



SDAI LIMITED

(Company Registration No. 201107179D)
(Incorporated in the Republic of Singapore)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THIRD QUARTER AND NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024**

Pursuant to Rule 705(2C) of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual Section B: Rules of Catalist (“**Catalist Rules**”), the SGX-ST requires SDAI Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) to announce its quarterly financial statements, in view of the disclaimer of opinion on the audited consolidated financial statements of the Group for the financial year ended 30 June 2021 (“**FY2021**”), dated 3 March 2022; (ii) the audited consolidated financial statements of the Group for the 18-month financial period ended 31 December 2022, dated 24 April 2024; and (iii) the latest audited consolidated financial statements of the Group for the financial year ended 31 December 2023, dated 23 October 2024.

*This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, ZICO Capital Pte. Ltd. (the “**Sponsor**”), in accordance with Rule 226(2)(b) of the Catalist Rules.*

This announcement has not been examined or approved by 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.

The contact person for the Sponsor is Ms Yang Zhenni, Manager, ZICO Capital Pte. Ltd. at 77 Robinson Road, #06-03 Robinson 77, Singapore 068896, telephone: (65) 6636 4201.



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Condensed Interim Financial Statement of Profit and Loss and Other Comprehensive Income for
Third Quarter and Nine Months Period Ended 30 September 2024

	Note	3 months ended		Group Change %	9 months ended		Change %
		30.09.2024 (Unaudited) S\$	30.09.2023 (Unaudited) S\$		30.09.2024 (Unaudited) S\$	30.09.2023 (Unaudited) S\$	
Revenue	4	83,571	537,731	(84.5%)	360,109	1,371,062	(73.7%)
Cost of sales		(28,824)	(215,895)	(86.6%)	(155,296)	(856,062)	(81.9%)
Gross profit		54,747	321,836	(83.0%)	204,813	515,000	(60.2%)
Other (expenses)/income	6	(99,559)	31,506	N.M.	2,531	95,290	(97.3%)
Selling and distribution expenses		–	(37,965)	N.M.	–	(39,723)	N.M.
Other operating expenses		(91,819)	6,706	N.M.	(97,173)	(54,893)	77.0%
General and administrative expenses		(622,293)	(1,300,108)	(52.1%)	(2,024,432)	(2,470,118)	(18.0%)
Loss from operations		(758,924)	(978,025)	(22.4%)	(1,914,261)	(1,954,444)	(2.1%)
Finance costs	7	(884)	(37,311)	(97.6%)	(2,557)	(118,157)	(97.8%)
Share of results of associated companies	8	–	(93,727)	N.M.	–	(485,089)	N.M.
Impairment loss on property, plant and equipment		–	–	–	(117,354)	–	N.M.
Loss before tax	5	(759,808)	(1,109,063)	(31.5%)	(2,034,172)	(2,557,690)	(20.5%)
Tax expense		–	–	–	(1,391)	–	N.M.
Loss for the period		(759,808)	(1,109,063)	(31.5%)	(2,035,563)	(2,557,690)	(20.4%)
Net (loss)/profit attributable to:							
Owners of the Company		(761,629)	(1,189,612)	(36.0%)	(2,051,911)	(2,619,542)	(21.7%)
Non-controlling interests		1,821	80,549	(97.7%)	16,348	61,852	(73.6%)
		(759,808)	(1,109,063)	(31.5%)	(2,035,563)	(2,557,690)	(20.4%)
Loss per share:		S\$ cents	S\$ cents		S\$ cents	S\$ cents	
Basic and diluted loss per share		(0.18)	(0.28)		(0.48)	(0.62)	

N.M. denotes Not Meaningful



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Condensed Interim Financial Statement of Profit and Loss and Other Comprehensive Income for Third Quarter and Nine Months Period Ended 30 September 2024 (cont'd)

Note	Group					
	3 months ended		Change %	9 months ended		Change %
	30.09.2024 (Unaudited) S\$	30.09.2023 (Unaudited) S\$		30.09.2024 (Unaudited) S\$	30.09.2023 (Unaudited) S\$	
			+ / (-)			+ / (-)
Loss for the period	(759,808)	(1,109,063)	(31.5%)	(2,035,563)	(2,557,690)	(20.4%)
Other comprehensive income, after tax:						
<i>Items that may be reclassified subsequently to profit or loss</i>						
Foreign currency translation differences relating to foreign operations	189,980	(33,032)	N.M.	95,333	4,770	N.M.
<i>Items that will not be reclassified subsequently to profit or loss</i>						
Foreign currency translation differences relating to foreign operations	–	7,234	N.M.	(13,715)	16,613	N.M.
Other comprehensive profit/(loss) for the period (nil tax)	189,980	(25,798)	N.M.	81,618	21,383	281.7%
Total comprehensive loss for the period	(569,828)	(1,134,861)	(49.8%)	(1,953,945)	(2,536,307)	(23.0%)
Total comprehensive loss attributable to:						
Owner of the Company	(571,649)	(1,215,410)	(53.0%)	(1,956,578)	(2,598,159)	(24.7%)
Non-controlling interests	1,821	80,549	(97.7%)	2,633	61,852	(95.7%)
Total comprehensive loss for the period	(569,828)	(1,134,861)	(49.8%)	(1,953,945)	(2,536,307)	(23.0%)

N.M. denotes Not Meaningful



Condensed Interim Statement of Financial Position

	Note	Group		Company	
		30.09.2024 (Unaudited) S\$	31.12.2023 (Audited) S\$	30.09.2024 (Unaudited) S\$	31.12.2023 (Audited) S\$
ASSETS					
Non-current assets					
Investment in associated companies	8	–	–	–	–
Total non-current assets		–	–	–	–
Current assets					
Inventories		214,284	152,221	–	–
Trade receivables	9	36,980	201,553	–	–
Other receivables	9	301,806	295,216	222,486	214,870
Contract assets		31,184	31,941	–	–
Cash and bank balances		204,362	475,835	45,884	458,661
Total current assets		788,616	1,156,766	268,370	673,531
Total Assets		788,616	1,156,766	268,370	673,531
EQUITY					
Capital and reserves					
Share capital	11	58,948,250	58,948,250	58,948,250	58,948,250
Foreign currency translation reserves		328,711	233,378	–	–
Accumulated losses		(66,027,773)	(63,975,862)	(66,389,556)	(66,454,477)
Equity attributable to owners of the Company		(6,750,812)	(4,794,234)	(7,441,306)	(7,506,227)
Non-controlling interests		(775,296)	(777,929)	–	–
Total equity		(7,526,108)	(5,572,163)	(7,441,306)	(7,506,227)
LIABILITIES					
Non-current liabilities					
Lease liabilities		–	6,384	–	–
Total non-current liabilities		–	6,384	–	–
Current liabilities					
Lease liabilities		10,688	51,702	–	–
Borrowings	10	6,600,000	4,000,000	6,600,000	4,000,000
Trade payables		36,242	35,534	–	–
Other payables		1,491,906	2,483,262	1,109,676	4,179,758
Contract liabilities		175,888	152,047	–	–
Total current liabilities		8,314,724	6,722,545	7,709,676	8,179,758
Total liabilities		8,314,724	6,728,929	7,709,676	8,179,758
Total Liabilities and Equity		788,616	1,156,766	268,370	673,531



