



**MTQ Corporation Limited and its Subsidiaries**  
(Company Registration No. 196900057Z)

**Unaudited Condensed Interim Financial Statements**  
For the six-month financial period ended 30 September 2023

## MTQ Corporation Limited and its Subsidiaries

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**MTQ Corporation Limited and its Subsidiaries****Condensed interim consolidated statement of comprehensive income  
For the six-month financial period ended 30 September 2023**

(In Singapore dollars)

	<b>Note</b>	<b>30.9.2023</b>	<b>30.9.2022</b>	<b>Change</b>
		<b>\$'000</b>	<b>\$'000</b>	<b>%</b>
			<b>(Restated)</b>	
Revenue	4	37,667	34,902	8%
Cost of sales		(26,233)	(24,161)	9%
Gross profit		11,434	10,741	6%
Other income	5	6,692	516	1,197%
Staff costs		(4,541)	(4,595)	-1%
Other operating expenses		(4,934)	(4,020)	23%
<b>Profit from operating activities</b>	6	8,651	2,642	227%
Finance costs	7	(937)	(714)	31%
<b>Profit before tax</b>		7,714	1,928	300%
Tax expense	8	(81)	(202)	-60%
<b>Profit for the period</b>		7,633	1,726	342%
<b>Other comprehensive income:</b>				
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Exchange difference on translation of subsidiaries		954	1,154	-17%
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Net change in fair value of other investment		1,079	148	629%
<b>Other comprehensive income for the period, net of tax</b>		2,033	1,302	56%
<b>Total comprehensive income for the period</b>		9,666	3,028	219%

**MTQ Corporation Limited and its Subsidiaries****Condensed interim consolidated statement of comprehensive income (cont'd)  
For the six-month financial period ended 30 September 2023**

(In Singapore dollars)

	<b>Note</b>	<b>30.9.2023</b>	<b>30.9.2022</b>	<b>Change</b>
		<b>\$'000</b>	<b>\$'000</b>	<b>%</b>
			<b>(Restated)</b>	
<b>Profit for the period</b>		<u>7,633</u>	<u>1,726</u>	342%
<b>Attributable to:</b>				
Owners of the Company		<u>7,633</u>	<u>1,726</u>	342%
<b>Profit for the period</b>		<u><u>7,633</u></u>	<u><u>1,726</u></u>	342%
<b>Total comprehensive income for the period</b>		<u>9,666</u>	<u>3,028</u>	219%
<b>Attributable to:</b>				
Owners of the Company		<u>9,666</u>	<u>3,028</u>	219%
<b>Total comprehensive income for the period</b>		<u><u>9,666</u></u>	<u><u>3,028</u></u>	219%
<b>Earnings per share attributable to owners of the Company (cents per share)</b>				
- Basic	9	3.40	0.80	
- Diluted	9	3.40	0.80	

**MTQ Corporation Limited and its Subsidiaries**

**Condensed interim balance sheets  
As at 30 September 2023**

(In Singapore dollars)

	Note	Group			Company		
		30.9.2023	31.3.2023	1.4.2022	30.9.2023	31.3.2023	1.4.2022
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
			(Restated)	(Restated)		(Restated)	(Restated)
<b>Non-current assets</b>							
Goodwill	11	2,917	2,870	3,110	–	–	–
Intangible assets	11	272	336	73	–	–	–
Investment properties		–	–	–	6,585	6,453	3,606
Property, plant and equipment	12	33,914	33,927	30,872	157	145	120
Right-of-use assets	13	16,933	16,378	21,334	13,196	13,068	17,760
Interests in subsidiaries		–	–	–	32,780	32,471	32,483
Other investment	14	7,209	6,130	3,635	–	–	–
Investment in associate and joint venture		–	–	–	114	114	114
Receivables		8	20	44	8,698	10,111	6,461
Prepayments		34	4	17	26	4	6
Deferred tax assets		114	179	274	–	–	–
		61,401	59,844	59,359	61,556	62,366	60,550
<b>Current assets</b>							
Inventories		19,673	17,406	15,692	–	–	–
Trade and other receivables		27,510	27,974	17,100	25,429	21,996	16,006
Prepayments		2,537	1,246	2,119	176	107	69
Cash and cash equivalents		8,582	13,568	8,329	596	2,226	1,859
		58,302	60,194	43,240	26,201	24,329	17,934
Assets held for sale	15	–	4,751	–	–	4,733	–
<b>Total assets</b>		<b>119,703</b>	<b>124,789</b>	<b>102,599</b>	<b>87,757</b>	<b>91,428</b>	<b>78,484</b>
<b>Current liabilities</b>							
Trade and other payables		14,667	19,296	11,464	2,534	3,232	2,018
Lease liabilities		1,117	992	1,395	622	742	973
Bank borrowings	16	1,520	1,493	1,511	1,020	993	1,011
Provisions		96	93	218	–	–	–
Provision for taxation		177	100	95	143	30	25
		17,577	21,974	14,683	4,319	4,997	4,027
Liabilities directly associated with the assets held for	15	–	5,270	–	–	5,270	–
<b>Net current assets</b>		<b>40,725</b>	<b>37,701</b>	<b>28,557</b>	<b>21,882</b>	<b>18,795</b>	<b>13,907</b>
<b>Non-current liabilities</b>							
Lease liabilities		15,804	15,383	21,319	11,630	11,426	17,296
Bank borrowings	16	13,157	18,726	9,044	9,510	14,258	4,023
Deferred tax liabilities		212	282	189	56	131	31
Provisions		113	113	115	96	96	96
		29,286	34,504	30,667	21,292	25,911	21,446
<b>Total liabilities</b>		<b>46,863</b>	<b>61,748</b>	<b>45,350</b>	<b>25,611</b>	<b>36,178</b>	<b>25,473</b>
<b>Net assets</b>		<b>72,840</b>	<b>63,041</b>	<b>57,249</b>	<b>62,146</b>	<b>55,250</b>	<b>53,011</b>
<b>Equity attributable to owners of the Company</b>							
Share capital	17	50,836	49,579	48,919	50,836	49,579	48,919
Treasury shares	17	(41)	(41)	(41)	(41)	(41)	(41)
Reserves		22,045	13,503	8,507	11,351	5,712	4,133
<b>Shareholders' funds</b>		<b>72,840</b>	<b>63,041</b>	<b>57,385</b>	<b>62,146</b>	<b>55,250</b>	<b>53,011</b>
<b>Non-controlling interests</b>		<b>–</b>	<b>–</b>	<b>(136)</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total equity</b>		<b>72,840</b>	<b>63,041</b>	<b>57,249</b>	<b>62,146</b>	<b>55,250</b>	<b>53,011</b>

