



TRAVELITE HOLDINGS LTD.
(Registration No. 200511089K)

Half Year Financial Statement Announcement For The Six Months Ended 30 September 2023

PART I – INFORMATION REQUIRED FOR ANNOUNCEMENT OF QUARTERLY (Q1, Q2 & Q3), HALF YEAR AND FULL YEAR RESULTS

- 1 (a) A condensed interim consolidated income statement and statement of comprehensive income, or a statement of comprehensive income for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Notes	<u>Group</u> 6 months ended		Change %
		<u>Sep 2023</u> \$'000	<u>Sep 2022</u> \$'000	
Revenue	4	20,736	22,114	(6.2)
Cost of sales		(9,720)	(12,008)	(19.1)
Gross profit		<u>11,016</u>	<u>10,106</u>	9.0
<u>Other items of income</u>				
Interest income		42	–	N.M.
Other gains		57	455	(87.5)
<u>Other items of expense</u>				
Marketing and distribution costs		(6,606)	(6,199)	6.6
Administrative expenses		(2,488)	(2,510)	(0.9)
Finance costs		(763)	(453)	68.4
Other losses		(250)	(161)	55.3
Profit before tax from continuing operations		<u>1,008</u>	<u>1,238</u>	(18.6)
Income tax (expense)/ income	5	(40)	102	N.M.
Profit from continuing operations, net of tax		<u>968</u>	<u>1,340</u>	(27.8)
<u>Other comprehensive income:</u>				
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations, net of tax		40	27	48.1
Other comprehensive income for the period, net of tax		40	27	48.1
Total comprehensive income		<u>1,008</u>	<u>1,367</u>	(26.3)

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	Notes	<u>Group</u> 6 months ended		Change %
		<u>Sep 2023</u> \$'000	<u>Sep 2022</u> \$'000	
<u>Profit attributable to owners of the parent, net of tax:</u>				
– from continuing operations		1,017	1,157	(12.1)
<u>(Loss)/ Profit attributable to non-controlling interests, net of tax:</u>				
– from continuing operations		(49)	183	N.M.
Profit, net of tax		<u>968</u>	<u>1,340</u>	(27.8)
Total comprehensive income attributable to owners of the parent		1,057	1,184	(10.7)
Total comprehensive (loss)/ income attributable to non-controlling interests		(49)	183	N.M.
Total comprehensive income		<u>1,008</u>	<u>1,367</u>	(26.3)
		<u>Cents</u>	<u>Cents</u>	
Earnings per share				
Basic and diluted	6	<u>1.61</u>	<u>1.83</u>	

N.M.: Not meaningful

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

	<u>Notes</u>	<u>Group</u>		<u>Company</u>	
		<u>2023</u>		<u>2023</u>	
		<u>30 Sep</u>	<u>31 Mar</u>	<u>30 Sep</u>	<u>31 Mar</u>
		<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
ASSETS					
<u>Non-current assets</u>					
Property, plant and equipment	7	18,029	18,199	16,754	17,088
Intangible assets		87	104	–	–
Right-of-use assets		9,486	9,557	6,968	7,084
Investments in subsidiaries		–	–	15,734	15,734
Investment in associate		187	187	–	–
Deferred tax assets		74	55	–	–
Total non-current assets		<u>27,863</u>	<u>28,102</u>	<u>39,456</u>	<u>39,906</u>
<u>Current assets</u>					
Inventories	8	17,460	12,500	–	–
Trade and other receivables	9	6,901	6,450	3,357	3,514
Other non-financial assets		584	566	91	34
Cash and cash equivalents		15,506	20,388	167	854
Total current assets		<u>40,451</u>	<u>39,904</u>	<u>3,615</u>	<u>4,402</u>
Total assets		<u>68,314</u>	<u>68,006</u>	<u>43,071</u>	<u>44,308</u>
EQUITY AND LIABILITIES					
<u>Equity attributable to owners of the parent</u>					
Share capital	12	21,831	21,831	21,831	21,831
Treasury shares		(2)	(2)	(2)	(2)
Accumulated losses		(1,567)	(2,584)	(8,251)	(7,851)
Foreign currency translation reserve		367	327	–	–
Equity, attributable to owners of the parent, total		<u>20,629</u>	<u>19,572</u>	<u>13,578</u>	<u>13,978</u>
Non-controlling interests		4,471	4,520	–	–
Total equity		<u>25,100</u>	<u>24,092</u>	<u>13,578</u>	<u>13,978</u>