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Condensed Interim Statement of Changes in Equity

Group	<u>Attributable to equity holders of the Company</u>			Attributable to equity holders of the Company S\$	Non-controlling interests S\$	Total equity S\$
	Share capital S\$	Foreign currency translation reserves S\$	Accumulated losses S\$			
At 01.01.2024 (audited)	58,948,250	233,378	(63,975,862)	(4,794,234)	(777,929)	(5,572,163)
(Loss)/profit for the period	–	–	(2,051,911)	(2,051,911)	16,348	(2,035,563)
Other comprehensive income						
Foreign currency translation differences relating to foreign operations	–	95,333	–	95,333	(13,715)	81,618
Total comprehensive profit/(loss) for the period	–	95,333	(2,051,911)	(1,956,578)	2,633	(1,953,945)
At 30.09.2024 (unaudited)	58,948,250	328,711	(66,027,773)	(6,750,812)	(775,296)	(7,526,108)
At 01.01.2023 (audited)	58,948,250	123,093	(58,373,842)	697,501	(848,699)	(151,198)
(Loss)/profit for the period	–	–	(2,619,542)	(2,619,542)	61,852	(2,557,690)
Other comprehensive income						
Foreign currency translation differences relating to foreign operations	–	16,613	–	16,613	4,770	21,383
Total comprehensive profit/(loss) for the period	–	16,613	(2,619,542)	(2,602,929)	66,622	(2,536,307)
At 30.09.2023 (unaudited)	58,948,250	139,706	(60,993,384)	(1,905,428)	(782,077)	(2,687,505)



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Condensed Interim Statement of Changes in Equity (cont'd)

Company	Share capital S\$	Accumulated losses S\$	Total equity S\$
At 01.01.2024 (audited)	58,948,250	(66,454,477)	(7,506,227)
Profit and total comprehensive profit for the period	–	64,921	64,921
At 30.09.2024 (unaudited)	58,948,250	(66,389,556)	(7,441,306)
At 01.01.2023 (audited)	58,948,250	(60,746,701)	(1,798,451)
Loss and total comprehensive loss for the period	–	(2,223,826)	(2,223,826)
At 30.09.2023 (unaudited)	58,948,250	(62,970,527)	(4,022,277)



Condensed Interim Consolidated Statement of Cash Flow

	Group			
	3 months ended 30.09.2024 (Unaudited) S\$	30.09.2023 (Unaudited) S\$	9 months ended 30.09.2024 (Unaudited) S\$	30.09.2023 (Unaudited) S\$
Cash flows from operating activities				
Loss for the period	(759,806)	(1,109,063)	(2,034,170)	(2,557,690)
Adjustments for:				
Depreciation of property, plant and equipment	–	12,872	–	236,149
Interest expense	346	37,184	1,544	114,689
Interest income	–	–	(1)	–
Impairment loss on property, plant and equipment	–	–	117,354	–
Gain on disposal of property, plant and equipment	–	(21,549)	–	(50,179)
Share of results of associated companies	–	93,727	–	485,089
Unrealised foreign exchange differences, net	–	–	–	379
Operating cash flows before working capital changes	(759,460)	(986,828)	(1,915,273)	(1,771,563)
Changes in working capital:				
- Inventories	(87,343)	(1,280)	(68,193)	44,219
- Trade and other receivables	179,701	956,177	157,438	606,890
- Contract assets	–	(338)	–	13,339
- Trade and other payables	(27,643)	(930,554)	(895,735)	854,301
- Contract liabilities	33,444	(224,561)	28,499	(765,659)
Cash used in operations	(661,301)	(1,187,384)	(2,693,264)	(1,018,473)
Income tax paid	–	–	(1,391)	–
Net cash used in operating activities	(661,301)	(1,187,384)	(2,694,655)	(1,018,473)
Cash flows from investing activities				
Interest received	–	–	1	–
Additions to property, plant and equipment	–	–	(117,354)	–
Net cash used in investing activities	–	–	(117,353)	–

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Condensed Interim Consolidated Statement of Cash Flow (cont'd)

	Group			
	3 months ended	3 months ended	9 months ended	9 months ended
	30.09.2023	30.06.2022	30.09.2023	30.06.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	S\$	S\$	S\$	S\$
Cash flows from financing activities				
Proceeds from borrowings	100,000	3,000,000	2,600,000	3,000,000
Repayment of borrowings	–	(1,389,418)	–	(1,389,418)
Interest paid	(346)	(111,568)	(1,544)	(114,689)
Principal payment of lease liabilities	(23,223)	564	(47,791)	(342,046)
Net cash generated from financing activities	76,431	1,499,578	2,550,665	1,153,847
Net (decrease)/increase in cash and cash equivalents	(584,870)	312,194	(261,343)	135,374
Cash and cash equivalents at beginning of the financial period	787,028	58,209	475,835	185,538
Effects of foreign exchange rate changes on cash and cash equivalents	2,204	931	(10,130)	50,422
Cash and cash equivalents at end of the financial period	204,362	371,334	204,362	371,334



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Notes to the Condensed Interim Financial Statements

1. Corporate information

SDAI Limited (the “**Company**”) is a limited liability company, incorporated and domiciled in Singapore, and listed on the Catalist board of the SGX-ST. The address of its registered office is Level 39 Marina Bay Financial Centre, Tower 2, 10 Marina Boulevard, Singapore 018983.

These condensed interim consolidated financial statements for the Third Quarter and Nine Months Period Ended 30 September 2024 comprise the Company and its subsidiaries (collectively, the “**Group**”).

The Company's principal activity is investment holding. The Group is primarily involved in selling and distributing imported high-end kitchen systems and appliances, wardrobe systems and household furniture and accessories.