**MTQ Corporation Limited and its Subsidiaries**

**Condensed interim statement of changes in equity  
For the six-month financial period ended 30 September 2023**

(In Singapore dollars)

Group	Note	Attributable to owners of the Company						Non-controlling interests \$'000	Total equity \$'000
		Share capital \$'000	Treasury shares \$'000	Foreign currency translation reserve \$'000	Retained earnings \$'000	Other reserves \$'000	Shareholders' funds \$'000		
<b>Balance as at 1 April 2022 (As previously reported)</b>		48,919	(41)	(1,950)	15,786	(5,401)	57,313	(136)	57,177
Impact on amendments to SFRS(I) 1-12		–	–	–	72	–	72	–	72
<b>Balance as at 1 April 2022 (As restated)</b>		48,919	(41)	(1,950)	15,858	(5,401)	57,385	(136)	57,249
Profit for the period net of tax		–	–	–	1,726	–	1,726	–	1,726
Exchange difference on translation of subsidiaries		–	–	1,154	–	–	1,154	–	1,154
Net change in fair value of other investment	14	–	–	–	–	148	148	–	148
<b>Total comprehensive income for the period</b>		–	–	1,154	1,726	148	3,028	–	3,028
Dividend paid in respect of previous financial year, tax exempt (one-tier)	18	–	–	–	(1,081)	–	(1,081)	–	(1,081)
<b>Total contributions by and distributions to owners</b>		–	–	–	(1,081)	–	(1,081)	–	(1,081)
<b>Balance as at 30 September 2022 (As restated)</b>		48,919	(41)	(796)	16,503	(5,253)	59,332	(136)	59,196

**MTQ Corporation Limited and its Subsidiaries**

**Condensed interim statement of changes in equity  
For the six-month financial period ended 30 September 2023**

(In Singapore dollars)

Group	Note	Attributable to owners of the Company							Non-controlling interests \$'000	Total equity \$'000
		Share capital \$'000	Treasury shares \$'000	Foreign currency translation reserve \$'000	Retained earnings \$'000	Other reserves \$'000	Shareholders' funds \$'000			
<b>Balance as at 1 April 2023 (As previously reported)</b>		49,579	(41)	(2,182)	18,426	(2,754)	63,028	–	63,028	
Impact on amendments to SFRS(I) 1-12		–	–	–	13	–	13	–	13	
<b>Balance as at 1 April 2023 (As restated)</b>		49,579	(41)	(2,182)	18,439	(2,754)	63,041	–	63,041	
Profit for the period, net of tax		–	–	–	7,633	–	7,633	–	7,633	
Exchange difference on translation of subsidiaries		–	–	954	–	–	954	–	954	
Net change in fair value of other investment	14	–	–	–	–	1,079	1,079	–	1,079	
<b>Total comprehensive income for the period</b>		–	–	954	7,633	1,079	9,666	–	9,666	
Dividend paid in respect of previous financial year, tax exempt (one-tier)	18	–	–	–	(1,124)	–	(1,124)	–	(1,124)	
Issuance of ordinary shares on exercise of warrants pursuant to MTQ Rights cum Warrants Issue	17	1,257	–	–	–	–	1,257	–	1,257	
<b>Total contributions by and distributions to owners</b>		1,257	–	–	(1,124)	–	133	–	133	
<b>Balance as at 30 September 2023</b>		50,836	(41)	(1,228)	24,948	(1,675)	72,840	–	72,840	

**MTQ Corporation Limited and its Subsidiaries**

**Condensed interim statement of changes in equity  
For the six-month financial period ended 30 September 2023**

(In Singapore dollars)

	Note	Share capital \$'000	Treasury shares \$'000	Retained earnings \$'000	Other reserves \$'000	Total equity \$'000
<b>Company</b>						
<b>Balance as at 1 April 2022 (As previously reported)</b>		48,919	(41)	1,644	2,507	53,029
Impact on amendments to SFRS(I) 1-12		–	–	(18)	–	(18)
<b>Balance as at 1 April 2022 (As restated)</b>		48,919	(41)	1,626	2,507	53,011
Profit for the period, net of tax		–	–	951	–	951
<b>Total comprehensive income for the period</b>		–	–	951	–	951
Dividend paid in respect of previous financial year, tax exempt (one-tier)	18	–	–	(1,081)	–	(1,081)
<b>Total contributions by and distributions to owners</b>		–	–	(1,081)	–	(1,081)
<b>Balance as at 30 September 2022 (As restated)</b>		48,919	(41)	1,496	2,507	52,881
<b>Balance as at 1 April 2023 (As previously reported)</b>		49,579	(41)	3,287	2,507	55,332
Impact on amendments to SFRS(I) 1-12		–	–	(82)	–	(82)
<b>Balance as at 1 April 2023 (As restated)</b>		49,579	(41)	3,205	2,507	55,250
Profit for the period, net of tax		–	–	6,763	–	6,763
<b>Total comprehensive income for the period</b>		–	–	6,763	–	6,763
Dividend paid in respect of previous financial year, tax exempt (one-tier)	18	–	–	(1,124)	–	(1,124)
Issuance of ordinary shares on exercise of warrants pursuant to MTQ Rights cum Warrants Issue	17	1,257	–	–	–	1,257
<b>Total contributions by and distributions to owners</b>		1,257	–	(1,124)	–	133
<b>Balance as at 30 September 2023</b>		50,836	(41)	8,844	2,507	62,146



**MTQ Corporation Limited and its Subsidiaries**

**Condensed interim consolidated cash flow statement  
For the six-month financial period ended 30 September 2023**

(In Singapore dollars)

