



**HUATONG GLOBAL LIMITED**

**(UEN 201422395Z)**

**(Incorporated in Singapore)**

**Unaudited Condensed Interim Financial Statements  
For the six months ended 30 June 2021 (“HY2021”)**

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**HUATONG GLOBAL LIMITED AND ITS SUBSIDIARIES**

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**For the financial period ended 30 June 2021**

	Note	<b>Group</b>				
		<b>For the half year ended</b>	<b>30.06.2020</b>		(+/-)	
		<b>30.06.2021</b>	<b>(Unaudited)</b>	<b>30.06.2020</b>	<b>(Unaudited)</b>	%
		<b>\$'000</b>	<b>\$'000</b>			
Revenue	3	<b>93,214</b>	24,063			287.4
Cost of sales and services		<b>(89,681)</b>	(31,458)			185.1
Gross profit/(loss)		<b>3,533</b>	(7,395)			nm
<i>Other item of income</i>						
Other income		<b>4,605</b>	3,699			24.5
<i>Other items of expense</i>						
Administrative expenses		<b>(5,953)</b>	(7,582)			(21.5)
Other expenses		<b>(148)</b>	(551)			(73.1)
Loss allowance on trade receivables and contract assets		-	(3,986)			(100.0)
Finance costs		<b>(1,525)</b>	(2,220)			(31.3)
Share of results of a joint venture		<b>651</b>	2			nm
Profit/(loss) before income tax	4	<b>1,163</b>	(18,033)			nm
Income tax expense	5	<b>(92)</b>	(10)			nm
Profit/(loss) for the financial period		<b>1,071</b>	(18,043)			nm
<i>Other comprehensive income/(loss):</i>						
<i>Items that are or may be reclassified subsequently to profit or loss:</i>						
Fair value gain/(loss) on financial assets at FVOCI		<b>92</b>	(9)			nm
Reclassification of fair value loss in fair value reserve to profit or loss		-	114			(100.0)
Reversal of fair value loss in fair value reserve upon redemption		-	1			(100.0)
<i>Item that will not be reclassified subsequently to profit or loss:</i>						
Gain on revaluation of property, plant and equipment		<b>166</b>	452			(63.3)
Other comprehensive income, net of tax		<b>258</b>	558			(53.8)
Total comprehensive income/(loss) for the financial period		<b>1,329</b>	(17,485)			nm
<b>Profit/(loss) attributable to:</b>						
Owners of the parent		<b>1,012</b>	(18,043)			nm
Non-controlling interests		<b>59</b>	-			nm
		<b>1,071</b>	(18,043)			nm
<b>Total comprehensive income/(loss) attributable to:</b>						
Owners of the parent		<b>1,270</b>	(17,485)			nm
Non-controlling interests		<b>59</b>	-			nm
		<b>1,329</b>	(17,485)			nm
<b>Earnings/(loss) per share attributable to owners of the parent:</b>						
- Basic and diluted (in cents)	13	<b>0.67</b>	(11.92)			

Note:

(1) FVOCI: fair value through other comprehensive income

\* nm denotes not meaningful

The accompanying notes form an integral part of these financial statements.

**HUATONG GLOBAL LIMITED AND ITS SUBSIDIARIES**

**CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION**

As at 30 June 2021

	Note	<b>Group</b>	
		<b>As at</b>	
		<b>30.06.2021</b>	31.12.2020
		<b>(Unaudited)</b>	<b>(Audited)</b>
		<b>\$'000</b>	<b>\$'000</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	6	47,014	38,028
Right-of-use assets	7	52,518	69,760
Financial assets at FVTPL	10	5,572	5,387
Investment in a joint venture		1,357	706
Intangible assets	9	87	95
		<u>106,548</u>	<u>113,976</u>
<b>Current assets</b>			
Contract assets		72,330	72,479
Financial assets at FVOCI	11	871	783
Inventories		1,982	1,271
Trade and other receivables		39,835	45,666
Prepayments		2,011	4,568
Current income tax recoverable		203	429
Cash and cash equivalents		19,545	32,896
		<u>136,777</u>	<u>158,092</u>
<b>Total assets</b>		<u>243,325</u>	<u>272,068</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	12	38,676	38,676
Other reserves		(16,569)	(16,827)
Accumulated profits		43,905	42,893
<b>Equity attributable to owners of the parent</b>		<u>66,012</u>	<u>64,742</u>
Non-controlling interests		(747)	(806)
<b>Total equity</b>		<u>65,265</u>	<u>63,936</u>
<b>Non-current liabilities</b>			
Lease liabilities	8	28,496	37,805
Bank borrowings	8	19,274	15,617
Deferred income		91	272
Deferred tax liabilities		3,982	3,972
		<u>51,843</u>	<u>57,666</u>
<b>Current liabilities</b>			
Contract liabilities		15,282	11,334
Trade and other payables		48,350	58,755
Lease liabilities	8	15,009	15,679
Derivative financial liabilities		28	28
Bank borrowings	8	47,017	63,637
Deferred income		531	1,033
		<u>126,217</u>	<u>150,466</u>
<b>Total liabilities</b>		<u>178,060</u>	<u>208,132</u>
<b>Total equity and liabilities</b>		<u>243,325</u>	<u>272,068</u>

Note:

(1) FVTPL: fair value through profit or loss

The accompanying notes form an integral part of these financial statements.

