ACESIAN PARTNERS LIMITED
(Registration No: 199505699D)

UNAUDITED FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2020 ("FY2020")

PART I - INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENTS

1(a) (i) Statement of Comprehensive Income (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	FY2020	FY2019	Increase/ (Decrease)
	S$'000	S$'000	%
Revenue	**9,523**	12,252	(22.27)
Cost of sales	**(6,390)**	(8,074)	(20.86)
Gross profit	**3,133**	4,178	(25.01)
Other operating income	**812**	2,834	(71.35)
Administrative expenses	**(2,735)**	(4,265)	(35.87)
Other operating expenses	**(1,107)**	(9,758)	(88.66)
Finance costs	**(47)**	(60)	(21.67)
Profit / (loss) before tax	**56**	(7,071)	N.M.
Income tax expense	**(6)**	(104)	(94.23)
Profit / (loss) for the year	**50**	(7,175)	N.M.
Other comprehensive income:			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translation of foreign operations, net of tax	**(154)**	98	
Total comprehensive loss for the year, net of tax	**(104)**	(7,077)	
Profit / (loss) attributable to:			
Owners of the Company	**23**	(7,160)	
Non-controlling interests	**27**	(15)	
	50	(7,175)	
Total comprehensive (loss) / income attributable to:			
Owners of the Company	**(85)**	(7,088)	
Non-controlling interests	**(19)**	11	
	(104)	(7,077)	

The Group's profit / (loss), net of tax is arrived at after charging / (crediting):

	FY2020	FY2019
	S$'000	S$'000
Depreciation of property, plant and equipment	**659**	533
(Gain) / loss on disposal and written off of property, plant and equipment	**(9)**	70
Gain on disposal of a subsidiary	**-**	(256)
Impairment loss on trade and other receivables	**92**	115
Impairment loss on trade receivables written back	**(105)**	(60)
Bad debt written off	**24**	2,930
Inventories written down, net of reversal	**440**	92
Contract assets written off	**-**	5,192
Trade and other payables written off	**-**	(2,273)
Professional fees of judicial managers	**-**	193
Exchange (gain) / loss	**(76)**	83
Interest income	**(3)**	(5)
Interest expense	**47**	60
Under provision of tax in respect of prior years	**6**	104

1 (b) (i) Statement of Financial Position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	31-Dec-20	31-Dec-19	**31-Dec-20**	31-Dec-19
	S$'000	S$'000	**S$'000**	S$'000
Assets				
Non-current Assets				
Property, plant and equipment	**2,644**	2,644	**195**	328
Investment in subsidiaries	**-**	-	**1,269**	1,269
	2,644	2,644	**1,464**	1,597
Current Assets				
Inventories	**3,381**	3,835	**-**	-
Trade and other receivables	**3,284**	3,103	**2,832**	2,632
Contract assets	**58**	62	**-**	-
Prepaid operating expenses	**99**	272	**28**	20
Fixed deposits pledged	**93**	172	**30**	111
Cash and cash equivalents	**4,464**	4,212	**1,979**	2,151
	11,379	11,656	**4,869**	4,914
Total Assets	**14,023**	14,300	**6,333**	6,511
Equity and Liabilities				
Current Liabilities				
Trade and other payables	**6,560**	6,695	**542**	828
Contract liabilities	**173**	223	**-**	-
Income tax payable	**6**	4	**-**	-
Lease liabilities	**585**	484	**93**	99
	7,324	7,406	**635**	927
Non-current Liability				
Lease liabilities	**597**	688	**-**	93
	597	688	**-**	93
Total Liabilities	**7,921**	8,094	**635**	1,020
Equity				
Share capital	**20,322**	20,322	**20,322**	20,322
Accumulated losses	**(12,796)**	(12,819)	**(14,624)**	(14,831)
Foreign currency translation reserve	**(1,511)**	(1,403)	**-**	-
Attributable to owners of the Company	**6,015**	6,100	**5,698**	5,491
Non-controlling interests	**87**	106	**-**	-
Total Equity	**6,102**	6,206	**5,698**	5,491
Total Equity and Liabilities	**14,023**	14,300	**6,333**	6,511

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

Amount repayable in one year or less

	As at 31 December 2020		As at 31 December 2019	
	Secured	Unsecured	Secured	Unsecured
	S$'000	S$'000	S$'000	S$'000
Lease liabilities	585	-	484	-

Amount repayable after one year

	As at 31 December 2020		As at 31 December 2019	
	Secured	Unsecured	Secured	Unsecured
	S$'000	S$'000	S$'000	S$'000
Lease liabilities	597	-	688	-

The Group has leases contracts for office and factory premises, plant and machineries and motor vehicles. The Group's obligations under these leases are secured by the lessor's title to the leased assets. The Group is restricted from assigning and subleasing the leased assets.

