



## **STAMFORD TYRES CORPORATION LTD**

*(Incorporated in Singapore, Registration number: 198904415M)*

### **CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS AND FULL YEAR ENDED 30 APRIL 2023**

#### Table of Contents

- A. Condensed interim consolidated income statement
- B. Condensed interim consolidated statement of comprehensive income
- C. Condensed interim statements of financial position
- D. Condensed interim statements of changes in equity
- E. Condensed interim consolidated statement of cash flows
- F. Notes to the condensed interim consolidated financial statements
- G. Other information required by Listing Rule Appendix 7.2

## STAMFORD TYRES CORPORATION LTD

(Incorporated in Singapore, Registration number: 198904415M)

### Condensed Interim Financial Statements for 6 Months and Full Year Ended 30 April 2023

#### A. Condensed interim consolidated income statement

	Group			Group		
	2HFY23 Apr'23 \$'000	2HFY22 Apr'22 \$'000	Difference %	FY23 Apr'23 \$'000	FY22 Apr'22 \$'000	Difference %
Revenue	91,338	102,329	-10.74%	188,349	190,328	-1.04%
Other revenue	2,847	2,454	16.01%	5,511	4,598	19.86%
Total revenue	94,185	104,783	-10.11%	193,860	194,926	-0.55%
Cost of goods sold	66,503	74,506	-10.74%	137,996	138,254	-0.19%
Salaries and employees' benefits	10,455	11,124	-6.01%	21,928	21,994	-0.30%
Marketing and distribution	3,014	2,570	17.28%	6,402	5,223	22.57%
Utilities, repairs and maintenance	2,862	3,002	-4.66%	5,695	5,626	1.23%
Finance costs	2,494	1,771	40.82%	4,571	3,449	32.53%
Depreciation of property, plant and equipment and right-of-use assets	2,660	3,141	-15.31%	5,396	6,269	-13.93%
Lease expenses	811	657	23.44%	1,431	1,297	10.33%
Other operating expenses	2,951	4,096	-27.95%	5,952	7,725	-22.95%
Total expenditure	(91,750)	(100,867)	-9.04%	(189,371)	(189,837)	-0.25%
Share of results of joint ventures	684	1,686	-59.43%	1,409	2,042	-31.00%
Profit before taxation	3,119	5,602	-44.32%	5,898	7,131	-17.29%
Taxation	(1,099)	(2,412)	-54.44%	(1,747)	(3,245)	-46.16%
Profit for the financial year	2,020	3,190	-36.68%	4,151	3,886	6.82%
Attributable to:						
Equity holders of the company	2,020	3,190	-36.68%	4,151	3,886	6.82%
	2,020	3,190	-36.68%	4,151	3,886	6.82%

N.M - Not meaningful.

## B. Condensed interim consolidated statement of comprehensive income

	2HFY23 Apr'23 \$'000	2HFY22 Apr'22 \$'000	FY23 Apr'23 \$'000	FY22 Apr'22 \$'000
Net profit for the financial year	2,020	3,190	4,151	3,886
Other comprehensive income :				
Translation adjustments arising on consolidation	620	(582)	(4,100)	(1,506)
Other comprehensive income for the financial year, net of tax	620	(582)	(4,100)	(1,506)
Total comprehensive income for the financial year	2,640	2,608	51	2,380
Total comprehensive income attributable to :				
Equity holders of the company	2,640	2,608	51	2,380
	2,640	2,608	51	2,380

### Earnings per ordinary share for profit for the period attributable to the owners of the Company during the year:

	Group		Group	
	2HFY23 Apr'23	2HFY22 Apr'22	FY23 Apr'23	FY22 Apr'22
Earnings per share (EPS)				
- Based on the weighted average number of ordinary shares on issue (cents)	0.85	1.34	1.75	1.64
- On fully diluted basis (cents)	0.85	1.34	1.75	1.64