**HUATONG GLOBAL LIMITED AND ITS SUBSIDIARIES**

**CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION (cont'd)**

**As at 30 June 2021**

		<b>Company</b>	
		<b>As at</b>	
	Note	<b>30.06.2021</b>	31.12.2020
		<b>(Unaudited)</b>	<b>(Audited)</b>
		<b>\$'000</b>	<b>\$'000</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Investments in subsidiaries		41,735	41,735
Intangible assets	9	13	14
		<u>41,748</u>	<u>41,749</u>
<b>Current assets</b>			
Trade and other receivables		1,457	1,660
Prepayments		-	3
Cash and cash equivalents		154	52
		<u>1,611</u>	<u>1,715</u>
<b>Total assets</b>		<u><b>43,359</b></u>	<u><b>43,464</b></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	12	38,676	38,676
Accumulated profits		4,430	4,596
<b>Total equity</b>		<u><b>43,106</b></u>	<u><b>43,272</b></u>
<b>Current liabilities</b>			
Trade and other payables		253	192
<b>Total liabilities</b>		<u><b>253</b></u>	<u><b>192</b></u>
<b>Total equity and liabilities</b>		<u><b>43,359</b></u>	<u><b>43,464</b></u>

The accompanying notes form an integral part of these financial statements.

**HUATIONG GLOBAL LIMITED AND ITS SUBSIDIARIES**

**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

**For the financial period ended 30 June 2021**

<b>Group (Unaudited)</b>	<b>Note</b>	<b>Share capital \$'000</b>	<b>Accumulated profits \$'000</b>	<b>Other reserves \$'000</b>	<b>Total equity attributable to owners of the parent \$'000</b>	<b>Non-controlling interests \$'000</b>	<b>Total equity \$'000</b>
Balance as at 1.1.2021		38,676	42,893	(16,827)	64,742	(806)	63,936
Profit for the financial period		–	1,012	–	1,012	59	1,071
Other comprehensive income:							
- Gain on revaluation of property, plant and equipment		–	–	166	166	–	166
- Fair value gain on financial assets at FVOCI	11	–	–	92	92	–	92
		–	–	258	258	–	258
Total comprehensive income for the financial period		–	1,012	258	1,270	59	1,329
Balance as at 30.06.2021		<b>38,676</b>	<b>43,905</b>	<b>(16,569)</b>	<b>66,012</b>	<b>(747)</b>	<b>65,265</b>

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**HUATIONG GLOBAL LIMITED AND ITS SUBSIDIARIES**

**CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (cont'd)**

**For the financial period ended 30 June 2021**

<b>Group (Unaudited)</b>	<b>Share capital \$'000</b>	<b>Accumulated profits \$'000</b>	<b>Other reserves \$'000</b>	<b>Total equity attributable to owners of the parent \$'000</b>	<b>Non-controlling interests \$'000</b>	<b>Total equity \$'000</b>
Balance as at 1.1.2020	38,676	50,730	(14,936)	74,470	(879)	73,591
Loss for the financial period	–	(18,043)	–	(18,043)	–	(18,043)
Other comprehensive income/(loss):						
- Gain on revaluation of property, plant and equipment	–	–	452	452	–	452
- Fair value loss on financial assets at FVOCI	–	–	(9)	(9)	–	(9)
- Reversal of fair value loss in fair value reserve upon redemption	–	–	1	1	–	1
- Reclassification of fair value loss in fair value reserve to profit or loss	–	–	114	114	–	114
	–	–	558	558	–	558
Total comprehensive income/(loss) for the financial period	–	(18,043)	558	(17,485)	–	(17,485)
Balance as at 30.06.2020	<b>38,676</b>	<b>32,687</b>	<b>(14,378)</b>	<b>56,985</b>	<b>(879)</b>	<b>56,106</b>

The accompanying notes form an integral part of these financial statements.

## HUATONG GLOBAL LIMITED AND ITS SUBSIDIARIES

### CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the financial period ended 30 June 2021

	Share capital \$'000	Accumulated profits \$'000	Total equity \$'000
<b>Company (Unaudited)</b>			
Balance as at 1.1.2021	38,676	4,596	43,272
Loss and total comprehensive loss for the financial period	–	(166)	(166)
Balance as at 30.06.2021	<b>38,676</b>	<b>4,430</b>	<b>43,106</b>
Balance as at 1.1.2020	38,676	5,043	43,719
Loss and total comprehensive loss for the financial period	–	(168)	(168)
Balance as at 30.06.2020	<b>38,676</b>	<b>4,875</b>	<b>43,551</b>

The accompanying notes form an integral part of these financial statements.

**HUATONG GLOBAL LIMITED AND ITS SUBSIDIARIES**

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**  
**For the financial period ended 30 June 2021**

	Note	Group	
		For the half year ended 30.06.2021 (Unaudited) \$'000	30.06.2020 (Unaudited) \$'000
<b>Cash flows from operating activities</b>			
Profit/(loss) before income tax		1,163	(18,033)
Adjustments for:			
Impairment of financial assets at FVOCI		-	264
Reversal of allowance for impairment of financial assets at FVOCI upon redemption		-	(4)
Loss allowance on trade receivables and contract assets		-	3,986
Amortisation of intangible assets	9	8	8
Depreciation of property, plant and equipment	6	4,475	4,069
Depreciation of right-of-use assets	7	4,940	6,223
Gain on disposal of property, plant and equipment and right-of-use assets		(187)	-
Loss on lease modification		41	116
Amortisation of gain on sale and leaseback transactions		(396)	(396)
Interest expenses		1,412	1,849
Interest income		(30)	(30)
Share of results of a joint venture		(651)	(2)
Fair value gain of financial assets at FVTPL	10	(94)	(95)
Unrealised exchange differences, net		129	14
Operating cash flows before working capital changes		10,810	(2,031)
Working capital changes:			
Trade and other receivables		5,544	15,212
Prepayments		2,558	(245)
Contract assets, net		4,098	11,294
Inventories		(711)	(731)
Trade and other payables		(9,971)	(1,168)
Cash from operations		12,328	22,331
Interest received		3	2
Income tax paid		143	-
<b>Net cash from operating activities</b>		<b>12,474</b>	<b>22,333</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		(525)	(412)
Addition of right-of-use assets		-	(531)
Interest received		27	28
Dividends received from joint venture		-	2,000
Proceeds from disposal of property, plant and equipment and right-of-use assets		239	-
Proceeds from redemption of financial assets at FVOCI		4	10
<b>Net cash (used in)/ from investing activities</b>		<b>(255)</b>	<b>1,095</b>

The accompanying notes form an integral part of these financial statements.



