



**Ellipsiz Ltd**  
(Co. Reg. No. 199408329R)  
**and its subsidiaries**

Condensed Interim Consolidated Financial Statements  
and Dividend Announcement  
*For the six months and full year ended 30 June 2021*

The following definitions apply throughout this announcement:

- 2H – Second half year from 1 January to 30 June of the respective financial years.
- FY – Financial year ended or ending 30 June, as the case may be.
- NM – Not meaningful.
- SFRS(I) – Singapore Financial Reporting Standards (International).

#### A. Consolidated statement of comprehensive income

	Note	Group			Group		
		2HFY2021 \$'000	2HFY2020 \$'000	+ / (-) %	FY2021 \$'000	FY2020 \$'000	+ / (-) %
<b>Revenue</b>	5	27,070	27,124	(0)	54,511	54,235	1
Cost of revenue		(20,867)	(20,329)	3	(42,365)	(41,073)	3
<b>Gross Profit</b>		6,203	6,795	(9)	12,146	13,162	(8)
Other income	6	776	1,286	(40)	1,465	1,366	7
Fair value gain on investment property		2,901	11,783	(75)	2,901	11,783	(75)
Distribution expenses		(1,911)	(1,604)	19	(3,670)	(3,718)	(1)
Administrative expenses		(4,446)	(3,779)	18	(7,993)	(7,548)	6
Impairment loss on amounts due from a joint venture		-	-	-	-	(5,325)	NM
Impairment loss on investment in a joint venture		-	-	-	-	(5,997)	NM
Loss on disposal of an associate	8	(2,781)	-	NM	(2,781)	-	NM
Other expenses		(357)	(696)	(49)	(1,199)	(696)	72
<b>Results from operating activities</b>	6	385	13,785	(97)	869	3,027	(71)
Finance costs		(18)	(19)	(5)	(36)	(42)	(14)
Finance income	7	29	486	(94)	106	1,110	(90)
Share of results of an associate (net of tax)	8	(393)	-	NM	3,455	-	NM
Share of results of joint ventures (net of tax)		(6)	(14)	(57)	(27)	(1,084)	(98)
<b>(Loss)/Profit before tax</b>		(3)	14,238	NM	4,367	3,011	45
Tax expense	9	(384)	(548)	(30)	(626)	(856)	(27)
<b>(Loss)/Profit for the year</b>		(387)	13,690	NM	3,741	2,155	74
<b>Other comprehensive income</b>							
<i>Item that is or may be reclassified subsequently to profit or loss (net of tax)</i>							
Exchange differences arising from translation of financial statements of foreign operations		(81)	189	NM	(607)	257	NM
<i>Items that will not be reclassified to profit or loss (net of tax)</i>							
Net change in fair value of financial assets at fair value through other comprehensive income		550	(484)	NM	915	(587)	NM
Share of other comprehensive income of an associate		(53)	-	NM	(53)	-	NM
		497	(484)	NM	862	(587)	NM
<b>Total other comprehensive income for the year, net of tax</b>		416	(295)	NM	255	(330)	NM
<b>Total comprehensive income for the year</b>		29	13,395	(100)	3,996	1,825	119
<b>(Loss)/Profit attributable to:</b>							
Owners of the Company		(1,147)	10,834	NM	3,050	(689)	NM
Non-controlling interests		760	2,856	(73)	691	2,844	(76)
<b>(Loss)/Profit for the year</b>		(387)	13,690	NM	3,741	2,155	74
<b>Total comprehensive income attributable to:</b>							
Owners of the Company		(670)	10,518	NM	3,535	(1,067)	NM
Non-controlling interests		699	2,877	(76)	461	2,892	(84)
<b>Total comprehensive income for the year</b>		29	13,395	(100)	3,996	1,825	119
<b>(Loss)/Earnings per share</b>							
- Basic (cents)		(0.69)	6.48	NM	1.83	(0.41)	NM
- Diluted (cents)		(0.69)	6.48	NM	1.83	(0.41)	NM

**B. Statements of financial position**

Note	Group		Company	
	30.06.2021 \$'000	30.06.2020 \$'000	30.06.2021 \$'000	30.06.2020 \$'000
<b>Non-current assets</b>				
	1,596	1,496	5	9
Plant and equipment				
Investment property	10	20,632	17,423	-
Intangible assets and goodwill	11	18,339	18,777	29
Right-of-use assets		853	1,058	-
Subsidiaries		-	-	31,385
Joint ventures		8	37	-
Financial assets	12	13,243	4,535	11,311
Amounts due from related parties		-	-	7,704
Deferred tax assets		67	65	-
		<u>54,738</u>	<u>43,391</u>	<u>50,434</u>
				<u>41,352</u>
<b>Current assets</b>				
Trade and other receivables		14,368	12,404	30
Inventories		3,947	3,839	-
Amounts due from related parties		316	610	1,950
Cash and cash equivalents	14	64,404	74,950	54,292
		<u>83,035</u>	<u>91,803</u>	<u>56,272</u>
				<u>54,586</u>
<b>Total assets</b>		<u>137,773</u>	<u>135,194</u>	<u>106,706</u>
				<u>95,938</u>
<b>Equity attributable to Owners of the Company</b>				
Share capital	15	89,566	89,566	89,566
Treasury shares	15	(126)	(126)	(126)
Reserves		(11,962)	(10,090)	29
Retained earnings		36,237	32,496	14,683
		<u>113,715</u>	<u>111,846</u>	<u>104,152</u>
Non-controlling interests		7,045	6,774	-
				<u>93,515</u>
<b>Total equity</b>		<u>120,760</u>	<u>118,620</u>	<u>104,152</u>
				<u>93,515</u>
<b>Non-current liabilities</b>				
Lease liabilities		336	585	-
Provisions		176	136	-
Deferred tax liabilities		711	659	-
		<u>1,223</u>	<u>1,380</u>	<u>-</u>
<b>Current liabilities</b>				
Trade and other payables		14,279	13,838	1,391
Amounts due to related parties		575	87	1,163
Lease liabilities		572	540	-
Provisions		38	210	-
Income tax payable		326	519	-
		<u>15,790</u>	<u>15,194</u>	<u>2,554</u>
				<u>2,423</u>
<b>Total liabilities</b>		<u>17,013</u>	<u>16,574</u>	<u>2,554</u>
				<u>2,423</u>
<b>Total equity and liabilities</b>		<u>137,773</u>	<u>135,194</u>	<u>106,706</u>
				<u>95,938</u>