## C. Condensed interim statements of financial position

	Group		Company	
	Apr'23 \$'000	Apr'22 \$'000	Apr'23 \$'000	Apr'22 \$'000
<b>Non-current assets</b>				
Property, plant and equipment	51,782	56,417	-	-
Right-of-use assets	8,929	8,720	-	-
Investment in subsidiaries	-	-	41,615	41,615
Amount due from subsidiary companies	-	-	13,806	14,072
Joint venture companies	14,106	15,771	1,571	1,571
Associated company	221	228	-	-
Deferred tax assets	3,303	2,861	-	-
	<u>78,341</u>	<u>83,997</u>	<u>56,992</u>	<u>57,258</u>
<b>Current assets</b>				
Inventories	85,277	94,779	-	-
Trade receivables	30,885	36,203	-	-
Derivatives	201	3	49	-
Other receivables	3,648	3,483	93	95
Prepayments and advances	3,966	3,884	23	26
Amount due from subsidiary companies	-	-	2,005	-
Cash and cash equivalents	30,294	35,836	1,212	238
	<u>154,271</u>	<u>174,188</u>	<u>3,382</u>	<u>359</u>
<b>Less: Current liabilities</b>				
Trade payables	11,971	12,118	-	-
Trust receipts (secured)	38,160	51,905	-	-
Derivatives	32	299	-	10
Other payables	15,878	18,185	503	687
Loans (secured)	25,346	28,947	1,260	1,236
Hire-purchase liabilities	137	89	-	-
Lease liabilities	1,535	1,431	-	-
Provisions	621	378	-	-
Provision for taxation	1,979	2,105	71	79
	<u>95,659</u>	<u>115,457</u>	<u>1,834</u>	<u>2,012</u>
<b>Net current assets/(liabilities)</b>	<b>58,612</b>	<b>58,731</b>	<b>1,548</b>	<b>(1,653)</b>
<b>Non-current liabilities</b>				
Amount due to subsidiary companies	-	-	13,202	11,115
Hire-purchase liabilities	204	233	-	-
Lease liabilities	7,954	7,680	-	-
Provisions	865	865	-	-
Long-term loans (secured)	13,290	15,640	1,394	2,653
Deferred tax liabilities	1,803	1,963	108	108
	<u>24,116</u>	<u>26,381</u>	<u>14,704</u>	<u>13,876</u>
<b>Net assets</b>	<b>112,837</b>	<b>116,347</b>	<b>43,836</b>	<b>41,729</b>
<b>Equity</b>				
Share capital	36,244	36,244	36,244	36,244
Reserves	76,593	80,103	7,592	5,485
	<u>112,837</u>	<u>116,347</u>	<u>43,836</u>	<u>41,729</u>

## D. Condensed interim statements of changes in equity

Group	Equity,	Equity	Share	Revenue	Other	Capital	Foreign	Discount on
	total	attributable to	capital	reserve	reserves,	reserve	currency	acquisition of
	\$'000	ow ners of the	\$'000	\$'000	total	\$'000	translation	non-controlling
		Company, total					reserve	interest
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 May 2021	116,934	116,934	36,244	97,955	(17,265)	675	(18,142)	202
Profit for the financial year	3,886	3,886	-	3,886	-	-	-	-
Other comprehensive income for the financial year	(1,506)	(1,506)	-	-	(1,506)	-	(1,506)	-
Total comprehensive income for the financial year	2,380	2,380	-	3,886	(1,506)	-	(1,506)	-
<u>Contributions by and distributions to ow ners</u>								
Dividend on ordinary shares	(2,967)	(2,967)	-	(2,967)	-	-	-	-
Total contributions by and distributions to ow ners	(2,967)	(2,967)	-	(2,967)	-	-	-	-
Balance at 30 April 2022	116,347	116,347	36,244	98,874	(18,771)	675	(19,648)	202
Balance at 1 May 2022	116,347	116,347	36,244	98,874	(18,771)	675	(19,648)	202
Profit for the financial year	4,151	4,151	-	4,151	-	-	-	-
Other comprehensive income for the financial year	(4,100)	(4,100)	-	-	(4,100)	-	(4,100)	-
Total comprehensive income for the financial year	51	51	-	4,151	(4,100)	-	(4,100)	-
<u>Contributions by and distributions to ow ners</u>								
Dividend on ordinary shares	(3,561)	(3,561)	-	(3,561)	-	-	-	-
Total contributions by and distributions to ow ners	(3,561)	(3,561)	-	(3,561)	-	-	-	-
Balance at 30 April 2023	112,837	112,837	36,244	99,464	(22,871)	675	(23,748)	202

	Equity, total \$'000	Equity attributable to ow ners of the Company, total \$'000	Share capital \$'000	Revenue reserve \$'000
<b>Company</b>				
Balance at 1 May 2021	41,346	41,346	36,244	5,102
Profit for the financial year	3,350	3,350	-	3,350
Total comprehensive income for the financial year	3,350	3,350	-	3,350
<u>Contributions by and distributions to ow ners</u>				
Dividend on ordinary shares	(2,967)	(2,967)	-	(2,967)
Total contributions by and distributions to ow ners	(2,967)	(2,967)	-	(2,967)
Balance at 30 April 2022	41,729	41,729	36,244	5,485
Balance at 1 May 2022	41,729	41,729	36,244	5,485
Profit for the financial year	5,668	5,668	-	5,668
Total comprehensive income for the financial year	5,668	5,668	-	5,668
<u>Contributions by and distributions to ow ners</u>				
Dividend on ordinary shares	(3,561)	(3,561)	-	(3,561)
Total contributions by and distributions to ow ners	(3,561)	(3,561)	-	(3,561)
Balance at 30 April 2023	43,836	43,836	36,244	7,592