1(c) Statement of Cash Flow (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	FY2020	FY2019
	S$'000	S$'000
Operating activities		
Profit / (loss) before tax	**56**	(7,071)
Adjustments for:		
Impairment loss on trade and other receivables	**92**	115
Impairment loss on trade receivables written back	**(105)**	(60)
Bad debts written off	**24**	2,930
Trade and other payables written off	**-**	(2,273)
Depreciation of property, plant and equipment	**659**	533
(Gain) / loss on disposal and written off of property, plant and equipment	**(9)**	70
Gain on disposal of a subsidiary	**-**	(256)
Interest expense	**47**	60
Interest income	**(3)**	(5)
Inventories written down, net of reversal	**440**	92
Contract assets written off	**-**	5,192
Exchange differences	**(155)**	142
Operating cash flows before changes in working capital	**1,046**	(531)
Change in working capital, net of effects from disposal of a subsidiary:		
Decrease / (increase) in inventories	**14**	(903)
(Increase) / decrease in trade and other receivables and contract assets	**(16)**	3,193
Decrease in trade and other payables and contract liabilities	**(185)**	(2,682)
Cash flows generated from / (used in) operations	**859**	(923)
Interest received	**3**	5
Income taxes paid	**(4)**	(306)
Net cash flows generated from / (used in) operating activities	**858**	(1,224)
Investing activities		
Proceeds from disposal of property, plant and equipment	**51**	3
Disposal of a subsidiary, net of cash and cash equivalents	**-**	121
Purchase of property, plant and equipment	**(286)**	(266)
Net cash flows used in from investing activities	**(235)**	(142)
Financing activities		
Decrease / (increase) in fixed deposits pledged	**79**	(2)
Repayment of lease liabilities	**(403)**	(369)
Interest paid	**(47)**	(60)
Net cash flows used in financing activities	**(371)**	(431)
Net increase / (decrease) in cash and cash equivalents	**252**	(1,797)
Effects of currency translation on cash and cash equivalents	**-**	(16)
Cash and cash equivalents at the beginning of the year	**4,212**	6,025
Cash and cash equivalents at the end of the year	**4,464**	4,212

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.

	Attributable to owners of the Company					
	Share capital S$'000	**Accumulated losses S$'000**	**Foreign currency translation reserve S$'000**	**Total S$'000**	**Non-controlling interests S$'000**	**Total S$'000**
The Group						
Balance at 1 January 2019	20,322	(5,659)	(1,475)	13,188	95	13,283
Loss for the year	-	(7,160)	-	(7,160)	(15)	(7,175)
Other comprehensive income						
Exchange differences on translation of foreign operations, net of tax	-	-	72	72	26	98
Total comprehensive (loss) / income for the year	**-**	**(7,160)**	**72**	**(7,088)**	**11**	**(7,077)**
Balance at 31 December 2019	**20,322**	**(12,819)**	**(1,403)**	**6,100**	**106**	**6,206**
At 1 January 2020	**20,322**	**(12,819)**	**(1,403)**	**6,100**	**106**	**6,206**
Profit for the year	-	23	-	23	27	50
Other comprehensive income						
Exchange differences on translation of foreign operations, net of tax	-	-	(108)	(108)	(46)	(154)
Total comprehensive income / (loss) for the year	**-**	**23**	**(108)**	**(85)**	**(19)**	**(104)**
Balance at 31 December 2020	**20,322**	**(12,796)**	**(1,511)**	**6,015**	**87**	**6,102**
The Company						
Balance at 1 January 2019	20,322	(5,139)	-	15,183	-	15,183
Total comprehensive loss for the year	-	(9,692)	-	(9,692)	-	(9,692)
Balance at 31 December 2019	20,322	(14,831)	-	5,491	-	5,491
At 1 January 2020	**20,322**	**(14,831)**	**-**	**5,491**	**-**	**5,491**
Total comprehensive income for the year	-	207	-	207	-	207
Balance at 31 December 2020	**20,322**	**(14,624)**	**-**	**5,698**	**-**	**5,698**

1(d)(ii) 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.