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	<u>Notes</u>	<u>Group</u>		<u>Company</u>	
		<u>2023</u>		<u>2023</u>	
		<u>30 Sep</u>	<u>31 Mar</u>	<u>30 Sep</u>	<u>31 Mar</u>
		<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
<u>Non-current liabilities</u>					
Provisions		128	128	–	–
Deferred tax liabilities		92	95	26	26
Lease liabilities	10	8,629	8,670	7,268	7,344
Other financial liabilities	11	11,286	13,028	7,824	8,174
Total non-current liabilities		<u>20,135</u>	<u>21,921</u>	<u>15,118</u>	<u>15,544</u>
<u>Current liabilities</u>					
Income tax payable		378	431	–	–
Trade and other payables		8,328	7,396	8,756	9,237
Lease liabilities	10	1,446	1,435	165	175
Other financial liabilities	11	12,927	12,731	5,454	5,374
Total current liabilities		<u>23,079</u>	<u>21,993</u>	<u>14,375</u>	<u>14,786</u>
Total liabilities		<u>43,214</u>	<u>43,914</u>	<u>29,493</u>	<u>30,330</u>
Total equity and liabilities		<u>68,314</u>	<u>68,006</u>	<u>43,071</u>	<u>44,308</u>

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

	<u>Group</u>			
	<u>2023</u>			
	<u>30 Sep</u>		<u>31 Mar</u>	
	<u>Secured</u>	<u>Unsecured</u>	<u>Secured</u>	<u>Unsecured</u>
	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
a) Aggregate repayable in one year or less, or on demand	8,218	4,709	8,108	4,623
b) Amount payable after one year	<u>11,286</u>	<u>–</u>	<u>13,028</u>	<u>–</u>

The facilities are secured or covered by:

- 1) First legal mortgages on leasehold properties held by the Company and a subsidiary.
- 2) Assignment of rental proceeds from the leasehold properties held by the Company and a subsidiary.
- 3) Corporate guarantee from certain subsidiaries in favour of the lender of the Company.
- 4) Corporate guarantee from the Company in favour of lenders of certain subsidiaries.
- 5) Negative pledge on the assets of a subsidiary.

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

	Group	
	6 months ended	
	Sep 2023	Sep 2022
	\$'000	\$'000
<u>Cash flows from operating activities</u>		
Profit before tax	1,008	1,238
<u>Adjustments for:</u>		
Interest income	(42)	–
Interest expense	763	453
Depreciation of property, plant and equipment	575	524
Depreciation of right-of-use assets	882	710
Amortisation of other intangible assets	17	17
Plant and equipment written off	7	–
Allowance/ (Reversal) for impairment of inventories	12	(180)
Reversal of impairment of trade and other receivables	–	(40)
Fair value gain on derivative financial instruments	–	(11)
Operating cash flows before changes in working capital	3,222	2,711
Inventories	(4,972)	1,023
Trade and other receivables	(451)	205
Other non-financial assets	(18)	(139)
Trade and other payables	932	2,010
Provision of reinstatement cost	–	(15)
Net cash flows (used in)/ from operations before interest and tax	(1,287)	5,795
Income tax paid	(115)	(164)
Net cash flows (used in)/ from operating activities	(1,402)	5,631
<u>Cash flows from investing activities</u>		
Purchase of plant and equipment	(409)	(552)
Interest received	42	–
Net cash flows used in investing activities	(367)	(552)
<u>Cash flows from financing activities</u>		
Principal element of lease payments	(841)	(639)
Interest element of lease payments	(158)	(152)
Increase in new borrowings	–	1,463
Decrease in other financial liabilities	(1,546)	(1,308)
Interest paid	(605)	(301)
Net cash flows used in financing activities	(3,150)	(937)
Net (decrease)/ increase in cash and cash equivalents	(4,919)	4,142
Cash and cash equivalents, consolidated statement of cash flows, beginning balance	20,388	13,289
Net effect of exchange rate changes on cash and cash equivalents	37	27
Cash and cash equivalents, consolidated statement of cash flows, ending balance	15,506	17,458

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1 (d)(i) A condensed interim 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.