On 17 November 2023, the Company changed its name from Kitchen Culture Holdings Ltd. to SDAI Limited.

2. Basis of preparation

The condensed interim financial statements for the third quarter (“**3Q**”) and nine months period ended 30 September (“**9M**”) 2024 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“**SFRS(I)**”) 1-34 Interim Financial Reporting issued by the Accounting Standards Council of 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 consolidated financial statements for the second quarter and six months period ended 30 June 2024.

Save as disclosed in Note 2.1 below, the Group has applied the same accounting policies and methods of computation as in the Group's latest audited consolidated financial statements the financial year ended 31 December 2023, which was announced on 23 October 2024.

The condensed interim financial statements are presented in Singapore Dollar which is the Company's functional currency. All financial information is presented in Singapore Dollar, unless otherwise stated.

2.1 New and amended standards adopted by the Group

A number of amendments to SFRS(I) 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 SFRS(I). The adoption of the new and revised SFRS(I) and interpretation of SFRS(I) has no material impact on the financial performance or position of the Group and the Company reported for the current or prior reporting periods.



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Notes to the Condensed Interim Financial Statements (cont'd)

2.2 Critical judgements and key sources of estimate uncertainty

In the application of the Group's accounting policies and assessment of going concern, management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Critical judgements in applying the Group's accounting policies

There are no critical judgements in applying accounting policies that have significant effect on the amounts recognised in the financial statements.

Key sources of estimation uncertainty

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

Impairment of investment in subsidiaries

The Company assesses impairment of investment in subsidiaries whenever events or changes in circumstances indicate that the carrying amount of the investment may not be recoverable or indicate that the recoverable amount of the investments may be lower than the carrying amount. If any such indication exists, the recoverable amount (i.e. higher of the fair value less costs of disposal and value in use) of the investment is estimated to determine the impairment loss or write-back of impairment.

As at 30 September 2024, the recoverable amount of investment in subsidiaries was determined based on fair value less costs of disposal. No impairment loss for investment in subsidiaries was recognised in 9M2024 and financial year ended 31 December 2023 ("FY2023").

As at 30 September 2024 and 31 December 2023, sensitivity analysis is not prepared as these subsidiaries are dormant and do not generate any revenue.

Impairment of investment in associated companies

As at 30 September 2024 and 31 December 2023, the Group and the Company have zero investment in associated companies, as disclosed in Note 8.

The Group and the Company undertake an annual review of the carrying amount of the investment in associate to identify any objective of evidence of impairment. If such objective evidence of impairment is identified, the recoverable amount (i.e. the higher of the fair value less costs of disposal and value in use) of the investment is estimated to determine the impairment loss or reversal of any previous impairment.

As at 30 September 2024, the recoverable amount of investment in associated companies was determined based on fair value less costs of disposal. No impairment loss for investment in associated companies (FY2023: S\$1,790,529 and S\$2,294,000 respectively) for the Group's and the Company's investment in associated companies, respectively was recognised during the financial period.



Notes to the Condensed Interim Financial Statements (cont'd)

2.2 Critical judgements and key sources of estimate uncertainty (cont'd)

Valuation of inventories

A review is made periodically on inventory for obsolete and excess inventory and declines in net realisable value below cost and a write-off or write-down is recorded against the carrying amount of the inventory balance for any such obsolescence, excess and declines. The realisable value represents the best estimate of the recoverable amount and is based on the acceptable evidence available at the end of the reporting date and inherently involves estimates regarding the future expected realisable value. The usual considerations for determining the amount of write-off or write-down include management's expectations for future sales and inventory management which may materially affect the carrying amounts of inventories at the reporting date. Possible changes in these estimates could result in revisions to the stated value of the inventories but these changes would not arise from the assumptions or other sources of estimation uncertainty at the reporting date. No written down and written off of inventories of the Group as at 30 September 2024 and 31 December 2023.

Impairment of trade receivables and contract assets

As at 30 September 2024, the Group's trade receivables and contract assets amounted to S\$36,980 and S\$31,184 respectively (FY2023: S\$201,553 for trade receivables and S\$31,941 for contract assets).

Based on the Group's historical credit loss experience, trade receivables exhibited significantly different loss patterns for each revenue segment. Within each revenue segment, the Group has common customers across different geographical regions and applies credit evaluations by customer. Accordingly, management has determined the expected loss rates by grouping the receivables in each revenue segment across geographical regions. An impairment loss for trade receivables of the Group was recognised as at 30 September 2024 (FY2023: S\$144,694).

Notwithstanding the above, the Group evaluates the expected credit loss on customers in financial difficulties separately. There were no customers in financial difficulties during the financial period. As such, there was no impairment loss on trade receivables of the Group as at 30 September 2024.

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Notes to the Condensed Interim Financial Statements (cont'd)

2.2 Critical judgements and key sources of estimate uncertainty (cont'd)**Impairment of other receivables due from former subsidiaries, former associate, subsidiaries and associate**

In FY2023, the Group did not recognise any impairment loss and the Company recognised impairment losses of S\$99,177. The Group and the Company, as the case may be, has written off of S\$97,707 and S\$97,707 due from former subsidiaries, former associates and subsidiaries in FY2023.

The Group and the Company use an approach that is based on an assessment of qualitative and quantitative factors that are indicative of the risk of default (including but not limited to external ratings, audited financial statements, management accounts and cash flow projections, and available press information, if available, and applying experienced credit judgement).

The Group and the Company assessed the credit exposure of these receivables for the three months period ended 30 September 2024 to be insignificant based on the historical default rates and measured the impairment losses based on 12 months expected loss basis, except for amount of stated above, which is measured at an amount equal to lifetime expected credit losses.

Construction contracts

The Group recognises contract revenue by reference to the stage of completion of the project activity at the end of reporting date, when the outcome of a construction project can be estimated reliably. The stage of completion is measured by reference to the proportion of value of work certified for work performed to-date compared to the total project revenue (output method).

Significant assumptions are required in determining the stage of completion, the extent of the project costs incurred, the estimated total project revenue and total budgeted project costs, as well as the recoverability of the projects. Total project revenue also includes an estimation of the variation works and claims that are recoverable from the customers. In making these estimates, the Group relies on past experience and knowledge of the project managers.

3. Seasonal operations

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

4. Segment information

The Group is organised into business units based on its products and services for management purposes. The reportable segments are residential projects, distribution and retail, and others.