There is no change to the share capital of the company during the FY2020. The company did not have any convertible instruments, treasury shares or subsidiary holding as at 31 December 2020 and 31 December 2019.

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 year.

There were no treasury shares as at 31 December 2020 and 31 December 2019. The total number of issued shares as at 31 December 2020 and 31 December 2019 was 498,498,498 and 498,498,498 respectively.

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

Not applicable as the company did not have any treasury shares during, and at the end of, the financial period reported on.

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.

Not applicable as the company did not have any subsidiary holdings during, and at the end of, the financial period reported on.

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

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

3 Where the figures have been audited or reviewed, the auditors' report (including any modifications or emphasis of a matter).

Not applicable.

3A Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:
(a) Updates on the efforts taken to resolve each outstanding audit issue.

We refer to the Independent Auditor's Report dated 6 April 2020, in the Company's Annual Report 2019. The Company's auditor had reported following matters, being the Basis for Opinion, including Basis for Disclaimer Opinion on the Consolidated Financial Performance and Consolidated Cash Flows of the Group:

<u>Opening balances 1.1.2019</u>

The auditor is not able to form an opinion on the accompanying consolidated statement of comprehensive income and consolidated statement of cash flows of the Group as to whether these statements are properly drawn up in accordance with the provisions of the Companies Act, Chapter 50 (the "Act") and Singapore Financial Reporting Standards (International) ("SFRS(I)") so as to give a true and fair view of the consolidated financial performance and consolidated cash flows of the Group for the year ended 31 December 2019.

The Disclaimer is pertinent to the opening balances as at 1 January 2019, which is related to and in continuation of the disclaimer of opinion on the financial statements for the financial year ended 31 December 2018. This is owing to Acesian Star (S) Pte Ltd ("ASPL"), a wholly-owned subsidiary of the Company, was involved in a business dispute with its major customer in 2016. ASPL was subsequently placed under judicial management in 2017, under which statutory audit was not carried out and given rise to limitation of scope in auditing the financial statements of ASPL as the Judicial Managers (JM) are of the view that the audit of the financial statements should be carried out only after they have completed their duties.

The Company, Acesian Star (S) Pte. Ltd. ("ASPL") and other subsidiaries that were associated with the several long-standing legal disputes as announced on 18 December 2019 on SGXNet, entered into a Deed of Global Settlement ("Global Settlement") on 12 December 2019 pursuant to which all the parties related to the legal disputes agreed to amicably settle all the legal disputes on a "drop hands" basis without the payment of any money by Party to any other Party.

The foregoing legal disputes were in relation to inter-alia, arbitration with a major customer of ASPL, writ of summons involved preferential payment claim, court appeal in respect of ASPL's judicial managers' professional fees and any other related disputes, claims, actions or other proceedings.

As a result of the aforesaid Global Settlement, all the aforesaid legal disputes had been discontinued. A winding up order was made against ASPL on 22 October 2020 and currently in the process of liquidation as at this reporting date.

Accordingly, the net asset value of ASPL has declined from $6.2 million as at 31 December 2018 to net liability of approximately $178,000 as at 31 December 2019. The decline in net asset value mainly due to write-off of non-recoverable assets, being partially offset by the write-back of extinguished liabilities, of ASPL in FY2019 resulting from the Global Settlement. The net liability of ASPL of $178,000, after the write-off, is approximately 2.9% of the net asset value of the Group's consolidated financial position for the FY2019, and ASPL is no longer a significant subsidiary of the Company.

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

The Board confirms that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

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

The accounting policies and methods of computation are consistent with the previous audited financial statements, except as described in section 5 below.

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 change.

The financial statements of the Group and the Company have been prepared in accordance with the Singapore Financial Reporting Standards (International) ("SFRS(I)") and International Financial Reporting Standards ("IFRS") under the historical cost convention.

The financial statements have been prepared in accordance with the same accounting policies and methods of computation adopted in the audited financial statement of the previous financial year, except where new or amended IFRS or SFRS(I) and Interpretation to FRS ("INT FRS") became effective from this financial year.

In addition, the Group and the Company have early adopted the Amendment to FRS 116: Leases - COVID-19 - *Related Rent Concessions* in the current financial year.