## E. Condensed Interim consolidated statement of cash flows

	Group	
	FY23 Apr'23 \$'000	FY22 Apr'22 \$'000
<b>Cash flows from operating activities:</b>		
Profit before taxation	5,898	7,131
Adjustments for:		
Depreciation of property, plant and equipment	5,215	5,882
Depreciation of right-of-use assets	2,153	2,428
Gain on disposal of property, plant and equipment	(120)	(67)
Fair value (gain)/loss on derivatives	(465)	8
Written-off of property, plant and equipment	4	42
Bad debts recovered	(11)	(24)
Foreign currency translation adjustment	(2,654)	(1,934)
Interest income	(332)	(202)
Provision for product warranties	387	146
Interest expense	4,571	3,449
Share of results of joint ventures	(1,409)	(2,042)
<b>Operating cash flows before changes in working capital</b>	<b>13,237</b>	<b>14,817</b>
Decrease/(increase) in inventories	9,502	(13,435)
Decrease in receivables	5,082	5,043
Decrease in payables	(2,597)	(2,119)
<b>Cash flows generated from operations</b>	<b>25,224</b>	<b>4,306</b>
Interest received	332	202
Interest paid	(4,571)	(3,449)
Income tax paid	(2,475)	(2,563)
<b>Net cash flows generated from/(used in) operating activities</b>	<b>18,510</b>	<b>(1,504)</b>
<b>Cash flows from investing activities :</b>		
Proceeds from disposal of property, plant and equipment	144	73
Dividend received from joint venture company	2,444	1,906
Purchase of property, plant and equipment	(1,626)	(7,272)
<b>Net cash flows generated from/(used in) investing activities</b>	<b>962</b>	<b>(5,293)</b>
<b>Cash flows from financing activities :</b>		
Proceeds from long-term loans	-	840
(Repayment of)/proceeds from trust receipts	(11,982)	9,816
Proceeds from short-term loans	1,096	2,799
Repayment of hire purchase creditors	(132)	(134)
Dividend paid to shareholders	(3,561)	(2,967)
Principal element of lease payments	(1,973)	(2,277)
Repayment of long-term loans	(6,659)	(6,592)
<b>Net cash flows (used in)/generated from financing activities</b>	<b>(23,211)</b>	<b>1,485</b>
Net decrease in cash and cash equivalents	(3,739)	(5,312)
Cash and cash equivalents at beginning of financial year	35,836	41,834
Effect of exchange rate changes on cash and cash equivalents at the beginning of the financial year	(1,803)	(686)
<b>Cash and cash equivalents at end of financial year</b>	<b>30,294</b>	<b>35,836</b>

## F. Notes to the condensed interim consolidated financial statements

### 1. Corporation information

Stamford Tyres Corporation Limited is a limited liability company incorporated and domiciled in Singapore and is listed on the Singapore Exchange Securities Trading Limited (SGX-ST).

Its registered office and principal place of business is at 19 Lok Yang Way, Singapore 628635.

The principal activity of the Company is that of an investment holding company and the principal activities of the subsidiary companies consist of the wholesale and retail of tyres and wheels, design and contract manufacturing of tyres for proprietary brands, tyre retreading, equipment trading, servicing of motor vehicles, and manufacturing and sale of aluminium alloy wheels.

### 2. Basis of preparation

The condensed interim consolidated financial statements for the financial year ended 30 April 2023 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the year ended 30 April 2022.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in Singapore Dollar ("S") and all values are rounded to the nearest thousand ("S'000") except when otherwise indicated.

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

The adoption of the various new/revised SFRS(I) effective for the financial year beginning on 1 May 2022 does not have a material financial effect on the Group and the Company.

#### 2.2 Use of judgements and estimates

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

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 30 April 2022.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

### 3. Seasonal operations

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



#### 4. Segment and revenue information

For management purposes, the Group is organised into business units based on their geographical locations, and has four reportable segments as follows:

- I. South East Asia
- II. North Asia
- III. Africa
- IV. Others

Distribution of tyres and wheels to external customers are included in the South East Asia, North Asia, Africa and other segments. Manufacturing of alloy wheels sold directly to external customers are included in the South East Asia segment.