**HUATONG GLOBAL LIMITED AND ITS SUBSIDIARIES**

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (cont'd)**  
**For the financial period ended 30 June 2021**

	Note	<b>Group</b>	
		<b>For the half year ended</b> <b>30.06.2021</b> <b>(Unaudited)</b> <b>\$'000</b>	<b>30.06.2020</b> <b>(Unaudited)</b> <b>\$'000</b>
<b>Cash flows from financing activities</b>			
Proceeds from trust receipts/letters of credits		40,710	28,122
Repayment of trust receipts/letters of credits		(44,356)	(35,504)
Proceeds from bank loans		7,872	6,000
Repayment of bank loans		(18,632)	(2,587)
Interest paid		(1,390)	(1,737)
Repayment of lease liabilities		(9,774)	(7,534)
<b>Net cash used in financing activities</b>		<b>(25,570)</b>	<b>(13,240)</b>
<b>Net changes in cash and cash equivalents</b>		<b>(13,351)</b>	<b>10,188</b>
Cash and cash equivalents as at the beginning of the financial period		<b>32,896</b>	<b>4,484</b>
<b>Cash and cash equivalents as at the end of the financial period</b>		<b>19,545</b>	<b>14,672</b>

The accompanying notes form an integral part of these financial statements.

## HUATONG GLOBAL LIMITED AND ITS SUBSIDIARIES

### NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS For the financial period ended 30 June 2021

#### 1. General corporate information

Huatong Global Limited (the “Company”) is a limited liability company incorporated and domiciled in Singapore. The Company is listed on the Catalist board of the Singapore Exchange Securities Trading Limited (“SGX-ST”).

The Company’s registered office address and principal place of business is at 9 Benoi Crescent, Singapore 629972. The Company’s registration number is 201422395Z.

The Company’s immediate and ultimate holding company is Dandelion Capital Pte. Ltd., a company incorporated in Singapore, which is controlled by Ng Hai Liong, Ng Kian Ann Patrick and Ng Kian Yeow, Vincent.

The principal activity of the Company is that of investment holding company.

#### 2. Significant accounting policies

##### (a) Basis of preparation

The condensed interim financial statements for the six months ended 30 June 2021 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 31 December 2020.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s.

The condensed interim financial statements are presented in Singapore Dollar (SGD or S\$), which is the Company’s functional currency, and all values in the tables are rounded to the nearest thousand (S\$’000), except when otherwise indicated.

##### *New and revised standards that are adopted*

In the current financial period, the Group has adopted all the new and revised SFRS(I)s and Interpretations of SFRS(I)s (“INT SFRS(I)”) that are relevant to its operations and effective for the current financial year. Changes to the Group’s accounting policies have been made as required, in accordance with the transitional provisions in the respective SFRS(I)s and INT SFRS(I).

The adoption of these new and revised SFRS(I)s and INT SFRS(I) did not have any material effect on the financial results or position of the Group and the Company.

##### *New and revised standards not yet effective*

New standards, amendments to standards and interpretations that have been issued at the end of the reporting period but are not yet effective for the financial year ending 31 December 2021 have not been applied in preparing these financial statements. None of these are expected to have a significant effect on the financial statements of the Group and the Company.

## 2. Significant accounting policies (cont'd)

### Basis of preparation (Cont'd)

#### (b) Use of estimates and judgements

The preparation of condensed interim financial statements in conformity with SFRS(I) requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the financial period. Although these estimates are based on management's best knowledge of current events and actions and historical experiences and various other factors that are believed to be reasonable under the circumstances, actual results may ultimately 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.

The areas involving a higher degree of judgement in applying accounting policies, or areas where assumptions and estimates have a significant risk of resulting in material adjustment within the financial year are disclosed in Note 3 in our financial year ended 31 December 2020 Annual Report.

The carrying amounts of cash and cash equivalents, trade and other receivables and payables and current bank borrowings approximate their respective fair values due to the relatively short-term maturity of these financial instruments.

## 3. Revenue

The Group is organised into business units based on its services, and has four reportable operating segments as follows:

#### (a) Disaggregation of revenue

	<b>Group</b>	
	<b>For the half year ended</b>	<b>30.06.2020</b>
	<b>30.06.2021</b>	<b>(Unaudited)</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>By nature:</b>		
Revenue from civil engineering contract works	<b>84,636</b>	19,939
Inland logistics support service income	<b>6,176</b>	3,493
Sales of construction materials	<b>2,283</b>	631
Dormitory operation	<b>119</b>	-
	<b>93,214</b>	24,063

#### (b) Segmentation information

These operating segments are reported in a manner consistent with internal reporting provided to the chief operating decision maker who is responsible for allocating resources and assessing performance of the operating segments.

Due to the nature of the Group's operations, no segment assets and liabilities are presented to the chief operating decision maker. Chief operating decision maker manages the assets, liabilities, finance costs and income taxes on a Group basis.

**3 (b) Segment information (cont'd)**

Operating segments	Civil engineering contract works \$'000	Inland logistics support \$'000	Sale of construction materials \$'000	Dormitory operation \$'000	Unallocated \$'000	Elimination \$'000	Consolidated \$'000
<b>For the half year ended 30.06.2021 (Unaudited)</b>							
<i>Revenue</i>							
External revenue	84,636	6,176	2,283	119	–	–	93,214
Inter-segment revenue	3,162	483	233	–	–	(3,878)	–
	<u>87,798</u>	<u>6,659</u>	<u>2,516</u>	<u>119</u>	<u>–</u>	<u>(3,878)</u>	<u>93,214</u>
<i>Results</i>							
Segment results	8,189	(1,036)	2,512	97	(7,868)	–	1,894
Share of results of a joint venture	651	–	–	–	–	–	651
Interest income							30
Interest expenses							<u>(1,412)</u>
Profit before income tax							1,163
Income tax expenses							<u>(92)</u>
Profit for the financial period							<u>1,071</u>
<i>Non-cash items</i>							
Amortisation of gain on sale and leaseback transactions	396	–	–	–	–	–	396
Gain on disposal of property, plant and equipment and right-of-use assets	–	–	–	–	187	–	187
Depreciation of property, plant and equipment	(3,043)	(1,081)	(173)	–	(178)	–	(4,475)
Depreciation of right-of-use assets	(4,763)	(12)	(32)	–	(133)	–	(4,940)
Fair value gain of financial assets at FVOCI	–	–	–	–	94	–	94
Amortisation of intangible assets	–	–	–	–	(8)	–	(8)