**C. Statements of changes in equity  
For the year ended 30 June 2021**

Group	Share capital \$'000	Treasury shares \$'000	Capital reserve \$'000	Fair value reserve \$'000	Share-based compensation reserve \$'000	Translation reserve \$'000	Retained earnings \$'000	Total attributable to Owners of the Company \$'000	Non- controlling interests \$'000	Total equity \$'000
Balance as at 1 July 2020	89,566	(126)	(11,648)	(690)	2,290	(42)	32,496	111,846	6,774	118,620
<b>Total comprehensive income for the year</b>										
Profit for the year	-	-	-	-	-	-	3,050	3,050	691	3,741
<b>Other comprehensive income</b>										
Exchange differences arising from translation of financial statements of foreign operations	-	-	-	-	-	(377)	-	(377)	(230)	(607)
Net change in fair value of financial assets at fair value through other comprehensive income	-	-	-	915	-	-	-	915	-	915
Share of other comprehensive income of an associate	-	-	-	(53)	-	-	-	(53)	-	(53)
Share of transfer of loss on disposal of financial assets at fair value through other comprehensive income to retained earnings of an associate	-	-	-	53	-	-	(53)	-	-	-
Transfer of gain on disposal of financial assets at fair value through other comprehensive income to retained earnings	-	-	-	(120)	-	-	120	-	-	-
Total other comprehensive income, net of tax	-	-	-	795	-	(377)	67	485	(230)	255
<b>Total comprehensive income for the year</b>	-	-	-	795	-	(377)	3,117	3,535	461	3,996
<b>Transactions with Owners, recorded directly in equity</b>										
<b>Contributions by and distributions to Owners</b>										
Final dividend of 0.50 cent per share in respect of 2020	-	-	-	-	-	-	(833)	(833)	-	(833)
Interim dividend of 0.50 cent per share in respect of 2021	-	-	-	-	-	-	(833)	(833)	-	(833)
Dividend paid to non-controlling shareholders	-	-	-	-	-	-	-	-	(491)	(491)
Transfer to retained earnings	-	-	-	-	(2,290)	-	2,290	-	-	-
Total contributions by and distributions to Owners	-	-	-	-	(2,290)	-	624	(1,666)	(491)	(2,157)
<b>Changes in ownership interests in a subsidiary</b>										
Capital injection by non-controlling interest	-	-	-	-	-	-	-	-	301	301
Total changes in ownership interests in a subsidiary	-	-	-	-	-	-	-	-	301	301
<b>Total transactions with Owners</b>	-	-	-	-	(2,290)	-	624	(1,666)	(190)	(1,856)
<b>Balance as at 30 June 2021</b>	89,566	(126)	(11,648)	105	-	(419)	36,237	113,715	7,045	120,760

**Statements of changes in equity (cont'd)**  
**For the year ended 30 June 2020**

Group	Share capital \$'000	Treasury shares \$'000	Capital reserve \$'000	Fair value reserve \$'000	Share-based compensation reserve \$'000	Translation reserve \$'000	Retained earnings \$'000	Total attributable to Owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance as at 1 July 2019	89,566	-	(11,648)	538	2,290	(251)	35,940	116,435	398	116,833
<b>Effects of adopting SFRS(I) 16</b>	-	-	-	-	-	-	(54)	(54)	-	(54)
Balance as at 1 July 2019, restated	89,566	-	(11,648)	538	2,290	(251)	35,886	116,381	398	116,779
<b>Total comprehensive income for the year</b>										
(Loss)/Profit for the year	-	-	-	-	-	-	(689)	(689)	2,844	2,155
<b>Other comprehensive income</b>										
Exchange differences arising from translation of financial statements of foreign operations	-	-	-	-	-	209	-	209	48	257
Net change in fair value of financial assets at fair value through other comprehensive income	-	-	-	(587)	-	-	-	(587)	-	(587)
Transfer of gain on disposal of financial assets at fair value through other comprehensive income to retained earnings	-	-	-	(641)	-	-	641	-	-	-
Total other comprehensive income, net of tax	-	-	-	(1,228)	-	209	641	(378)	48	(330)
<b>Total comprehensive income for the year</b>	-	-	-	(1,228)	-	209	(48)	(1,067)	2,892	1,825
<b>Transactions with Owners, recorded directly in equity</b>										
<b>Contributions by and distributions to Owners</b>										
Purchase of treasury shares	-	(126)	-	-	-	-	-	(126)	-	(126)
Final dividend of 1.00 cent per share in respect of 2019	-	-	-	-	-	-	(1,671)	(1,671)	-	(1,671)
Final special dividend of 1.00 cent per share in respect of 2019	-	-	-	-	-	-	(1,671)	(1,671)	-	(1,671)
Total contributions by and distributions to Owners	-	(126)	-	-	-	-	(3,342)	(3,468)	-	(3,468)
<b>Changes in ownership interests in subsidiaries</b>										
Capital injection by non-controlling interest	-	-	-	-	-	-	-	-	1,358	1,358
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	2,126	2,126
Total changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	3,484	3,484
<b>Total transactions with Owners</b>	-	(126)	-	-	-	-	(3,342)	(3,468)	3,484	16
<b>Balance as at 30 June 2020</b>	89,566	(126)	(11,648)	(690)	2,290	(42)	32,496	111,846	6,774	118,620