Except as indicated above, no operating segments have been aggregated to form the above reportable operating segments. Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain aspects, as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements. Income taxes are managed on a group basis and are not allocated to operating segments.

#### 4.1 Reportable segments

Geographical segment Group 2HFY23	Southeast				Total segments S\$'000	Elimination S\$'000	Consolidated S\$'000
	Asia S\$'000	North Asia S\$'000	Africa S\$'000	Other S\$'000			
<b>Revenue</b>							
External revenue	80,545	774	9,220	799	91,338	-	91,338
Inter-segment revenue	10,910	573	-	-	11,483	(11,483)	-
<b>Other revenue</b>							
- Interest income	157	30	26	1	214	-	214
- Others	1,815	658	90	70	2,633	-	2,633
Total revenue	<u>93,427</u>	<u>2,035</u>	<u>9,336</u>	<u>870</u>	<u>105,668</u>	<u>(11,483)</u>	<u>94,185</u>
Finance costs	(2,488)	(4)	(232)	(5)	(2,729)	235	(2,494)
Segment result	1,953	510	20	(270)	2,213	235	2,448
Less : Unallocated expenses							(13)
Share of profits of joint ventures	-	691	-	(7)	684	-	684
Profit before taxation							3,119
Taxation							(1,099)
Profit for the financial period							<u>2,020</u>
<b>Other information</b>							
Segment assets	192,214	5,793	15,457	1,518	214,982	-	214,982
Associated and joint venture companies	221	14,106	-	-	14,327	-	14,327
Unallocated assets	3,159	144	-	-	3,303	-	3,303
Total assets	<u>195,594</u>	<u>20,043</u>	<u>15,457</u>	<u>1,518</u>	<u>232,612</u>	<u>-</u>	<u>232,612</u>
Segment liabilities	105,826	309	7,375	2,483	115,993	-	115,993
Unallocated liabilities	3,740	42	-	-	3,782	-	3,782
Total liabilities	<u>109,566</u>	<u>351</u>	<u>7,375</u>	<u>2,483</u>	<u>119,775</u>	<u>-</u>	<u>119,775</u>
<b>Other segment information</b>							
<b>Additions to non-current assets</b>							
- Property, plant and equipment	577	2	38	-	617	-	617
<b>Significant non-cash expenses :</b>							
Amortisation and depreciation of property, plant and equipment	2,510	3	45	-	2,558	-	2,558
(Write-back of)/allow ance for doubtful trade receivables	(2,208)	(8)	(36)	25	(2,227)	-	(2,227)
Allow ance for inventoryobsolescence	2,527	73	150	16	2,766	-	2,766
Bad debts recovered directly to profit and loss account	(6)	-	-	-	(6)	-	(6)
Depreciation -Right-of-use assets	837	43	128	67	1,075	-	1,075

Group 2HFY22	Asia S\$'000	North Asia S\$'000	Africa S\$'000	Other S\$'000	Total segments S\$'000	Elimination S\$'000	Consolidated S\$'000
<b>Revenue</b>							
External revenue	89,585	650	8,710	3,384	102,329	-	102,329
Inter-segment revenue	15,266	375	25	-	15,666	(15,666)	-
<b>Other revenue</b>							
- Interest income	92	5	12	3	112	-	112
- Others	1,521	790	16	15	2,342	-	2,342
Total revenue	106,464	1,820	8,763	3,402	120,449	(15,666)	104,783
Finance costs	(1,936)	(4)	(110)	(2)	(2,052)	281	(1,771)
Segment result	4,086	397	151	(1,019)	3,615	281	3,896
Less : Unallocated expenses							20
Share of profits of joint ventures	-	1,799	-	(113)	1,686	-	1,686
Profit before taxation							5,602
Taxation							(2,412)
Profit for the financial period							3,190
<b>Other information</b>							
Segment assets	214,496	4,729	16,723	3,377	239,325	-	239,325
Associated and joint venture companies	228	15,771	-	-	15,999	-	15,999
Unallocated assets	2,711	150	-	-	2,861	-	2,861
Total assets	217,435	20,650	16,723	3,377	258,185	-	258,185
Segment liabilities	128,428	235	6,373	2,734	137,770	-	137,770
Unallocated liabilities	4,046	22	-	-	4,068	-	4,068
Total liabilities	132,474	257	6,373	2,734	141,838	-	141,838
<b>Other segment information</b>							
<b>Additions to non-current assets</b>							
- Property, plant and equipment	6,217	9	2	1	6,229	-	6,229
<b>Significant non-cash expenses :</b>							
Amortisation and depreciation of property, plant and equipment	2,822	3	78	14	2,917	-	2,917
(Write-back of)/allowance for doubtful trade receivables	(12)	(14)	55	(64)	(35)	-	(35)
Allowance for inventory obsolescence	1,235	204	132	178	1,749	-	1,749
Bad debts recovered directly to profit and loss account	-	-	(22)	-	(22)	-	(22)
Depreciation -Right-of-use assets	790	133	121	200	1,244	-	1,244

