



## **STAMFORD TYRES CORPORATION LTD**

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

### **CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 October 2024**

#### 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 Financial Period Ended 31 October 2024

#### A. Condensed interim consolidated income statement

	Group		Difference \$'000	Difference %
	1HFY25 Oct'24	1HFY24 Oct'23		
	\$'000	\$'000		
Revenue	94,486	95,632	(1,146)	-1.20%
Other revenue	2,496	2,684	(188)	-7.00%
<b>Total revenue</b>	<b>96,982</b>	<b>98,316</b>	<b>(1,334)</b>	<b>-1.36%</b>
Cost of goods sold	70,627	71,168	(541)	-0.76%
Salaries and employees' benefits	11,135	11,111	24	0.22%
Marketing and distribution	3,150	3,514	(364)	-10.36%
Utilities, repairs and maintenance	2,953	3,032	(79)	-2.61%
Finance costs	2,347	2,482	(135)	-5.44%
Depreciation of property, plant and equipment and right-of-use assets	2,500	2,460	40	1.63%
Lease expenses	1,071	946	125	13.21%
Other operating expenses	2,882	1,520	1,362	89.61%
<b>Total expenditure</b>	<b>(96,665)</b>	<b>(96,233)</b>	<b>(432)</b>	<b>0.45%</b>
Share of results of joint ventures	221	220	1	0.45%
<b>Profit before taxation</b>	<b>538</b>	<b>2,303</b>	<b>(1,765)</b>	<b>-76.64%</b>
Taxation	(137)	(694)	557	-80.26%
<b>Profit for the financial period</b>	<b>401</b>	<b>1,609</b>	<b>(1,208)</b>	<b>-75.08%</b>
Attributable to:				
Equity holders of the company	401	1,609	(1,208)	-75.08%
	401	1,609	(1,208)	-75.08%

## B. Condensed interim consolidated statement of comprehensive income

	1HFY25 Oct'24 \$'000	1HFY24 Oct'23 \$'000
Net profit for the financial period	401	1,609
Other comprehensive income :		
Foreign currency translation adjustments arising on consolidation	3,508	(2,032)
Other comprehensive income for the financial period, net of tax	3,508	(2,032)
Total comprehensive income for the financial period	<u>3,909</u>	<u>(423)</u>
Total comprehensive income attributable to :		
Equity holders of the company	<u>3,909</u>	<u>(423)</u>

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

	Group	
	1HFY25 Oct'24	1HFY24 Oct'23
Earnings per share (EPS)		
- Based on the weighted average number of ordinary shares on issue (cents)	0.17	0.68
- On fully diluted basis (cents)	<u>0.17</u>	<u>0.68</u>

## C. Condensed interim statements of financial position

	Group		Company	
	Oct'24 \$'000	Apr'24 \$'000	Oct'24 \$'000	Apr'24 \$'000
<b>Non-current assets</b>				
Property, plant and equipment	48,147	45,888	-	-
Right-of-use assets	8,782	7,102	-	-
Investment in subsidiaries	-	-	41,615	41,615
Amount due from subsidiary companies	-	-	13,817	12,807
Joint venture companies	11,145	13,071	1,571	1,571
Associated company	223	208	-	-
Deferred tax assets	2,873	2,761	-	-
	<u>71,170</u>	<u>69,030</u>	<u>57,003</u>	<u>55,993</u>
<b>Current assets</b>				
Inventories	84,848	68,541	-	-
Trade receivables	33,430	30,397	-	-
Derivatives	49	16	-	-
Other receivables	5,908	3,585	177	96
Prepayments and advances	5,772	6,522	19	28
Amount due from subsidiary companies	-	-	-	1,000
Cash and cash equivalents	38,143	32,544	1,335	1,738
	<u>168,150</u>	<u>141,605</u>	<u>1,531</u>	<u>2,862</u>
<b>Current liabilities</b>				
Trade payables	12,212	11,990	-	-
Trust receipts (secured)	51,723	33,500	-	-
Derivatives	179	192	-	-
Other payables	17,118	13,997	370	582
Loans (secured)	19,826	17,629	753	1,286
Hire-purchase liabilities	193	151	-	-
Lease liabilities	1,743	1,151	-	-
Provisions	330	306	-	-
Provision for taxation	1,268	1,507	14	44
	<u>104,592</u>	<u>80,423</u>	<u>1,137</u>	<u>1,912</u>
<b>Net current assets</b>	<u>63,558</u>	<u>61,182</u>	<u>394</u>	<u>950</u>
<b>Non-current liabilities</b>				
Amount due to subsidiary companies	-	-	16,654	12,438
Hire-purchase liabilities	374	199	-	-
Lease liabilities	7,707	6,575	-	-
Provisions	853	853	-	-
Long-term loans (secured)	13,113	8,957	-	107
Deferred tax liabilities	1,557	1,665	108	108
	<u>23,604</u>	<u>18,249</u>	<u>16,762</u>	<u>12,653</u>
<b>Net assets</b>	<u>111,124</u>	<u>111,963</u>	<u>40,635</u>	<u>44,290</u>
<b>Equity</b>				
Share capital	36,244	36,244	36,244	36,244
Reserves	74,880	75,719	4,391	8,046
	<u>111,124</u>	<u>111,963</u>	<u>40,635</u>	<u>44,290</u>