	<b>Note</b>	<b>30.9.2023</b>	<b>30.9.2022</b>
		\$'000	\$'000
<b>Cash flows from operating activities:</b>			
Profit before tax		7,714	1,928
Adjustments for:			
Depreciation of property, plant and equipment	6	1,475	1,341
Depreciation of right-of-use assets	6	650	737
Amortisation of intangible assets	6	73	68
Gain on disposal of property, plant and equipment and fixed assets written-off, net	5	(47)	(163)
Gain on disposal of assets held for sale and liabilities directly associated with the assets held for sale, net of transaction costs	5	(6,367)	–
Reversal of allowance for inventory obsolescence and stock written-off, net	6	(105)	–
Interest income		(1)	–
Interest expense	7	937	714
Provisions made during the period		4	7
		<hr/>	<hr/>
<b>Operating cash flows before changes in working capital</b>		4,333	4,632
Increase in receivables and prepayments		(197)	(9,964)
Increase in inventories and work-in-progress		(1,840)	(4,304)
(Decrease)increase in payables		(4,212)	6,761
Others		(68)	(11)
		<hr/>	<hr/>
<b>Cash used in operations</b>		(1,984)	(2,886)
Interest income received		1	–
Interest expense paid		(988)	(714)
Income taxes paid		(9)	(11)
		<hr/>	<hr/>
<b>Net cash used in operating activities</b>		(2,980)	(3,611)
		<hr/>	<hr/>

**MTQ Corporation Limited and its Subsidiaries****Condensed interim consolidated cash flow statement (cont'd)  
For the six-month financial period ended 30 September 2023**

(In Singapore dollars)

	<b>Note</b>	<b>30.9.2023</b>	<b>30.9.2022</b>
		\$'000	\$'000
<b>Cash flows from investing activities:</b>			
Purchase of property, plant and equipment		(1,837)	(1,693)
Addition of intangible assets	11	–	(421)
Proceeds from disposal of property, plant and equipment	12	311	173
Proceeds from disposal of assets held for sale and liabilities directly associated with the assets held for sale, net of transaction costs		5,548	300
Loans repaid by staff		16	33
<b>Net cash generated from/(used in) investing activities</b>		<b>4,038</b>	<b>(1,608)</b>
<b>Cash flows from financing activities:</b>			
Proceeds from exercise of warrants pursuant to MTQ Rights cum Warrants Issue	17	1,257	–
Dividend paid in respect of previous financial year, tax exempt (one-tier)	18	(1,124)	(1,081)
Proceeds from bank borrowings		–	7,690
Repayment of bank borrowings		(5,670)	(759)
Repayment of principal portion of lease liabilities		(641)	(720)
<b>Net cash (used in)/generated from financing activities</b>		<b>(6,178)</b>	<b>5,130</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(5,120)</b>	<b>(89)</b>
Cash and cash equivalents at beginning of financial period		13,568	8,329
Effect of exchange rate changes on cash and cash equivalents		134	57
<b>Cash and cash equivalents at end of financial period</b>		<b>8,582</b>	<b>8,297</b>

## MTQ Corporation Limited and its Subsidiaries

### Notes to the condensed interim financial statements For the six-month financial period ended 30 September 2023

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(In Singapore dollars)

#### 1. Corporate information

MTQ Corporation Limited (the "Company") is a limited liability company incorporated and domiciled in Singapore and is listed on the Singapore Exchange Securities Trading Limited ("SGX-ST"). These condensed interim financial statements as at and for the six-month financial period ended 30 September 2023 comprise the Company and its subsidiaries (collectively, the "Group").

The principal activities of the Company relate to those of an investment holding and management company. The principal activities of the subsidiaries are disclosed in the Group's annual consolidated financial statements as at 31 March 2023.

#### 2. Basis of preparation

The condensed interim financial statements for the six-month financial period ended 30 September 2023 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("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 financial year ended 31 March 2023.

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 dollars ("SGD" or "\$"), which is the Company's functional currency, and all values are rounded to the nearest thousand ("'\$'000") except when otherwise indicated.

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

A number of amendments to Standards have become applicable for the current reporting period. Except for the impact arising from the adoption of SFRS(I) 1-12 described below, the Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

##### Amendments to SFRS(I) 1-12 Income taxes: Deferred tax related to assets and liabilities arising from a single transaction

On 1 April 2023, the Group adopted the amendments to SFRS(I) 1-12 Income taxes, which is effective for annual periods beginning on or after 1 January 2023.

The amendments narrow the scope of the initial recognition exemption to exclude transactions that give rise to equal and offsetting temporary differences on initial recognition such as leases and decommissioning liabilities. For leases and decommissioning liabilities, the associated deferred tax assets and liabilities are required to be recognised from the beginning of the earliest comparative period presented, with any cumulative effect recognised as an adjustment to retained earnings or other components of equity at that date. For all other transactions, the amendments are applied to those transactions that occur after the beginning of the earliest period presented.

## MTQ Corporation Limited and its Subsidiaries

### Notes to the condensed interim financial statements For the six-month financial period ended 30 September 2023

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(In Singapore dollars)

#### 2. Basis of preparation (cont'd)

##### 2.1 New and amended standards adopted by the Group (cont'd)

###### Amendments to SFRS(I) 1-12 Income taxes: Deferred tax related to assets and liabilities arising from a single transaction (cont'd)

In prior years, the Group applied the initial recognition exemption to lease transactions and recognised the tax impacts in profit or loss when they are incurred and therefore, no deferred tax on leases was recognised. Following the amendments, the Group has determined the temporary differences and corresponding deferred tax assets in relation to lease liabilities and deferred tax liabilities in relation to its right-of-use assets, which qualifies for offset under SFRS(I) 1-12 Income taxes.

The impact of the retrospective adjustments of the amendments to the Group's and Company financial statements lines are summarised below. The amendment did not have an impact on the Group's operating, investing and financing cash flows.

