	76	-	-
Total equity	**38,672**	**35,450**	**10,376**	**11,369**

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

(AUD'000)	Group As at 31/12/2020 Secured	Unsecured	Group As at 30/06/2020 Secured	Unsecured
Lease liabilities				
Repayable within one year	598	52	723	311
Repayable after one year	515	48	801	800
Bank borrowings – secured				
Repayable within one year	2,334	-	2,410	-
Repayable after one year	61,386	-	63,636	-

Details of any collateral

The Group's borrowings are secured by (a) registered mortgages on the Group's freehold land and buildings; (b) mortgage debenture on all the assets and uncalled capital of certain subsidiaries of the Group; (c) interlocking guarantees between certain subsidiaries of the Group; and (d) corporate guarantee.

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

(AUD'000)	Group 1/7/2020 to 31/12/2020	Group 1/7/2019 to 31/12/2019
Cash flows from operating activities		
Profit/(Loss) before income tax from continuing operations	3,881	(879)
Profit/(Loss) before income tax from discontinued operations	859	(468)
	4,740	(1,347)
Adjustments for:		
Depreciation expenses	2,893	3,304
Amortisation of right-of-use assets	255	271
Gain on disposal of property, plant and equipment	-	(9)
Share of losses of joint venture	-	28
Interest expense	1,488	1,779
Interest income	-	(4)
Net gain on modification of lease term	(794)	-
Currency translation adjustment	3	(15)
Operating cash flows before working capital changes	8,585	4,007
Working capital changes:		
Inventories	(9)	38
Trade and other receivables	263	436
Trade and other payables	(322)	(4,237)
Cash generated from operations	8,517	244
Interest received	-	4
Interest paid	(1,488)	(1,775)
Income tax paid	(724)	(663)
Net cash from/(used in) operating activities	**6,305**	**(2,190)**
Cash flows from investing activities		
Subscription of redeemable non-convertible non-cumulative preference shares in joint venture	(300)	(748)
Proceed from disposal of discontinued operations	-	5,000
Purchase of property, plant and equipment	(1,099)	(229)
Foreign currency translation adjustment	-	41
Net cash (used in)/from investing activities	**(1,399)**	**4,064**
Cash flows from financing activities		
Proceeds of bank borrowings	-	550
Repayments of bank borrowings	(2,000)	(2,000)
Repayments of lease obligations	(426)	(453)
Foreign currency translation adjustment	(9)	3
Net cash used in financing activities	**(2,435)**	**(1,900)**
Net increase/(decrease) in cash and cash equivalents	**2,471**	**(26)**
Cash and cash equivalents at beginning of financial period	**161**	**23**
Currency translation adjustment on cash and cash equivalents	**23**	**10**
Cash and cash equivalents at end of financial period *	**2,655**	**7**
* **Analysis of cash and cash equivalents:**		
Cash and bank balances	3,239	1,466
Bank overdraft	(584)	(1,459)
	2,655	**7**

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

	Group								
(AUD'000)	Share capital	Treasury shares	Capital Reserve	Foreign currency translation reserve	Revaluation reserve	Accumulated losses	Subtotal	Non-controlling interests	Total equity
Balance at 1 July 2019	57,554	(426)	-	(3,440)	52,031	(58,384)	47,335	91	47,426
Issuance of redeemable non-convertible preference shares	-	-	119	-	-	-	119	-	119
Total comprehensive loss for the financial year	-	-	-	(72)	(5,258)	(6,750)	(12,080)	(15)	(12,095)
Balance at 30 June 2020	57,554	(426)	119	(3,512)	46,773	(65,134)	35,374	76	35,450
Balance at 1 July 2020	57,554	(426)	119	(3,512)	46,773	(65,134)	35,374	76	35,450
Total comprehensive income for the financial year	-	-	-	207	-	3,060	3,267	(45)	3,222
Balance at 31 December 2020	57,554	(426)	119	(3,305)	46,773	(62,074)	38,641	31	38,672

	Company				
(AUD'000)	Share capital	Treasury shares	Foreign currency translation reserve	Accumulated losses	Total equity
Balance at 1 July 2019	57,554	(426)	(1,717)	(40,644)	14,767
Total comprehensive loss for the financial year	-	-	-	(3,398)	(3,398)
Balance at 30 June 2020	57,554	(426)	(1,717)	(44,042)	11,369
Balance at 1 July 2020	57,554	(426)	(1,717)	(44,042)	11,369
Total comprehensive loss for the financial year	-	-	-	(993)	(993)
Balance at 31 December 2020	57,554	(426)	(1,717)	(45,035)	10,376