Residential projects segment is involved in designing, assembling, installing, testing and inspection of various furniture and fittings, kitchen equipment and related products.

The distribution and retail segment is involved in selling and distributing of products through a network of authorised dealers and retailers.

Discontinued operations refer to the deconsolidated subsidiaries' residential project, distribution and retail segment.

Others are the investment holding, dormant and inactive companies.

Management monitors the operating results of its reportable segments separately for making decisions about allocation of resources and assessment of performances of each segment.

Notes to the Condensed Interim Financial Statements (cont'd)

4. Segment information (cont'd)

The revenue of the Group was solely derived from Hong Kong in 9M2024 and 9M2023.

	Residential Projects		Distribution and retail		Others		Total	
	9M2024	9M2023	9M2024	9M2023	9M2024	9M2023	9M2024	9M2023
	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
Reportable segment revenue	42,974	920,998	317,135	450,064	–	–	360,109	1,371,062
Reportable segment losses	(43,196)	(295,783)	(129,567)	(178,822)	(1,861,409)	(2,083,085)	(2,034,172)	(2,557,690)
Reportable segment assets	66,666	639,585	462,943	325,422	259,007	709,769	788,616	1,674,776
Reportable segment liabilities	224,989	1,470,047	904,653	787,185	7,185,082	3,913,960	8,314,724	6,171,192
Capital expenditure*	(2,347)	–	(5,868)	–	(109,139)	–	(117,354)	–
Depreciation of property, plant and equipment	–	(55,490)	–	(29,586)	–	(151,073)	–	(236,149)

	Residential Projects		Distribution and retail		Others		Total	
	3Q2024	3Q2023	3Q2024	3Q2023	3Q2024	3Q2023	3Q2024	3Q2023
	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
Reportable segment revenue	–	431,983	83,571	105,748	–	–	83,571	537,731
Reportable segment losses	(26,395)	44,182	(187,742)	42,453	(545,671)	(1,195,698)	(759,808)	(1,109,063)
Reportable segment assets	66,666	639,585	462,943	325,422	259,007	709,769	788,616	1,674,776
Reportable segment liabilities	224,989	1,470,047	904,653	787,185	7,185,082	3,913,960	8,314,724	6,171,192
Capital expenditure*	1,174	–	–	–	(1,174)	–	–	–
Depreciation of property, plant and equipment	–	1,714	–	7,571	–	(22,157)	–	(12,872)

* Included in the capital expenditure is the addition of right-of-use assets.



Notes to the Condensed Interim Financial Statements (cont'd)

4. Financial assets and liabilities

	Group		Company	
	30.09.2024 (Unaudited) S\$	31.12.2023 (Audited) S\$	30.09.2024 (Unaudited) S\$	31.12.2023 (Audited) S\$
Financial assets				
Trade and other receivables*	325,950	408,574	193,398	189,870
Cash and cash equivalents	204,362	475,835	45,884	458,661
	<u>530,312</u>	<u>884,409</u>	<u>239,282</u>	<u>648,531</u>
Financial liabilities				
Trade and other payables^	1,528,148	2,518,796	1,109,676	4,179,758
Lease liabilities	10,688	58,086	–	–
Borrowings	6,600,000	4,000,000	6,600,000	4,000,000
	<u>8,138,836</u>	<u>6,576,882</u>	<u>7,709,676</u>	<u>8,179,758</u>

* Excludes prepayments

^ Excludes contract liabilities

5. Loss before tax

Loss before tax has been arrived at after charging/(crediting):

	Group			
	3 months ended 30.09.2024 (Unaudited) S\$	30.09.2023 (Unaudited) S\$	9 months ended 30.09.2024 (Unaudited) S\$	30.09.2023 (Unaudited) S\$
Cost of inventories recognized as an expense included in cost of sales	29,232	66,464	110,806	311,287
Depreciation of property, plant and equipment	–	12,872	–	236,149
Directors' fees	62,500	67,500	187,500	172,500
Interest income on bank deposits	–	–	(1)	–
Impairment loss on property, plant and equipment	–	–	117,354	–
Legal and professional fees	218,077	849,419	792,015	1,322,579
Net gain/loss on foreign exchange differences	193,758	(13,577)	91,874	33,099
Rental expense on operating lease	20,713	132,120	45,744	174,376
Gain on disposal of property, plant and equipment	–	(21,549)	–	(50,179)
Salaries and related costs	252,933	210,943	797,228	440,619



Notes to the Condensed Interim Financial Statements (cont'd)

6. Other (expenses)/income

	Group			
	3 months ended 30.09.2024 (Unaudited) S\$	30.09.2023 (Unaudited) S\$	9 months ended 30.09.2024 (Unaudited) S\$	30.09.2023 (Unaudited) S\$
Gain on disposal of property, plant and equipment	–	21,549	–	50,179
Government grants	–	–	–	–
Service income	–	7,013	–	41,688
Interest income	–	138	1	617
Net loss on foreign exchange differences	(101,884)	–	–	–
Others	2,325	2,806	2,530	2,806
	(99,559)	31,506	2,531	95,290

7. Finance costs

	Group			
	3 months ended 30.09.2024 (Unaudited) S\$	30.09.2023 (Unaudited) S\$	9 months ended 30.09.2024 (Unaudited) S\$	30.09.2023 (Unaudited) S\$
Interest expense on borrowings	–	36,198	–	110,582
Interest expense on lease liabilities	346	986	1,544	4,107
	346	37,184	1,544	114,689
Bank charges	538	127	1,013	3,468
	884	37,311	2,557	118,157

8. Investment in associated companies

	Group		Company	
	30.09.2024 (Unaudited) S\$	31.12.2023 (Audited) S\$	30.09.2024 (Unaudited) S\$	31.12.2023 (Audited) S\$
Equity investment at cost:				
Beginning of financial period/year	–	2,294,000	–	2,294,000
Impairment loss on investment in associated companies	–	(1,790,529)	–	(2,294,000)
Share of results of associated company	–	(503,471)	–	–
At end of financial period/year	–	–	–	–

Set out below is the associated company of the Group:

Name	Principal activities	Country of business/ incorporation	% of ownership interest	
			3Q2024	FY2023
Held by SDAI Limited				
OOWAY Technology Pte. Ltd.	Holding company and provision of management consultancy services	Republic of Singapore	27.65	27.65



Notes to the Condensed Interim Financial Statements (cont'd)

