



**SunMoon Food Company Limited**  
(Company Registration No. 198304656K)  
(Incorporated in Singapore)

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**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED 30 SEPTEMBER 2023**

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## A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

n.m - "not meaningful"

\$- SGD

	Note	Group		Change
		Half Year Ended		
		30-Sep-23	30-Sep-22	
		\$ '000	\$ '000	%
Revenue	4	13,641	20,371	-33%
Cost of sales		(13,137)	(19,591)	-33%
<b>Gross profit</b>		504	780	-35%
Other income	5	123	105	17%
Selling & distribution expenses		(314)	(338)	-7%
Administrative expenses		(740)	(737)	0%
Other expenses		(86)	(7)	1129%
Finance costs	6	(13)	(16)	-19%
<b>Loss before income tax</b>	6	<b>(526)</b>	<b>(213)</b>	147%
Income tax expense	7	(1)	-	n.m
<b>Net loss for the period</b>		<b>(527)</b>	<b>(213)</b>	147%
<b>Other comprehensive loss:</b>				
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Exchange difference arising from translation of foreign operations		(181)	(184)	-2%
Other comprehensive loss for the period, net of income tax:		(181)	(184)	-2%
<b>Total comprehensive loss for the period</b>		<b>(708)</b>	<b>(397)</b>	78%
<b>Net Profit/(loss) attributable to:</b>				
Equity holders of the Company		<b>(600)</b>	<b>(185)</b>	224%
Non-controlling interests		<b>73</b>	<b>(28)</b>	n.m
<b>Total comprehensive profit/(loss) attributable to:</b>				
Equity holders of the Company		<b>(781)</b>	<b>(369)</b>	112%
Non-controlling interests		<b>73</b>	<b>(28)</b>	n.m
<b>Loss per share attributable to equity holders of the Company (Cents per share)</b>				
<b>Basic and diluted loss per share</b>		<b>(0.11)</b>	<b>(0.05)</b>	121%

## B. CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

	Note	Group		Company	
		As at 30-Sep-23	As at 31-Mar-23	As at 30-Sep-23	As at 31-Mar-23
		\$'000	\$'000	\$'000	\$'000
<b>ASSETS</b>					
<b>Non-current assets</b>					
Investment in subsidiaries	9	-	-	10,466	9,307
Financial assets, at fair value through profit or loss("FVPL")	10	-	-	-	-
Plant and equipment	8	251	43	-	-
<b>Total non-current assets</b>		251	43	10,466	9,307
<b>Current assets</b>					
Cash and cash equivalents	11	1,853	1,634	330	100
Trade and other receivables	12	7,884	10,148	37	25
Inventories	13	2,115	908	-	-
<b>Total current assets</b>		11,852	12,690	367	125
<b>Total assets</b>		12,103	12,733	10,833	9,432
<b>Equity attributable to equity holders of the Company</b>					
Share capital	17	144,762	141,887	144,762	141,887
Other reserves	18	15,916	16,097	18,085	18,085
Accumulated losses		(153,156)	(152,556)	(152,414)	(151,903)
		7,522	5,428	10,433	8,069
<b>Non-controlling interests</b>		(195)	(268)	-	-
<b>Total equity</b>		7,327	5,160	10,433	8,069
<b>Non-current liability</b>					
Borrowings	14	122	9	-	-
<b>Total non-current liability</b>		122	9	-	-
<b>Current liabilities</b>					
Borrowings	14	628	608	-	-
Trade and other payables	15	4,026	6,956	400	1,363
Current tax liabilities		-	-	-	-
<b>Total current liabilities</b>		4,654	7,564	400	1,363
<b>Total liabilities</b>		4,776	7,573	400	1,363
<b>Total liabilities and equity</b>		12,103	12,733	10,833	9,432

## C. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

Share capital	Capital reduction reserve	Treasury shares	Foreign currency translation reserve	Other reserves total	Accumulated losses	Non-controlling interests	Total equity
\$ '000	\$ '000	\$ '000	\$ '000	\$ '000	\$ '000	\$ '000	\$ '000