Geographical segment Group FY23	Southeast				Total segments S\$'000	Elimination S\$'000	Consolidated S\$'000
	Asia S\$'000	North Asia S\$'000	Africa S\$'000	Other S\$'000			
<b>Revenue</b>							
External revenue	166,999	1,610	16,745	2,995	188,349	-	188,349
Inter-segment revenue	24,200	1,737	-	-	25,937	(25,937)	-
<b>Other revenue</b>							
- Interest income	264	30	37	1	332	-	332
- Others	3,531	1,414	96	138	5,179	-	5,179
Total revenue	194,994	4,791	16,878	3,134	219,797	(25,937)	193,860
Finance costs	(4,669)	(7)	(358)	(11)	(5,045)	474	(4,571)
Segment result	3,302	1,011	257	(519)	4,051	474	4,525
Less : Unallocated expenses							(36)
Share of profits of joint ventures	-	1,409	-	-	1,409	-	1,409
Profit before taxation							5,898
Taxation							(1,747)
Profit for the financial year							4,151
<b>Other information</b>							
Segment assets	192,214	5,793	15,457	1,518	214,982	-	214,982
Associated and joint venture companies	221	14,106	-	-	14,327	-	14,327
Unallocated assets	3,159	144	-	-	3,303	-	3,303
Total assets	195,594	20,043	15,457	1,518	232,612	-	232,612
Segment liabilities	105,826	309	7,375	2,483	115,993	-	115,993
Unallocated liabilities	3,740	42	-	-	3,782	-	3,782
Total liabilities	109,566	351	7,375	2,483	119,775	-	119,775
<b>Other segment information</b>							
<b>Additions to non-current assets</b>							
- Property, plant and equipment	1,639	2	159	-	1,800	-	1,800
<b>Significant non-cash expenses :</b>							
Amortisation and depreciation of property, plant and equipment	5,110	7	96	2	5,215	-	5,215
(Write-back of)/allow ance for doubtful trade receivables	(2,287)	(19)	(36)	42	(2,300)	-	(2,300)
Allow ance/(w rite-back of) for inventory obsolescence	2,887	15	(153)	(48)	2,701	-	2,701
Bad debts recovered directly to profit and loss account	(11)	-	-	-	(11)	-	(11)
Depreciation -Right-of-use assets	1,635	133	248	137	2,153	-	2,153

Geographical segment Group FY22	Southeast				Total segments S\$'000	Elimination S\$'000	Consolidated S\$'000
	Asia S\$'000	North Asia S\$'000	Africa S\$'000	Other S\$'000			
<b>Revenue</b>							
External revenue	165,365	1,311	16,800	6,852	190,328	-	190,328
Inter-segment revenue	31,708	995	25	-	32,728	(32,728)	-
<b>Other revenue</b>							
- Interest income	162	5	27	8	202	-	202
- Others	2,764	1,580	24	28	4,396	-	4,396
Total revenue	199,999	3,891	16,876	6,888	227,654	(32,728)	194,926
Finance costs	(3,645)	(13)	(306)	(25)	(3,989)	540	(3,449)
Segment result	4,290	884	688	(1,301)	4,561	540	5,101
Less : Unallocated expenses							(12)
Share of profits of joint ventures	-	2,217	-	(175)	2,042	-	2,042
Profit before taxation							7,131
Taxation							(3,245)
Profit for the financial year							3,886
<b>Other information</b>							
Segment assets	214,496	4,729	16,723	3,377	239,325	-	239,325
Associated and joint venture companies	228	15,771	-	-	15,999	-	15,999
Unallocated assets	2,711	150	-	-	2,861	-	2,861
Total assets	217,435	20,650	16,723	3,377	258,185	-	258,185
Segment liabilities	128,428	235	6,373	2,734	137,770	-	137,770
Unallocated liabilities	4,046	22	-	-	4,068	-	4,068
Total liabilities	132,474	257	6,373	2,734	141,838	-	141,838
<b>Other segment information</b>							
<b>Additions to non-current assets</b>							
- Property, plant and equipment	7,381	9	116	2	7,508	-	7,508
<b>Significant non-cash expenses :</b>							
Amortisation and depreciation of property, plant and equipment	5,671	11	167	33	5,882	-	5,882
Allow ance for doubtful trade receivables	1,851	68	148	(17)	2,050	-	2,050
Allow ance for inventory obsolescence	1,517	204	260	208	2,189	-	2,189
Bad debts recovered directly to profit and loss account	-	-	(24)	-	(24)	-	(24)
Depreciation -Right-of-use assets	1,580	265	248	335	2,428	-	2,428