**3 (b) Segment information (cont'd)**

<b>Operating segments</b>	<b>Civil engineering contract works \$'000</b>	<b>Inland logistics support \$'000</b>	<b>Sale of construction materials \$'000</b>	<b>Unallocated \$'000</b>	<b>Elimination \$'000</b>	<b>Consolidated \$'000</b>
<b>For the half year ended 30.06.2020 (Unaudited)</b>						
<i>Revenue</i>						
External revenue	19,939	3,493	631	–	–	24,063
Inter-segment revenue	3,278	319	68	–	(3,665)	–
	<b>23,217</b>	<b>3,812</b>	<b>699</b>	<b>–</b>	<b>(3,665)</b>	<b>24,063</b>
<i>Results</i>						
Segment results	(7,771)	444	(68)	(8,821)	–	(16,216)
Share of results of a joint venture	2	–	–	–	–	2
Interest income						30
Interest expenses						(1,849)
Loss before income tax						(18,033)
Income tax expenses						(10)
Loss for the financial period						<b>(18,043)</b>
<i>Non-cash items</i>						
Amortisation of gain on sale and leaseback transactions	396	–	–	–	–	396
Depreciation of property, plant and equipment	(3,532)	(201)	(162)	(174)	–	(4,069)
Depreciation of right-of-use assets	(5,868)	–	(221)	(134)	–	(6,223)
Amortisation of intangible assets	–	–	–	(8)	–	(8)
Impairment of financial assets at FVOCI	–	–	–	(264)	–	(264)
Fair value gain of financial assets at FVTPL	–	–	–	95	–	95
Reversal of allowance for impairment of financial assets at FVOCI upon redemption	–	–	–	4	–	4

#### 4. Profit/(loss) before income tax

In addition to those disclosed elsewhere in the condensed interim financial statements, profit/(loss) before income tax is arrived at after charging/(crediting) the following:

	<b>Group</b>	
	<b>For the half year ended</b>	<b>30.06.2020</b>
	<b>30.06.2021</b>	<b>30.06.2020</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>\$'000</b>	<b>\$'000</b>
<i>Cost of sales and services</i>		
Employee benefits expense		
- salaries, wages and other benefits	5,064	6,506
- contribution to Central Provident Fund	362	346
Depreciation of property, plant and equipment	4,444	3,823
Depreciation of right-of-use assets	4,808	6,089
Diesel/fuel costs	6,034	4,739
Material costs	12,807	3,073
Short-term lease expense		
- trucks and equipment	3,119	633
- rental of premises	382	325
Repair and maintenance	2,914	104
Subcontract costs	35,825	793
<i>Administrative expenses</i>		
Employee benefits expense		
- salaries, wages and other benefits	5,064	6,506
- contribution to Central Provident Fund	362	346
Directors' fees	63	63
Directors' remuneration		
- salaries, wages and other benefits	697	574
- contribution to Central Provident Fund	51	52
Depreciation of property, plant and equipment	31	246
Depreciation of right-of-use assets	132	134
<i>Other income</i>		
Amortisation of gain on sale and leaseback transactions	(396)	(396)
Government grants income	(2,580)	(2,474)
Sundry income	(803)	(587)

#### 5. Income tax expense

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 comprehensive income are:

	<b>Group</b>	
	<b>For the half year ended</b>	<b>30.06.2020</b>
	<b>30.06.2021</b>	<b>30.06.2020</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<i>Income tax:</i>		
- Current	10	10
- Under provision in respect of prior years	82	-
Income tax expense recognised in the condensed interim statement of comprehensive income	92	10

**6. Property, plant and equipment**

	<b>(Unaudited)</b> <b>\$'000</b>
<b>Group</b>	
<b>Cost or valuation</b>	
Balance as at 1.1.2021	103,408
Additions	1,992
Reclassified to right-of-use assets upon obtaining financing through leases (Note 7)	(733)
Reclassified from right-of-use assets upon full payment (Note 7)	17,025
Disposals	(712)
Revaluation	(250)
Balance as at 30.06.2021	<u><b>120,730</b></u>
<b>Accumulated depreciation</b>	
Balance as at 1.1.2021	65,264
Depreciation	4,475
Reclassified to right-of-use assets upon obtaining financing through leases (Note 7)	(21)
Reclassified from right-of-use assets upon full payment (Note 7)	4,992
Disposals	(657)
Elimination of depreciation on revaluation	(450)
Balance as at 30.06.2021	<u><b>73,603</b></u>
<b>Accumulated impairment losses</b>	
Balance as at 1.1.2021	116
Disposals	(3)
Balance as at 30.06.2021	<u><b>113</b></u>
<b>Net carrying amount</b>	
Balance as at 30.06.2021	<u><u><b>47,014</b></u></u>

**7. Right-of-use assets**

The Group has lease contracts for land-use-rights for leasehold properties and construction sites, machineries, trucks and vehicles and worksite equipment. The Group's obligation under these leases are secured by the lessor's title to the leased assets. There are no externally imposed restrictions on these lease arrangements for right-of-use assets. Except for the land-use-rights for leasehold properties and construction sites, the Group is not restricted from assigning and subleasing the leased assets.