## D. Condensed interim statements of changes in equity

Group	Equity, total \$'000	Equity attributable to ow ners of the Company, total \$'000	Share capital \$'000	Revenue reserve \$'000	Other reserves, total \$'000	Capital reserve \$'000	Foreign currency translation reserve \$'000	Discount on acquisition of non-controlling interest \$'000
Balance at 1 May 2023	112,837	112,837	36,244	99,464	(22,871)	675	(23,748)	202
Profit for the financial period	1,609	1,609	-	1,609	-	-	-	-
Other comprehensive income for the financial period	(2,032)	(2,032)	-	-	(2,032)	-	(2,032)	-
Total comprehensive income for the financial period	(423)	(423)	-	1,609	(2,032)	-	(2,032)	-
<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 31 October 2023	108,853	108,853	36,244	97,512	(24,903)	675	(25,780)	202
Balance at 1 May 2024	111,963	111,963	36,244	101,910	(26,191)	675	(27,068)	202
Profit for the financial period	401	401	-	401	-	-	-	-
Other comprehensive income for the financial period	3,508	3,508	-	-	3,508	-	3,508	-
Total comprehensive income for the financial period	3,909	3,909	-	401	3,508	-	3,508	-
<u>Contributions by and distributions to ow ners</u>								
Dividend on ordinary shares	(4,748)	(4,748)	-	(4,748)	-	-	-	-
Total contributions by and distributions to ow ners	(4,748)	(4,748)	-	(4,748)	-	-	-	-
Balance at 31 October 2024	111,124	111,124	36,244	97,563	(22,683)	675	(23,560)	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 2023	43,836	43,836	36,244	7,592
Profit for the financial period	3,682	3,682	-	3,682
Total comprehensive income for the financial period	3,682	3,682	-	3,682
<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 31 October 2023	43,957	43,957	36,244	7,713
Balance at 1 May 2024	44,290	44,290	36,244	8,046
Profit for the financial period	1,093	1,093	-	1,093
Total comprehensive income for the financial period	1,093	1,093	-	1,093
<u>Contributions by and distributions to ow ners</u>				
Dividend on ordinary shares	(4,748)	(4,748)	-	(4,748)
Total contributions by and distributions to ow ners	(4,748)	(4,748)	-	(4,748)
Balance at 31 October 2024	40,635	40,635	36,244	4,391