## 4.2 Disaggregation of revenue

Group 2HFY23	Singapore S\$'000	Malaysia S\$'000	Thailand S\$'000	Indonesia S\$'000	South Africa S\$'000	Other S\$'000	Consolidated S\$'000
-----------------	----------------------	---------------------	---------------------	----------------------	-------------------------	------------------	-------------------------

### Tyres and wheels:

Total revenue	37,787	11,604	12,949	16,702	9,220	3,076	<b>91,338</b>
---------------	--------	--------	--------	--------	-------	-------	---------------

Group 2HFY22	Singapore S\$'000	Malaysia S\$'000	Thailand S\$'000	Indonesia S\$'000	South Africa S\$'000	Other S\$'000	Consolidated S\$'000
-----------------	----------------------	---------------------	---------------------	----------------------	-------------------------	------------------	-------------------------

### Tyres and wheels:

Total revenue	37,209	18,179	15,804	17,192	8,710	5,235	<b>102,329</b>
---------------	--------	--------	--------	--------	-------	-------	----------------

Group FY23	Singapore S\$'000	Malaysia S\$'000	Thailand S\$'000	Indonesia S\$'000	South Africa S\$'000	Other S\$'000	Consolidated S\$'000
---------------	----------------------	---------------------	---------------------	----------------------	-------------------------	------------------	-------------------------

### Tyres and wheels:

Total revenue	76,003	27,458	26,899	33,936	16,745	7,308	<b>188,349</b>
---------------	--------	--------	--------	--------	--------	-------	----------------

Group FY22	Singapore S\$'000	Malaysia S\$'000	Thailand S\$'000	Indonesia S\$'000	South Africa S\$'000	Other S\$'000	Consolidated S\$'000
---------------	----------------------	---------------------	---------------------	----------------------	-------------------------	------------------	-------------------------

### Tyres and wheels:

Total revenue	74,248	30,901	28,731	29,405	16,800	10,243	<b>190,328</b>
---------------	--------	--------	--------	--------	--------	--------	----------------

Revenue contribution from a single country is disclosed separately when it exceeds 9% of the Group's revenue respectively.

The satisfaction of performance obligation of the above revenue stream is at a point in time.

A breakdown of sales:

	Group		
	Latest year \$'000	Previous year \$'000	% Increase/ (Decrease)
Turnover reported for first half year	97,011	87,999	10.24%
Operating profit after tax before deducting non-controlling interests reported for first half year	2,131	696	206.18%
Turnover reported for second half year	91,338	102,329	-10.74%
Operating profit after tax before deducting non-controlling interests reported for second half year	2,020	3,190	-36.68%

## 5. Financial assets and financial liabilities

	Group		Company	
	Apr'23 \$'000	Apr'22 \$'000	Apr'23 \$'000	Apr'22 \$'000
<b>Financial assets measured at amortised cost</b>				
Trade receivables	30,885	36,203	-	-
Other receivables	3,648	3,483	93	95
Cash and cash equivalents	30,294	35,836	1,212	238
Amount due from subsidiary companies	-	-	15,811	14,072
	<u>64,827</u>	<u>75,522</u>	<u>17,116</u>	<u>14,405</u>
<b>Financial liabilities measured at amortised cost</b>				
Trade payables	11,971	12,118	-	-
Trust receipts (secured)	38,160	51,905	-	-
Other payables	15,878	18,185	503	687
Loans (secured)	38,636	44,587	2,654	3,889
Hire-purchase liabilities	341	322	-	-
Lease Liabilities	9,489	9,111	-	-
Amounts due to subsidiary companies	-	-	13,202	11,115
	<u>114,475</u>	<u>136,228</u>	<u>16,359</u>	<u>15,691</u>
<b>Fair value through profit or loss</b>				
<b>Forward currency contracts</b>				
Derivatives assets	201	3	49	-
Derivatives liabilities	(32)	(299)	-	(10)