	<b>(Unaudited)</b> <b>\$'000</b>
<b>Group</b>	
<b>Cost</b>	
Balance as at 1.1.2021	94,311
Reclassified from property, plant and equipment upon obtaining financing through leases (Note 6)	733
Modification to lease terms	(1,404)
Reclassified to property, plant and equipment upon full payment (Note 6)	(17,025)
Balance as at 30.06.2021	<u><b>76,615</b></u>
<b>Accumulated depreciation</b>	
Balance as at 1.1.2021	24,485
Depreciation	4,940
Reclassified from property, plant and equipment upon obtaining financing through leases (Note 6)	21
Modification to lease terms	(423)
Reclassified to property, plant and equipment upon full payment (Note 6)	(4,992)
Balance as at 30.06.2021	<u><b>24,031</b></u>
<b>Accumulated impairment losses</b>	
Balance as at 1.1.2021	66
Balance as at 30.06.2021	<u><b>66</b></u>
<b>Net carrying amount</b>	
Balance as at 30.06.2021	<u><b>52,518</b></u>



## 8. Loans and borrowings

<b>Group</b>	<b>As at</b>	
	<b>30.06.2021</b> <b>(Unaudited)</b> <b>S\$'000</b>	<b>31.12.2020</b> <b>(Audited)</b> <b>S\$'000</b>
<u>Amount repayable within one year or on demand</u>		
Secured	<b>27,703</b>	38,847
Unsecured	<b>34,323</b>	40,469
	<b>62,026</b>	79,316
<u>Amount repayable after one year</u>		
Secured	<b>44,403</b>	39,301
Unsecured	<b>3,367</b>	14,121
	<b>47,770</b>	53,422
Total loans and borrowings	<b>109,796</b>	132,738

### Secured Borrowings

#### Bank borrowings

As at 30 June 2021, the Group's bank borrowings amounted to S\$66.3 million (31 December 2020: S\$79.2 million), of which S\$38.5 million (31 December 2020: S\$36.7 million) was secured by mortgages over a leasehold property and beneficial interest arising from certain insurance policies undertaken by the Group.

#### Lease liabilities

As at 30 June 2021, the Group's lease liabilities amounted to S\$43.5 million (31 December 2020: S\$53.5 million), of which S\$33.6 million (31 December 2020: S\$41.4 million) was secured by the Group's leased plant and equipment with net carrying amount of S\$43.3 million as at 30 June 2021 (31 December 2020: S\$58.6 million).

All the bank borrowings and the secured lease liabilities were supported by corporate guarantees given by the Company.

**9. Intangible assets**

	<b>30.06.2021 (Unaudited) \$'000</b>
<b>Group</b>	
<b>Cost</b>	
Balance as at 1.1.2021 and 30.06.2021	<u>195</u>
<b>Accumulated amortisation</b>	
Balance as at 1.1.2021	(57)
Amortisation for the financial period	(8)
Balance as at 30.06.2021	<u>(65)</u>
<b>Accumulated impairment losses</b>	
Balance as at 1.1.2021 and 30.06.2021	<u>(43)</u>
<b>Net carrying amount</b>	
Balance as at 30.06.2021	<u>87</u>
	<b>30.06.2021 (Unaudited) \$'000</b>
<b>Company</b>	
<b>Cost</b>	
Balance as at the beginning of the financial period	<u>26</u>
<b>Accumulated amortisation</b>	
Balance as at the beginning of the financial period	(12)
Amortisation for the financial period	(1)
Balance as at the end of the financial period	<u>(13)</u>
<b>Net carrying amount</b>	
Balance as at the end of the financial period	<u>13</u>

**10. Financial assets at FVTPL**

	<b>Group</b>	
	<b>As at</b>	
	<b>30.06.2021</b>	31.12.2020
	<b>(Unaudited)</b>	(Audited)
	<b>\$'000</b>	\$'000
Investments in life insurances, at fair value		
- Life Insurance Policy I	<b>2,681</b>	2,600
- Life Insurance Policy II	<b>2,891</b>	2,787
	<b>5,572</b>	5,387

Movements of investments in life insurances are as follows:

	<b>Group</b>	
	<b>As at</b>	
	<b>30.06.2021</b>	31.12.2020
	<b>(Unaudited)</b>	(Audited)
	<b>\$'000</b>	\$'000
Balance as at the beginning of the financial period/year	<b>5,387</b>	5,315
Unrealised foreign exchange gain/(loss)	<b>91</b>	(107)
Fair value gain	<b>94</b>	179
Balance as at the end of the financial period/year	<b>5,572</b>	5,387

The investments in life insurances are denominated in United States dollars.

**11. Financial assets at FVOCI**

	<b>Group As at</b>	
	<b>30.06.2021 (Unaudited) \$'000</b>	31.12.2020 (Audited) \$'000
<i>Financial assets measured at FVOCI</i>		
Quoted debt securities, at fair value		
- Instrument I	783	783
- Instrument II	88	-
	<b>871</b>	<b>783</b>

Movements of investments in quoted debt securities are as follows:

	<b>Group As at</b>	
	<b>30.06.2021 (Unaudited) \$'000</b>	31.12.2020 (Audited) \$'000
Balance as at the beginning of the financial period/year	783	952
Redemption during the financial period/year	(4)	(10)
Interest earned	27	55
Interest received	(27)	(55)
Fair value gain/(loss) recognised in other comprehensive income, net	92	(159)
Balance as at the end of the financial period/year	<b>871</b>	<b>783</b>

The investments in quoted debt securities are denominated in Singapore dollar.

**12. Share capital**

	<b>Group and Company</b>			
	As at		As at	
	<b>30.06.2021 (Unaudited)</b>	31.12.2020 (Audited)	<b>30.06.2021 (Unaudited)</b>	31.12.2020 (Audited)
	<b>Number of ordinary shares</b>		<b>\$'000</b>	
<u>Issued and fully-paid</u>				
Balance as at the beginning and end of the financial period/year	<b>151,384,600</b>	151,384,600	<b>38,676</b>	38,676

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares have no par value and carry one vote per share without restriction.