	Total equity \$'000	Attributable to parent sub-total \$'000	Share capital \$'000	Accumulated losses \$'000	Treasury shares \$'000	Foreign currency translation reserve \$'000	Non- controlling interests \$'000
<u>The Group</u>							
Balance at 1 April 2023	24,092	19,572	21,831	(2,584)	(2)	327	4,520
Movements in equity:							
Total comprehensive income/ (loss) for the period	1,008	1,057	–	1,017	–	40	(49)
Balance at 30 September 2023	25,100	20,629	21,831	(1,567)	(2)	367	4,471
<u>The Group</u>							
Balance at 1 April 2022	20,548	16,363	21,831	(5,677)	(2)	211	4,185
Movements in equity:							
Total comprehensive income for the period	1,367	1,184	–	1,157	–	27	183
Balance at 30 September 2022	21,915	17,547	21,831	(4,520)	(2)	238	4,368
<u>The Company</u>							
Balance at 1 April 2023	13,978	13,978	21,831	(7,851)	(2)	–	–
Movements in equity:							
Total comprehensive loss for the period	(400)	(400)	–	(400)	–	–	–
Balance at 30 September 2023	13,578	13,578	21,831	(8,251)	(2)	–	–
<u>The Company</u>							
Balance at 1 April 2022	13,895	13,895	21,831	(7,934)	(2)	–	–
Movements in equity:							
Total comprehensive loss for the period	(900)	(900)	–	(900)	–	–	–
Balance at 30 September 2022	12,995	12,995	21,831	(8,834)	(2)	–	–

Notes to the Financial Statements
30 September 2023

1. General

Travelite Holdings Ltd (the “company”) is incorporated in Singapore with limited liability. The financial statements are presented in Singapore dollars and they cover the company (the “parent”) and its subsidiaries (the “group”). The registered office is 53 Ubi Avenue 3 Travelite Building, Singapore 408863.

The board of directors approved and authorised these condensed interim financial statements for issue on the date of this announcement.

The principal activities of the company are those of an investment holding company and the provision of management services. It is listed on the Singapore Exchange Securities Trading Limited.

The principal activities of the group are disclosed in Note 2 on segment information.

The financial information contained in this announcement has neither been audited nor reviewed by the auditors.

The latest audited annual financial statements were not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

Basis of presentation

These condensed consolidated interim financial statements have been prepared in accordance with the Singapore Financial Reporting Standards (International) (“SFRS (I) s”) 1-34 Interim Financial Reporting issued by the Accounting Standards Committee under ACRA. They are also in compliance with the International Financial Reporting Standards (“IFRSs”) issued by the International Accounting Standards Board (“IASB”) and the provisions of the SGX Mainboard Listing Rules.

The accounting policies and methods of computation applied in these condensed consolidated interim financial statements are consistent with those of the latest audited annual financial statements. However, the typical notes and information included in the latest audited annual financial statements are not included in these interim financial statements except for the selected explanatory notes included to explain events and transactions that are significant to an understanding of the changes in the performance and the financial position of the group since the latest audited annual financial statements.

Critical judgments, assumptions and estimation uncertainties

The critical judgments made in the process of applying the accounting policies that have the most significant effect on the amounts recognised in the financial statements and the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting year, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities currently or within the next reporting year are disclosed below. These estimates and assumptions are periodically monitored to ensure they incorporate all relevant information available at the date when financial statements are prepared. However, this does not prevent actual figures differing from estimates.

1. General (cont'd)

Critical judgments, assumptions and estimation uncertainties (cont'd)

Assessing expected credit loss allowance on trade receivables:

The allowance for expected credit losses (ECL) assessment requires a degree of estimation and judgement. It is based on the lifetime ECL for trade receivables. In measuring the expected credit losses, management considers all reasonable and supportable information such as the group's historical trend of these receivables which includes analysis of the age of these receivables, forward-looking information such as forecasts of future economic conditions, creditworthiness of the profile of the customers and future collectability. The carrying amounts might change materially within the next reporting year but these changes may not arise from assumptions or other sources of estimation uncertainty at the end of the reporting year. The carrying amount is disclosed in the note on trade and other receivables.

Allowance on inventories:

The allowance for impairment of inventories assessment requires a degree of estimation and judgement. The level of the loss allowance is assessed by taking into consideration various factors, including macroeconomics, general market conditions, future market demands and physical determination. Possible changes in these estimates could result in revisions to the stated value of the inventories. The carrying amount of inventories at the end of the reporting year is disclosed in the note on inventories.