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

There was no change in the Company's share capital since the year ended 30 June 2020 and the Company has no outstanding convertibles as at 31 December 2020 (as at 30 June 2020: Nil). In addition, the number of treasury shares held by the Company as at 31 December 2020 is 3,548,000 (as at 30 June 2020: 3,548,000), representing 0.73% of the issued and paid up share capital of the Company as at 31 December 2020 (as at 30 June 2020: 0.73%). There were no subsidiary holdings held against the total number of shares outstanding as at 31 December 2020 (as at 30 June 2020: Nil).

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

As at 31 December 2020, the total number of issued shares excluding treasury shares of the Company was 483,170,542 shares (30 June 2020: 483,170,542 shares excluding treasury shares).

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

There were no sales, transfers, disposal, cancellation and/or use of treasury shares as at 31 December 2020.

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

There were no sales, transfers, disposal, cancellation and/or use of subsidiary holdings as at 31 December 2020.

2 Whether the figures have been audited or reviewed, and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 Engagements to Review Financial Statements), or an equivalent standard.

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

3 Where the figures have been audited or reviewed, the auditor's report (including any qualifications or emphasis of matter).

Not applicable.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited financial statements have been applied.

The Group has adopted mostly the same accounting policies and methods of computation in these financial statements as those used in preparing the most recently audited financial statements for the financial year ended 30 June 2020.

In addition, the Group also adopted various revisions to the Singapore Financial Reporting Standards (International) ("**SFRS(I)**"), which became effective beginning 1 July 2020, where applicable.

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect, of the changes.

The adoption of the said revisions has no significant impact to these financial statements.

6 Earnings per ordinary shares of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year after deducting any provision for preference dividends.

	Group	
	1/7/2020 to 31/12/2020	1/7/2019 to 31/12/2019
Profit/(Loss) attributable to shareholders for the financial year (AUD'000)	3,060	(1,579)
Weighted Average Number of ordinary shares	483,170,542	483,170,542
Earnings per ordinary shares (AUD cents)		
- Basic and fully diluted basis	0.63	(0.33)

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

	Group		Company	
	31/12/2020	30/6/2020	31/12/2020	30/6/2020
Net asset value per ordinary shares based on issued capital (excluding treasury shares) at the end of the financial year (AUD cents)	8.00	7.34	2.15	2.35

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

(a) any significant factors that affected the revenue, costs, and earnings of the group for the current financial period reported on, including (where applicable), seasonable or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Profit and Loss Statement

The Group registered a net profit of AUD3.02 million for the half year ended 31 December 2020 ("**HY2021**") as compared to a net loss of AUD1.59 million in the corresponding period last year ("**HY2020**") on the back of a 5.49% increase in total revenue from AUD23.31 million to AUD24.59 million. The Group has performed creditably this financial period under review predominantly from its gaming sector, which recorded an increase of 37.92% in revenue, following government mandated closures during the pandemic. The Australian government's support on wage subsidies amounting to AUD0.81 million in HY2021 and other tourism initiatives has augured well for the Group's land-based hotel and casino operations in Alice Springs, Northern Territory, providing the crucial financial relief the Group requires to re-open and re-engage its workforce. It has also stimulated local tourism with additional disposable income amongst patrons of the Group. The non-gaming sector, particularly the hotel and convention centre, remains affected by the COVID-19 pandemic due to ongoing travel restrictions, resulting in a decrease in revenue by 38.45% and 70.45% respectively.

Total operating expenses declined by 14.12% or AUD3.16 million from AUD22.39 million in HY2020 to AUD19.22 million in HY2021 due to the continuous active management strategy in containing costs. On the back of a lower revenue in its non-gaming hospitality sector, the Group decided to match the diminished manpower needs by streamlining its workforce, resulting in a reduction of employee benefits expenses by 24.69% or AUD2.49 million. Consumables and other operating expenses have also recorded a reduction of 24.70% and 13.28% respectively. Gaming tax however has increased by 42.48% or AUD0.72 million as a result of the increase in gaming turnover. Depreciation expenses reduced by 12.12% or AUD0.40 million to AUD2.89 million in HY2021 (HY2020: AUD3.29 million). Finance costs also declined by 16.36% or AUD0.29 million to AUD1.49 million in HY2021 (HY2020: AUD1.78 million) due to the Group's efforts in structuring its finance cost to cost of funds which has decreased in line with lower interest rate benchmarks globally.