### 13. Earnings/(loss) per share

The calculation of the basic and diluted earnings/(loss) per share attributable to the owners of the parent is based on the following data.

<b>(Unaudited)</b>	<b>Group</b>	
	<b>For the half year ended</b>	<b>30.06.2020</b>
	<b>30.06.2021</b>	
Profit/(loss) attributable to owners of the parent (\$'000)	<u>1,012</u>	(18,043)
Weighted average number of ordinary shares outstanding	<u>151,384,600</u>	151,384,600
Basic and diluted earnings/(loss) per share (in cents)	<u>0.67</u>	(11.92)

The calculations for basic earnings/(loss) per share for the relevant periods are based on the profit/(loss) attributable to owners of the parent for the financial periods ended 30 June 2021 and 30 June 2020 divided by the actual number of ordinary shares in the relevant periods.

#### *Diluted earnings per share*

The dilutive earnings/(loss) per share for the relevant periods are the same as the basic earnings/(loss) per share as the Group does not have any dilutive potential ordinary shares for the relevant periods.

### 14. Significant related party transactions

During the financial period, in addition to the information disclosed elsewhere in this condensed interim financial statements, the Group entered into the following transactions with related parties at rates and terms agreed between the parties:

	<b>Group</b>	
	<b>For the half year ended</b>	<b>30.06.2020</b>
	<b>30.06.2021</b>	
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>\$'000</b>	<b>\$'000</b>
<i>With related parties*</i>		
Rental of equipment and trucks from related parties	<u>967</u>	615
<i>With a joint venture</i>		
Provision of subcontract services to a joint venture	<u>757</u>	964

\* The related parties refer to entities controlled by or associated with the Executive Directors of the Company which are not within the Group.

**15. Financial instruments**

Financial instruments at their carrying amounts at the end of the reporting period are as follows:

	<b>Group</b>		<b>Company</b>	
	<b>As at</b>		<b>As at</b>	
	<b>30.06.2021</b>	31.12.2020	<b>30.06.2020</b>	31.12.2020
	<b>(Unaudited)</b>	(Audited)	<b>(Unaudited)</b>	(Audited)
	<b>\$'000</b>	\$'000	<b>\$'000</b>	\$'000
<i>Financial assets</i>				
Financial assets at amortised cost	<b>59,272</b>	78,285	<b>1,611</b>	1,712
Financial assets at FVTPL	<b>5,572</b>	5,387	–	–
Financial assets at FVOCI	<b>871</b>	783	–	–
<hr/>				
<i>Financial liabilities</i>				
Financial liabilities at amortised cost	<b>157,497</b>	189,887	<b>253</b>	192
Financial liabilities at FVTPL	<b>28</b>	28	–	–
<hr/>				

**F. Other information required by Appendix 7C of the Catalist Rules**

- 1. Details of any changes in the company’s share capital arising from rights issue, bonus issue, subdivision, consolidation, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares of the issuer and subsidiary holdings, 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 from 31 December 2020 to 30 June 2021.

There were no outstanding options, convertibles, treasury shares or subsidiary holdings as at 30 June 2021 and 30 June 2020.

- 1(a) 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**

	<b>30.06.2021</b>	<b>31.12.2020</b>
Total number of issued shares excluding treasury shares	151,384,600	151,384,600

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

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

- 1(c) 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. The Company did not have any subsidiary holdings during and as at the end of the current financial period reported on.

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

The figures have neither been audited nor reviewed by the Company’s auditors.

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

Not applicable.

- 3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion, (a) Updates on the efforts taken to resolve each outstanding audit issue. (b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed. This is not required for any audit issue that is a material uncertainty relating to going concern.**

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**

Except as disclosed in paragraph 5 below, the Group and the Company have applied the same accounting policies and methods of computation in the financial statements for the current reporting period as those of the audited financial statements for the financial year ended 31 December 2020.

- 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 Group adopted the new/revised Singapore Financial standards (International) (“SFRS(I)s”) that are effective for annual periods beginning on or after 1 January 2021. Changes to the Group’s accounting policies have been made as required, in accordance with the transitional provisions in the respective SFRS(I)s, SFRS(I) Interpretations and amendments to SFRS(I)s.

The adoption of the new SFRS(I)s, SFRS(I) Interpretations and amendments to SFRS(I)s did not have any significant impact on the financial statements of the Group for the current financial reporting period.

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

<b>Earnings per ordinary share:</b>	<b>Group</b>	
	<b>HY2021 Unaudited</b>	<b>HY2020 Unaudited</b>
Profit/ (Loss) attributable to owners of the Company (S\$'000)	<b>1,012</b>	(18,043)
Weighted average number of ordinary shares	<b>151,384,600</b>	151,384,600
Basic and diluted EPS (Singapore cents)	<b>0.67</b>	(11.92)

(a) Basic earnings per share (“EPS”) is calculated by dividing the net profit for the financial period attributable to owners of the parent by the weighted average number of ordinary shares in issue during the financial period.

(b) The basic and diluted EPS are the same as there were no potential dilutive ordinary shares in issue as at 30 June 2021 and 30 June 2020.



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

	Group		Company	
	30.06.21 Unaudited	31.12.20 Audited	30.06.21 Unaudited	31.12.20 Audited
Net asset value per ordinary share (Singapore cents)	43.6	42.8	28.5	28.6
Number of ordinary shares in issue	151,384,600	151,384,600	151,384,600	151,384,600

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group’s business. The review must discuss:-**
- (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.**

**Statement of comprehensive income of the Group for half year ended 30 June 2021 (“HY2021”) vs. for half year ended 30 June 2020 (“HY2020”)**

The Group’s revenue increased by approximately S\$69.1 million or 287.4% from S\$24.1 million in HY2020 to S\$93.2 million in HY2021 mainly due to a higher level of business activities in our business segments after some easing measures from the Circuit Breaker. Cost of sales and services increased by approximately S\$58.2 million or 185.1% from S\$31.5 million in HY2020 to S\$89.7 million in HY2021. The Group recorded a gross profit of S\$3.5 million in HY2021 as compared to a gross loss of S\$7.4 million due to the Covid-19 constraint which resulted to a limitation on the execution of work in HY2020.