#### Consolidated statement of comprehensive income (extract)

	As previously reported \$'000	Restatement amount \$'000	As restated \$'000
<b>6 months ended 30 September 2022</b>			
Tax expense	(143)	(59)	(202)

#### Group's statement of financial position (extract)

	As previously reported \$'000	Restatement amount \$'000	As restated \$'000
<b>As at 1 April 2022</b>			
<b>Non-current liabilities</b>			
Deferred tax liabilities	261	(72)	189
<b>Equity</b>			
Retained earnings	15,786	72	15,858
<b>As at 31 March 2023 and 1 April 2023</b>			
<b>Non-current liabilities</b>			
Deferred tax liabilities	295	(13)	282
<b>Equity</b>			
Retained earnings	18,426	13	18,439

## MTQ Corporation Limited and its Subsidiaries

### Notes to the condensed interim financial statements For the six-month financial period ended 30 September 2023

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(In Singapore dollars)

#### 2. Basis of preparation (cont'd)

##### 2.1 New and amended standards adopted by the Group (cont'd)

Amendments to SFRS(I) 1-12 Income taxes: Deferred tax related to assets and liabilities arising from a single transaction (cont'd)

##### Company's statement of financial position (extract)

	As previously reported \$'000	Restatement amount \$'000	As restated \$'000
<b>As at 1 April 2022</b>			
<b>Non-current liabilities</b>			
Deferred tax liabilities	13	18	31
<b>Equity</b>			
Retained earnings	1,644	(18)	1,626
<b>As at 31 March 2023 and 1 April 2023</b>			
<b>Non-current liabilities</b>			
Deferred tax liabilities	49	82	131
<b>Equity</b>			
Retained earnings	3,287	(82)	3,205

##### 2.2 Use of judgements and estimates

In preparing the condensed interim financial statement, 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 31 March 2023.

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.

**MTQ Corporation Limited and its Subsidiaries**

**Notes to the condensed interim financial statements  
For the six-month financial period ended 30 September 2023**

(In Singapore dollars)

**4. Segment and revenue information**

(a) *Revenue*

*Disaggregation of revenue*

	Services, repair and contract revenue		Trading sales		Rental income		Total	
	30.9.2023	30.9.2022	30.9.2023	30.9.2022	30.9.2023	30.9.2022	30.9.2023	30.9.2022
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Major product or service lines</b>								
<b>Oilfield Engineering</b>								
Oilfield services	29,820	26,838	–	–	–	–	29,820	26,838
Trading/sales of oilfield equipment, pipe support/suspensions, spares	–	–	7,432	7,647	–	–	7,432	7,647
Rental services	–	–	–	–	75	38	75	38
Other services	340	379	–	–	–	–	340	379
	<b>30,160</b>	<b>27,217</b>	<b>7,432</b>	<b>7,647</b>	<b>75</b>	<b>38</b>	<b>37,667</b>	<b>34,902</b>
<b>Timing of transfer of goods or services</b>								
At a point in time	–	–	7,432	7,647	–	–	7,432	7,647
Over time	30,160	27,217	–	–	75	38	30,235	27,255
	<b>30,160</b>	<b>27,217</b>	<b>7,432</b>	<b>7,647</b>	<b>75</b>	<b>38</b>	<b>37,667</b>	<b>34,902</b>

## MTQ Corporation Limited and its Subsidiaries

### Notes to the condensed interim financial statements For the six-month financial period ended 30 September 2023

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(In Singapore dollars)

#### 4. Segment and revenue information (cont'd)

##### (b) *Operating segments*

For management purposes, the Group's operating businesses are organised and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serves different industries as follows:

##### (i) *Investment holding*

Holds investments and provides management and corporate services to its subsidiaries. It also derives dividend and rental income from its subsidiaries and quoted investments. The Group's central overheads are also classified within this segment. This segment operates mainly in Singapore.

##### (ii) *Oilfield engineering*

Provides engineering services for the servicing, manufacturing, assembly and fabrication of oilfield equipment such as valves and blow-out-preventers used in the oil and gas industry. This segment also engages in the business of renting and sale of oilfield equipment and spare parts. This segment has expanded into design and manufacturing of proprietary and custom-built pipe support and pipe suspension solutions for the oil and gas industry. This segment operates primarily in Singapore, Kingdom of Bahrain, United Kingdom and Australia.

Except as indicated above, no operating segments have been aggregated to form the above reportable operating segments.

Segment revenue, expenses and results include transfers between business segments. These transfers are eliminated on consolidation.

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements  
For the six-month financial period ended 30 September 2023

(In Singapore dollars)

4. Segment and revenue information (cont'd)

(b) *Operating segments (cont'd)*

	Investment holding	Oilfield engineering	Eliminations	Note	Per consolidated financial statements
	\$'000	\$'000	\$'000		\$'000
<b>6 months ended 30.9.2023</b>					
<b>Revenue:</b>					
External sales	–	37,667	–		37,667
Inter-segment sales	4,320	2,252	(6,572)	A	–
Total sales	4,320	39,919	(6,572)		37,667
<b>Results:</b>					
Interest income	–	1	–		1
Rental income	57	–	–		57
Depreciation and amortisation	(701)	(1,497)	–		(2,198)
(Loss)/gain on disposal of property, plant and equipment and fixed assets written-off, net	(15)	62	–		47
Gain/(loss) on disposal of assets held for sale and liabilities directly associated with the assets held for sale, net of transaction costs	6,384	(17)	–		6,367
Reversal of allowance for inventory obsolescence and stock written off, net	–	105	–		105
Finance costs	(683)	(254)	–		(937)
Segment profit before tax	1,974	5,740	–		7,714
Tax expense	(34)	(47)	–		(81)

	Investment holding	Oilfield engineering	Eliminations	Note	Per consolidated financial statements
	\$'000 (Restated)	\$'000	\$'000		\$'000 (Restated)
<b>6 months ended 30.9.2022</b>					
<b>Revenue:</b>					
External sales	–	34,902	–		34,902
Inter-segment sales	3,815	3,784	(7,599)	A	–
Total sales	3,815	38,686	(7,599)		34,902
<b>Results:</b>					
Rental income	71	–	–		71
Depreciation and amortisation	(736)	(1,410)	–		(2,146)
(Loss)/gain on disposal of property, plant and equipment and fixed assets written-off, net	(1)	164	–		163
Finance costs	(522)	(192)	–		(714)
Segment (loss)/profit before tax	(3,710)	5,638	–		1,928
Tax expense	(58)	(144)	–		(202)

Nature of adjustments and eliminations to arrive at amounts reported in the consolidated financial statements:

Note A: Inter-segment revenues are eliminated on consolidation.