The adoption of the new or amended IFRS and INT IFRS did not result in substantial changes to the accounting policies of the Group and the Company and had no material effect on the amounts reported for the current or prior year.

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

	FY2020	FY2019
	S$'000	S$'000
Net profit / (loss) attributable to owners of the company	**23**	(7,160)
Earnings / (loss) per share for the year based on the weighted average number of shares in issue of 498,498,498 for FY2020 (FY2019: 498,498,498)		
	Cents	Cents
Basic earnings / (loss) per share	**0.005**	(1.44)
Diluted earnings / (loss) per share	**0.005**	(1.44)

There is no dilutive effect for the year ended 31 December 2020.

7. 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 period reported on and (b) immediately preceding financial year.

	Group		Company	
	31-Dec-20	31-Dec-19	**31-Dec-20**	31-Dec-19
	Cents	Cents	**Cents**	Cents
Net asset value per share	**1.21**	1.22	**1.14**	1.10

Net asset value per ordinary share as at 31 December 2020 and 31 December 2019 has been computed based on 498,498,498 and 498,498,498 ordinary shares respectively.

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 turnover, costs, and earnings of the group for the current financial period 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.

Statement of Comprehensive Income (FY2020 vs. FY2019)

Revenue

After a tumultuous year, the business of the Group in FY2020 contracted significantly in the wake of the unprecedented and severity of Covid-19 pandemic, which affected almost every facet of business. The construction sector has been one of the hardest-hit industries, which has a significant bearing on our business in particular the manufacturing segment. Consequently, revenue of manufacturing segment decreased by 22.6% or $1.9 million from $8.1 million in FY2019 to $6.2 million in FY2020. The engineering segment was affected as well in which the general demand for information and communications technology (IC) equipment was lacklustre. However, on the flip side, it was cushioned by the rise in demand for some ICT equipment (such as security management systems) during the circuit breaker periods. The revenue from engineering segment in FY2020 of $3.3 million was 22.0% or $0.9 million lower than FY2019. Overall, the Group's revenue dropped by 22.3% or $2.7 million from $12.2 million in FY2019 to $9.5 million in FY2020. The manufacturing segment which was the main revenue contributor at 65.8% in FY2019 dropped marginally to 65.6% in FY2020.

Gross profit

Gross profit for the Group declined by 25.0% from $4.2 million in FY2019 to $3.1 million in FY2020 on the back of lower revenue.

Other operating income

Other operating income decreased by 71.3% or $2.0 million from $2.8 million in FY2019 to $0.8 million in FY2020 mainly due to absence of one-off gains pertaining to disposal of a subsidiary and trade and other payables written back in FY2019, which was partially offset by Singapore Government's Covid-19 support measures (such as jobs support scheme to offset local employees' wages) of $0.5 million recognised in FY2020.

Administrative expenses

Administrative expenses decreased by 35.9% or $1.6 million from $4.3 million in FY2019 to $2.7 million in FY2020 mainly due to legal expenses of $1.0 million incurred in FY2019 in relation to several long-standing legal disputes which were settled amicably in December 2019 (announced on 18 December 2019), and reduction in staff costs.

Other operating expenses

The other operating expenses in FY2019 included non-recurring expenses of approximately $8.1 million in relation to write-off of bad debts and contract assets of a subsidiary (Acesian Star (S) Pte Ltd ("ASPL") (under liquidation), resulting from the settlement of several long-standing legal disputes which were settled amicably in December 2019. Excluding the foregoing non-recurring expenses, other operating expenses decreased by 32.3% or $0.5 million from $1.6 million in FY2019 to $1.1 million in FY2020 mainly due reduction in operating lease rentals, general expenses and exchange gains, which were offset by increased in inventories written down.

Income tax expense

Tax expense was $6,000 in FY2020 as compared to $0.1 million in FY2019, in which the tax expense of FY2019 was related to tax adjustments of prior years.

Profit / (loss), net of tax

As a result, profit after tax was $50,000 in FY2020 as compared to a loss after tax of $7.2 million in FY2019. The loss in FY2019 was substantially attributed to write-off of non-recoverable assets (and partially offset by the extinguishment of debts) of ASPL resulting from the settlement of several long-standing legal disputes as mentioned above.