Useful lives of plant and equipment:

The estimates for the useful lives and related depreciation charges for plant and equipment are based on commercial and other factors which could change significantly as a result of innovations and in response to market conditions. The depreciation charge is increased where useful lives are less than previously estimated lives, or the carrying amounts written off or written down for technically obsolete items or assets that have been abandoned. It is impracticable to disclose the extent of the possible effects. It is reasonably possible, based on existing knowledge, that outcomes within the next reporting year that are different from assumptions could require a material adjustment to the carrying amount of the balances affected.

Assessing the terms of lease term or lease with extension or renewal options:

The lease liabilities are initially measured by discounting the lease payments over the lease terms. For leases with extension or renewal options, management applied judgement in determining whether such extension or renewal options should be reflected in measuring the lease liabilities. This requires the consideration of whether the facts and circumstances created an economic incentive for the exercise of the lease extension or renewal option. The amount of the lease liabilities at the end of the reporting year is disclosed in the note on lease liabilities.

2. Financial information by operating segments

2A. Information about reportable segment profit or loss, assets and liabilities

Disclosure of information about operating segments, products and services, the geographical areas, and the major customers are made as required by the financial reporting standard on operating segments. This disclosure standard has no impact on the reported financial performance or financial position of the reporting entity.

The group deals in luggage bags, travelling accessories, travel bags, small leather goods, garments and related products, handbags and related products, fashion apparels and related products, knit wears, wallets and all types of leather goods. For management purposes, the group's operating businesses are organised by distribution channels. Such a structural organisation is determined by the nature of risks and returns associated with each business segment and defines the management structure as well as the internal reporting system. It represents the basis on which the management reports the primary segment information that is available and that is evaluated regularly by the chief operating decision maker in deciding how to allocate resources and in assessing the performance. They are managed separately because each business requires different strategies.

- (a) Departmental stores – This segment includes major departmental store operators in Singapore and Malaysia;
- (b) Specialty stores – This segment includes shops operated by the group and sells mainly the group's merchandise;
- (c) Third party retailers – This segment includes independent retailers;
- (d) Wholesale distribution – This segment mainly refers to the group's export markets; and
- (e) Gift and corporate sales – This segment includes customers who are mainly credit card companies which purchase for their gift redemption/reward programmes purposes, and corporate customers purchasing for corporate promotional activities.

Segment results consist of costs directly attributable to a segment as well as those that can be allocated on a reasonable basis. Segment assets consist principally of trade receivables, inventories and plant and equipment that are directly attributable to a segment.

Unallocated items comprise cash and cash equivalents, certain other receivables, certain property, plant and equipment, right-of-use assets, certain inventories, intangible assets, deferred tax assets, other assets, provision, other financial liabilities, trade and other payables, income tax payable, finance leases, deferred tax liabilities, certain interest income, finance costs, certain marketing and distribution costs, certain administrative expenses, certain other gains and other losses, share of profit from equity-accounted associate and income tax expense.

The management reporting system evaluates performance based on a number of factors. However, the primary profitability measurement is to evaluate segment's operating results before interests and income taxes and other unallocated items.

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2. Financial information by operating segments (cont'd)

2B. Profit or loss from continuing operations and reconciliations

<u>Continuing operations – 6 months ended</u> <u>30 September 2023</u>	<u>Departmental</u> <u>stores</u> <u>\$'000</u>	<u>Specialty</u> <u>stores</u> <u>\$'000</u>	<u>Third party</u> <u>retailers</u> <u>\$'000</u>	<u>Gifts &</u> <u>corporate</u> <u>sales</u> <u>\$'000</u>	<u>Wholesale</u> <u>distribution</u> <u>\$'000</u>	<u>Group total</u> <u>\$'000</u>
Revenue	12,114	5,346	878	588	1,810	20,736
Operating profit	1,314	335	19	139	128	1,935
Interest income						42
Other gains						57
Finance costs						(763)
Other losses						(250)
Unallocated items						(13)
Income tax expense						(40)
Profit from continuing operations, net of tax						968
<u>30 September 2022</u>						
Revenue	14,781	3,680	1,487	241	1,925	22,114
Operating profit/ (loss)	1,034	(337)	326	(98)	136	1,061
Other gains						455
Finance costs						(453)
Other losses						(161)
Unallocated items						336
Income tax income						102
Profit from continuing operations, net of tax						1,340