## Condensed Interim consolidated statement of cash flows

	Group	
	1HFY25	1HFY24
	Oct'24	Oct'23
	\$'000	\$'000
<b>Cash flows from operating activities:</b>		
Profit before taxation	538	2,303
Adjustments for:		
Depreciation of property, plant and equipment	2,476	2,438
Depreciation of right-of-use assets	935	950
Gain on disposal of property, plant and equipment	(80)	(50)
Fair value (gain)/loss on derivatives	(46)	302
Write-off of property, plant and equipment	5	-
Unrealised foreign exchange adjustment	2,692	(2,026)
Interest income	(235)	(225)
Provision for product w warranties	56	72
Interest expense	2,347	2,482
Share of results of joint ventures	(221)	(220)
<b>Operating cash flows before changes in working capital</b>	<b>8,467</b>	<b>6,026</b>
(Increase)/decrease in inventories	(16,307)	8,444
(Increase)/decrease in receivables	(4,606)	2,633
Increase/(decrease) in payables	3,303	(1,623)
<b>Cash flows (used in)/generated from operations</b>	<b>(9,143)</b>	<b>15,480</b>
Interest received	235	225
Interest paid	(2,347)	(2,482)
Income tax paid	(596)	(1,095)
<b>Net cash flows (used in)/generated from operating activities</b>	<b>(11,851)</b>	<b>12,128</b>
<b>Cash flows from investing activities :</b>		
Proceeds from disposal of property, plant and equipment	83	54
Dividend received from joint venture company	1,872	1,902
Purchase of property, plant and equipment	(3,244)	(896)
<b>Net cash flows (used in)/from investing activities</b>	<b>(1,289)</b>	<b>1,060</b>
<b>Cash flows from financing activities :</b>		
Proceeds from long-term loans	6,000	-
Proceeds from of trust receipts, net	17,421	4,888
Proceeds from/(repayment of) short-term loans, net	2,212	(5,226)
Repayment of hire purchase creditors, net	(102)	(72)
Dividend paid to shareholders	(4,748)	(3,561)
Principal element of lease payments	(895)	(906)
Repayment of long-term loans	(2,222)	(3,178)
<b>Net cash flows from/(used in) financing activities</b>	<b>17,666</b>	<b>(8,055)</b>
Net increase in cash and cash equivalents	4,526	5,133
Cash and cash equivalents at beginning of financial period	32,544	30,294
Effect of exchange rate changes on cash and cash equivalents at the beginning of the financial period	1,073	(667)
<b>Cash and cash equivalents at end of financial period</b>	<b>38,143</b>	<b>34,760</b>

## E. 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 financial statements for the 3 months ended 31 July 2024 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 2024.

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 (“\$”) and all values are rounded to the nearest thousand (“\$’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 2024 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 2024.

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 period.



#### 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 1HFY25	Southeast 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	82,950	2,142	9,394	-	94,486	-	94,486
Inter-segment revenue	14,407	906	-	-	15,313	(15,313)	-
<b>Other revenue</b>							
- Interest income	209	-	25	1	235	-	235
- Others	1,565	677	6	13	2,261	-	2,261
Total revenue	99,131	3,725	9,425	14	112,295	(15,313)	96,982
Finance costs	(2,576)	(21)	(224)	-	(2,821)	474	(2,347)
Segment result	(629)	647	(88)	(37)	(107)	474	367
Less : Unallocated expenses							(50)
Share of profits of joint ventures	-	221	-	-	221	-	221
Profit before taxation							538
Taxation							(137)
Profit for the financial period							401
<b>Other information</b>							
Segment assets	200,836	7,305	16,671	267	225,079	-	225,079
Associated and joint venture companies	223	11,145	-	-	11,368	-	11,368
Other assets	2,728	145	-	-	2,873	-	2,873
Total assets	203,787	18,595	16,671	267	239,320	-	239,320
Segment liabilities	114,552	2,268	7,949	602	125,371	-	125,371
Other liabilities	2,689	135	1	-	2,825	-	2,825
Total liabilities	117,241	2,403	7,950	602	128,196	-	128,196
<b>Other segment information</b>							
<b>Additions to non-current assets</b>							
- Property, plant and equipment	3,324	158	75	-	3,557	-	3,557
<b>Significant non-cash expenses :</b>							
Amortisation and depreciation of property, plant and equipment	2,410	14	52	-	2,476	-	2,476
(Write-back of)/allowance for doubtful trade receivables	12	(2)	(9)	(7)	(6)	-	(6)
Write-back of inventory obsolescence	(107)	(74)	-	-	(181)	-	(181)
Depreciation -Right-of-use assets	727	150	58	-	935	-	935