Statement of Financial Position (FY2020 vs. FY2019)

Property, plant and equipment of $2.6 million as at 31 December 2020 was in line with preceding year, in which the purchase of equipment and additional right-of-use assets acquired under leasing arrangements were offset by depreciation charge for the period. The PPE included right-of-use assets at net book value of $0.9 million as at 31 December 2020.

Inventories decreased by $0.4 million from $3.8 million as at 31 December 2019 to $3.4 million as at 31 December 2020 owing mainly to inventories written down in FY2020.

The increase in trade and other receivables and contract assets of $0.2 million in FY2020 mainly due to higher sales invoicing in last quarter of the year being partially offset by reduction in other receivables.

Trade and other payables decreased by $0.1 million in FY2020 mainly due to reduction in other payables being partially offset by increase in trade payables.

The obligation under lease liabilities of $1.2 million as at 31 December 2020 was relatively in line with the period as at 31 December 2019, mainly due to additional right-of-use assets acquired under leasing arrangements and offset by lease payments during FY2020.

Acesian Star (S) Pte Ltd ("ASPL"), a wholly-owned subsidiary of the Group, is under liquidation. The Group faced significant restrictions on its ability to access or use ASPL's assets. The carrying amounts of ASPL's assets and liabilities as at 31 December 2020 after eliminations of intercompany balances are as follows:

	S$'000
Total assets	1
Total liabilities	(152)
Carrying amount	(151)

Cash Flow

During the year, the Group generated positive overall cash inflow amounting to $0.3 million and hence its cash and cash equivalent increased from $4.2 million as at 31 December 2019 to $4.5 million as at 31 December 2020. The significant cash movements during FY2020 were as follows:

In FY2020, net cash flows of $0.9 million was generated from operating activities taking into account the working capital changes.

In FY2020, net cash of $0.2 million in investing activities was mainly used for purchases of machineries.

In FY2020, net cash of $0.4 million was used in financing activities mainly for payment of obligations under lease liabilities and interest paid during the period.

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

No forecast or prospect statement was previously disclosed to shareholders.

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.

The fundamental order of markets has been severely disrupted by the Covid-19 pandemic and sparked an intense global economic slowdown and upended local and global supply chains. The construction sector in Singapore is badly hit, although improved on the back of the resumption of more construction activities in the fourth quarter. However, the sector still facing a raft of challenges such as labour crunch, rising cost of materials and supply chain disruptions. A sluggish pace of recovery of the construction sector will curtail the business activities and performance of the Group. Customers are expected to slash capital spending as they reel from the fallout of the Covid-19 pandemic. Given the enormous amount of uncertainty and changing circumstances, market outlook and operating environment in the near term is uncertain in the wake of the evolving Covid-19 situation and resurgence as well Covid-19 vaccination roll-out.

The rising US-China trade tensions which unsettled the markets may weigh on businesses and its impact, in particular semiconductor sector, is unpredictable.

Given the lingering concerns and profound uncertainties ahead, the Group has taken the necessary mitigating measures in correspondence to these uniquely challenging times such as preservation of our resources and continue to take a disciplined approach to cost management.

11. Dividend

(a) Current Financial Period Report on

Any dividend declared for the current financial period reported on?

None.

(b) Corresponding Period of the immediately Preceding Financial Year

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

None.

(c) Date payable

Not applicable.

(d) Books closure date

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 year ended 31 December 2020 as the Company has accumulated losses as at 31 December 2020.

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

	Manufacturing, Distribution and Services		Engineering Services		Corporate		Total	
	FY2020 S$'000	**FY2019 S$'000**	**FY2020 S$'000**	**FY2019 S$'000**	**FY2020 S$'000**	**FY2019 S$'000**	**FY2020 S$'000**	**FY2019 S$'000**
REVENUE								
Total Segment	**9,963**	12,395	**3,265**	4,206	**1,311**	5,114	**14,539**	21,715
Less: Inter-segment	**(3,719)**	(4,331)	**-**	(18)	**(1,297)**	(5,114)	**(5,016)**	(9,463)
External sales	**6,244**	8,064	**3,265**	4,188	**14**	-	**9,523**	12,252
RESULTS								
Segment results	**-**	247	**340**	(6,226)	**(284)**	(1,092)	**56**	(7,071)
Income tax expense							**(6)**	(104)
Non-controlling interest							**(27)**	15
Net profit / (loss) attributable to owners of the Company							**23**	(7,160)
ASSETS								
Segment assets	**9,627**	8,701	**1,992**	2,390	**2,404**	3,209	**14,023**	14,300
Unallocated corporate assets							**-**	-
Total assets							**14,023**	14,300
LIABILITIES								
Segment liabilities	**3,269**	2,463	**4,017**	4,610	**635**	1,020	**7,921**	8,093
Unallocated corporate liabilities							**-**	-
Total liabilities							**7,921**	8,093