**GROUP****Bal at 01/04/2023**

(Loss)/profit for the period

Other comprehensive (loss)/profit for the period

Exchange differences arising from translation of foreign operations

Total comprehensive (loss) /profit for the period

Contributions by owners

Issuance of placement shares

Total contribution by owners

**Bal at 30/09/2023**

<b>141,887</b>	18,384	(299)	(1,988)	<b>16,097</b>	<b>(152,556)</b>	<b>(268)</b>	<b>5,160</b>
-	-	-	-	-	(600)	73	(527)
-	-	-	(181)	(181)	-	-	(181)
-	-	-	(181)	(181)	(600)	73	(708)
2,875	-	-	-	-	-	-	2,875
2,875	-	-	-	-	-	-	2,875
<b>144,762</b>	18,384	(299)	(2,169)	<b>15,916</b>	<b>(153,156)</b>	<b>(195)</b>	<b>7,327</b>

**GROUP****Bal at 01/04/2022**

Loss for the period

Other comprehensive loss for the period

Exchange differences arising from translation of foreign operations

Total comprehensive loss for the period

**Bal at 30/09/2022**

<b>141,887</b>	18,384	(299)	(1,381)	<b>16,704</b>	<b>(150,560)</b>	<b>21</b>	<b>8,052</b>
-	-	-	-	-	(184)	(28)	(212)
-	-	-	(184)	(184)	-	-	(184)
-	-	-	(184)	(184)	(184)	(28)	(396)
<b>141,887</b>	18,384	(299)	<b>(1,565)</b>	<b>16,520</b>	<b>(150,744)</b>	<b>(7)</b>	<b>7,656</b>

## D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	Note	Group	
		Half Year Ended	
		30-Sep-23	30-Sep-22
		\$'000	\$'000
<b>Operating activities</b>			
Loss before income tax	6	(526)	(213)
Adjustments for:			
Interest expense	6	13	16
Interest income	5	(1)	(1)
Depreciation of plant and equipment	6	28	54
Foreign exchange differences		(172)	(233)
<b>Operating loss before working capital changes</b>		<b>(658)</b>	<b>(377)</b>
Working capital changes:			
Trade and other receivables		2,264	(2,572)
Inventories		(1,207)	(701)
Trade and other payables		(2,930)	3,877
Cash generated used in operations		(2,531)	227
Income tax paid		(1)	-
<b>Net cash (used in)/provided by operating activities</b>		<b>(2,532)</b>	<b>227</b>
<b>Investing activities</b>			
Purchase of plant and equipment		(60)	(8)
Proceeds from disposal of plant and equipment		4	-
<b>Net cash used in investing activities</b>		<b>(56)</b>	<b>(8)</b>
<b>Financing activities</b>			
Interest paid		(13)	(16)
Repayment of lease liabilities		(22)	(46)
Issuance of placement shares		2,875	-
<b>Net cash provided by/(used in) financing activities</b>		<b>2,840</b>	<b>(62)</b>
Net increase in cash and cash equivalents		252	157
Cash and cash equivalents at beginning of the period		1,634	565
Exchange difference on cash and cash equivalents		(33)	7
<b>Cash and cash equivalents at end of the period</b>	<b>11</b>	<b>1,853</b>	<b>729</b>

## **E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

### **1 General information**

SunMoon Food Company Limited (the “Company”) is a limited liability company incorporated and domiciled in the Republic of Singapore and is listed on the Mainboard of the Singapore Exchange. Its immediate holding company is SunMoon Global Pte Ltd, incorporated in the Republic of Singapore and its ultimate holding company is Shanghai Yiguo E-Commerce Co., Ltd, incorporated in the People’s Republic of China.

The registered office of the Company is 1 Scotts Road, #21-07 Shaw Centre, Singapore 228202 and its principal place of business is 51 Changi Business Park Central 2, #03-06 The Signature, Singapore 486066.

The principal activity of the Company is that of an investment holding company.

The principal activities of the subsidiaries, please refer to Note 9 in the Annual Report for the financial year ended 31 March 2023.

### **2 Basis of preparation**

The condensed interim financial statements for the half year ended 30 September 2023 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for the financial year ended 31 March 2023.

The accounting policies and method of computation adopted are consistent with those of the previous financial year except that in the current financial period, the Group has adopted all the new and amended standards which are relevant to the Group and are effective for annual financial periods beginning on or after 1 April 2023. The adoption of these standards did not have any material effect on the amounts reported for the current or prior period.

The condensed interim financial statements have been prepared on a going concern basis as the directors have assessed that the Group and the Company would have the ability to meet its obligations for the next twelve months from the reporting date.