Depreciation expenses decreased by approximately S\$0.9 million or 8.7% from S\$10.3 million in HY2020 to S\$9.4 million in HY2021. The decrease was mainly due to a net effect from disposal of plant and equipment and certain of the plant and equipment has been fully depreciated in HY2021.

Other income increased by approximately S\$0.9 million or 24.5% from S\$3.7 million in HY2020 to S\$4.6 million in HY2021. The increase was mainly due to other sundry income collected and the sub-leasing of operating lease facilities to combat the weathered economic due to the Covid 19 constraint in HY2021.

Administrative expenses decreased by approximately S\$1.6 million or 21.5% from S\$7.6 million in HY2020 to S\$6.0 million in HY2021. The decrease was mainly due to foreign worker levy waiver granted by the Government to provide support to help employers to care for the upkeep of our foreign workers during the Covid-19 pandemic.

Other expenses decreased by approximately S\$0.3 million or 73.1% from S\$0.5 million in HY2020 to S\$0.2 million in HY2021. The decrease was mainly due to no provision of impairment of financial asset at FVOCI in HY2021 compared to an amount of S\$0.3 million provided in HY2020.

Loss on allowance on trade receivables and contract assets decreased by approximately S\$4.0 million or 100.0% in HY2021, this was mainly due to no loss allowance on trade receivables and contract assets been provided for HY2021 as compared to S\$4.0 million in HY2020.

Finance costs decreased by approximately S\$0.7 million or 31.3% from S\$2.2 million in HY2020 to S\$1.5 million in HY2021 primarily due to a lesser utilisation of bank facilities and some deferment payment provided by the bank during the pandemic period.

The Group recorded a profit of approximately S\$0.7 million from the share of profit of a joint venture company in HY2021 as compared to a profit of approximately S\$2,000 in HY2020 due to higher amount of business activities executed from the joint venture company in HY2021.

Overall, the Group recorded a profit before income tax and net profit attributable to owners of the parent in HY2021 of approximately S\$1.2 million and S\$1.0 million respectively.

### **Statement of financial position of the Group as at 30 June 2021**

#### **Non-current Assets**

As at 30 June 2021, the Group had a total of S\$47.0 million Property, plant and equipment (“PPE”) as compared to S\$38.0 million as at 31 December 2020. The increase in PPE of approximately S\$9.0 million or 23.7% was mainly due to the net effect of additions of PPE of S\$2.0 million (in which cash payment of S\$0.5 million and additions from S\$1.5 million from bank borrowings), a net reclassification of S\$12.0 million from Right-of-use assets (“ROU”) to PPE due to full settlement of hire purchase and gain from revaluation after consideration on the depreciation of S\$0.2 million, partially offset by the depreciation charge of S\$4.5 million, a net reclassification of S\$0.7 million from PPE to ROU assets upon obtaining financing through leases in HY2021.

As at 30 June 2021, the Group had a total S\$52.5 million ROU assets as compared to S\$69.7 million as at 31 December 2020. The decrease in ROU of approximately S\$17.2 million or 24.7% was mainly due to the depreciation charge of approximately S\$4.9 million, a net reclassification of S\$12.0 million from ROU to PPE due to full settlement of hire purchase, a modification to lease term which lead to a deduction of carry amount of ROU assets of approximately S\$1.0 million resulted from lease modifications, partially offset by a net effect of a reclassification from PPE upon obtaining financing through leases of S\$0.7 million.

As at 30 June 2021, the Group’s financial assets at FVTPL amounted to S\$5.6 million as compared to S\$5.4 million as at 31 December 2020. The increase of approximately S\$0.2 million or 3.7% was mainly due to an unrealized foreign exchange gain and a fair value gain of the financial assets of approximately S\$0.2 million during the financial period.

As at 30 June 2021, the Group’s investment in a joint venture increased to S\$1.4 million as compared to S\$0.7 million as at 31 December 2020. The increase of approximately S\$0.7 million or 50.0% was mainly due to more work been executed from the easing measures of the Covid-19 in HY2021.

#### **Current assets**

Financial assets at FVOCI increased by approximately S\$0.1 million or 12.5% from S\$0.8 million as at 31 December 2020 to S\$0.9 million as at 30 June 2021. The increase was mainly due to a 4.6 million of free tradeable warrant been given by the existing debt securities issuer in HY2021.

Inventory increased by approximately S\$0.7 million or 53.8% from S\$1.3 million as at 31 December 2020 to S\$2.0 million as at 30 June 2021. The increase was mainly due to purchase of construction materials, hardware parts and consumables for projects as the Company is ready to execute more works from the cooling measures of the Covid-19 pandemic in HY2021.

Trade and other receivables decreased by approximately S\$5.9 million or 12.9% from S\$45.7 million as at 31 December 2020 to S\$39.8 million as at 30 June 2021. The decrease was mainly due to a slower in response with certification of work executed in HY2021.

Prepayment decreased by approximately S\$2.6 million or 56.5% from S\$4.6 million as at 31 December 2020 to S\$2.0 million as at 30 June 2021 due to the amortisation of prepaid expenses and lesser advance payments to overseas suppliers during the financial period.

Cash and cash equivalents decreased by approximately S\$13.4 million or 40.7% from S\$32.9 million as at 31 December 2020 to S\$19.5 million as at 30 June 2021. The decrease was mainly due to the net cash used in financing activities, like repayment of bank borrowings of approximately S\$25.6 million, net cash used in investing activities of S\$0.3 million and partially offset but the cash generated from operating activities of S\$12.5 million.

#### **Current liabilities**

Contract liabilities increased by approximately S\$4.0 million or 35.4% from S\$11.3 million as at 31 December 2020 to S\$15.3 million as at 30 June 2021, mainly due to advance billings made for certain projects in HY2021.