## Statements of changes in equity (cont'd)

### For the year ended 30 June 2021

Company	Share capital \$'000	Treasury shares \$'000	Fair value reserve \$'000	Share-based compensation reserve \$'000	Retained earnings \$'000	Total equity \$'000
Balance as at 1 July 2020	89,566	(126)	(690)	2,290	2,475	93,515
<b>Total comprehensive income for the year</b>						
Profit for the year	-	-	-	-	11,517	11,517
<b>Other comprehensive income</b>						
Net change in fair value of financial assets at fair value through other comprehensive income	-	-	839	-	-	839
Share of other comprehensive income of an associate	-	-	(53)	-	-	(53)
Share of transfer of loss on disposal of financial assets at fair value through other comprehensive income to retained earnings of an associate	-	-	53	-	(53)	-
Transfer of gain on disposal of financial assets at fair value through other comprehensive income to retained earnings	-	-	(120)	-	120	-
Total other comprehensive income, net of tax	-	-	719	-	67	786
<b>Total comprehensive income for the year</b>	-	-	719	-	11,584	12,303
<b>Transactions with Owners, recorded directly in equity</b>						
<b>Contributions by and distributions to Owners</b>						
Final dividend of 0.50 cent per share in respect of 2020	-	-	-	-	(833)	(833)
Interim dividend of 0.50 cent per share in respect of 2021	-	-	-	-	(833)	(833)
Transfer to retained earnings	-	-	-	(2,290)	2,290	-
Total contributions by and distributions to Owners	-	-	-	(2,290)	624	(1,666)
<b>Total transactions with Owners</b>	-	-	-	(2,290)	624	(1,666)
<b>Balance as at 30 June 2021</b>	<b>89,566</b>	<b>(126)</b>	<b>29</b>	<b>-</b>	<b>14,683</b>	<b>104,152</b>

### For the year ended 30 June 2020

Company	Share capital \$'000	Treasury shares \$'000	Fair value reserve \$'000	Share-based compensation reserve \$'000	Retained earnings \$'000	Total equity \$'000
Balance as at 1 July 2019	89,566	-	538	2,290	16,500	108,894
<b>Total comprehensive income for the year</b>						
Loss for the year	-	-	-	-	(11,324)	(11,324)
<b>Other comprehensive income</b>						
Net change in fair value of financial assets at fair value through other comprehensive income	-	-	(587)	-	-	(587)
Transfer of gain on disposal of financial assets at fair value through other comprehensive income to retained earnings	-	-	(641)	-	641	-
Total other comprehensive income, net of tax	-	-	(1,228)	-	641	(587)
<b>Total comprehensive income for the year</b>	-	-	(1,228)	-	(10,683)	(11,911)
<b>Transactions with Owners, recorded directly in equity</b>						
<b>Contributions by and distributions to Owners</b>						
Purchase of treasury shares	-	(126)	-	-	-	(126)
Final dividend of 1.00 cent per share in respect of 2019	-	-	-	-	(1,671)	(1,671)
Final special dividend of 1.00 cent per share in respect of 2019	-	-	-	-	(1,671)	(1,671)
Total contributions by and distributions to Owners	-	(126)	-	-	(3,342)	(3,468)
<b>Total transactions with Owners</b>	-	(126)	-	-	(3,342)	(3,468)
<b>Balance as at 30 June 2020</b>	<b>89,566</b>	<b>(126)</b>	<b>(690)</b>	<b>2,290</b>	<b>2,475</b>	<b>93,515</b>

## D. Consolidated statement of cash flows

Note	Group	
	FY2021 \$'000	FY2020 \$'000
<b>Cash flows from operating activities</b>		
	3,741	2,155
	Profit for the year	
	Adjustments for:	
11	231	216
	Amortisation of intangible assets	
	427	464
	Depreciation of plant and equipment	
	564	572
	Depreciation of right-of-use assets	
	(183)	(248)
	Dividend income from financial assets	
10	(2,901)	(11,783)
	Fair value gain on investment property	
	36	42
	Finance costs	
7	(106)	(1,110)
	Finance income	
	-	(17)
	Gain on disposal of right-of-use assets	
	-	5,325
	Impairment loss on amounts due from a joint venture	
	-	5,997
	Impairment loss on investment in a joint venture	
	319	-
	Impairment loss on intangible assets and goodwill	
	92	-
	Impairment loss on trade and other receivables	
	230	-
	Inventories written down	
	(283)	78
	(Gain)/Loss on disposal of plant and equipment	
8	2,781	-
	Loss on disposal of an associate	
	-	40
	Plant and equipment written off	
8	(3,455)	-
	Share of results of an associate (net of tax)	
	27	1,084
	Share of results of joint ventures (net of tax)	
9	626	856
	Tax expense	
	<u>2,146</u>	<u>3,671</u>
	<b>Operating cash flows before working capital changes</b>	
	Changes in:	
	782	(266)
	Amounts due from/to related parties	
	(185)	1,251
	Inventories	
	(1,172)	(2,454)
	Trade and other receivables	
	(899)	(31)
	Trade and other payables	
	<u>672</u>	<u>2,171</u>
	Cash generated from operations	
	117	1,142
	Interest received	
	(733)	(536)
	Tax paid	
	<u>56</u>	<u>2,777</u>
	<b>Net cash generated from operating activities</b>	
	<b>Cash flows from investing activities</b>	
	183	230
	Dividends received from financial assets	
	52	-
	Return of capital from a financial asset	
	-	*
	Investment in joint ventures	
	*	-
	Investment in an associate	
	-	(2,867)
	Loans to joint ventures	
	-	(458)
	Advance to a joint venture	
	-	533
	Repayment of advance from a joint venture	
	(4,813)	-
	Advance to an associate	
D-1	-	9,603
	Net cash inflow on disposal of subsidiaries	
D-2	17	(1,755)
	Net cash inflow/(outflow) on acquisitions of subsidiaries	
11	(114)	(228)
	Purchase of intangible assets	
	(1,237)	(5,376)
	Purchase of investment property	
	(604)	(1,159)
	Purchase of plant and equipment	
	(3,302)	(2,672)
	Purchase of financial assets	
	65	468
	Proceeds from disposal of plant and equipment	
	891	2,884
	Proceeds from disposal of financial assets	
	<u>(8,862)</u>	<u>(797)</u>
	<b>Net cash used in investing activities</b>	
	<b>Cash flows from financing activities</b>	
	301	1,358
	Capital injection by non-controlling interest	
	(1,666)	(3,342)
	Dividends paid	
	268	-
	Proceeds from bank borrowing	
	(268)	-
	Repayment of bank borrowing	
	(577)	(556)
	Payment of principal portion of lease liabilities	
	(36)	(42)
	Interest paid	
	-	(126)
	Purchase of treasury shares	
	<u>(1,978)</u>	<u>(2,708)</u>
	<b>Net cash used in financing activities</b>	
	(10,784)	(728)
	<b>Net decrease in cash and cash equivalents</b>	
	74,950	75,465
	Cash and cash equivalents at beginning of year	
	238	213
	Effects of exchange rate fluctuations on cash held	
14	<u>64,404</u>	<u>74,950</u>
	<b>Cash and cash equivalents at end of year</b>	

\* Amount less than \$1,000.

