

**Press Release**

## Enviro-Hub Reports Stable 1H2023 Revenues, Sees Growth for Recycling Segment

- Capital reallocation from its Construction and Property businesses to Recycling and Healthcare segments will continue
- Recycling and Healthcare businesses to drive the Group's long-term growth trajectory

SINGAPORE, XX August, 2023 – Enviro-Hub Holdings Ltd (SGX: L23) (“Enviro-Hub” or the “Company”, and together with its subsidiaries, the “Group”) today announced its financial results for the six months ended 30 Jun 2023 (“1H2023”).

**1H2023 Financial Highlights**

(S\$ million)	1H2023	1H2022	Change (%)
Revenue	20.6	20.5	0.5
Gross Profit	4.2	6.1	(31.1)
Gross Profit Margin	20.4%	29.8%	
Net Profit / (Loss) Attributable to Owners of the Company	(0.4)	0.7	n.m.
Adjusted Net Profit / (Loss) Attributable to Owners of the Company*	0.3	0.9	(60.8)
Diluted Earnings per share (SG cents)	(0.027)	0.048	n.m.

\*Excluding foreign exchange losses

For 1H2023, total revenue remained steady at S\$20.6 million, compared with S\$20.5 million for the six months ended 30 June 2022 (“1H2022”). Gross profit margin decreased 9.4 percentage points to 20.4%, attributed to higher losses in the Group’s Healthcare segment and lower margin from its Recycling business. This, however, was partially offset by increased profitability in its Property division. As a result, the Group registered a net loss attributable to owners of the Company of S\$0.4 million in 1H2023, from an attributable net profit of S\$0.7 in 1H2022. Excluding foreign exchange losses, the Group would have registered a net profit attributable to owners of S\$0.3 million in 1H2023.

Segment Revenue (S\$ million)	1H2023	1H2022	Change (%)
Recycling	16.9	16.1	5.0
Property	0.9	0.9	0.0
Construction	0.1	2.3	(95.7)
Healthcare	2.5	3.3	(24.2)

The Recycling segment continued to be the primary contributor to the Group's total revenue, accounting for 81.6% of the revenue mix and generating S\$16.9 million, marking a 5.0% y-o-y increase. The Group's Property business saw a marginal y-o-y revenue improvement coupled with a decrease in the cost of sales. In contrast, Healthcare revenue saw a 24.2% y-o-y decline, decreasing from S\$3.3 million to S\$2.5 million, due to lower sales of its Glove products.

### **Business Outlook**

The Group expects its Recycling segment to continue its strong performance, with E-waste trading sales under HLS showing positive results. HLS's new PCB stripping line uses an environmentally friendly, proprietary chemical. Cimelia is expected to contribute positively to the Group with the ongoing restructuring nearing completion.

The Group's practice and strategy of elective sale of previous metal will continue to boost margins for this segment. The segment also anticipates increased demand from semiconductor companies in Malaysia seeking additional e-waste recycling channels.

The Healthcare division experienced a Y-o-Y revenue decline as the rubber glove industry has been facing reduced selling prices and lower utilisation rates in production facilities. However, Enviro-Hub's risks are mitigated by PGSB founder Mr Law Siau Woei's ("**LSW**") commitment to cover PGSB's net loss after tax ("**NLAT**") between January 1, 2022, to December 31, 2024. The Group is also expanding its healthcare stores with larger built-in areas. This will enable the Group to boost its Stock-Keeping Unit ("**SKU**") offerings, enhance its product variety, and potentially drive revenues higher.

As the Group's Construction and Property businesses are incongruent with its long-term goals, they are being phased out accordingly. Deconsolidating the Construction segment is expected to immediately enhance the Group's bottom line due to its history of losses.

At the same time, the Group is actively divesting property assets in its Property Segment while maintaining a near-100% occupancy rate, making efficient use of its properties to continue earning a healthy yield. The proceeds from the disposal of properties, equipment and machinery will have an immediate positive impact on cash flow and operational cost savings, providing the Group with a buffer against losses and bridging the gap towards profitability.

Commenting on the results, Executive Chairman of Enviro-Hub, Mr Raymond Ng said, ***"We remain optimistic about the growth trajectory of our Recycling and Healthcare segments, due to the rapid expansion of our retail pharmaceutical brand, our ongoing strategic collaborations with healthcare providers in Malaysia, and the anticipated price recovery of our gloves business. Thanks to these growth factors, our Recycling and Healthcare businesses are well-positioned to drive long-term returns for our shareholders. As such, we firmly believe that our decision to divest our Construction segment remains the strategically prudent course of action moving forward."***

#End#

**Note to media: Please read this press release in conjunction with the Company's announcement released on SGXnet.**

#### **About Enviro-Hub**

Singapore-listed Enviro-Hub Holdings Ltd ("Enviro-Hub") has a diverse portfolio that includes trading, recycling and refining of e-waste/metals, piling contracts, construction, rental and servicing of machinery, property investments and management, as well as plastics to fuel refining. In 2021, Enviro-Hub diversified into the healthcare business with its investment in Malaysian glove manufacturer, Pastel Glove, marking the Group's foray into the glove manufacturing and healthcare consumables sectors, which offer robust long-term prospects.

For more information, please visit us at <http://www.enviro-hub.com/>



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