	Manufacturing, Distribution and Services		Engineering Services		Corporate		Total	
	FY2020	**FY2019**	**FY2020**	**FY2019**	**FY2020**	**FY2019**	**FY2020**	**FY2019**
OTHER INFORMATION	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**
Capital expenditure	**(16)**	(195)	**(14)**	(10)	**(25)**	(137)	**(55)**	(342)
Depreciation of property, plant and equipment	**(482)**	(463)	**(20)**	(46)	**(157)**	(24)	**(659)**	(533)
(Impairment loss on) / write back of trade and other receivables	**(35)**	(8)	**-**	-	**48**	(47)	**13**	(55)
Bad debts written off	**-**	-	**(24)**	(2,930)	**-**	-	**(24)**	(2,930)
Contract assets written off	**-**	-	**-**	(5,192)	**-**	-	**-**	(5,192)
Trade and other payables written off	**-**	-	**-**	2,273	**-**	-	**-**	2,273
Inventories written down, net of reversal	**(440)**	(92)	**-**	**-**	**-**	**-**	**(440)**	(92)
(Gain) / loss on disposal and written off of property, plant and equipment	**(9)**	(3)	**-**	11	**18**	62	**9**	70
Gain on disposal of a subsidiary	**-**	-	**-**	-	**-**	256	**-**	256

Geographical reporting

Revenue	S'pore & M'sia	Others	Total
FY2020 ('000)	**8,711**	**812**	**9,523**
FY2019 ('000)	**11,963**	**289**	**12,252**

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

Revenue increased in the second half of the year as compared to corresponding period in FY2019 partly due to rescheduling of deliveries of orders which delayed as a result of the business disruptions from Covid-19 pandemic and lockdowns in the first half of the year. The profit in second half of the year was on the back of higher revenue, whilst the significant loss in the corresponding period in FY2019 was substantially attributed to the global settlement of several legal proceedings in December 2019 as elaborated in the performance review in Section 8.

15. Breakdown of sales

	FY2020 $ '000 Group	FY2019 $ '000 Group	% Group
Revenue reported for 1st half year	**4,625**	8,323	(44.4)
Operating (loss) / profit after tax before deducting non-controlling interests reported for the 1st half year	**(333)**	1,020	132.6
Revenue reported for 2nd half year	**4,898**	3,929	24.7
Operating profit / (loss) after tax before deducting non-controlling interests reported for the 2nd half year	**383**	(8,195)	N.M

16. If the Group has obtained a general mandate from shareholders for interested person transactions (the "IPTs"), the aggregate value of such transactions as required under Rule 920(1)(a)(ii) of the Listing Manual of SGX-ST. If no IPT mandate has been obtained, a statement to that effect.

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S$100,000)
	FY2020	**FY2020**
	$'000	**$'000**
Purchase of trade products		
Chern Dar Enterprise Co. Ltd	**-**	**318**

The Company wishes to advise that there is a general mandate obtained from shareholders for interested person transactions approved on 25 June 2020.

17. 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) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

The Company wishes to confirm that during FY2020, there is no person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a director or the Managing Director or substantial shareholders of the Company.

18. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

Not applicable due to no dividends being declared for both FY2020 and FY2019.

19. Confirmation by the Board pursuant to Rule 720(1) of the Listing Manual of SGX-ST.

On behalf of the Board of Directors of the Company, we hereby confirm that we have procured all the required undertakings to comply with the Exchange's listing rules from all the Directors and Executive Officers of the Company, in the format set out in Appendix 7(H) under Rule 720(1) of the Catalist Rules.

By Order of the Board

Loh Yih
Managing Director

24 February, 2021

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("Sponsor"), Asian Corporate Advisors Pte. Ltd., in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited ("Exchange") Listing Manual Section B: Rules of Catalist for compliance with the relevant rules of the Exchange. The Company's Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.

This announcement has not been examined or approved by the Exchange and the Exchange 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.

The contact person for the Sponsor is Mr. Liau H. K.
Telephone number: 6221 0271