**D. Consolidated statement of cash flows (cont'd)**

**D-1** In FY2020, 10% of the initial consideration in relation to the sale of SV Probe Pte Ltd and certain of its subsidiaries was released from an escrow account.

**D-2** On 25 September 2020, Ellipsiz DSS Pte Ltd ("EDSS"), a wholly-owned subsidiary of the Company acquired all the shares representing 50% interest in EllipTech Solutions Pte Ltd ("EllipTech") held by its joint venture partner for a consideration of \$1. The net asset value for 50% of EllipTech as at 15 September 2020 was \$155 and the net cash inflow on this acquisition was \$17,000. EllipTech became a wholly-owned subsidiary of EDSS.

The Group completed its acquisitions of Axis-Tec Pte Ltd ("ATPL") and Indovend Pte Ltd ("Indovend") on 16 October 2019 and 16 January 2020 respectively. The aggregation of the net assets of ATPL and Indovend as at the respective dates of completion were as follows:

	<b>\$'000</b>
<b>Assets</b>	
Plant and equipment	99
Right-of-use assets	62
Intangible assets	1,481
Inventories	1,174
Trade and other receivables	876
Cash and cash equivalents	556
	<u>4,248</u>
<b>Liabilities</b>	
Trade and other payables	(1,223)
Provision	(30)
Lease liabilities	(60)
Deferred tax liabilities	(279)
Current tax payable	(25)
	<u>(1,617)</u>
Total identifiable net assets at fair value	2,631
Subscriptions of newly issued shares	1,797
Less: non-controlling interests measured at non-controlling interests' proportionate share of net assets	(2,126)
Add: goodwill arising from acquisitions	1,806
	<u>4,108</u>
Total purchase consideration	(4,108)
Add: cash and cash equivalents acquired	556
Add: subscriptions of newly issued shares	1,797
Net cash outflow	<u>(1,755)</u>



## **E. Notes to the condensed interim consolidated financial statements**

### **1. Corporate information**

Ellipsiz Ltd (the "Company") is incorporated and domiciled in Singapore and is listed on the Singapore Exchange. Its registered office is at 54 Serangoon North Avenue 4, #05-02, Singapore 555854. These condensed interim consolidated financial statements as at and for the full year ended 30 June 2021 comprise the Company and its subsidiaries (collectively, the "Group").

The principal activities of the Company are those relating to investment holding and the provision of management services.

The principal activities of its significant subsidiaries are:

- a) provision of solutions for in-circuit and functional testing, trading of scientific instruments and electronic equipment, provision of related technical services and support, and trading of consumable products;
- b) provision of customised systems and solutions for test automation, high precision automated assembly process for fibre and lens as well as full automated wafer level testing;
- c) property investment and development; and
- d) distribution of intelligent automated retail machines.

### **2. Basis of preparation**

The condensed interim consolidated financial statements have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting*. The condensed interim consolidated 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 its performance since the Company's last results announcement for the six months period ended 31 December 2020.

The condensed interim consolidated financial statements are presented in Singapore dollars, which is the Company's functional currency, and all values are rounded to the nearest thousand (\$'000) unless otherwise stated.

In the preparation of this condensed interim consolidated financial statements, the Group has applied the same accounting policies and methods of computation as those of its audited financial statements for the year ended 30 June 2020 which was prepared in accordance with SFRS(I).

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

The accounting policies adopted are consistent with those of the previous financial year except that in the current financial year, the Group has adopted all new and amended standards which are relevant to the Group and are effective for annual financial periods beginning on or after 1 July 2020. The adoption of these standards did not have any material effect on the financial performance or financial position of the Group.

#### **2.2. Significant accounting judgements, estimates and assumptions**

The preparation of this condensed interim consolidated financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

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 applied to the consolidated financial statements as at and for the year ended 30 June 2020.

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

### **3. Seasonal operations**

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

**E. Notes to the condensed interim consolidated financial statements (cont'd)**

**4. Operating segments**

The Group has the following reportable segments:

- Distribution and Services Solutions ("DSS")
- Automated Precision System Solutions ("APSS")
- Vending Solutions
- Property Investment and Development

The Group determines its operating segments based on internal reports of the components of the Group that are regularly reviewed by the Group's CEO (the chief operating decision maker) for performance assessment and to determine resources allocation.

E. Notes to the condensed interim consolidated financial statements (cont'd)

4. Operating segments (cont'd)

*Reportable segments*

Group	Distribution and Services Solutions		Automated Precision System Solutions		Vending Solutions		Property Investment and Development		Eliminations		Consolidated	
	FY2021	FY2020	FY2021	FY2020	FY2021	FY2020	FY2021	FY2020	FY2021	FY2020	FY2021	FY2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Revenue and expenses</b>												
Total revenue from external customers	49,614	50,979	4,867	3,256	30	-	-	-	-	-	54,511	54,235
Inter-segment revenue	30	28	608	5	80	-	-	-	(718)	(33)	-	-
	<u>49,644</u>	<u>51,007</u>	<u>5,475</u>	<u>3,261</u>	<u>110</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(718)</u>	<u>(33)</u>	<u>54,511</u>	<u>54,235</u>
Segment results	<u>2,691</u>	<u>4,384</u>	<u>274</u>	<u>124</u>	<u>(491)</u>	<u>(11,483)</u>	<u>2,715</u>	<u>11,757</u>	-	-	<u>5,189</u>	<u>4,782</u>
Unallocated corporate results											<u>(4,320)</u>	<u>(1,755)</u>
											<u>869</u>	<u>3,027</u>
Share of results of an associate											<u>3,455</u>	<u>-</u>
Share of results of joint ventures	(27)	(1)	-	-	-	(1,083)	-	-	-	-	<u>(27)</u>	<u>(1,084)</u>
Profit before finance income/(costs) and tax expense											<u>4,297</u>	<u>1,943</u>
Finance costs											<u>(36)</u>	<u>(42)</u>
Finance income											<u>106</u>	<u>1,110</u>
Tax expense											<u>(626)</u>	<u>(856)</u>
Non-controlling interests											<u>(691)</u>	<u>(2,844)</u>
Profit/(Loss) for the year											<u>3,050</u>	<u>(689)</u>
<b>Assets and liabilities</b>												
Segment assets	40,153	49,784	8,274	7,369	86	665	26,210	17,542	(63)	(243)	74,660	75,117
Investments in joint ventures	8	37	-	-	-	-	-	-	-	-	8	37
Tax receivables	25	39	-	-	-	-	-	-	-	-	25	39
Deferred tax assets	67	65	-	-	-	-	-	-	-	-	67	65
Unallocated corporate and other assets											<u>63,013</u>	<u>59,936</u>
Total assets											<u>137,773</u>	<u>135,194</u>
Segment liabilities	11,389	12,661	2,833	1,436	66	55	360	268	(63)	(243)	14,585	14,177
Tax liabilities	324	509	194	229	3	4	516	436	-	-	1,037	1,178
Unallocated corporate and other liabilities											<u>1,391</u>	<u>1,219</u>
Total liabilities											<u>17,013</u>	<u>16,574</u>
Capital expenditure												
- allocated to reportable segments	366	65	321	74	-	161	1,297	5,626	-	-	1,984	5,926
- unallocated corporate and others											<u>31</u>	<u>1,087</u>
Total capital expenditure											<u>2,015</u>	<u>7,013</u>