**MTQ Corporation Limited and its Subsidiaries**

**Notes to the condensed interim financial statements  
For the six-month financial period ended 30 September 2023**

(In Singapore dollars)

**4. Segment and revenue information (cont'd)**

**(b) Operating segments (cont'd)**

	Investment holding	Oilfield engineering	Total
	\$'000	\$'000	\$'000
<b>Assets and liabilities: As at 30.9.2023</b>			
Segment assets	35,804	83,785	119,589
Deferred tax assets			114
Total assets			<u>119,703</u>
Segment liabilities	(16,865)	(14,932)	(31,797)
Provision for taxation			(177)
Deferred tax liabilities			(212)
Bank borrowings			(14,677)
Total liabilities			<u>(46,863)</u>

	Investment holding	Oilfield engineering	Total
	\$'000	\$'000	\$'000 (Restated)
<b>Assets and liabilities: As at 31.3.2023</b>			
Segment assets	40,670	83,940	124,610
Deferred tax assets			179
Total assets			<u>124,789</u>
Segment liabilities	(22,839)	(18,308)	(41,147)
Provision for taxation			(100)
Deferred tax liabilities			(282)
Bank borrowings			(20,219)
Total liabilities			<u>(61,748)</u>

**MTQ Corporation Limited and its Subsidiaries**

**Notes to the condensed interim financial statements  
For the six-month financial period ended 30 September 2023**

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(In Singapore dollars)

**4. Segment and revenue information (cont'd)**

**(c) Geographical segments**

	<b>External sales</b>		<b>Non-current assets</b>	
	<b>30.9.2023</b>	<b>30.9.2022</b>	<b>30.9.2023</b>	<b>31.3.2023</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Singapore	16,662	18,570	39,750	38,695
Bahrain	18,418	13,910	18,419	17,983
Australia	983	1,345	28	33
United Kingdom	1,604	1,077	2,954	2,930
Others	–	–	94	–
	<b>37,667</b>	<b>34,902</b>	<b>61,245</b>	<b>59,641</b>

Non-current assets information presented above consist of goodwill, intangible assets, property, plant and equipment, right-of-use assets, other investment and investment in associate and joint venture as presented in the consolidated balance sheet.

The Group's non-current assets and sales to external customers disclosed in geographical segments are based on the entities' country of domicile.

**MTQ Corporation Limited and its Subsidiaries****Notes to the condensed interim financial statements  
For the six-month financial period ended 30 September 2023**

(In Singapore dollars)

**5. Other income**

	<b>Group</b>	
	<b>30.9.2023</b>	<b>30.9.2022</b>
	\$'000	\$'000
Interest income	1	–
Rental income	57	71
Gain on disposal of property, plant and equipment and fixed assets written-off, net	47	163
Gain on disposal of assets held for sale and liabilities directly associated with the assets held for sale, net of transaction costs (Note 15)	6,367	–
Commission received	51	4
Gain on disposal of scrap material	127	144
Government grants	10	63
Other income	32	71
	6,692	516

**6. Profit from operating activities**

Profit from operating activities is stated after charging the following:

	<b>Group</b>	
	<b>30.9.2023</b>	<b>30.9.2022</b>
	\$'000	\$'000
<b>(a) Other operating expenses</b>		
Amortisation of intangible assets	73	68
Depreciation of property, plant and equipment	516	394
Depreciation of right-of-use assets	591	707
Directors' fees paid to directors of the Company	148	118
Reversal of allowance for inventory obsolescence and stock written-off, net	(105)	–
Gain on foreign exchange, net	(121)	(320)
Consultancy fees paid to a director of the Company	77	79
Audit, legal, consultancy and professional fees	455	416
Utilities expenses	680	529
Property tax	268	324
Relocation costs	334	12
Travelling expenses	420	321
<b>(b) Cost of sales</b>		
Depreciation of right-of-use assets	59	30
Depreciation of property, plant and equipment	959	947

**MTQ Corporation Limited and its Subsidiaries**

**Notes to the condensed interim financial statements  
For the six-month financial period ended 30 September 2023**

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(In Singapore dollars)

**7. Finance costs**

	<b>Group</b>	
	<b>30.9.2023</b>	<b>30.9.2022</b>
	\$'000	\$'000
Interest on:		
- Bank loans	601	245
- Lease liabilities	336	469
	937	714
	937	714

**8. Tax expense**

The major components of income tax expense for the periods ended 30 September are as follows:

	<b>Group</b>	
	<b>30.9.2023</b>	<b>30.9.2022</b>
	\$'000	\$'000 (Restated)
<i>Consolidated statement of comprehensive income</i>		
<u>Current income tax</u>		
- Current income tax	113	2
- Over provision in respect of previous years	(36)	-
- Withholding tax expense	9	11
	86	13
<u>Deferred income tax</u>		
- Movement in temporary differences	13	186
- (Over)/under provision in respect of previous years	(18)	3
	(5)	189
	81	202
Tax expense recognised in statement of comprehensive income	81	202

## MTQ Corporation Limited and its Subsidiaries

### Notes to the condensed interim financial statements For the six-month financial period ended 30 September 2023

(In Singapore dollars)

#### 9. Earnings per share

Basic earnings per share are calculated by dividing profit for the financial period, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period.

Diluted earnings per share are calculated by dividing profit for the financial period, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period plus the weighted average number of ordinary shares that would be issued upon conversion of all the dilutive warrants into ordinary shares.

The following tables reflect the profit and share data used in the computation of basic and diluted earnings per share for the financial periods ended 30 September:

	Group	
	30.9.2023	30.9.2022
	\$'000	\$'000 (Restated)
Profit for the period attributable to owners of the Company	7,633	1,726
	Number of shares	
	30.9.2023	30.9.2022
	'000	'000
Weighted average number of ordinary shares for basic earnings per share computation*	224,690	216,160
Effects of dilution:		
– Outstanding warrants pursuant to MTQ Rights cum Warrants Issue	31 <sup>#</sup>	311
Weighted average number of ordinary shares for diluted earnings per share computation	224,721	216,471

\* The weighted average number of shares took into account the weighted average effect of 5,711,000 (30 September 2022: Nil) ordinary shares that the Company issued on exercise of warrants pursuant to MTQ Rights cum Warrants Issue (Note 17) during the period. The remaining unexercised warrants have expired on 17 April 2023.