The higher revenue and lower operating expenses has resulted in an Earnings before Interest, Tax, Depreciation and Amortisation growth of 91.87% or AUD4.08 million from AUD4.44 million in HY2020 to AUD8.52 million in HY2021.

Pursuant to SFRS(I) 1-28 - Investment in Associates and Joint Ventures, the Group has not recognised losses relating to the joint venture this financial period under review as it has shared the losses up to the carrying amount of its investment in the joint venture in the previous financial year.

The Group's income tax was attributable to the profitable land-based hotel and casino operations. The Group remained prudent by not recognising its deferred tax income on tax loss subsidiaries.

As stated in the notes to the results of discontinued operations, the Group surrendered its long-term lease asset in TGDM on 18 September 2020. This has resulted in a profit from discontinued operations of AUD0.86 million in HY2021, mainly arising from the reversal of lease liability.

Balance Sheet Review

As at 31 December 2020, the Group recorded an increase in net assets to AUD38.67 million as compared to AUD35.45 million as at 30 June 2020 whilst the net current liabilities decreased to AUD9.13 million from AUD10.73 million. This was mainly due to the improved cash position resulting from better trading performance in the period under review.

The total assets of the Group have increased by AUD0.16 million to AUD129.27 million from AUD129.11 million mainly due to higher cash and bank balances partially off-set by a decrease in property, plant and equipment.

As disclosed in the previous announcements, the negative working capital recorded for the period under review was mainly due to the cash nature of the Group's core casino operating business, where capital expenditures were being partially funded by short-term payables.

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

(a) any significant factors that affected the revenue, costs, and earnings of the group for the current financial period reported on, including (where applicable), seasonable or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on. (Continued)

Cash Flow Review

For the period under review, the Group's cash flow has strengthened, generating a positive net cash inflow from operating activities of AUD6.31 million as compared to net cash outflow of AUD2.19 million for HY2020.

The net cash used in investing activities was AUD1.40 million in HY2021 as compared to net cash inflow of AUD4.06 million in HY2020 mainly due to the sale proceeds from the disposal of TGDE in HY2020.

Net cash used in financing activities increased from AUD1.90 million in HY2020 to AUD2.44 million in HY2021 due to an AUD2.00 million prepayment of bank borrowings to minimise interest expenses. The Group maintains the flexibility of redrawing the amount of borrowings that has been prepaid.

Cash and cash equivalents as at 31 December 2020 stands at AUD2.66 million as compared to AUD0.01 million as at 31 December 2019.

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

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

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

On the back of the COVID-19 pandemic which has affected the global economy and with Australia falling into recession in September 2020 for the first time in almost three decades, the business environment has been and will continue to be unprecedented and challenging. However, the Australian government's business-friendly policies and support continues to provide employment opportunities and economic recovery. The Reserve Bank of Australia has also kept the cash rate at a record low of 0.1% to support the economy.

The Group has successfully rationalised its loss making businesses in Hunter Valley, New South Wales as well as Main Beach, Queensland to realign its resources on Lasseters Hotel Casino ("**LHC**"). We remain cautiously optimistic on the outlook for LHC predominantly driven by increased patronage in our gaming sector. However, we are mindful that the Australian government's stimulus on JobKeeper wage subsidy and JobSeeker financial support program is coming to an end in March 2021 *(Source: https://www.servicesaustralia.gov.au/individuals/news/whats-changing-new-year-job-seekers)*, resulting in less disposable income for leisure and entertainment, which may have a negative impact on our gaming sector. The Group continues to focus on its machines replacement program to enhance its gaming offerings; improve gaming floor facilities and ambience; and expand the loyalty programme by integrating more points-based offers, venue lead events, and promotional offers to maximise revenue growth.