E. Notes to the condensed interim consolidated financial statements (cont'd)

4. Operating segments (cont'd)

*Reportable segments (cont'd)*

Group	Distribution and Services Solutions		Automated Precision System Solutions		Vending Solutions		Property Investment and Development		Eliminations		Consolidated	
	FY2021 \$'000	FY2020 \$'000	FY2021 \$'000	FY2020 \$'000	FY2021 \$'000	FY2020 \$'000	FY2021 \$'000	FY2020 \$'000	FY2021 \$'000	FY2020 \$'000	FY2021 \$'000	FY2020 \$'000
<i>Other items</i>												
Amortisation of intangible assets	(26)	(20)	(173)	(180)	(32)	(16)	-	-	-	-	(231)	(216)
Dividend income from financial assets											183	248
Depreciation of plant and equipment												
- allocated to reportable segments	(176)	(217)	(28)	(82)	-	-	-	-	-	-	(204)	(299)
- unallocated corporate expenses											(223)	(165)
											(427)	(464)
Depreciation of right-of-use assets	(436)	(489)	(128)	(83)	-	-	-	-	-	-	(564)	(572)
Fair value gain on investment property	-	-	-	-	-	-	2,901	11,783	-	-	2,901	11,783
Governments grants, subsidies and rebates												
- allocated to reportable segments	499	259	194	122	-	-	-	-	-	-	693	381
- unallocated corporate income											141	54
											834	435
Impairment loss on amounts due from a joint venture	-	-	-	-	-	(5,325)	-	-	-	-	-	(5,325)
Impairment loss on investment in a joint venture	-	-	-	-	-	(5,997)	-	-	-	-	-	(5,997)
Impairment loss on intangible assets and goodwill	-	-	-	-	(319)	-	-	-	-	-	(319)	-
Loss on disposal of an associate	-	-	-	-	-	-	-	-	-	-	(2,781)	-
Restructuring costs	-	(578)	-	-	-	-	-	-	-	-	-	(578)

**E. Notes to the condensed interim consolidated financial statements (cont'd)**

**Geographical information**

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers and segment assets are based on the geographical location of the assets.

Group	Singapore		Malaysia		China		Taiwan		Indonesia		Other Regions		Consolidated	
	FY2021 \$'000	FY2020 \$'000	FY2021 \$'000	FY2020 \$'000	FY2021 \$'000	FY2020 \$'000	FY2021 \$'000	FY2020 \$'000	FY2021 \$'000	FY2020 \$'000	FY2021 \$'000	FY2020 \$'000	FY2021 \$'000	FY2020 \$'000
Total revenue from external customers	34,758	33,230	6,838	5,509	8,302	11,978	3,652	2,045	-	-	961	1,473	54,511	54,235
Non-current segment assets	20,495	20,740	64	37	115	138	122	308	-	145	-	-	20,796	21,368
Investment property	-	-	-	-	-	-	-	-	20,632	17,423	-	-	20,632	17,423
Investments in financial assets	13,243	4,535	-	-	-	-	-	-	-	-	-	-	13,243	4,535
Deferred tax assets	10	-	41	-	-	-	16	-	-	-	-	-	67	65
<b>Total non-current assets</b>	<b>33,748</b>	<b>25,275</b>	<b>105</b>	<b>37</b>	<b>115</b>	<b>138</b>	<b>138</b>	<b>308</b>	<b>20,632</b>	<b>17,568</b>	<b>-</b>	<b>-</b>	<b>54,738</b>	<b>43,391</b>
Capital expenditure	709	1,195	-	7	9	22	-	2	1,297	5,787	-	-	2,015	7,013

E. Notes to the condensed interim consolidated financial statements (cont'd)

5. Revenue

	Group		Group	
	2HFY2021 \$'000	2HFY2020 \$'000	FY2021 \$'000	FY2020 \$'000
Sale of goods (transferred at a point in time)	24,671	21,790	48,361	43,395
Service income (transferred over time)	1,989	2,828	5,009	5,830
Commission (transferred at a point in time)	410	2,506	1,141	5,010
	<u>27,070</u>	<u>27,124</u>	<u>54,511</u>	<u>54,235</u>

6. Results from operating activities

Significant items

	Group		Group	
	2HFY2021 \$'000	2HFY2020 \$'000	FY2021 \$'000	FY2020 \$'000
<b>Other income</b>				
Dividend income from financial assets	90	130	183	248
Exchange gain, net	-	591	-	518
Gain on disposal of plant and equipment, net	287	-	283	-
Governments grants, subsidies and rebates	256	435	834	435
Sundry income	143	130	165	165
	<u>776</u>	<u>1,286</u>	<u>1,465</u>	<u>1,366</u>
<b>Other expenses</b>				
Amortisation of intangible assets	116	207	231	216
Depreciation of plant and equipment	211	246	427	464
Depreciation of right-of-use assets	288	304	564	572
Exchange loss, net	38	-	880	-
Impairment loss on intangible assets and goodwill	319	-	319	-
Impairment loss on trade and other receivables	92	-	92	-
Inventories written down	161	-	230	-
Loss on disposal of plant and equipment, net	-	79	-	78
Operating lease expenses	12	72	89	159
Plant and equipment written off	-	40	-	40
Restructuring costs	-	578	-	578
	<u>-</u>	<u>578</u>	<u>-</u>	<u>578</u>

7. Finance income

	Group		Group	
	2HFY2021 \$'000	2HFY2020 \$'000	FY2021 \$'000	FY2020 \$'000
Interest income from:				
- financial institutions	29	385	106	928
- joint ventures	-	-	*	81
- third party	-	101	-	101
	<u>29</u>	<u>486</u>	<u>106</u>	<u>1,110</u>

\* Amount less than \$1,000.