The condensed interim financial statements are presented in Singapore Dollars (SGD or \$) and all values in the tables are rounded to the nearest thousand (\$’000), except when otherwise indicated.

#### **2.1 New and amended standards adopted by the Group**

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

#### **2.2 Use of Judgement and Estimates**

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the financial year ended 31 March 2023.

Estimates and assumptions are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

## E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 2.2 Use of Judgement and Estimates(Continued)

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period, that will have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are:

- Provision for expected credit losses of trade receivables
- Impairment of investment in subsidiaries

### 2.3 Seasonal Operations

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

### 2.4 Segment Information

Management has determined the operating segments based on the reports reviewed by the chief operating decision maker. A segment is a distinguishable component of the Group that is engaged either in providing products or services (business segment), or in providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments.

The Group is engaged in the sales of fruits, vegetables, seafood, meat, aqua-food and agri-food related products and including any other ancillary products globally. The management has determined all these products are reported together as one segment as these products have the same nature and economic characteristics. Hence, there are no other reportable segments to be presented.

#### **Geographical information**

The Group operates in several geographical areas. Revenue is based on the region in which the customers are located. Non-current assets comprise of the plant and equipment as presented in the balance sheet of the Group. Non-current assets are shown by the geographical area in which the assets are located.

	Revenue		Non-current assets	
	Half year ended		As at	As at
	30-Sep-23	30-Sep-22	30-Sep-23	31-Mar-23
	\$'000	\$'000	\$'000	\$'000
ASEAN	161	3,183	251	43
People's Republic of China	13,480	17,188	-	-
	<u>13,641</u>	<u>20,371</u>	<u>251</u>	<u>43</u>

### 3 Significant related party transactions

During the financial period, the following were significant related party transactions at rates and terms agreed between the parties:

#### *Sales and purchases of goods and services*

	Group	
	Half year ended	Half year ended
	30-Sep-23	30-Sep-22
	\$'000	\$'000
<b>Companies related to the ultimate holding company</b>		
Sales	6	17
Purchases	-	(30)
Service received from	(31)	(5)
Service provided to	4	122

## E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 4 Revenue

Revenue from contract with customers

At a point in time

Sales of fruits, seafood, sheep milk powders and others

Group	
Half year ended	
30-Sep-23	30-Sep-22
\$'000	\$'000
13,641	20,371

## 5 Other income

Rental rebate  
Government grants  
Interest income  
Foreign exchange gains, net  
Other service income, net

Group	
Half year ended	
30-Sep-23	30-Sep-22
\$'000	\$'000
-	36
-*	-
1	1
-	5
122	63
123	105

\* Denotes less than \$1,000

## 6 Loss before income tax

The following expense items have been included in arriving at loss before income tax:

Cost of goods sold

Purchases of inventories  
Changes in inventories

Group	
Half year ended	
30-Sep-23	30-Sep-22
\$'000	\$'000
14,197	20,142
(1,207)	(701)

Selling and distribution expenses

Advertisement and promotion  
Employee benefits expense:  
- Salaries, bonus and other benefits  
- Defined contribution plans  
Total employee benefits expense

51	2
159	228
74	75
233	303

Administrative expenses

Audit fees  
- Auditors of the Company  
- Other auditors  
Depreciation of plant and equipment  
Rental expense for short-term lease

Directors' fees  
Employee benefits expense:  
- Salaries, bonus and other benefits  
- Defined contribution plans  
Total employee benefits expense

53	46
1	1
28	54
34	3
77	77
351	276
9	55
360	331



**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****6 Loss before income tax (Continued)**

	<b>Group</b>	
	<b>Half year ended</b>	
	<b>30-Sep-23</b>	<b>30-Sep-22</b>
	\$'000	\$'000
Finance costs		
Interest expense:		
- Bank borrowings	9	14
- Lease liabilities	4	2
	13	16
	13	16

**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 income tax expense recognised for the half year ended 30 September 2023 was \$1,000 (30 September 2022: Nil).

**8 Plant and equipment**

As at 30 September 2023, the Group's plant and equipment amounted to \$251,000 (31 March 2023: \$43,000).

The right-of-use assets acquired under leasing arrangements are presented together with the owned assets of the same class. The Group's right-of-use assets pertain to the leases of office spaces for the purpose of back office operations in Singapore.