Geographical segment Group 1HFY24	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	84,310	855	9,144	1,323	95,632	-	95,632
Inter-segment revenue	11,652	1,384	23	55	13,114	(13,114)	-
<b>Other revenue</b>							
- Interest income	207	-	17	1	225	-	225
- Others	1,519	697	5	238	2,459	-	2,459
Total revenue	97,688	2,936	9,189	1,617	111,430	(13,114)	98,316
Finance costs	(2,623)	(3)	(150)	(5)	(2,781)	299	(2,482)
Segment result	1,027	461	212	100	1,800	299	2,099
Less : Unallocated expenses							(16)
Share of profits of joint ventures	-	220	-	-	220	-	220
Profit before taxation							2,303
Taxation							(694)
Profit for the financial period							1,609
<b>Other information</b>							
Segment assets	184,133	5,856	14,372	741	205,102	-	205,102
Associated and joint venture companies	215	12,608	-	-	12,823	-	12,823
Other assets	2,964	148	-	-	3,112	-	3,112
Total assets	187,312	18,612	14,372	741	221,037	-	221,037
Segment liabilities	101,305	927	5,135	1,627	108,994	-	108,994
Other liabilities	3,135	55	-	-	3,190	-	3,190
Total liabilities	104,440	982	5,135	1,627	112,184	-	112,184
<b>Other segment information</b>							
<b>Additions to non-current assets</b>							
- Property, plant and equipment	846	-	64	-	910	-	910
<b>Significant non-cash expenses :</b>							
Amortisation and depreciation of property, plant and equipment	2,400	2	36	-	2,438	-	2,438
Allowance for/(write-back of) doubtful trade receivables	154	(7)	1	126	274	-	274
Write-back of inventory obsolescence	(1,451)	(1)	(12)	(175)	(1,639)	-	(1,639)
Depreciation -Right-of-use assets	729	44	107	70	950	-	950

## 4.2 Disaggregation of Revenue

Group 1HFY25	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	38,812	10,034	13,467	17,475	9,394	5,304	<b>94,486</b>
---------------	--------	--------	--------	--------	-------	-------	---------------

Group 1HFY24	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	38,744	10,358	13,294	19,356	9,144	4,736	<b>95,632</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.

## 5. Financial assets and financial liabilities

	Group		Company	
	Oct'24 \$'000	Apr'24 \$'000	Oct'24 \$'000	Apr'24 \$'000
<b>Financial assets measured at amortised cost</b>				
Trade receivables	33,430	30,397	-	-
Other receivables	5,908	3,585	177	96
Cash and cash equivalents	38,143	32,544	1,335	1,738
Amount due from subsidiary companies	-	-	13,817	13,807
	<b>77,481</b>	<b>66,526</b>	<b>15,329</b>	<b>15,641</b>
<b>Financial liabilities measured at amortised cost</b>				
Trade payables	12,212	11,990	-	-
Trust receipts (secured)	51,723	33,500	-	-
Other payables	17,118	13,997	370	582
Loans (secured)	32,939	26,586	753	1,393
Hire-purchase liabilities	567	350	-	-
Lease Liabilities	9,450	7,726	-	-
Amounts due to subsidiary companies	-	-	16,654	12,438
	<b>124,009</b>	<b>94,149</b>	<b>17,777</b>	<b>14,413</b>
<b>Fair value through profit or loss</b>				
<b>Forward currency contracts</b>				
Derivatives assets	49	16	-	-
Derivatives liabilities	(179)	(192)	-	-

## 6. Profit before taxation

### 6.1 Significant items

	1HFY25 Oct'24 \$'000	1HFY24 Oct'23 \$'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)	2,476	2,438
Depreciation of right-of-use assets	935	950
(Write-back of)/allow ance for doubtful trade receivables	(6)	274
Write-back of inventory obsolescence	(181)	(1,639)
Gain on disposal of property, plant and equipment	(80)	(50)
Foreign exchange loss	501	659
Fair value (gain)/loss on derivatives	(46)	302
Property, plant and equipment w ritten-off	5	-

### 6.2 Related party transactions

	1HFY25 \$'000	1HFY24 \$'000
Income from services rendered to a joint venture company	762	783
Consultancy fee paid to a related party	(817)	(509)

## 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:

	<b>Group</b>	
	1HFY25 \$'000	1HFY24 \$'000
Current income tax expense	254	200
Deferred income tax expense relating to origination and reversal of temporary differences	(117)	138
Withholding tax	-	160
	<b>137</b>	<b>498</b>
Under provision in previous financial period		
Deferred income tax	-	196
	<b>137</b>	<b>694</b>

## 8. Dividends

	<b>Group and Company</b>	
	FY25 \$'000	FY24 \$'000
Ordinary dividends paid:		
Final exempt (one-tier) dividend of 1.50 cents and a special dividend 0.50 cents (2024: 1.50 cents), per share in respect of the previous financial period	4,748	3,561
Paid during the period	4,748	3,561

## 9. Net Asset Value

	Group		Company	
	Oct-24	Apr-24	Oct-24	Apr-24
Net asset value per ordinary share (cents)	46.81	47.16	17.12	18.66

The net asset value per share for the Group and the Company as at 31 October 2024 are calculated based on the actual number of shares in issue of 237,386,244 ordinary shares (30 April 2024: 237,386,244 ordinary shares).