**E. Notes to the condensed interim consolidated financial statements (cont'd)**

**8. Share of results of an associate and Loss on disposal of an associate**

In October 2020, the Company, together with Mr Raymond Lum and Mr David Lum, incorporated RMDV Investments Pte Ltd ("RMDV"), a single purpose company in which the Company held a 10% interest. The board of directors of RMDV comprised Mr Raymond Lum, Mr David Lum and Mr Kelvin Lum (who was the Company's nominee).

In November 2020, RMDV announced a mandatory cash offer (the "Offer") for all of the issued ordinary shares in the capital of Lum Chang Holdings Limited ("LCH" and the ordinary shares, "LCH Shares") at an offer price of \$0.38 in cash for each LCH Share. At the close of the Offer on 18 January 2021, RMDV held approximately 36.5% interest in LCH.

The Company, Mr Raymond Lum, Mr David Lum and RMDV had entered into an investors' agreement which sets out the respective rights and obligations of the shareholders of RMDV and provides a list of reserved matters requiring the unanimous approval of the shareholders of RMDV (the "Investors' Agreement"). One of the terms in the Investors' Agreement provides that each of the Company, Mr Raymond Lum and Mr David Lum has an option to request RMDV to distribute LCH Shares owned by RMDV to them (the "Share Option") in accordance with their respective proportionate shareholding percentages in RMDV.

In June 2021, the Company exercised the Share Option and had requested RMDV to distribute to the extent of the Company's 10% shareholding percentage in RMDV, 13,755,922 LCH Shares owned by RMDV to the Company, by way of a repayment of approximately \$4.8 million shareholder's loan given by the Company to RMDV, in kind. Following the distribution of 13,755,922 LCH Shares to the Company, RMDV bought back all the Company's 10 shares, representing 10% interest in RMDV for a consideration of \$10.

The Company had accounted for its interest in RMDV as an investment in associate in compliance with SFRS(I). Accordingly, it had recognised its share of results of RMDV which amounted to \$3.5 million including the share of a provisional negative goodwill of approximately \$4.0 million. Upon completion of the share buyback, RMDV ceased to be an associate of the Company and the loss on disposal of an associate recorded by the Company was \$2.8 million. The aforesaid transactions had resulted in a net gain of \$0.7 million for the Group.

The Company is holding the 13,755,922 LCH shares directly for long-term investment purposes and has, in accordance with SFRS(I), accounted for them as financial assets at fair value through other comprehensive income ("FVOCI").

**9. Tax expense**

	Group		Group	
	2HFY2021	2HFY2020	FY2021	FY2020
	\$'000	\$'000	\$'000	\$'000
<b>Current tax expense</b>				
Current year	164	306	402	604
Withholding tax	1	27	2	29
Under/(over) provision in prior years	146	(155)	147	(160)
	<u>311</u>	<u>178</u>	<u>551</u>	<u>473</u>
<b>Deferred tax expense</b>				
Origination and reversal of temporary differences	73	415	75	428
Over provision in prior years	-	(45)	-	(45)
	<u>73</u>	<u>370</u>	<u>75</u>	<u>383</u>
Tax expense	<u>384</u>	<u>548</u>	<u>626</u>	<u>856</u>

**10. Investment property**

	Group	
	30.06.2021	30.06.2020
	\$'000	\$'000
At 1 July	17,423	-
Addition from acquisitions	1,216	4,770
Direct costs	81	856
Net gain from fair value adjustment recognised in profit or loss	2,901	11,783
Translation difference	(989)	14
At 30 June	<u>20,632</u>	<u>17,423</u>

**E. Notes to the condensed interim consolidated financial statements (cont'd)**

**10. Investment property (cont'd)**

During the financial year, the Group acquired additional vacant land comprising 14 plots of girik land (Alas Hak) with a total land area of approximately 158,000 square metres located at Desa Berakit, Kecamatan Teluk Sebang, Kabupaten Bintan, Kepulauan Riau Province, Indonesia.

Alas Hak is an unregistered right over the land. This right-of-use asset arises as a result of occupation, residence on land, or renouncement of right by previous holder of the land covered by Alas Hak.

Valuation of investment property

The investment property is stated at fair value, which was determined based on a valuation performed as at 30 June 2021. The valuation was carried out by KJPP Wilson dan Rekan in association with Knight Frank, an independent professional valuer. Please refer to Note E13 on page 19 for details of valuation techniques and inputs used.

**11. Intangible assets and goodwill**

<b>Group</b>	<b>Computer software \$'000</b>	<b>Technology licence \$'000</b>	<b>Customer relationships and backlog orders \$'000</b>	<b>Goodwill \$'000</b>	<b>Total \$'000</b>
<b>Cost</b>					
At 1 July 2019	350	-	-	15,396	15,746
Acquisition of subsidiaries	-	-	1,481	1,806	3,287
Additions	67	161	-	-	228
Translation difference	1	-	-	-	1
At 30 June 2020	418	161	1,481	17,202	19,262
Additions	114	-	-	-	114
Translation difference	2	-	-	(3)	(1)
At 30 June 2021	534	161	1,481	17,199	19,375
<b>Accumulated amortisation</b>					
At 1 July 2019	267	-	-	-	267
Amortisation	28	16	172	-	216
Translation difference	2	-	-	-	2
At 30 June 2020	297	16	172	-	485
Amortisation	41	32	158	-	231
Impairment	-	113	-	206	319
Translation difference	1	-	-	-	1
At 30 June 2021	339	161	330	206	1,036
<b>Carrying amounts</b>					
At 30 June 2020	121	145	1,309	17,202	18,777
At 30 June 2021	195	-	1,151	16,993	18,339

Goodwill impairment assessment

Goodwill is allocated to the Group's cash-generating units ("CGUs") as follows:

	<b>Group</b>	
	<b>30.06.2021 \$'000</b>	<b>30.06.2020 \$'000</b>
DSS	15,393	15,396
APSS	1,600	1,600
Vending Solutions	-	206
	16,993	17,202



**E. Notes to the condensed interim consolidated financial statements (cont'd)**

**11. Intangible assets and goodwill (cont'd)**

The recoverable amounts of the CGUs are determined annually based on value-in-use calculations. These calculations use cash flow projections covering a five-year period, based on financial budgets/forecasts approved by management.