**9 Investment in subsidiaries**

	<b>Company</b>	
	<b>As at</b>	<b>As at</b>
	<b>30-Sep-23</b>	<b>31-Mar-23</b>
	\$'000	\$'000
Unquoted equity shares, at cost	10,200	10,200
Allowance for impairment loss	(10,200)	(10,200)
	-	-
	-	-
Amount due from subsidiaries (non-trade)	18,750	17,568
Allowance for impairment loss on receivables	(8,284)	(8,261)
	10,466	9,307
	10,466	9,307

**10 Financial assets, At FVPL**

	<b>Group</b>	
	<b>As at</b>	<b>As at</b>
	<b>30-Sep-23</b>	<b>31-Mar-23</b>
	\$'000	\$'000
<u>Financial instruments</u>		
Equity security(unquoted)	-	-
	-	-
	-	-

It pertains to the equity security of Harvest Season Pte. Ltd. of \$752,000 and management has ascertained its fair value to be zero as at reporting date.

## E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 11 Cash and cash equivalents

	Group		Company	
	As at	As at	As at	As at
	30-Sep-23	31-Mar-23	30-Sep-23	31-Mar-23
	\$'000	\$'000	\$'000	\$'000
Cash at bank	1,853	1,634	330	100

## 12 Trade and other receivables

	Group		Company	
	As at	As at	As at	As at
	30-Sep-23	31-Mar-23	30-Sep-23	31-Mar-23
	\$'000	\$'000	\$'000	\$'000
Trade receivables:				
- Third parties	5,412	6,835	-	-
- Related parties	50	106	-	-
	5,462	6,941	-	-
Less: allowance for impairment loss				
- Third parties	(1,323)	(1,359)	-	-
	4,139	5,582	-	-
Other sundry receivables:				
- Third parties	28	54	-	-
- Related parties	457	437	-	-
	485	491	-	-
Refundable deposits	222	236	-	-
Total trade and other receivables carried at amortised cost	4,846	6,309	-	-
GST/VAT refundable	152	121	9	4
Advances to suppliers:				
- Third parties	2,791	3,598	-	-
- Related parties	62	86	-	-
Prepayments	33	34	28	21
Total	7,884	10,148	37	25

## 13 Inventories

	Group	
	As at	As at
	30-Sep-23	31-Mar-23
	\$'000	\$'000
Aquatic products and others	2,115	908

## 14 Borrowings

	Group	
	As at	As at
	30-Sep-23	31-Mar-23
	\$'000	\$'000
<b>Current</b>		
Bank loan	560	581
Lease liabilities	68	27
	628	608
<b>Non-current</b>		
Lease liabilities	122	9
Total borrowings	750	617

## E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### 14 Borrowings (Continued)

The bank loan of RMB3,000,000 (or \$560,000) (31 March 2023: RMB3,000,000 (or \$581,000)) at interest rate of 3.9% (31 March 2023: 4.25%) per annum was obtained from China Construction Bank under the personal guarantee of a director. The loan has been renewed for one year at an interest rate of 3.9% per annum and due on 27 April 2024.

Lease liabilities pertaining to office spaces for the purpose of back office operations in Singapore.

The leases for office spaces contain extension periods, for which the related lease payments have not been included in lease liabilities as the Group is not reasonably certain to exercise these extension options. The Group negotiates extension options to optimise operational flexibility in terms of managing the assets used in the Group's operations. The majority of the extension options are exercisable by the Group and not by the lessor.

### 15 Trade and other payables

	Group		Company	
	As at 30-Sep-23 \$'000	As at 31-Mar-23 \$'000	As at 30-Sep-23 \$'000	As at 31-Mar-23 \$'000
Trade payables				
- Third parties	1,144	2,862	-	-
- Related parties	-	25	-	-
	<u>1,144</u>	<u>2,887</u>	<u>-</u>	<u>-</u>
Other payables				
- Third parties	677	744	57	72
- Related parties	-	122	-	-
	<u>677</u>	<u>866</u>	<u>57</u>	<u>72</u>
Accrued operating expenses	519	565	343	429
Total trade and other payables carried at amortised cost	2,340	4,318	400	501
Deposit from placee	-	862	-	862
Advances from customers:				
- Third parties	1,674	1,763	-	-
- Related parties	12	13	-	-
Total	<u>4,026</u>	<u>6,956</u>	<u>400</u>	<u>1,363</u>

### 16 Leases

#### Nature of the Group's leasing activities

##### Plant and machineries

The Group leases office spaces for the purpose of back office operations in Singapore.