9. Trade and other receivables

	Group		Company	
	30.09.2024 (Unaudited) S\$	31.12.2023 (Audited) S\$	30.09.2024 (Unaudited) S\$	31.12.2023 (Audited) S\$
Trade receivables	178,245	346,247	–	–
Impairment losses	(141,265)	(144,694)	–	–
Net trade receivables	36,980	201,553	–	–
Other receivables	12,836	12,976	5,939	5,939
Deposits	197,334	194,045	187,459	183,931
Prepayments	91,636	88,195	29,088	25,000
Amounts due from former subsidiaries	18,608,998	18,608,998	18,608,379	18,608,379
Amounts due from former associate	233,256	233,256	233,256	233,256
Amounts due from subsidiaries	–	–	4,253,508	4,244,045
Impairment losses	(18,842,254)	(18,842,254)	(23,095,143)	(23,085,680)
Total other receivables	301,806	295,216	222,486	214,870
Trade and other receivables	338,786	496,769	222,486	214,870

The average credit period on sale of goods is 60 days. No interest is charged on the trade receivables. Before accepting any new customer, the Group will assess the potential customer's credit quality and defines credit limits by customer. Limits attributed to customers will be reviewed periodically.

Movement in the allowance for impairment in respect of other receivables during the period/year was as follows:

	Group		Company	
	3Q2024 (Unaudited) S\$	FY2023 (Audited) S\$	3Q2024 (Unaudited) S\$	FY2023 (Audited) S\$
At beginning of financial period/year	18,842,254	18,939,961	23,085,680	23,084,210
Impairment loss recognised	–	–	18,911	99,177
Written off	–	(97,707)	(9,448)	(97,707)
At end of financial period/year	18,842,254	18,842,254	23,095,143	23,085,680



Notes to the Condensed Interim Financial Statements (cont'd)

10. Borrowings

	Group		Company	
	30.09.2024 (Unaudited) S\$	31.12.2023 (Audited) S\$	30.09.2024 (Unaudited) S\$	31.12.2023 (Audited) S\$
Amount repayable within one year or less, or on demand				
<i>Unsecured loan (Current)</i>				
Loan 1	4,000,000	4,000,000	4,000,000	4,000,000
Loan 2	2,600,000	–	2,600,000	–
	6,600,000	4,000,000	6,600,000	4,000,000

The unsecured loans contain an equity conversion option, which enables the lender to convert the loans to ordinary shares of the Company upon the expiry of the loan contracts or resumption of trading of the shares of the Company. This equity conversion feature does not qualify as an equity instrument because the conversion term does not meet the “fixed-for-fixed” test, where the number of ordinary shares to be converted was not fixed and may vary with the changes in the fair value of the ordinary shares of the Company.

The equity conversion option meets the definition of derivative financial instrument and the Group and the Company assessed that the fair value of the derivative financial instrument to be insignificant as at FY2023 and 3Q2024.

On 26 June 2023, the Company entered into a loan agreement with Asian Accounts Receivable Exchange Pte Ltd (“**Loan Agreement**”) for an interest free loan of S\$4,000,000 with full repayment 12 months from the date of the Loan Agreement. The salient terms of the Loan Agreement can be found on the announcement made by the Company on 26 June 2023. On 27 March 2024, the Company renewed the loan with a new maturity date on 26 September 2025. As at 31 December 2023 and 30 September 2024, the Company has drawdown a total of S\$4,000,000.

On 27 March 2024, the Company entered into a loan agreement with a director of the Company for an interest free loan of S\$4,000,000 with full repayment 18 months from the date of the Loan Agreement. The salient terms of the Loan Agreement can be found on the announcement made by the Company on 27 March 2024. On 27 March 2024, the Company renewed the loan with a new maturity date on 26 September 2025. As at 30 September 2024, the Company has drawdown a total of S\$2,600,000.



Notes to the Condensed Interim Financial Statements (cont'd)

11. Share capital

	The Group and the Company			
	3Q2024		FY2023	
	No. of shares	S\$	No. of shares	S\$
Issued and paid-up				
Beginning and end of financial period/year	424,665,283	58,948,250	424,665,283	58,948,250

All shares rank equally with regard to the Company's residual assets. All issued shares are fully paid, with no par value.

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All rights attached to the Company's shares held by the Group are suspended until those shares are reissued.

There were no changes in the share capital of the Company since 30 December 2023.

The Company did not have any treasury shares, subsidiary holdings or other convertibles as at the end of the current financial period reported on and corresponding period of the immediately preceding financial year.

The Company did not hold any treasury shares and the Company's subsidiaries did not hold any shares in the Company as at 30 September 2024 and 31 December 2023.

12. Significant related party transactions

There were no material related party transactions during 3Q2024 and FY2023.

13. Subsequent events

Save as disclosed below, there are no known subsequent events which led to adjustments to this set of interim financial statements:

- (a) On 12 July 2021, the Company voluntarily suspended trading of its shares on the SGX-ST as the board of directors of the Company (the "**Board**") was unable to confirm that all relevant material information has been announced, pending, *inter alia*, the completion of the additional agreed-upon-procedures or a special audit then being considered by the Audit and Risk Committee ("**ARC**"). Please refer to the Company's announcement dated 12 July 2021 for further details.
- (b) The Company has on 14 July 2021 and 19 August 2021 received notices of compliance from the Singapore Exchange Regulation ("**SGX RegCo**"):
 - (i) The first notice of compliance ("**NOC**") issued by SGX RegCo on 14 July 2021 required the Company's ARC to commission its Internal Auditor ("**IA**") to expand its scope of work (the "**Additional Scope**") to include, among others, looking into the circumstances that led to breaches and/or potential breaches of the Catalist Rules as well as internal control weaknesses as stated in the IA's draft interim report ("**Interim Report**") which was mentioned in the Company's announcement dated 12 July 2021.