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2. Financial information by operating segments (cont'd)

2C. Assets and reconciliations

	<u>Departmental stores</u> \$'000	<u>Specialty stores</u> \$'000	<u>Third party retailers</u> \$'000	<u>Wholesale distribution</u> \$'000	<u>Gifts & corporate sales</u> \$'000	<u>Unallocated</u> \$'000	<u>Group total</u> \$'000
<u>30 September 2023</u>							
Total assets for reportable segments	5,361	1,565	166	2,799	285	–	10,176
<u>Unallocated assets:</u>							
Property, plant and equipment	–	–	–	–	–	18,029	18,029
Right-of-use assets	–	–	–	–	–	9,486	9,486
Inventories	–	–	–	–	–	13,244	13,244
Cash and cash equivalents	–	–	–	–	–	15,506	15,506
Other unallocated assets	–	–	–	–	–	1,873	1,873
Total group assets	5,361	1,565	166	2,799	285	58,138	68,314
<u>31 March 2023</u>							
Total assets for reportable segments	5,013	1,366	160	2,929	205	–	9,673
<u>Unallocated assets:</u>							
Property, plant and equipment	–	–	–	–	–	18,199	18,199
Right-of-use assets	–	–	–	–	–	9,557	9,557
Inventories	–	–	–	–	–	8,690	8,690
Cash and cash equivalents	–	–	–	–	–	20,388	20,388
Other unallocated assets	–	–	–	–	–	1,499	1,499
Total group assets	5,013	1,366	160	2,929	205	58,333	68,006

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2. Financial information by operating segments (cont'd)

2D. Liabilities and reconciliations

	Group	
	30 Sep 2023	31 Mar 2023
	\$'000	\$'000
<u>Unallocated liabilities:</u>		
Trade and other payables	8,328	7,396
Other financial liabilities	34,288	35,864
Other liabilities	598	654
Total group liabilities	43,214	43,914

2E. Other material items and reconciliations

	<u>Departmental</u> <u>stores</u> <u>\$'000</u>	<u>Specialty</u> <u>stores</u> <u>\$'000</u>	<u>Third party</u> <u>retailers</u> <u>\$'000</u>	<u>Wholesale</u> <u>distribution</u> <u>\$'000</u>	<u>Unallocated</u> <u>\$'000</u>	<u>Group</u> <u>total</u> <u>\$'000</u>
30 September 2023						
Capital expenditure	103	217	–	–	89	409
<u>Significant non-cash items:</u>						
Depreciation of property, plant and equipment and right-of-use assets	83	839	–	–	535	1,457
Reversal of impairment of inventories	–	–	–	–	(10)	(10)
Plant and equipment written off	–	–	–	–	7	7
Amortisation of other intangible assets	–	–	–	–	17	17
31 March 2023						
Capital expenditure	169	490	–	–	199	858
<u>Significant non-cash items:</u>						
Depreciation of property, plant and equipment and right-of-use assets	136	1,335	2	–	1,063	2,536
Reversal of impairment of inventories	–	–	–	–	(1,856)	(1,856)
Allowance for impairment on trade receivables	–	–	–	–	634	634
Amortisation of other intangible assets	–	–	–	–	34	34

3. Related party relationships and transactions

SFRS(I) 1-24 Related Party Disclosures requires the reporting entity to disclose: (a) transactions with its related parties; and (b) relationships between parents and subsidiaries irrespective of whether there have been transactions between those related parties. A party is related to a party if the party controls, or is controlled by, or can significantly influence or is significantly influenced by the other party.

The ultimate controlling party is Thang Teck Jong.

3A. Related party transactions

There are transactions and arrangements between the reporting entity and related parties and the effects of these on the basis determined between the parties are reflected in these financial statements. The intercompany balances are unsecured without fixed repayment terms and interest unless stated otherwise. For any balances and financial guarantees no interest or charge is imposed unless stated otherwise.

Significant related party transactions:

<u>Other related parties</u>	<u>Group</u> 6 months ended	
	<u>Sep 2023</u> \$'000	<u>Sep 2022</u> \$'000
Administrative income ^(a)		
– Jong Fresh Supplies Pte Ltd. ^(a)	(22)	(33)
– One Credit Pte Ltd. ^(b)	(5)	–
Royalty expense ^(c)	<u>90</u>	<u>113</u>

(a) The related party, Jong Fresh Supplies Pte Ltd, and the company have a common shareholder who has significant influence.