*Carrying amounts of right-of-use assets classified within plant and equipment*

	Group	
	As at 30-Sep-23 \$'000	As at 31-Mar-23 \$'000
Plant and machineries	<u>188</u>	<u>33</u>

## E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 17 Share capital

	Group and Company			
	As at	As at	As at	As at
	30-Sep-23	31-Mar-23	30-Sep-23	31-Mar-23
	'000	'000	\$'000	\$'000
	Number of ordinary shares			
<b>Issued and fully paid</b>				
Balance at beginning of financial period	784,635	784,635	141,887	141,887
Issuance of placement shares	125,000	-	2,875	-
Balance at end of financial period	<u>909,635</u>	<u>784,635</u>	<u>144,762</u>	<u>141,887</u>

All issued ordinary shares are fully paid. There is no par value for these ordinary shares.

Fully paid ordinary shares (except treasury shares of 6,362,798 (\$299,000)) carry one vote per share and carry a right to dividends as and when declared by the Company.

Following completion of the Proposed placement on 16 May 2023, the Company has issued 125,000,000 placement shares to the Champion Financial (HongKong) Limited, as a result, the Company's share capital was increased by \$2,875,000 comprising deposit of S\$862,000 received from the placee as at 31 March 2023 (Note15) and remaining cash consideration of \$2,013,000.

## 18 Other reserves

Other reserves comprise the following:

	Group		Company	
	As at	As at	As at	As at
	30-Sep-23	31-Mar-23	30-Sep-23	31-Mar-23
	\$'000	\$'000	\$'000	\$'000
Capital reduction reserve	18,384	18,384	18,384	18,384
Foreign currency translation reserve	(2,169)	(1,988)	-	-
Treasury shares	(299)	(299)	(299)	(299)
	<u>15,916</u>	<u>16,097</u>	<u>18,085</u>	<u>18,085</u>

**Capital reduction reserve**

A capital reduction reserve application was made and completed on 13 June 2005 to reduce the par value of each ordinary share in the capital of the Company from \$0.05 to \$0.005. The effect of the capital reduction exercise was that an aggregate amount of \$55,393,000 of the issued and paid-up share capital of the Company was cancelled, of which \$37,009,000 represented issued and paid-up share capital which had been lost or was unrepresented by available assets as at 31 December 2004 and was applied towards the writing off of the accumulated losses of the Company, and the balance amount of \$18,384,000 was credited to a capital reduction reserve.

**Foreign currency translation reserve**

The foreign currency translation reserve comprises all foreign exchange differences arising from (i) the translation of the financial statements of foreign operations whose functional currencies are different from that of the Group's presentation currency as well as (ii) the translation of loans to subsidiaries deemed as quasi capital in nature.

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****18 Other reserves (Continued)****Treasury shares**

Treasury shares relate to ordinary shares of the Company that is held by the Company.

The Company acquired 6,362,798 shares in the Company through purchases on the Singapore Exchange during the financial year ended 31 March 2019. The amount paid to acquire the shares was \$299,000 and this was presented as a component within shareholders' equity.

As at 30 September 2023, there were 6,362,798 treasury shares(31 March 2023: 6,362,798).

**19 Loss per share**

Basic and diluted loss per share are calculated by dividing net loss attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period.

	<b>Group</b>	
	<b>Half year ended</b>	
	<b>30-Sep-23</b>	<b>30-Sep-22</b>
Net Loss attributable to equity holders of the Company (\$'000)	<u>(527)</u>	<u>(213)</u>
Weighted average number of ordinary shares for basic and diluted earnings per share computation ('000)	# 872,535	778,273
Basic and diluted loss per shares (cents)	<u>(0.11)</u>	<u>(0.05)</u>

Note:

# As at 30 September 2023 and 31 March 2023, the number of issued shares excludes 6,362,798 treasury shares.

There were no dilutive potential ordinary shares during the financial period ended 30 September 2023 and 30 September 2022.

**20 Net assets value per ordinary share**

	<b>Group</b>	
	<b>As at</b>	<b>As at</b>
	<b>30-Sep-23</b>	<b>31-Mar-23</b>
	<b>cents</b>	<b>cents</b>
Group	<u>0.81</u>	<u>0.66</u>
Company	<u>1.16</u>	<u>1.04</u>
No of issued shares ('000)	# 903,273	778,273

Note:

# As at 30 September 2023 and 31 March 2023, the number of issued shares excludes 6,362,798 treasury shares.

The calculation of net asset value per ordinary share is based on the number of ordinary shares of the Company as at 30 September 2023 and 31 March 2023 respectively.