## 6. Profit before taxation

### 6.1 Significant items

	2HFY23	2HFY22	FY23	FY22
	Apr'23 \$'000	Apr'22 \$'000	Apr'23 \$'000	Apr'22 \$'000
(a) Profit after taxation is stated after charging/(crediting) :				
Depreciation of property, plant and equipment (inclusive of charges included in cost of goods sold)	2,558	2,917	5,215	5,882
Depreciation of right-of-use assets	1,075	1,244	2,153	2,428
(Write-back of)/allow ance for doubtful trade receivables	(2,227)	(35)	(2,300)	2,050
Allow ance for inventory obsolescence	2,766	1,749	2,701	2,189
Gain on disposal of property, plant and equipment	(60)	(56)	(120)	(67)
Foreign exchange loss/(gain)	292	(257)	2,220	(368)
Fair value (gain)/loss on derivatives	271	359	(465)	8
Property, plant and equipment w ritten-off	4	42	4	42
Bad debts recovered	(6)	(22)	(11)	(24)
Audit fee for auditors of the company	316	183	499	392
Audit fee for other auditors	72	69	153	145

## 6.2 Related party transactions

	FY23 \$'000	FY22 \$'000
Income from services rendered to a joint venture company	1,589	1,699
Purchase of property with common directors	-	(2,000)
Consultancy fee paid to a related party	(498)	(201)
One-off lump sum payment to a related party **	(300)	-
Rental expenses paid to a company with common directors	-	(117)

\*\* This was approved at Annual General Meeting held on 31 August 2022, pursuant to Section 168 of the Companies Act 1967.

## 7. Taxation

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	Group			
	2HFY23 \$'000	2HFY22 \$'000	FY23 \$'000	FY22 \$'000
Current income tax expense	1,594	1,926	2,307	2,662
Deferred income tax expense relating to origination and reversal of temporary differences	(513)	(303)	(489)	(204)
Withholding tax	-	14	1	14
	<b>1,081</b>	<b>1,637</b>	<b>1,819</b>	<b>2,472</b>
Over provision in previous financial years				
Income Tax	18	(219)	(72)	(221)
Deferred income tax	-	994	-	994
	<b>1,099</b>	<b>2,412</b>	<b>1,747</b>	<b>3,245</b>

## 8. Dividends

	Group and Company	
	FY23 \$'000	FY22 \$'000
Ordinary dividends paid:		
Final exempt (one-tier) dividend of 1.50 cent (2022: 1.25 cent), per share in respect of the previous financial year	3,561	2,967
Paid during the year	<b>3,561</b>	<b>2,967</b>

## 9. Net asset value

	Group		Company	
	Apr-23	Apr-22	Apr-23	Apr-22
Net asset value per ordinary share (cents)	47.53	49.01	18.47	17.58

The net asset value per share for the Group and the Company as at 30 April 2023 are calculated based on the actual number of shares in issue of 237,386,244 ordinary shares (30 April 2022: 237,386,244 ordinary shares).

## 10. Property, plant and equipment

During the year ended 30 April 2023, the Group acquired assets amounting to \$1,800,000 (30 April 2022: \$7,508,000).



## 11. Borrowings

Amount repayable in one year or less, or on demand

As at 30/04/2023		As at 30/04/2022	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
63,643	-	80,941	-

Amount repayable after one year

As at 30/04/2023		As at 30/04/2022	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
13,494	-	15,873	-

### Details of any collateral

The Group's freehold land, certain leasehold land and buildings, leasehold improvements and certain plant and equipment with a total net book value of \$38,756,000 as at 30 April 2023 (30 April 2022: \$41,553,000) are subject to legal mortgages in connection with bank facilities granted to the Group.

The trust receipts of subsidiary companies are secured primarily by corporate guarantees from the Company.

## 12. Share capital

	Group and Company			
	Number of shares	Share capital	Number of shares	Share capital
	Apr'23	Apr'23	Apr'22	Apr'22
	'000	\$'000	'000	\$'000
<i>Issued and fully paid:</i>				
<i>At end of financial year</i>	<u>237,386</u>	<u>36,244</u>	<u>237,386</u>	<u>36,244</u>

The Company did not hold any treasury shares as at 30 April 2023.

The Company's subsidiaries do not hold any shares in the Company as at 30 April 2023 and 30 April 2022.

## 13. Subsequent events

There are no known subsequent events which have led to adjustments to this set of interim financial statements.

#### G. Other information required by Listing Rule Appendix 7.2

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

The condensed consolidated statement of financial position of Stamford Tyres Corporation Ltd and its subsidiaries as at 30 April 2023 and the related condensed consolidated income statement and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-months and full financial year then ended and certain explanatory notes have not been audited or reviewed. The figures have not been audited or reviewed by the Company's auditors.

2. 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.

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

Not applicable.

3. 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 year 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 year reported on.

#### **FY23**

##### **Revenue**

The Group's sales revenue was 1.0% lower at S\$188.3 million in FY23 compared to S\$190.3 million in FY22, primarily due to lower sales in Australia, offset by higher sales in South East Asia (as disclosed in Note(F)(4.1) above).