(b) The related party, One Credit Pte Ltd, and the company have a common shareholder who has significant influence.

(c) The related party, Crocodile International Pte Ltd, is controlled by a shareholder of a subsidiary who has significant influence.

4. Revenue

	<u>Group</u> 6 months ended	
	<u>Sep 2023</u> \$'000	<u>Sep 2022</u> \$'000
Sale of goods	19,960	21,286
Rental income	385	300
Royalty income	20	20
Other revenues	<u>371</u>	<u>508</u>
	<u>20,736</u>	<u>22,114</u>

The revenue from sale of goods is recognised at a point in time and all contracts with customers are less than 12 months. The customers are retailers and wholesalers. Certain portion of the goods is exported. Royalty and rental income are recognised over time. Other revenues mainly consist of services charged which is recognised at point in time.

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5. Income tax expense/ (income)

	<u>Group</u> 6 months ended	
	<u>Sep 2023</u> \$'000	<u>Sep 2022</u> \$'000
<u>Current tax expense/ (income):</u>		
Current tax expense/ (income)	62	(90)
<u>Deferred tax income:</u>		
Deferred tax income	(22)	(12)
Total income tax expense/ (income)	<u>40</u>	<u>(102)</u>

6. Earnings per share

The following table sets out the numerators and denominators used to calculate basic and diluted earnings per share of no par value:

	<u>Group</u>	
	<u>Sep 2023</u> \$'000	<u>Sep 2022</u> \$'000
A. Numerators: earning attributable to equity:		
Continuing operations: attributable to equity holders	<u>1,017</u>	<u>1,157</u>
	<u>Sep 2023</u> '000	<u>Sep 2022</u> '000
B. Denominators: weighted average number of equity shares:		
Basic and diluted	<u>63,098</u>	<u>63,098</u>

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7. Property, plant and equipment

<u>Group</u>	<u>Leasehold properties</u> \$'000	<u>Equipment and leasehold improvements</u> \$'000	<u>Total</u> \$'000
<u>Cost:</u>			
At 1 April 2022	19,864	5,421	25,285
Additions	–	858	858
Disposals/ write off	–	(37)	(37)
Foreign exchange adjustments	–	(14)	(14)
At 31 March 2023	19,864	6,228	26,092
Additions	–	409	409
Disposals/write off	–	(292)	(292)
Foreign exchange adjustments	–	7	7
At 30 September 2023	19,864	6,352	26,216
<u>Accumulated depreciation:</u>			
At 1 April 2022	2,610	4,265	6,875
Depreciation for the year	503	563	1,066
Disposals/ write off	–	(37)	(37)
Foreign exchange adjustments	–	(11)	(11)
At 31 March 2023	3,113	4,780	7,893
Depreciation for the period	251	324	575
Disposals/write off	–	(285)	(285)
Foreign exchange adjustments	–	4	4
At 30 September 2023	3,364	4,823	8,187
<u>Carrying value:</u>			
At 1 April 2022	17,254	1,156	18,410
At 31 March 2023	16,751	1,448	18,199
At 30 September 2023	16,500	1,529	18,029
		<u>Group</u>	
		<u>30 Sep 2023</u>	<u>31 Mar 2023</u>
		\$'000	\$'000
Net book value of plant and equipment under lease liabilities		22	50

8. Inventories

	<u>Group</u>	
	<u>30 Sep 2023</u>	<u>31 Mar 2023</u>
	\$'000	\$'000
Finished goods and goods for resale	17,460	12,500
Inventories are stated after allowance. Movements in allowance:		
Balance at beginning of the period/year	786	2,642
Charged/ (Reversed) to profit or loss included in other (gains)/ loss	12	(1,856)
Balance at end of the period/year	798	786
Changes in inventories of finished goods and goods for resale	4,960	2,577
The amount of inventories included in cost of sales	9,175	22,412

9. Trade and other receivables

	Group	
	30 Sep 2023	31 Mar 2023
	\$'000	\$'000
<u>Trade receivables:</u>		
Outside parties	10,878	10,724
Less allowance for impairment – outside parties	(5,408)	(5,408)
Net trade receivables, sub-total	5,470	5,316
<u>Other receivables:</u>		
Deposits to secure services	1,283	1,001
Staff advances	25	27
Related parties	42	22
Outside parties	188	191
Less allowance for impairment – outside parties	(107)	(107)
Net other receivables, sub-total	1,431	1,134
Total trade and other receivables	6,901	6,450
<u>Movements in above allowances:</u>		
Balance at beginning of the period/year	5,515	4,881
Charge for trade and other receivables to profit or loss included in other (gains)/ losses	–	634
Balance at end of the period/year	5,515	5,515