# Represents the dilutive effect of outstanding warrants prior to their expiry on 17 April 2023.

#### 10. Net asset value per ordinary share

	Group		Company	
	30.9.2023	31.3.2023	30.9.2023	31.3.2023
	\$	\$	\$	\$
Net asset value per ordinary share <sup>^</sup>	0.32	0.29	0.28	0.25

<sup>^</sup> Based on the net assets after deducting the non-controlling interests, divided by total number of issued shares excluding treasury shares as at end of financial period.

## MTQ Corporation Limited and its Subsidiaries

### Notes to the condensed interim financial statements For the six-month financial period ended 30 September 2023

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(In Singapore dollars)

#### 11. Goodwill and intangible assets

There was no addition of intangible assets during the six months ended 30 September 2023. In the prior period ended 30 September 2022, the Group acquired intangible assets (mainly engineering designed packages) amounting to \$421,000.

##### *Impairment testing of goodwill*

The Group performed its annual impairment test at year end and when circumstances indicated that the carrying amount may be impaired. The Group's impairment test for goodwill is based on value-in-use calculations. The key assumptions used in the value-in-use calculations were disclosed in the annual consolidated financial statements for the year ended 31 March 2023. The Group determined that there were no impairment indicators as at 30 September 2023 based on the cash generating unit's ("CGU's") performance, and any updates or reasonable changes to the estimates and assumptions applied since the audited financial statements as at 31 March 2023 have not caused the recoverable amount of the CGU to be materially lower than its carrying amount.

#### 12. Property, plant and equipment

During the six months ended 30 September 2023, the Group acquired assets (mainly workshop equipment and leasehold improvements) amounting to \$1,287,000 (30 September 2022: \$748,000) and disposed of assets amounting to \$264,000 book value (30 September 2022: \$10,000) for proceeds of \$311,000 (30 September 2022: \$173,000), net of transaction costs.

#### 13. Right-of-use assets

During the six months ended 30 September 2023, there were additions amounting to \$1,172,000 (30 September 2022: \$36,000), mainly relating to the remeasurement of the land-use rights associated with the leasehold property due to the revision of the annual rent payments of the land lease contracts with JTC Corporation and the renewal of rental agreements for workshop equipment and workers' accommodation entered during the period.

#### 14. Other investment

	Group	
	30.9.2023	31.3.2023
	\$'000	\$'000
At beginning of period	6,130	3,635
Fair value adjustment on investment security carried at FVOCI	1,079	2,495
At end of period	7,209	6,130

## MTQ Corporation Limited and its Subsidiaries

### Notes to the condensed interim financial statements For the six-month financial period ended 30 September 2023

(In Singapore dollars)

#### 15 **Assets held for sale** **Liabilities directly associated with the assets held for sale**

On 1 September 2022, the Company granted an option (“Option”) to an independent third party purchaser (“Purchaser”) for the sale of the Company’s property located at 182 Pandan Loop Singapore 128373 (“Pandan Property”) together with certain plant and equipment as particularised in the Option to the Purchaser for an aggregate consideration of \$6,000,000 (“Sale Price”). The Option was exercised on the same day and the Option fee and deposit of 5.0% of the Sale Price was received by the Company in the prior year ended 31 March 2023.

Accordingly, the carrying amount of the Pandan Property, including the right-of-use assets and lease liabilities associated with the land that the property was situated on and certain plant and equipment was presented on the balance sheet as assets held for sale and liabilities directly associated with the assets held for sale.

The major classes of assets and liabilities of the Group and the Company classified as held for sale as at 31 March 2023 were, as follows:

	<b>Group</b>	<b>Company</b>
	<b>31.3.2023</b>	<b>31.3.2023</b>
	\$'000	\$'000
<b>Assets</b>		
Investment property	–	865
Property, plant and equipment	883	–
Right-of-use assets	3,868	3,868
Assets held for sale	<u>4,751</u>	<u>4,733</u>
<b>Liabilities</b>		
Lease liabilities directly associated with assets held for sale	<u>(5,270)</u>	<u>(5,270)</u>
<b>Net liabilities held for sale</b>	<u>(519)</u>	<u>(537)</u>

The sale was completed on 13 July 2023 and the Company has received the balance of the Sale Price of \$5,700,000 on the same day. Accordingly, a gain on disposal of Pandan Property, net of transaction costs, amounting to \$6,367,000 was recognised in the Statement of Comprehensive Income (Note 5).

The expenses attributable to the assets held for sale incurred for the period ended 30 September 2023 amounted to \$267,000 (30 September 2022: \$565,000), mainly arising from the investment holding segment.

**MTQ Corporation Limited and its Subsidiaries****Notes to the condensed interim financial statements  
For the six-month financial period ended 30 September 2023**

(In Singapore dollars)

**16. Bank borrowings**

	<b>Group</b>		<b>Company</b>	
	<b>30.9.2023</b>	<b>31.3.2023</b>	<b>30.9.2023</b>	<b>31.3.2023</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b><i>Current portion</i></b>				
Secured	1,020	993	1,020	993
Unsecured	500	500	–	–
	<b>1,520</b>	<b>1,493</b>	<b>1,020</b>	<b>993</b>
<b><i>Non-current portion</i></b>				
Secured	510	993	510	993
Unsecured	12,647	17,733	9,000	13,265
	<b>13,157</b>	<b>18,726</b>	<b>9,510</b>	<b>14,258</b>
Total bank borrowings	<b>14,677</b>	<b>20,219</b>	<b>10,530</b>	<b>15,251</b>

During the six months period ended 30 September 2023, the Group's bank borrowings decreased from \$20,219,000 to \$14,677,000 mainly due to repayment of bank loans. Details of the collateral for the secured bank borrowings are as follows:

- first all-monies registered legal mortgage over a 50-year leasehold land and property at Bahrain International Investment Park, HIDD, Kingdom of Bahrain;
- first registered fixed and floating charge over assets of a subsidiary; and
- registered charge over the interest-bearing loan from the Company to a subsidiary.