## E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 21 Financial assets and Financial liabilities

	SGD \$'000	USD \$'000	RMB \$'000	Others \$'000	Total \$'000
<b>Group</b>					
<u>At 30 Sep 2023</u>					
<b>Financial assets</b>					
Trade and other receivables (Note 12)	46	718	4,082	-	4,846
Cash and cash equivalents (Note 11)	390	65	1,396	2	1,853
	<u>436</u>	<u>783</u>	<u>5,478</u>	<u>2</u>	<u>6,699</u>
<b>Financial liabilities</b>					
Trade and other payables (Note 15)	(505)	(1,146)	(680)	(9)	(2,340)
Borrowings (Note 14)	(190)	-	(560)	-	(750)
	<u>(695)</u>	<u>(1,146)</u>	<u>(1,240)</u>	<u>(9)</u>	<u>(3,090)</u>
<b>Net financial (liabilities)/assets</b>	<u>(259)</u>	<u>(363)</u>	<u>4,238</u>	<u>(7)</u>	<u>3,609</u>
<b>Currency exposure of financial assets/(liabilities) net of those denominated in the respective entities' functional currencies</b>					
	<u>-</u>	<u>(363)</u>	<u>-</u>	<u>(7)</u>	<u>(370)</u>

	SGD \$'000	USD \$'000	RMB \$'000	Others \$'000	Total \$'000
<b>Group</b>					
<u>At 31 Mar 2023</u>					
<b>Financial assets</b>					
Trade and other receivables (Note 12)	8	913	5,388	-	6,309
Cash and cash equivalents (Note 11)	85	391	1,156	2	1,634
	<u>93</u>	<u>1,304</u>	<u>6,544</u>	<u>2</u>	<u>7,943</u>
<b>Financial liabilities</b>					
Trade and other payables (Note 15)	(746)	(948)	(2,615)	(9)	(4,318)
Borrowings (Note 14)	(36)	-	(581)	-	(617)
	<u>(782)</u>	<u>(948)</u>	<u>(3,196)</u>	<u>(9)</u>	<u>(4,935)</u>
<b>Net financial (liabilities)/assets</b>	<u>(689)</u>	<u>356</u>	<u>3,348</u>	<u>(7)</u>	<u>3,008</u>
<b>Currency exposure of financial assets/(liabilities) net of those denominated in the respective entities' functional currencies</b>					
	<u>-</u>	<u>356</u>	<u>-</u>	<u>(7)</u>	<u>349</u>

## E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

## 21 Financial assets and Financial liabilities(Continued)

	SGD \$'000	USD \$'000	RMB \$'000	Total \$'000
<b>Company</b>				
<u>At 30 Sep 2023</u>				
<b>Financial asset</b>				
Cash and cash equivalents (Note 11)	327	3	-*	330
<b>Financial liability</b>				
Trade and other payables(Note 15)	(400)	-	-	(400)
<b>Net financial (liabilities)/assets</b>	<u>(73)</u>	<u>3</u>	<u>-*</u>	<u>(70)</u>
<b>Currency exposure of financial assets net of those denominated in the Company's functional currency</b>				
	<u>-</u>	<u>3</u>	<u>-</u>	<u>3</u>

\* Denotes less than \$1,000

	SGD \$'000	USD \$'000	RMB \$'000	Total \$'000
<b>Company</b>				
<u>At 31 Mar 2023</u>				
<b>Financial asset</b>				
Cash and cash equivalents (Note 11)	44	56	-*	100
<b>Financial liability</b>				
Trade and other payables(Note 15)	(501)	-	-	(501)
<b>Net financial (liabilities)/assets</b>	<u>(457)</u>	<u>56</u>	<u>-*</u>	<u>(401)</u>
<b>Currency exposure of financial assets net of those denominated in the Company's functional currency</b>				
	<u>-</u>	<u>56</u>	<u>-</u>	<u>56</u>

\* Denotes less than \$1,000

## 22 Update on use of proceeds from issuance of the Placement shares

The net proceeds from issuance of placement shares has been fully utilised in general working capital purpose as up to date of this announcement.