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Notes to the Condensed Interim Financial Statements (cont'd)

15. Subsequent events (cont'd)

Save as disclosed below, there are no known subsequent events which led to adjustments to this set of interim financial statements:

- (ii) The second NOC issued by SGX RegCo on 19 August 2021 directed the Company to appoint a suitable independent special auditor ("**Special Auditor**") as recommended by the Company's continuing sponsor and approved by SGX RegCo. The second NOC superseded the instruction in the first NOC. The Special Audit must cover the following:
- Review the matters raised in the first NOC;
 - Review the circumstances surrounding the payroll matter as disclosed below ("**Payroll Matters**"), including but not limited to whether the payments were made in accordance with the respective employment contracts and whether proper approvals had been obtained for such payments;
 - Review the circumstances surrounding the unauthorised transactions and assess if there were other unauthorised transactions in the past one (1) year;
 - Review the Group's internal controls, processes and procedures in relation to due diligence performed on acquisitions and disposals in the past one (1) year;
 - Review the Group's whistleblowing policies, processes and procedures and advise on whether such policies, processes and procedures are adequate and effective. In addition, the Special Auditor must review all whistleblowing reports received by the Company and/or its directors, assess whether internal policies, processes and procedures have been adhered to, whether issues brought up by the whistleblower(s) have been robustly investigated into by non-conflicted persons and addressed in the process;
 - Where internal control weaknesses are noted by the IA (in its Interim Report prior to the issue of the second NOC) and the Special Auditor, the Special Auditor must make recommendations on enhancements to ensure adequacy and effectiveness of the internal controls going forward; and
 - Where breaches/potential breaches of the Catalist Rules, laws or regulations are noted, the Special Auditor must set out clearly the circumstances that led to the breaches and/or potential breaches as well as the parties responsible.

The Special Auditor reports only and directly to SGX RegCo.

In December 2021, the ARC (by way of majority votes) has also mandated the IA to perform the following:

- (i) Review the implementation status of the remedial steps taken by management to address the internal control weaknesses and potential lapses as stated in the Interim Report ("**Follow-up Review**"); and
- (ii) Perform certain agreed upon procedures ("**AUP**") for the utilisation of proceeds up to 30 November 2021.



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Notes to the Condensed Interim Financial Statements (cont'd)

15. Subsequent events (cont'd)

Save as disclosed below, there are no known subsequent events which led to adjustments to this set of interim financial statements:

- (c) On 23 March 2022, the ARC received the Follow-up Review report and AUP report (“**AUP Report**”) issued by the IA in connection with the utilisation of proceeds up to 30 November 2021. These Follow-up Review report and AUP Report had been shared by the management with the Special Auditor on 31 March 2022 for their information.

Following the release of the Follow Up Review Report, the management revised the draft Policies, Procedures and Delegation of Authority manual for the ARC’s review and recommendation to the Board for Board’s approval. In addition, the Board will continue to monitor Management’s ongoing implementation of the recommendations raised in the Interim Report and the Follow Up Report.

Following the release of AUP Report, there were certain unmatched expenses items reported by the IA in connection with the utilisation of proceeds up to 30 November 2021. The Management was in the midst of conducting further analysis and investigations of the “unmatched” items quantified in the AUP Report in order to assess the accuracy of (i) the allocated amounts, the utilised amounts and the remaining balance of the proceeds, and (ii) the breakdown of the use of proceeds up to 30 November 2021.

The Company had subsequently provided multiple announcements on the information of the use of proceeds. On 19 October 2022, the Company further announced that, pending the conclusion of the Special Audit, the Board provided an update on the use of net proceeds raised to 30 September 2022, where the proceeds utilised has been further broken down into 5 separate time periods, (a) up to 7 July 2021, (b) from 8 July 2021 to 30 November 2021, (c) from 1 December 2021 to 31 March 2022, (d) 1 April 2022 to 31 July 2022, and (e) from 1 August 2023 to 30 September 2022, for the purposes of identifying the amounts of proceeds that were utilised by the Group during the respective periods in which Mr Lim Wee Li (former CEO of the Company) and Mr Lincoln Teo Choong Han (former Interim CEO of the Company), were respectively principally responsible for the management and conduct of the business of the Group during the period under review in the AUP Report, where Mr Lim Wee Li ceased to be the CEO of the Company on 7 July 2021, and Mr Lincoln Teo Choong Han was appointed as Interim CEO of the Company on 8 July 2021 and ceased to be the Interim CEO of the Company on 15 July 2022.

- (d) On 21 July 2023, the Special Auditor issued the first phase of the Special Audit, which covered the auditing findings of the Payroll Matters and Unauthorised Transactions (as defined below).

Payroll Matters

In respect of suspected payroll irregularities of \$520,000 arising from the past employment of two foreign nationals by its subsidiary, KHLM, the Special Auditor was unable to independently verify whether the two former employees were meaningfully employed by KHLM. Based on the available evidence, it appeared that Mr Lim Wee Li had directed the said employment for the purpose of securing employment passes in exchange for monetary benefits, which may be a contravention of Sections 22 and 23 of the Employment of Foreign Manpower Act of Singapore. Additionally, the Special Auditor also noted that the employment and determination of their compensation appeared to lack justification, and the hiring and termination process departed from the Group’s policy and practice.



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Notes to the Condensed Interim Financial Statements (cont'd)

15. Subsequent events (cont'd)

Save as disclosed below, there are no known subsequent events which led to adjustments to this set of interim financial statements:

Unauthorised Transactions

In respect of transfer of the Company's fund of US\$480,010 carried out by Mr Lincoln Teo Choon Han without the requisite approval of the Board of the Company ("**Unauthorised Transactions**"), the Special Auditor uncovered a total of five agreements which Mr Lincoln Teo Choon Han had executed on behalf of the Company's wholly-owned subsidiary, KC Technologies Pte Ltd ("**KC Technologies**") without obtaining approval from the Board of the Company.

Under these agreements, KC Technologies and Sino Allied (HK) Limited ("**Sino Allied**") were to jointly establish a structured finance scheme for one (1) year, to support Amazon's e-commerce merchants with their collective procurements. KC Technologies was to fund 80% (US\$480,000) of the total investment amount (US\$600,000) and Sino Allied was to fund the remaining 20% (US\$120,000). It was not in the Group's ordinary course of business to provide such financing. The Group had since terminated the financing business and recovered monies extended in relation to the Unauthorised Transactions and its corresponding interest pursuant to the agreements on 14 October 2021.

Arising from the above issues surrounding the Payroll Matters and Unauthorised Transactions, the Special Auditor highlighted potential listing rule breaches relating to internal control lapses involving the Company's hiring processes and new investment proposals, potential breaches of the Employment of Foreign Manpower Act of Singapore and Ministry of Manpower of Singapore guidelines, as well as potential contravention of directors' fiduciary duties under Section 157 of the Companies Act 1967 of Singapore.

As at the date of these financial statements, the Special Auditor has yet to complete its Special Audit mentioned under Note 15(b)(ii) above in connection with the internal control weaknesses identified by the IA in its Interim Report, Follow-Up Report and AUP Report.