**MTQ Corporation Limited and its Subsidiaries**

**Notes to the condensed interim financial statements  
For the six-month financial period ended 30 September 2023**

(In Singapore dollars)

**17. Share capital and treasury shares**

	<b>Group and Company</b>					
	<b>6 months ended 30.9.2023</b>		<b>6 months ended 31.3.2023</b>		<b>6 months ended 30.9.2022</b>	
	No. of shares '000	\$'000	No. of shares '000	\$'000	No. of shares '000	\$'000
<b>a) Ordinary shares issued and fully paid</b>						
At beginning of period	219,350	49,579	216,348	48,919	216,348	48,919
Issuance of ordinary shares on exercise of warrants pursuant to MTQ Rights cum Warrants Issue	5,711	1,257	3,002	660	—	—
At end of period	<u>225,061</u>	<u>50,836</u>	<u>219,350</u>	<u>49,579</u>	<u>216,348</u>	<u>48,919</u>

	<b>Group and Company</b>					
	<b>6 months ended 30.9.2023</b>		<b>6 months ended 31.3.2023</b>		<b>6 months ended 30.9.2022</b>	
	No. of shares '000	\$'000	No. of shares '000	\$'000	No. of shares '000	\$'000
<b>b) Treasury shares</b>						
At beginning and end of period	188	41	188	41	188	41
<b>Total number of issued shares excluding treasury shares</b>						
At end of period	<u>224,873</u>		<u>219,162</u>		<u>216,160</u>	

There was no movement in treasury shares during the period ended 30 September 2023.

There were no subsidiary holdings as at 30 September 2023, 31 March 2023 and 30 September 2022.

## MTQ Corporation Limited and its Subsidiaries

### Notes to the condensed interim financial statements For the six-month financial period ended 30 September 2023

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(In Singapore dollars)

#### 17. Share capital and treasury shares (cont'd)

##### Warrants pursuant to MTQ Rights cum Warrants Issue

Following the expiry of the remaining unexercised warrants on 17 April 2023 as disclosed in the Group's latest annual financial statements for the financial year ended 31 March 2023, there are no outstanding warrants pursuant to the MTQ Rights cum Warrants Issue as at 30 September 2023 (30 September 2022: 15,430,000). The movements in the number of warrants for the period are as follows:

	Group and Company		
	6 months ended 30.9.2023	6 months ended 31.3.2023	6 months ended 30.9.2022
	'000	'000	'000
At beginning of period	12,428	15,430	15,430
Issuance of ordinary shares on exercise of warrants pursuant to MTQ Rights cum Warrants Issue	(5,711)	(3,002)	–
Expired	(6,717)	–	–
At end of period	–	12,428	15,430

#### 18. Dividends

	Group and Company	
	30.9.2023	30.9.2022
	\$'000	\$'000
<b>Paid during the financial period</b>		
<i>Dividends on ordinary shares:</i>		
- Final tax exempt (one-tier) dividend for FY2023: 0.5 cents (FY2022: 0.5 cents) per share	1,124	1,081

## MTQ Corporation Limited and its Subsidiaries

### Notes to the condensed interim financial statements For the six-month financial period ended 30 September 2023

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(In Singapore dollars)

#### 19. Commitments and contingencies

##### (a) *Capital expenditure*

As at the end of the financial period, the Group had the following capital expenditure commitments for the acquisition of property, plant and equipment, but not recognised in the financial statement:

	Group		Company	
	30.9.2023	31.3.2023	30.9.2023	31.3.2023
	\$'000	\$'000	\$'000	\$'000
Authorised and committed	567	405	–	17

##### (b) *Contingent liabilities*

	Group		Company	
	30.9.2023	31.3.2023	30.9.2023	31.3.2023
	\$'000	\$'000	\$'000	\$'000
Corporate guarantees issued by the Company for bank facilities utilised by subsidiaries	–	–	125	97
Guarantees issued to external parties	685	694	477	516

The corporate guarantees have not been recognised by the Group and the Company as management has assessed the fair value of the corporate guarantees to be immaterial.

Guarantees to external parties comprise performance and warranty bonds issued to customers or third party service providers.

##### (c) *Other commitments*

The Group has entered into a lease arrangement that has not yet commenced as at 30 September 2023. The lease payments have not been reflected in the measurement of lease liabilities as lease payments will only commence from August 2024 at approximately \$284,000 per annum and the lease arrangement is cancellable prior to commencement, subject to the satisfaction of certain conditions.

## MTQ Corporation Limited and its Subsidiaries

### Notes to the condensed interim financial statements For the six-month financial period ended 30 September 2023

(In Singapore dollars)

#### 20. Related party disclosure

In addition to directors' fees and those related party information disclosed elsewhere in the condensed interim financial statements, the following significant transactions between the Company and related parties took place during the financial period on terms agreed by the parties concerned:

##### (a) *Sale and purchase of goods and services*

	Group		Company	
	30.9.2023	30.9.2022	30.9.2023	30.9.2022
	\$'000	\$'000	\$'000	\$'000
Associate and Joint ventures				
- Sales of goods	28	98	–	–
- Purchase of goods	594	1,306	–	–
Subsidiaries				
- Management fee income	–	–	2,075	1,419
- Rental income from investment property	–	–	1,866	1,752
- Other rental income	–	–	259	96
- Interests on loans	–	–	66	49

##### (b) *Compensation of key management personnel*

The amounts paid to a director and key management personnel during the financial period ended 30 September 2023 and 30 September 2022 are as follows:

	Group	
	30.9.2023	30.9.2022
	\$'000	\$'000
Director's remuneration:		
- Salaries, wages and bonuses	228	185
- Defined contribution plan expense	8	7
- Others	12	10
	<u>248</u>	<u>202</u>
Other key management personnel:		
- Salaries, wages and bonuses	631	546
- Defined contribution plan expense	43	38
- Others	94	99
	<u>768</u>	<u>683</u>

## MTQ Corporation Limited and its Subsidiaries

### Notes to the condensed interim financial statements For the six-month financial period ended 30 September 2023

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(In Singapore dollars)

#### 21. Fair value of assets and liabilities

The fair value of a financial instrument is the amount at which the instrument could be exchanged or settled between knowledgeable and willing parties in an arm's length transaction, other than in a forced or liquidation sale.

##### (a) Fair value hierarchy

The Group classifies fair value measurement using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date,
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and
- Level 3 – Unobservable inputs for the asset or liability.