## 23 Subsequent Event

Subsequent to 30 September 2023, there are no known subsequent events that may have a material effect on the condensed interim consolidated financial statements of the Group.

**F. OTHER INFORMATION REQUIRED BY LISTING RULE APPENDEX 7.2**

**F1(a)(i) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, 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 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 current 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.**

Refer to Note 17.

**F1(a)(ii) 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 year.**

Refer to Note 17.

**F1(a)(iii) A statement showing all sales, transfers, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

There are no sales, transfers, cancellation and/or use of treasury shares between 1 April 2023 and 30 September 2023.

**F1(a)(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 are no sales, transfers, cancellation and/or use of subsidiary holdings for the period ended 30 September 2023.

**F2 Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.**

The condensed interim statements of financial position of SunMoon Food Company Limited and its subsidiaries as at 30 September 2023 and the related condensed interim consolidated statement of comprehensive income, condensed interim statements of changes in equity and condensed interim consolidated statement of cash flows for the half year then ended and certain explanatory notes have not been audited or reviewed.

**F3 Where the figures have been audited or reviewed, the auditor's report (including any modifications or emphasis of a matter).**

Not applicable. The Group's latest financial statements for the financial year ended 31 March 2023 was not subject to an adverse opinion, qualified opinion or disclaimer of opinion of any modifications or emphasis of matter.

**F4 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

In our full year financial results announcement for FY2023 released on 17 May 2023, paragraph F7 of the said announcement had stated that "[w]ith the strategy we have put in place to focus on three main product categories of Fuji apple, Pangasius fish and durian, barring unforeseen circumstances, we believe that we will be able to see growth in top line revenues for the financial year." Our top line revenue for the 1st half year ended 30 Sep 2023 is lower compared to 1st half year ended 30 Sep 2022 as the operating conditions have been more challenging than anticipated, especially in the China market.

**F5 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:—**  
**(a) current financial period reported on; and**  
**(b) immediately preceding financial year.**

Refer to Note 20.



**F. OTHER INFORMATION REQUIRED BY LISTING RULE APPENDEX 7.2 (CONTINUED)**

- F6 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:—**
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
  - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

**Condensed Interim Consolidated Statement of Comprehensive Income****1 Revenue**

The Group's revenue for the half year ended 30 September 2023("1H2023/24") was \$13,641,000 compared to \$20,371,000 for the half year ended 30 September 2022("1H2022/23"). The lower revenue was mainly due to the decrease in sales volume of fruits and seafood. The sales to Shanghai Yiguo E-Commerce Co.,Ltd and its related companies ("Yiguo") for 1H2023/24 was 0.04% of the Group revenue (1H22/23: 0.1%).

**2 Gross Profit**

The Group gross profit for 1H2023/24 was \$504,000 (gross margin of 3.69%) compared to gross profit of \$780,000 (gross margin of 3.89%) for 1H2022/23. The decrease in gross profit was mainly due to the decreased sales in fruits and seafood.

**3 Other income**

Other income for 1H2023/24 was \$123,000 compared to \$105,000 for 1H2022/23. Other income was mainly due to service fee charged to customers for both 1H2023/24 and 1H2022/23.

**4 Selling and distribution expenses ("S&D")**

The S&D expenses for 1H2023/24 were \$314,000 compared to \$338,000 for 1H2022/23, the lower S&D expenses were mainly due to decrease in staff related cost.

**5 Administrative expenses ("Admin")**

The Admin expenses for 1H2023/24 were \$740,000 compared to \$737,000 for 1H2022/23. The higher Admin expenses for 1H2023/24 was mainly due to the net increase in staff related cost.

**F. OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2 (CONTINUED)**

- F6 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:—**
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
  - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

**Condensed Interim Consolidated Statement of Comprehensive Income****6 Loss for the period**

The Group's loss before income tax for 1H2023/24 was \$527,000 compared to \$213,000 for 1H2022/23. This was mainly due to lower revenue and gross margin.

**7 Total comprehensive loss for the period**

The Group's total comprehensive loss after income tax for 1H2023/24 was \$708,000 compared to \$397,000 for 1H2022/23. This was explained in item (6) above.

**Condensed Interim Consolidated Statement of Cash flows****8 Operating cash flow**

The Group's net cash outflow generated from operating activities for 1H2023/24 was \$2,532,000 compared to net cash inflow of \$227,000 in 1H2022/23. The increase in net cash outflow were mainly due to lower revenue and gross margin, increase in inventories and payment to suppliers more than collection from customers.