Trade and other payables decreased by approximately S\$10.4 million or 17.7% from S\$58.8 million as at 31 December 2020 to S\$48.4 million as at 30 June 2021. This was mainly due to the prompt payment to suppliers and subcontractors as they need the payment for their execution of works in HY2021.

Lease liabilities payable within one year decrease marginally by S\$0.7 million or 4.5% from S\$15.7 million as at 31 December 2020 to S\$15.0 million as at 30 June 2021. This was mainly due to full settlement on certain leased vehicles with financial institutions in HY2021.

Short-term bank borrowings decreased by approximately S\$16.6 million or 26.1% from S\$63.6 million as at 31 December 2020 to S\$47.0 million as at 30 June 2021. The decrease was mainly due to a net effect of loan repayment and withdrawal of bank facilities due to the maturity of short-term loans.

Deferred income to be recognised within 12 months decreased by S\$0.5 million or 50.0% from S\$1.0 million as at 31 December 2020 to S\$0.5 million as at 30 June 2021. The decrease was mainly due to the recognition of amortisation of deferred income in respect of PPE disposed in HY2021.

#### **Non-current liabilities**

Total non-current liabilities decreased by S\$5.9 million or 10.2% from S\$57.7 million as at 31 December 2020 to S\$51.8 million as at 30 June 2021. The decrease was mainly due to a net effect of loan repayment and withdrawal of bank facilities due to the maturity of term loan.

#### **Net current assets**

The Group posted a positive net current assets of approximately S\$10.6 million as at 30 June 2021 as compared to a positive net current assets of S\$7.6 million as at 31 December 2020.

#### **Statement of Cash flows of the Group for HY2021**

As at 30 June 2021, the Group recorded cash and cash equivalents of S\$19.5 million as compared to S\$32.9 million as at 31 December 2020.

Net cash flows generated from operating activities in HY2021, after meeting working capital requirements and net of tax paid, were approximately S\$12.5 million. In which, the net working capital inflow of S\$1.5 million was the net effect of decrease in trade and other receivables of S\$5.5 million, a decrease in prepayments of S\$2.6 million and a decrease in net contract assets of S\$4.1 million, which was partially offset by an increase in inventory of S\$0.7 million and a decrease in trade and other payables of S\$10.0 million.

Net cash used in investing activities in HY2021, amounted to S\$0.3 million, mainly due to addition of plant and equipment of S\$0.5 million, partially offset by proceeds from disposal of plant and equipment and redemption of financial assets at FVOCI of S\$0.2 million.

Net cash used in financing activities in HY2021 amounted to S\$25.6 million, which was mainly due to the net effect of net repayment of trust receipts of S\$3.6 million, repayment of lease liabilities of S\$9.8 million, interest payment of S\$1.4 million and net repayment of bank loans of S\$10.8 million.

**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 had 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.**

During the period under review, the Group has resumed construction activities at all its construction sites in Singapore. However, the progress of construction works was constrained by (i) the safety management measures that we have put in place for our operations and (ii) shortage of manpower to execute the work at sites.

In view of the challenging economic outlook, the Group will remain operationally and financially prudent to conserve resources to prepare for the post pandemic recovery. The Group will continue to leverage on our strength in civil works to seek opportunities in public infrastructure projects to keep our order book strong for sustainable growth. Currently, the Group's order book for on-going projects is approximately \$501.2 million which is expected to be completed in the next 5 years.

Reference to the announcement made by the Company on 19 February 2021 in relation to, inter alia, the Company's response to news articles which reported that plots of land earmarked for the development of the Agri-Food Innovation Park in Kranji had been "erroneously" cleared before the conclusion of the baseline study and environmental monitoring plan for those plots of land. As investigations are on-going, the Group is currently unable to assess whether the above matters would have a material impact on the consolidated net tangible assets per share and the earnings per share of the Group for the current financial year ending 31 December 2021. The Group will update Shareholders accordingly once it can be ascertained.

**11. If a decision regarding dividend has been made: -**  
**(a) Whether an interim (final) ordinary dividend has been declared (recommended); and**

No interim dividend has been declared or recommended for HY2021.

**(b)(i) Amount per share (cents)**

Not applicable.

**(b)(ii) Previous corresponding period (cents)**

No interim dividend has been declared or recommended for HY2020.

**(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 the shareholders, this must be stated).**

Not applicable as no dividend has been declared or recommended for HY2021.

**(d) The date the dividend is payable.**

Not applicable as no dividend has been declared or recommended for HY2021.

**(e) Book closure date**

Not applicable as no dividend has been declared or recommended for HY2021.

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

No interim dividend has been declared or recommended for HY2021. Given the current uncertain economic climate, the board of Directors deems it appropriate to conserve adequate resources for the Group's business activities.

**13. If the group has obtained a general mandate from shareholders for interested person transactions ("IPT"), 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 changes to IPTs as disclosed in page 45 of the Company's annual report for the financial year ended 31 December 2020. The Group does not have a general mandate from shareholders for recurrent interested person transactions.

**14. Disclosures on Incorporation, Acquisition and Realisation of Shares pursuant to Rule 706A of the Catalyst Rules**

During HY2021, the Company did not acquire any shares resulting in any company becoming a subsidiary or associated company or increasing its shareholding percentage in any subsidiary. Additionally, the Company did not dispose any shares resulting in a company ceasing to be a subsidiary or associated company or decreasing its shareholding percentage in any subsidiary.

**15. Confirmation pursuant to Rule 705 (5) of the Catalyst Listing Manual**

The Board of Directors of the Company confirm that to the best of their knowledge, nothing has come to their attention which may render the unaudited financial statements for the financial period ended 30 June 2021 to be false or misleading in any material aspects.

**16. 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 it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7H) pursuant to Rule 720(1) of the Catalist Rules.

**BY ORDER OF THE BOARD**

Ng Kian Ann Patrick  
Executive Director and CEO  
13 August 2021

This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

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