Key assumptions used for value-in-use calculations

For the purpose of estimating the recoverable amounts of the CGUs, management used the following key assumptions for the cash flow projections:

	<b>Revenue growth rate</b>	<b>Discount rate</b>
	%	%
<b>Group</b>		
<b>2021</b>		
DSS	5.5	13.8
APSS	5.5	16.1
<b>2020</b>		
DSS	5.5	14.1
APSS	5.5	17.4

The weighted average revenue growth rates per annum used are based on the forecasts included in industry reports. Management determined gross profit growth rate per annum based on past performance and its expectations of market developments.

The discount rates used are pre-tax and reflect specific risks relating to the respective CGUs. The values assigned to the key assumptions represent management's assessment of future trends in the industries that the CGUs operate in.

DSS

If the revenue growth rate decreased to 3.3% (2020: 3.9%) per annum, the estimated recoverable amount would be equal to the carrying amount.

APSS

If the revenue growth rate decreased to 0.6% (2020: Nil) per annum, the estimated recoverable amount would be equal to the carrying amount.

Vending Solutions

The Group had not been able to advance on its vending solutions business in Indonesia due to the uncertain situation caused by the outbreak of the Covid-19 pandemic. Accordingly, management had performed an impairment assessment to estimate the recoverable amount of the Group's investment in this business, resulting in an impairment loss on goodwill of \$206,000 (2020: Nil) being recorded.

**E. Notes to the condensed interim consolidated financial statements (cont'd)**

**12. Financial instruments by category**

An analysis of the Group's and the Company's financial instruments is set out below.

	FVOCI – equity investments \$'000	Financial assets at amortised cost \$'000	Other financial liabilities \$'000	Total \$'000
<b>Group</b>				
<b>30.06.2021</b>				
<b>Assets</b>				
Financial assets <sup>1,2</sup>	13,243	-	-	13,243
Trade and other receivables <sup>3</sup>	-	13,196	-	13,196
Amounts due from related parties	-	316	-	316
Cash and cash equivalents	-	64,404	-	64,404
	<u>13,243</u>	<u>77,916</u>	<u>-</u>	<u>91,159</u>
<b>Liabilities</b>				
Amounts due to related parties	-	-	(575)	(575)
Trade and other payables <sup>4</sup>	-	-	(10,422)	(10,422)
Lease liabilities	-	-	(908)	(908)
	<u>-</u>	<u>-</u>	<u>(11,905)</u>	<u>(11,905)</u>
<b>30.06.2020</b>				
<b>Assets</b>				
Financial assets <sup>1</sup>	4,535	-	-	4,535
Trade and other receivables <sup>3</sup>	-	10,554	-	10,554
Amounts due from related parties	-	610	-	610
Cash and cash equivalents	-	74,950	-	74,950
	<u>4,535</u>	<u>86,114</u>	<u>-</u>	<u>90,649</u>
<b>Liabilities</b>				
Amounts due to related parties	-	-	(87)	(87)
Trade and other payables <sup>4</sup>	-	-	(10,595)	(10,595)
Lease liabilities	-	-	(1,125)	(1,125)
	<u>-</u>	<u>-</u>	<u>(11,807)</u>	<u>(11,807)</u>

**E. Notes to the condensed interim consolidated financial statements (cont'd)**

**12. Financial instruments by category (cont'd)**

	FVOCI – equity investments \$'000	Financial assets at amortised cost \$'000	Other financial liabilities \$'000	Total \$'000
<b>Company</b>				
<b>30.06.2021</b>				
<b>Assets</b>				
Financial assets <sup>1,2</sup>	11,311	-	-	11,311
Trade and other receivables <sup>3</sup>	-	5	-	5
Amounts due from related parties	-	9,654	-	9,654
Cash and cash equivalents	-	54,292	-	54,292
	<u>11,311</u>	<u>63,951</u>	<u>-</u>	<u>75,262</u>
<b>Liabilities</b>				
Amounts due to related parties	-	-	(1,163)	(1,163)
Trade and other payables <sup>4</sup>	-	-	(1,258)	(1,258)
	<u>-</u>	<u>-</u>	<u>(2,421)</u>	<u>(2,421)</u>
<b>30.06.2020</b>				
<b>Assets</b>				
Financial assets <sup>1</sup>	4,535	-	-	4,535
Trade and other receivables <sup>3</sup>	-	9	-	9
Amounts due from related parties	-	5,682	-	5,682
Cash and cash equivalents	-	54,220	-	54,220
	<u>4,535</u>	<u>59,911</u>	<u>-</u>	<u>64,446</u>
<b>Liabilities</b>				
Amounts due to related parties	-	-	(1,217)	(1,217)
Trade and other payables <sup>4</sup>	-	-	(937)	(937)
	<u>-</u>	<u>-</u>	<u>(2,154)</u>	<u>(2,154)</u>

<sup>1</sup> The Group has elected to designate these financial assets at fair value through other comprehensive income as the Group intends to hold them for long-term investment purposes to generate returns and for capital appreciation. During the financial year, the Group had disposed of certain quoted equity securities. The aggregate of the fair values of these securities at the respective dates of disposals was \$891,000 (2020: \$2,884,000), and the cumulative gain on disposal was \$120,000 (2020: \$641,000). The cumulative gain on disposal was reclassified from fair value reserve to retained earnings.

<sup>2</sup> Includes 13,755,922 LCH Shares which the Company holds directly. Please refer to Note E8 on page 14 for further details.