**9 Financing cash flow**

The Group's net cash inflow from financing activities for 1H2023/24 was mainly due to issuance of ordinary shares compared to net cash outflow for 1H2022/23 were pertaining to interest paid and repayment of lease liabilities.

**F. OTHER INFORMATION REQUIRED BY LISTING RULE APPENDEX 7.2 (CONTINUED)**

- F6 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:—**
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
  - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

**Condensed Interim Statements of Financial Position****10 Plant and equipment (Note 8)**

The increase in plant and equipment was mainly due to new office renovation and right-of-use assets acquired for the period.

**11 Cash and cash equivalent (Note 11)**

The increase in cash and cash equivalent was mainly due to net cash inflow provided by financing activities offset by net cash used in operating activities as stated in item (9) &(8) above.

**12 Trade and other receivables (Note 12)**

Trade receivables from third parties have been decreased from \$10,148,000 as at 31 March 2023 to \$7,884,000 as at 30 September 2023. This was mainly due to collection from customers and decrease in sales.

Trade receivables from Yiguo related parties were \$50,000 as at 30 September 2023 compared to \$106,000 as at 31 March 2023.

The decrease in other receivables was mainly due to the decrease in advance payment to suppliers.

**13 Inventories (Note 13)**

The increase in inventories was due to increase in procurement for the orders fulfilment in the subsequent period.

**14 Borrowings (Note 14)**

The increase in borrowings was due to the increase of lease liabilities during the period. As at 30 September 2023, bank loan remains unchanged at RMB3,000,000.

**15 Trade and other payables (Note 15)**

The decrease in trade payables was mainly due to payment to suppliers.

The decrease in other payables was mainly due to the reclassification of placement deposit to share capital.

**16 Share Capital (Note 17)**

The increase in share capital was due to the issuance of placement shares on 16 May 2023 following the completion of Proposed placement.

**F. OTHER INFORMATION REQUIRED BY LISTING RULE APPENDEX 7.2 ( CONTINUED)**

- F7. A commentary at the date of the announcement of the significant trends and competitive condition of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

The operating conditions have been more challenging than anticipated, especially in the China market. The Company expects the operating environment to remain competitive.

**F8. Dividend**

- (a) Any dividend declared for the current financial period reported on?**

None.

- (b) Any dividend declared for the preceding financial period?**

None.

- (c) The date the dividend is payable.**

Not applicable.

- (d) Books closure date**

Not applicable.

- F9. 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 period ended, as the Group is still in accumulated loss position as of current period.

- F10. Confirmation that the issuer has procured undertakings from all its directors and executive officers Pursuant to Rule 720 (1) of The Listing Manual (in the format set out in Appendix 7.7).**

The Board of Directors of SunMoon Food Company Limited hereby confirms it has procured the undertakings from all Directors and executive offices as required under SGX Listing Rule 7201(1).

**F. OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2 (CONTINUED)****F11. Interested Person Transactions**

The Group had obtained shareholders' approval to renew the Interested Person Transactions ("IPT") on 31 July 2023.

The aggregate value of interested person transactions entered into during the reporting period ended 30 September 2023 is as follows : -

Name of interested person	Nature of relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the listing manual) (In \$ '000)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) (In \$ '000)	Aggregate value of all interested person transactions conducted under the shareholders' mandate pursuant to Rule 920 of the Listing Manual (including transactions less than S\$100,000 for the reasons set out below) (In \$ '000)
<b>Shanghai Yiguo E-Commerce Co. Ltd and its related entities</b>	<b>Controlling shareholder</b>			
	<i>Sales to</i>	-	-	6
	<i>Purchase from</i>	-	-	-
	<i>Service received</i>	-	-	(31)
	<i>Service provided</i>	-	-	4

For clarity, as many of the interested person transactions are expected to fall below \$100,000, the disclosures in the financial statement will also include transactions each below \$100,000.

**F12. Confirmation Pursuant to The Rule 705 (5) of The Listing Manual**

On behalf of the Board of Directors of the Company, we hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the unaudited condensed interim financial statements for the period ended 30 September 2023 to be false or misleading in any material respect.

**On behalf of the Board of Directors,**

Mr Zhang Ye  
Executive Director and Chief Executive Officer  
7 November 2023