Our hotel, Crowne Plaza Alice Springs Lasseters and our Convention Centre remains affected by travel restrictions and will see a slower recovery into normalcy. Round 3 of the Northern Territory ("**NT**") government's Tourism Voucher program begins in February 2021 with up to $200 in matched spend for NT residents to spend on tourism in NT, targeting to generate AUD11.00 million in tourism stimulus across the NT (*Source: https://www.tourismnt.com.au/marketing/domestic-marketing/current-campaigns/territory-tourism-voucher*). This will assist in the recovery of our non-gaming sector, including the food & beverages enjoying some spill over from hotel guests. Our gym has also performed above expectations and is on track to build the membership base back to pre-COVID-19 level.

The Group's joint venture in Malaysia to develop, own and operate a 229-key 4-star Mercure hotel under the ACCOR group has been delayed and we expect a soft-opening towards mid-2021 or possibly beyond depending on the outbreak situation in Malaysia. The Board will continue to monitor the situation and assess the feasibility of opening the hotel.

The Board will continue to prudently manage its business strategies and focus on effective cost management to manage risks and improve performance in FY2021.

11 If a decision regarding dividend has been made:

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

No dividend has been declared for the financial period ended 31 December 2020.

(b) (i) Amount per share

No dividend has been declared for the financial period ended 31 December 2020.

(ii) Previous corresponding period

No dividend has been declared for the financial period ended 31 December 2019.

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

Not applicable.

(d) The date the dividend is payable

Not applicable.

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

Not applicable.

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

No dividend has been declared or recommended for the half year ended 31 December 2020. Given the uncertainty over the ongoing COVID-19 pandemic, the Board has adopted a prudent approach to conserve cash to ensure the Group has sufficient working capital to sustain the long term viability of the business taking into consideration our capital requirements and other financial obligations.

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

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

14 Negative assurance confirmation on half year financial results pursuant to Rule 705(5) of Section B: Rules of Catalist of the Listing Manual of the Singapore Exchange Securities Trading Limited ("Listing Manual")

We, Dato' Jaya J B Tan (Non-Executive Chairman) and Dato' Kamal Y P Tan (Director), being two directors of the Company, do hereby confirm on behalf of the board of directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the financial results for the six months ended 31 December 2020 to be false or misleading in any material respect. A statement signed by us is on record.

15 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Listing Manual

The Company hereby confirms that it has procured signed undertakings from all its Directors and relevant executive officers in the format as set out in Appendix 7H of the Listing Manual in accordance with Rule 720(1) of the Listing Manual.

16 Other disclosures as required under Rule 706A of the Catalist Rules

Issued and Paid-Up Share Capital of 29% owned joint venture company, Super Ace Resources Sdn Bhd ("**SARSB**")

With reference to the announcement made by the Company on 5 September 2018, the Company had also announced on 24 September 2020 the allotment and issuance of 897,000 ordinary shares of RM1.00 each to Paramount Corporation Berhad thereby reducing the Company's effective equity interest from 55% to 29%.

The Board wishes to update that pursuant to the issuance of 12.914 million RNCNCPS during the period under review, the issued and paid-up capital of SARSB has increased from RM12.020 million to RM25.831 million comprising 1.897 million ordinary shares and 23.934 million RNCNCPS of RM1.00 each respectively.

Issued and Paid-Up Share Capital of subsidiary, Lasseters Properties Sdn. Bhd. ("**LPSB**")

As mentioned in the announcements made by the Company on 18 November 2020, through a subscription exercise with LPSB, LPSB has allotted and issued 110,000 new ordinary shares to the Company at a price of RM1.00 per share, and the Company's interest in LPSB has correspondingly been increased from 80% to 99.98%.

Disposal of Wholly-owned Indirect Subsidiary, The Golden Door Health Retreat – Elysia Pty Limited ("**TGDE**")

As mentioned in the announcement dated 15 December 2020, Lasseters Health Club Pty Ltd, a wholly-owned subsidiary of Lasseters International Holdings Limited, had on 15 December 2020 entered into a deed of sale of company in relation to a disposal of its entire shareholding interest of one (1) ordinary share in its wholly-owned subsidiary, TGDE, for a consideration of AUD1.00 in cash. The consideration was arrived at on a willing-buyer willing-seller basis, taking into account *inter alia*, the negative net asset position of TGDE of AUD68 thousand and the Group having no intention to develop or generate revenue from TGDE. Completion of the disposal occurred on the same day.

BY ORDER OF THE BOARD

DATO' JAYA J B TAN
Non-Executive Chairman
5 February 2021

This announcement has been reviewed by the Company's sponsor, Stamford Corporate Services Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "SGX-ST") and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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