##### (b) Assets measured at fair value

The following table shows an analysis of financial instruments carried at fair value by level of fair value hierarchy:

	Note	Quoted prices in active markets for identical instruments (Level 1) \$'000	Significant other observable inputs (Level 2) \$'000	Significant unobservable inputs (Level 3) \$'000	Total \$'000
<b>Group</b>					
<b>30.9.2023</b>					
<b>Financial asset:</b>					
Other investment	14	7,209	–	–	7,209
<b>31.3.2023</b>					
<b>Financial asset:</b>					
Other investment	14	6,130	–	–	6,130

The fair value of the other investment (Note 14) is determined by reference to its quoted closing prices at the balance sheet date.

**MTQ Corporation Limited and its Subsidiaries**

**Notes to the condensed interim financial statements  
For the six-month financial period ended 30 September 2023**

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(In Singapore dollars)

**21. Fair value of assets and liabilities (cont'd)**

**(c) *Financial instruments whose carrying amount approximates fair value***

Management has determined that the carrying amount of cash and cash equivalents, trade and other receivables, trade and other payables, lease liabilities and bank borrowings based on their notional amounts, reasonably approximates their fair values either due to their short-term nature or that they are floating rate instruments that are re-priced to market interest rates on or near the end of the reporting period or their discounted expected future cash flows are not materially different from their notional amounts.

**22. Subsequent events**

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

## MTQ Corporation Limited and its Subsidiaries

### Other Information Required by Listing Rule Appendix 7.2

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

The condensed interim financial statements for the six-month period ended 30 September 2023 have not been audited nor 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 have been adequately disclosed.**

Not applicable. The Group's latest financial statements were not subjected to an adverse opinion, qualified opinion or disclaimer of opinion.

3. **Review of performance of the Group**

#### **Condensed Interim Balance Sheets**

The changes in net assets were mainly due to:

- a) net profit of S\$7.6 million;
- b) payment of S\$1.1 million dividends in respect of previous financial year;
- c) proceeds of S\$1.3 million from the exercise of warrants pursuant to the Group's Right cum Warrants Issue;
- d) S\$1.1m fair value adjustments on Other Investment
- e) completion of disposal of assets held for sale and liabilities directly associated with the assets held for sale; and
- f) repayment of bank borrowings amounting to S\$5.7 million to reduce interests.

Further information on certain balance sheet items can be found in notes 11 to 17. Apart from the above, the remaining changes in working capital items were mainly due to timing differences.

#### **Condensed Interim Consolidated Cash Flow Statement**

Cash wise, the Group recorded net cash inflows of S\$4.3 million from operations while working capital changes was negative S\$7.3 million, resulting in an overall negative cash used in operations. Within investing activities, the Group received the balance consideration of S\$5.7 million following the completion of disposal of Pandan Property. The Group also made a voluntary repayment of bank borrowings totaling S\$4.9 million during the period to reduce finance costs. Overall cash and cash equivalents stood at about S\$8.6 million as at 30 September 2023 (31 March 2023: S\$13.6 million).

#### **Condensed Interim Consolidated Statement of Comprehensive Income**

The Group reported S\$37.7 million revenue for 1HFY2024, an increase of 8% year-on-year ("yoy") compared to S\$34.9 million in 1HFY2023. Within the Group's revenue, Bahrain increased by 32.4% to S\$18.4 million during the period. Our operations in Singapore, however, experienced a decrease for the period. This was partly affected by the final stages of our relocation process (from Pandan Property), while the remainder can be ascribed to the natural ebb and flow of order conversion. Inquiries remain robust and the Group are committed to optimizing utilization wherever possible.

**3. Review of performance of the Group (cont'd)**

**Condensed Interim Consolidated Statement of Comprehensive Income (cont'd)**

On 13 July 2023, the Group completed the disposal of Pandan Property resulting in S\$6.4 million gain on disposal of Pandan Property (recognized within Other Income). Other operating expenses included S\$0.3 million relocation costs and lower FOREX gain (by S\$0.2 million). Excluding these, the Group's operating costs increased by about 12% during the period. Finance costs were also higher than in the corresponding period a year ago.

Overall, the Group recorded a net profit of S\$7.6 million in 1HFY2024, an increase of 342% yoy mainly due to the gain on disposal of Pandan Property. Excluding this, the net profit would have been S\$1.2 million, showing a yoy decrease attributable to an elevated cost environment despite modest growth in the topline.

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

No forecast nor prospect statement has been previously disclosed to shareholders.

**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.**

Drilling activities continue to increase especially in the Middle East, inquiries remain healthy but conversion into revenues in Singapore was slower in the period. Costs have also risen due to inflationary economic conditions. Nonetheless, the Group anticipate the costs environment to stabilize moving forward.

**6. If a decision regarding dividend has been made, the required information has been disclosed:**

**(a) Current Financial Period Reported**

Any dividend declared for the present financial period? Yes.

For the financial period ended 30 September 2023

Name of Dividend:	Interim
Dividend Type:	Cash
Dividend Rate:	0.5 cents per ordinary share
Tax Rate:	Tax exempt (one-tier)

**(b) Corresponding Period of the Immediate Preceding Financial Year**

Any dividend declared for the previous corresponding period? No.

**(c) Date payable**

The proposed interim dividend will be paid at a date to be announced separately.

**(d) Record date**

Notice will be announced separately.



**7. If no dividend has been declared/recommended, a statement to that effect.**

Not applicable.

**8. 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.**

The Group has not obtained a general mandate from shareholders for IPTs.

**9. Negative confirmation by the Board pursuant to Rule 705(5)**

The Board of Directors confirm that, to the best of their knowledge, nothing has come to their attention which may render the financial results of the Company and of the Group for the six-month ended 30 September 2023 to be false or misleading, in any material aspect.

**10. Confirmation of undertakings from all its directors and executive officers pursuant to Rule 720(1) of the SGX Listing Manual.**

Pursuant to Listing Rule 720(1), the Company has received undertakings from all its directors and executive officers in the form as set out in Appendix 7.7 of the SGX-ST Listing Manual.

BY ORDER OF THE BOARD

Tan Lee Fang  
Company Secretary  
25 October 2023