- (e) On 8 October 2024, the Company incorporated a wholly-owned subsidiary, Beijing Blue Code Biotechnology Co., Ltd. in the People's Republic of China and the said subsidiary is currently dormant.
- (f) On 11 November 2024, the Company has entered into second side letter agreement with Asian Accounts Receivable Exchange Pte. Ltd. to amend the expiry date to 30 June 2026. For more information, please refer to the Company's announcement dated 11 November 2024.
- (g) On 11 November, the Company has entered into a side letter agreement in relation to the redeemable loan agreement with a Director to agree to (a) amend the drawdown structure of the loan; and (b) extend the expiry date to 30 June 2026. For more information, please refer to the Company's announcement dated 11 November 2024.
- (h) On 11 November 2024, the Company has entered into new redeemable loan agreement with four (4) new investors for an interest-free loan of S\$1.0 million with maturity date on 30 June 2026. For more information, please refer to the Company's announcement dated 12 November 2024.



Other Information Required by Appendix 7C of the Catalist Rules

Part I Information Required for Quarterly (Q1, Q2 & Q3), Half-Year and Full Year Announcements

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

The condensed interim consolidated statement of financial position of the Company and its subsidiaries as at 30 September 2024 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity, and condensed consolidated statement of cash flows for the third quarter and nine months period ended 30 September 2024, and the explanatory notes herein have not been audited or reviewed by the independent auditor of the Company (the “Auditor”).

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

Not applicable.

3. 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.

The Group’s latest audited consolidated financial statements for FY2023 contained a Disclaimer of Opinion issued by the Auditor. The following subjects were included in the said audit opinion:

- (i) Use of going concern assumption;
- (ii) Notice of Compliances issued by Singapore Exchange Regulation;
- (iii) Impairment of property, plant and equipment;
- (iv) Opening balances and comparative information and the financial effect on the current financial year’s figures; and
- (v) Investment in an associate.

The management is in the midst of resolving the audit issues raised by the Auditor as stated above.

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

The Directors confirm that the impact of all outstanding audit issues on the financial statements has been adequately disclosed.

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

Except for the adoption of the new and revised SFRS(I)s, and amendments to SFRS(I), effective for the current financial period that are relevant to them, the Group has adopted the same accounting policies and methods of computation as stated in its latest audited consolidated financial statements for FY2023. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those SFRS(I). The adoption of the new and revised SFRS(I), and amendments to SFRS(I), has no material impact on the financial performance or position of the Group and the Company reported for the current or prior reporting periods.

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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.

Please refer to item 4 above.

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:

	3 months ended		9 months ended	
	30.09.2024 (Unaudited)	30.09.2023 (Unaudited) Restated	30.09.2024 (Unaudited)	30.09.2023 (Unaudited) Restated
Loss for the period attributable to equity holders of the Company	(761,629)	(1,189,612)	(2,051,911)	(2,619,542)
Weighted average number of ordinary shares in use	424,665,283	424,665,283	424,665,283	424,665,283
Loss per share Basic and diluted	S\$ cents (0.18)	S\$ cents (0.28)	S\$ cents (0.48)	S\$ cents (0.62)

There were no dilutive potential ordinary shares for the financial period ended 3Q2023 and 3Q2024. The diluted loss per share was the same as the basis loss per share for the aforementioned financial periods.

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:

	Group		Company	
	30.09.2024 (Unaudited)	31.12.2023 (Audited)	30.09.2024 (Unaudited)	31.12.2023 (Audited)
Net asset value per ordinary share (S\$ cents)	(1.59)	(1.13)	(1.75)	(1.77)
Number of ordinary shares in issue as at period/year end	424,665,283	424,665,283	424,665,283	424,665,283

Net asset value per ordinary share is calculated by dividing the respective equity attributable to equity holders of the Company by the aggregate number of ordinary shares as at the end of the respective financial periods.

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8. A review of the performance of the groupReview of Consolidated Statement of Profit and Loss**Revenue**

The Group recorded revenue of approximately S\$0.08 million in 3Q2024, a decrease of 84.5% or S\$0.46 million from S\$0.54 million in 3Q2023. The decrease is mainly due to the decline in the distribution and retail segment.

Cost of sales

The Group's cost of sales decreased by 86.6% or S\$0.19 million, to S\$0.03 million in 3Q2024 from S\$0.22 million in 3Q2023. The decrease was mainly due to fewer purchases and sales due to the downsizing of Hong Kong's business.

Gross profit

The Group's gross profit decreased by 83.0%, or S\$0.27 million, to S\$54,757 in 3Q2024 from S\$0.32 million in 3Q2023 due to the decline in revenue.

Other (expenses)/income

Other income decreased by S\$131,065, from S\$31,506 in 3Q2023 to other expenses of S\$99,559 in 3Q2024. This is mainly due to the absence of a gain on disposal of property, plant and equipment of S\$21,549 as well as service income of S\$7,013, which were recognised in 3Q2023, and a foreign exchange loss of S\$101,884 recognised in 3Q2024 that was contributed by the revaluation of outstanding intercompany balances of Hong Kong subsidiaries to the Group's functional currency.

Other operating expenses

An increase of S\$98,525 in other operating expenses from an income of S\$6,706 to a loss of S\$91,819 mainly due to the net foreign exchange loss of S\$91,874 recognised in 3Q2024 due to the Singapore dollar appreciated more against the Hong Kong Dollar in 3Q2024 as compared to 3Q2023, mostly from intercompany balances denominated in Singapore Dollar of the Group entities in Hong Kong of which the financial statements are prepared in Hong Kong Dollar.

General and administrative expenses

General and administrative expenses decreased by 52.1%, or S\$0.68 million, from S\$1.3 million in 3Q2023 to S\$0.62 million in 3Q2024. The decrease is mainly due to lower legal and professional fees of S\$0.67 million incurred in 3Q2024.

Finance costs

The finance costs decreased by approximately S\$36,427, from S\$37,311 in 3Q2023 to S\$884 in 3Q2024, mainly due to the settlement of a third-party loan in FY2023.

Loss before tax

Due to the above, the Group recorded a loss before tax of S\$0.76 million in 3Q2024, compared to S\$1.11 million in 3Q2023.

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8. A review of the performance of the group (cont'd)Review of Statements of Financial Position**Current assets**

The Group recorded current assets of S\$0.79 million as of 30 September 2024, which is S\$0.37 million lower compared to S\$1.16 million as at 31 December 2023. The decrease is mainly due to a decrease in cash and bank balance by S\$0.27 million and a decrease in trade receivables by S\$0.16 million. The decrease is partially offset by the increase in inventories by S\$0.06 million.