## 10. Property, plant and equipment

During the 6 months ended 31 October 2024, the Group acquired assets amounting to \$3,557,000 (31 October 2023: \$910,000).

## 11. Borrowings

Amount repayable in one year or less, or on demand

As at 31/10/2024		As at 30/04/2024	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
71,742	-	51,280	-

Amount repayable after one year

As at 31/10/2024		As at 30/04/2024	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
13,487	-	9,156	-

### 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 \$34,421,000 as at 31 October 2024 (30 April 2024: \$34,625,000) 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
	Oct'24	Oct'24	Apr'24	Apr'24
	'000	\$'000	'000	\$'000
<i>Issued and fully paid:</i>				
<i>At beginning and end of period</i>	237,386	36,244	237,386	36,244

The Company did not hold any treasury shares as at 31 October 2024.

The Company's subsidiaries do not hold any shares in the Company as at 31 October 2024 and 30 April 2024.

## 13. Subsequent events

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

## F. 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 31 October 2024 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 6 months period 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 period reported on.

### **1HFY25**

#### **Revenue**

The Group's sales revenue was 1.2% lower at S\$94.5 million in 1HFY25 compared to S\$95.6 million in 1HFY24, primarily due to lower sales in the South East Asia markets.

#### **Gross Profit and Gross Profit Margin**

Gross profit dollar decreased by S\$0.6 million to S\$23.9 million in 1HFY25 compared to S\$24.5 million in 1HFY24. The decrease was mainly due to lower sales.

Gross profit margin was relatively flat at 25.3% in 1HFY25 compared to 25.6% 1HFY24.

#### **Operating Expenses**

Total operating expenses increased by 3.9% to S\$26.0 million in 1HFY25 compared to S\$25.1 million in 1HFY24. The increase was mainly due to higher staff cost, lease expenses and other operating expenses; offset by lower marketing and distribution cost, finance cost and utilities, repair and maintenance cost.

Other operating expenses was higher in 1HFY25 mainly due to lower write-back of provision (1HFY24 S\$1.6 million compared with 1HFY24 S\$0.2 million) for inventory obsolescence from the sale of slow moving stocks previously provided for.

#### **Share of Results of Joint Ventures**

In 1HFY25, the share of results from joint ventures amounted to a net profit of S\$221,000, comparable to S\$220,000 in 1HFY24.

#### **Net Profit**

The net profit of the Group was S\$0.4 million in 1HFY25, compared to S\$1.6 million recorded in 1HFY24.

## Financial Position

Property, plant and equipment increased to S\$48.1 million as at 31 October 2024 from S\$45.9 million as at 30 April 2024 mainly due to acquisition of new properties in Indonesia.

Receivables increased to S\$33.4 million as at 31 October 2024 from S\$30.4 million as at 30 April 2024.

Inventories increased to S\$84.8 million as at 31 October 2024 from S\$68.5 million as at 30 April 2024.

Trade payables and trust receipts increased to S\$63.9 million as at 31 October 2024 from S\$45.5 million as at 30 April 2024.

As at 31 October 2024, the Group's cash and cash equivalents stood at S\$38.1 million compared to S\$32.5 million as at 30 April 2024.

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\$85.2 million as at 31 October 2024 compared to S\$60.4 million as at 30 April 2024. The increase in borrowings was mainly for inventory funding during the period.

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 macroeconomic 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? No

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared or recommended in 6MFY25 by the board of directors of the Company as the declaration of dividends will be determined at year end.



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\$817,000	Nil

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. Statement Pursuant to Rule 705(5) of the Listing Manual of the Singapore Exchange Securities Trading Limited.

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the 6 months period ended 31 October 2024 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Mrs. Dawn Wee Wai Ying  
Executive Chairman

Dr. Wee Li Ann  
Executive Director

13 December 2024