10. Lease liabilities

Lease liabilities are presented in the statements of financial position as follows:

	Group	
	30 Sep 2023	31 Mar 2023
	\$'000	\$'000
Lease liabilities, current	1,446	1,435
Lease liabilities, non-current	8,629	8,670
	10,075	10,105

The obligation under finance leases are secured over the leased assets.

11. Other financial liabilities

	Group	
	30 Sep 2023	31 Mar 2023
	\$'000	\$'000
<u>Non-current:</u>		
<u>Financial instruments with floating interest rate:</u>		
Bank loans (secured)	11,286	13,028
Non-current, total	11,286	13,028
<u>Current:</u>		
<u>Financial instruments with floating interest rate:</u>		
Bank loans (secured)	8,218	8,108
Bills payable to banks	4,709	4,623
Current, total	12,927	12,731
Total	24,213	25,759

11. Other financial liabilities (cont'd)

The range of floating interest rates paid was as follows:

	<u>Group</u>	
	<u>30 Sep 2023</u>	<u>31 Mar 2023</u>
	%	%
Bank loans (secured)	2.00 – 7.61	1.50 – 7.20
Bills payable to banks	<u>5.40 – 6.05</u>	<u>2.82 – 6.40</u>

The bank loans of the subsidiaries are covered by corporate guarantees from the company. The bank loans of the company are secured by first legal mortgages on leasehold properties of the company and a subsidiary, assignment of rental proceeds from the aforementioned leasehold properties and corporate guarantees from certain subsidiaries in favour of the lender. The bank agreement also provides for the need to comply with certain financial covenants by the company.

The fair value (Level 2) of the bank loans is a reasonable approximation of carrying amount as they are floating rate debt instruments that are re-set regularly at one, three or six month intervals.

12. Share capital

	Number of shares <u>issued</u> '000	Share <u>capital</u> \$'000
<u>Group and Company</u>		
Balance at 1 April 2022, 31 March 2023 and 30 September 2023	<u>63,106</u>	<u>21,831</u>

The ordinary shares of no par value are fully paid, carry one vote each and have no right to fixed income.

	Number of treasury <u>shares</u> '000	<u>Cost</u> \$'000
Number at 1 April 2022, 31 March 2023 and 30 September 2023	<u>8</u>	<u>2</u>

The company is not subject to any externally imposed capital requirement.

13. Changes and adoption of financial reporting standards

The same accounting policies and methods of computation used in the latest audited annual financial statements have been applied.

- 1 (d) (ii) Details of any changes in the company's share capital arising from right 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 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 was no change in the Company's share capital since the end of the previous period reported on, being 31 March 2023 till 30 September 2023.

The number of shares held as treasury shares as at 30 September 2023 and 30 September 2022 was 7,800 (0.01%).

There were no outstanding convertibles or subsidiary holdings as at 30 September 2023 and 30 September 2022.

- 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.**

The total number of issued shares excluding treasury shares as at the end of current financial period was 63,098,409 (31 March 2023: 63,098,409).

- 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.**

No treasury shares were sold, transferred, cancelled or used during the period ended 30 September 2023.

- 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 there were no subsidiary holdings.

- 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.

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

Not applicable.

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

The adoption policies and method of computation applied in the financial statements for the current financial period are consistent with those applied in the audited financial statements for the year ended 31 March 2023.

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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.**

The adoption of the new/revised accounting policies has not resulted in any substantial changes to the Group's accounting policies nor any significant impact on this financial statement.