Non-current liabilities

No non-current liabilities was recorded as of 30 September 2024 due to progressive payment made for the lease liabilities relating to the office rental in Hong Kong.

Current liabilities

The Group recorded a current liability of S\$8.31 million as at 30 September 2024, which is S\$1.59 million higher than S\$6.72 million as at 31 December 2023. The increase was mainly due to the drawdown of loan from a director of the Company of S\$2.60 million, which was partially offset by the decrease in other payables of S\$0.99 million.

Equity

The Group recorded a negative equity of S\$7.53 million as of 30 September 2024, compared to S\$5.57 million as at 31 December 2023, mainly due to losses of S\$1.96 million recorded for 3Q2024.

Working capital position

The Group reported a negative working capital position of approximately S\$7.38 million as at 30 September 2024, as compared to a negative working capital of approximately S\$5.57 million as at 31 December 2023.

The Group recorded negative working capital as at 30 September 2024, which may indicate that the Group may not be able to meet its short-term debt obligations when they become due. The Board acknowledges the uncertainties in relation to the ability of the Group to realise its assets and discharge its liabilities in the normal course of business. However, the Board is confident that the Group will be able to meet its obligations as and when they fall due and that the preparation of these condensed interim consolidated financial statements on a going concern basis remains appropriate, taking into consideration that the Group and the Company are able to (a) address all matters raised in the notices of compliance (“**NOC**”) issued by Singapore Exchange Regulation on 14 July 2021 and on 19 August 2021, (b) successfully complete the corporate turnaround plans and restructuring, and (c) obtain sufficient new loan financing and further extend the maturity date of the existing loans which will mature on 26 September 2025. On 11 November 2024, the Company has entered into second side letter agreement with Asian Accounts Receivable Exchange Pte. Ltd. to amend the expiry date to 30 June 2026. On 11 November, the Company has entered into a side letter agreement in relation to the redeemable loan agreement with a Director to agree to (a) amend the drawdown structure of the loan; and (b) extend the expiry date to 30 June 2026. On 11 November 2024, the Company has entered into new redeemable loan agreement with four (4) new investors for an interest-free loan of S\$1.0 million with maturity date on 30 June 2026. For more information, please refer to the Company’s announcements dated 11 and 12 November 2024. The Company is also actively working on securing new business(es), which will offer new business opportunities for the Group, provide new revenue streams for growth and improve the prospects of the Group.



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9. A review of the performance of the group (cont'd)

Review of Consolidated Statement of Cash Flows

The operating cash outflow of the Group in 3Q2024 prior to adjustments for changes in working capital was S\$759,460. The net cash flow used in the operating activities was S\$661,301 after taking into account (i) the net changes to working capital of a decrease in inventories of S\$87,343 and (ii) decrease in trade and other payables of S\$27,643 million, partially offset by (i) the increase in trade and other receivables by S\$179,701 and (ii) increase in contract liabilities of S\$33,444.

The net cash from the Group's financing activities, amounting to S\$76,431 for 3Q2024, mainly consists of the drawdown of loan from a director of S\$100,000 and partially offset by the payment of lease liabilities of S\$23,223 and interest payments of S\$346.

As a result of the above, the Group recorded cash and cash equivalents of S\$204,362 in 3Q2024, a decrease of S\$166,972 from S\$371,334 in 3Q2023 and taking into account the negative effects of foreign exchange rate changes on cash and cash equivalents of S\$2,072.

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

Not applicable. No forecast or prospect statement has been 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 Group's kitchen business has been shifted to Hong Kong after its principal wholly-owned subsidiary, KHLM, entered into compulsory liquidation on 5 April 2022. Management expects a slowdown in the residential projects segment of the Group.

The Board is diligently exploring and evaluating available business opportunities to enhance profitability and establish sustainable revenue streams for the Group.



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11. Dividend

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

No dividend has been declared or recommended for the current financial period reported on.

(b) (i) Amount per share

Not applicable.

(ii) Previous corresponding period

No interim dividend was declared or recommended in the previous corresponding period.

(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.

(f) 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 by the Directors for 3Q2024 as the Group has been loss-making for the financial period and has accumulated losses in 3Q2024.

12. If the group has obtained a general mandate from shareholders for interested person transactions ("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 does not have a general mandate from shareholders for IPTs pursuant to Rule 920(1)(a)(ii) of the Catalist Rules. There were no IPTs entered into by the Group for 3Q2024 as required to be disclosed pursuant to Rule 1204(17) of the Catalist Rules.

13. Negative confirmation pursuant to Rule 705(5). (Not required for announcement on full year results)

On behalf of the board of directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the unaudited condensed interim consolidated financial results for the Group for the second quarter and six months ended 30 September 2024 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Hao Dongting
Executive Chairperson

Yip Kean Mun
Executive Director



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14. 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).

The Company confirms that all the required undertakings in the format set out in Appendix 7H under the Rule 720(1) of the Catalyst Rules have been obtained from its directors and executive officers.

15. Disclosure of acquisitions (including incorporations) and realisations of shares in subsidiaries and/or associated companies since the end of the previous reporting period pursuant to Rule 706A of the Catalyst Rules.

The Group does not have any acquisitions (including incorporations) and realisations of shares in subsidiaries and/or associated companies since the end of the previous reporting period, up to 30 September 2024.

Subsequent to 3Q2024, on 8 October 2024, the Company incorporated a wholly-owned subsidiary, Beijing Blue Code Biotechnology Co., Ltd. (“**BBCB**”) in the People’s Republic of China. The registered capital is USD5,000,000 to be paid up within the period of five (5) years and the Executive Chairperson of the Company Mdm Hao Dongting is the Legal Representative and Sole Director of BBCB. The principal activities of BBCB are (i) technical consulting and development services; (ii) information consulting services; (iii) natural science research and development; (iv) general sales and retail; and (iv) e-commerce.

The incorporation of BBCB was funded through internal resources and is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Company and the Group for the financial year ending 31 December 2024.

For more information, please refer to the Company’s announcement dated 10 October 2024.



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Part II Additional Information Required for Full Year Announcement

- 16. Segmented revenue and results for operating 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.**

Not applicable.

- 17. A breakdown of sales as follows:**

Not applicable.

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

Not applicable.

- 19. 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.**

Not applicable.

BY ORDER OF THE BOARD

Yip Kean Mun
Executive Director
15 November 2024