##### **Gross profit and gross profit margin**

Gross profit margin was lower at 26.7% in FY23 compared to 27.4% in FY22. This was mainly due to higher cost of tyres and wheel production.

Gross profit dollar decreased by S\$1.7 million to S\$50.4 million in FY23 compared to S\$52.1 million in FY22. The decrease was mainly due to lower sales and lower gross profit margin.

##### **Operating expenses**

Total operating expenses decreased by 0.4% to S\$51.4 million in FY23 compared to S\$51.6 million in FY22. The decrease was mainly due to net write-back of allowance for doubtful receivables from the recovery of debts previously provided for; offset against higher provision for inventory obsolescence, marketing and distribution cost, finance cost, foreign exchange cost and lease expenses.

##### **Share of results of joint ventures**

In FY23, the share of results of joint ventures amounted to a net profit of S\$1.4 million compared to S\$2.0 million in FY22, mainly attributable to lower sales by the Hong Kong joint venture.

##### **Net profit**

The net profit of the Group was S\$4.2 million in FY23, compared to S\$3.9 million recorded in FY22.

## **Financial position**

Property, plant and equipment decreased to S\$51.8 million as at 30 April 2023 from S\$56.4 million as at 30 April 2022 mainly due to depreciation during the year.

Receivables decreased to S\$30.9 million as at 30 April 2023 from S\$36.2 million as at 30 April 2022.

Inventories decreased to S\$85.3 million as at 30 April 2023 from S\$94.8 million as at 30 April 2022.

Trade payables and trust receipts decreased to S\$50.1 million as at 30 April 2023 from S\$64.0 million as at 30 April 2022.

As at 30 April 2023, the Group's cash and cash equivalents stood at S\$30.3 million compared to S\$35.8 million as at 30 April 2022.

The Group's borrowings which comprise trust receipts, revolving credit, hire-purchase liabilities, short-term secured loans as well as long-term secured loans stood at S\$77.1 million as at 30 April 2023 compared to S\$96.8 million as at 30 April 2022. The decrease in cash and cash equivalents, and borrowings were mainly due to net repayment of trust receipts and loans during the year.

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

Not applicable.

5. 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 operating environment in the tyre business remains challenging as a result of intense competition and major geo-political and financial events globally

To mitigate the impact of this challenging environment, the Group will continue to optimize its product mix, manage operating costs and build on its core markets in South East Asia.

6. Dividend information

### (a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? Yes

Name of Dividend	Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	1.50 cents per ordinary share (tax exempt)

### (b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend	Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	1.50 cents per ordinary share (tax exempt)
Annual Dividend (S\$'000)	3,561

c) Date payable

To be announced at a later date, subject to shareholders' approval at the forthcoming Annual General Meeting.

(d) Books closure date

Notice will be given regarding the date of closure of transfer books and register of members.

7. If no dividend has been declared/recommended, a statement to that effect and the reason(s) for the decision.

Not applicable.

8. If the Group has obtained a general mandate from shareholder 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.

No IPT mandate has been obtained.

9. Aggregate value of interested person transactions entered into by the Company and/or its subsidiaries during the year.

The Company does not have a general mandate for IPT.

Name of interested person	Nature of relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Wee Kok Wah	Founder and Senior Advisor	S\$498,000	Nil
Wee Kok Wah	Former President and Managing Director	S\$300,000 <sup>**</sup>	Nil

<sup>\*\*</sup> One-off lump sum payment approved at Annual General Meeting held on 31 August 2022, pursuant to Section 168 of the Companies Act 1967.

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

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

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

Name	Age	Family relationship with any Director and/or substantial shareholder	Current Position and duties and the year the position was held	Details of changes in duties and position held, if any, during the year
Mr Wee Kok Wah	77	See Note (1)	Founder and Senior Advisor (01 Nov 2021)	N.A.
Mrs Daw n Wee Wai Ying	74	See Note (1)	Executive Director (1989)	N.A.
Dr Wee Li Ann	52	See Note (1)	Executive Director (2018)	N.A.

Note (1) :

Mr Wee Kok Wah is the husband of Mrs Daw n Wee Wai Ying and the father of Dr Wee Li Ann.

Mr Wee Kok Wah and Mrs Daw n Wee Wai Ying are husband and wife and substantial shareholders of the Company.

Dr Wee Li Ann is the daughter of Mr and Mrs Wee Kok Wah.

On behalf of the Board of Directors

Dawn Wee Wai Ying  
Director

Dr. Wee Li Ann  
Director

27 June 2023