- 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.**

	<u>Group</u>	
	<u>Sep 2023</u>	<u>Sep 2022</u>
Earnings per share (in Cent)		
Continuing operations:		
– Basic and diluted	<u>1.61</u>	<u>1.83</u>

- 7 Net asset value (for the issuer and group) per ordinary share based on total number issued share capital excluding treasury shares of the issuer at end of the current financial period reported on and immediately preceding financial year.**

	<u>Group</u>		<u>Company</u>	
	<u>2023</u>		<u>2023</u>	
	<u>30 Sep</u>	<u>31 Mar</u>	<u>30 Sep</u>	<u>31 Mar</u>
Net asset value per share (in cents)	32.7	31.0	21.5	22.2
Net assets (excluding non-controlling interest) (\$'000)	<u>20,629</u>	<u>19,572</u>	<u>13,578</u>	<u>13,978</u>
Number of shares used in calculating net asset value per share ('000)	<u>63,098</u>	<u>63,098</u>	<u>63,098</u>	<u>63,098</u>

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 reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

(A) Commentary on The Statement of Comprehensive Income of The Group

(i) Revenue

Revenue decreased 6.2% from \$22.1 million (in HY2023) to \$20.7 million (in HY2024). Higher revenue recorded in HY2023 mainly due to the fully re-opening of Singapore border in April 2022 and the lifted up of restriction of working from home.

(ii) Gross Profit

The gross profit margin improved from 45.7% to 53.1%. The increase was mainly due adjustment made to the selling price.

(iii) Interest Income

Interest income mainly derived from the fixed deposit placed during the period.

(iv) Other Gains

Government grant of \$0.2 million (HY2024: \$0.1 million) and reversal of inventories allowance of \$0.2 million (HY2024: Nil) were the main reason for higher balance in HY2023.

(v) Marketing and Distribution Costs and Administrative Expenses

Marketing and distribution costs increased from \$6.2 million to \$6.6 million. Such increase mainly contributed by the staff salary adjustment during the period.

Administrative expenses remain consistent at \$2.5 million for HY2023 and HY2024.

(vi) Finance Costs

Higher finance costs mainly derived from the interest of trust receipts with financial institutions.

(vii) Other Losses

Increase in other losses mainly contributed by foreign exchange losses of \$0.2 million (HY2023: \$0.1 million).

(B) Commentary on The Consolidated Statements of Financial Position and Statement of Cash Flows

(i) The Group and Company ROU assets totalling \$9.5 million (HY2023: \$10.3 million) and \$7.0 million (HY2023 \$7.8 million) respectively, on 30 September 2023. The decrease was due to the monthly depreciation.

(ii) Inventories increase from \$12.5 million to \$17.5 million. Such increase mainly to cater the needs of the upcoming festival season such as Christmas, Chinese New Year and year end school holidays.

- (iii) The Group's trade and other receivables increased slightly from \$6.5 million to \$6.9 million. Majority of the balances are aged current.
- (iv) Trade and other payables increased by \$0.9 million, from \$7.4 million to \$8.3 million. Slower repayment to suppliers was mainly the contribution to such increase.
- (v) Total other financial liabilities decreased by \$1.6 million, from \$25.8 million to \$24.2 million. The decrease was due to repayment of the loan during the period.
- (vi) As at 30 September 2023, the Group's cash and cash equivalents of \$15.5 million was sufficient for its ongoing operations for the next 12 months.

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

There was no profit forecast issued for the financial period under review.

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 has planned for:

- a) Participation in luggage fair events such as NATAS (National Association of Travel Agents Singapore), Shopping Mall Luggage Fair and etc;
- b) Taking up more promotion events such as atrium sales especially for the coming festival season like Christmas and Chinese New Year;
- c) Opening of new boutiques; and
- d) Exploring suitable new store locations.

Management team continue to work closely with multiple platforms by enhancing existing Online Shopping Platform and actively exploring partnerships with TikTok.

With all these prospects in view, the Group will continue to persist in our efforts to build new capabilities that will help pivot our business to seize any arising opportunities.

11 Dividends:

(a) Current financial period reported on

No dividend has been declared for this current financial period reported on.

(b) Corresponding period of the immediately preceding financial year

No dividend has been declared for the corresponding period of the immediately preceding financial year.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12 If no dividend has been declared (recommended), a statement to that effect.

No dividend has been declared or recommended for this current financial period reported on as the Group is conserving cash for business growth and opportunities.

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

The Company does not have any general mandate from shareholders pursuant to Rule 920.

14 Negative confirmation pursuant to Rule 705 (5)

To the best of our knowledge, nothing material has come to the attention of the Board which may render the financial period results ended 30 September 2023 to be false or misleading in any material aspect.

15 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720 (1)

The Company confirms that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720 (1) of the SGX-ST Listing Manual.

BY ORDER OF THE BOARD

THANG TECK JONG
Executive Chairman
10 November 2023