<sup>3</sup> Excludes grant receivables, taxes recoverable, sales tax receivables and prepayments.

<sup>4</sup> Excludes liability for short-term accumulating compensated absences, sales tax payables, deferred income and contract liabilities.

**13. Fair value measurement**

The tables below analyse fair value measurements for financial assets and liabilities, by the levels in the fair value hierarchy, based on the inputs used in the valuation techniques as follows:

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities that can be accessed at the measurement date.

Level 2 – inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

E. Notes to the condensed interim consolidated financial statements (cont'd)

13. Fair value measurement (cont'd)

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Group</b>				
<b>30.06.2021</b>				
<b>Financial assets</b>				
Investments at FVOCI	11,311	-	1,932	13,243
<b>Non-financial assets</b>				
Investment property	-	-	20,632	20,632
	<u>11,311</u>	<u>-</u>	<u>22,564</u>	<u>33,875</u>
<b>30.06.2020</b>				
<b>Financial assets</b>				
Investments at FVOCI	4,535	-	-	4,535
<b>Non-financial assets</b>				
Investment property	-	-	17,423	17,423
	<u>4,535</u>	<u>-</u>	<u>17,423</u>	<u>21,958</u>
<b>Company</b>				
<b>30.06.2021</b>				
<b>Financial assets</b>				
Investments at FVOCI	<u>11,311</u>	<u>-</u>	<u>-</u>	<u>11,311</u>
<b>30.06.2020</b>				
<b>Financial assets</b>				
Investments at FVOCI	<u>4,535</u>	<u>-</u>	<u>-</u>	<u>4,535</u>

The fair value of investments at FVOCI categorised under Level 1 of the fair value hierarchy was based on their last quoted market prices at the reporting date.

The following table presents the valuation techniques and key inputs used to determine the fair values of investments at FVOCI and investment property categorised under Level 3 of the fair value hierarchy.

Description	Fair value at 30.06.2021 \$'000	Valuation techniques	Unobservable inputs	Range of unobservable inputs
Investments	1,932	Quoted market prices, valuations or quotes adjusted to reflect market spreads or modeled prices	Adjustments to quotes	Not applicable
Investment property	20,632	Market Approach with percentage / plus and minus method	Price of comparable properties	Indonesian Rupiah 350,000 per sqm – Indonesian Rupiah 375,000 per sqm
Description	Fair value at 30.06.2020 \$'000	Valuation techniques	Unobservable inputs	Range of unobservable inputs
Investment property	17,423	Market Approach with plus and minus method	Price of comparable properties	Indonesian Rupiah 300,000 per sqm – Indonesian Rupiah 375,000 per sqm

The fair value of investment property categorised under Level 3 of the fair value hierarchy is generally sensitive to the unobservable inputs set out above. A significant increase/(decrease) in the price of comparable properties would result in a significant increase/(decrease) to the fair value of the asset.

**E. Notes to the condensed interim consolidated financial statements (cont'd)****14. Cash and cash equivalents**

	Group		Company	
	FY2021	FY2020	FY2021	FY2020
	\$'000	\$'000	\$'000	\$'000
Cash at banks and in hand	24,756	39,257	14,916	23,022
Short-term deposits	39,648	35,693	39,376	31,198
	<u>64,404</u>	<u>74,950</u>	<u>54,292</u>	<u>54,220</u>

**15. Share capital**

	Company			
	No. of shares		Amount	
	Issued share capital	Treasury shares	Issued share capital	Treasury shares
	'000	'000	\$'000	\$'000
At 1 July 2020 and 30 June 2021	<u>167,128</u>	<u>(460)</u>	<u>89,566</u>	<u>(126)</u>

All issued ordinary shares are fully paid. There is no par value for these ordinary shares. Fully paid ordinary shares (except treasury shares) carry one vote per share without restriction and carry a right to dividends as and when declared by the Company.

Treasury shares

Treasury shares are ordinary shares of the Company that are purchased and held by the Company and are presented as a component within shareholders' equity.

During the financial year, the Company acquired Nil (2020: 459,900) shares in the Company by way of on-market purchases.

**16. Significant related party transactions**

Other than as disclosed elsewhere in the condensed interim consolidated financial statements, significant transactions with related parties were as follows:

	Group		Group	
	2HFY2021	2HFY2020	FY2021	FY2020
	\$'000	\$'000	\$'000	\$'000
Sales and services income received/receivable from:				
– joint ventures	25	34	61	239
– a related party	21	42	21	42
Service fee paid/payable to:				
– a related party	(17)	(24)	(29)	(48)
Consultancy fee paid/payable to a director	<u>(54)</u>	<u>(46)</u>	<u>(93)</u>	<u>(91)</u>

**17. Borrowings**

The Group had no borrowings or debts securities as at 30 June 2021 and 30 June 2020.

**18. Subsequent event**

In July 2021, the Group acquired additional vacant land comprising 12 plots of girik land (Alas Hak) with a total land area of approximately 113,000 square metres located at Desa Berakit, Kecamatan Teluk Sebong, Kabupaten Bintan, Kepulauan Riau Province, Indonesia for an aggregate consideration of \$1,337,000.

**F. Other information**

**1. Review**

The condensed interim consolidated financial statements have not been audited or reviewed by the Company's auditor.

**2. 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 and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There was no change in the Company's share capital since the end of the previous period reported on up to the end of the current financial year.

There were no outstanding convertibles and subsidiary holdings as at 30 June 2021 and 30 June 2020.

The Company's issued and fully paid-up shares as at 30 June 2021 comprised 166,668,285 (30 June 2020: 166,668,285) ordinary shares with voting rights and 459,900 (30 June 2020: 459,900) ordinary shares (treasury shares) with no voting rights. The treasury shares held represented 0.28% (30 June 2020: 0.28%) of the total number of issued shares excluding treasury shares.

**3. 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.**

	30.06.2021	30.06.2020
Total number of ordinary shares excluding treasury shares	166,668,285	166,668,285

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

There was no sale, transfer, cancellation and/or use of treasury shares as at the end of the current financial year.

**5. 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.

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

	Group		Group	
	2HFY2021	2HFY2020	FY2021	FY2020
(Loss)/earnings per share (cents)				
- basic and diluted	(0.69)	6.48	1.83	(0.41)
Weighted average number of shares (excluding treasury shares)	166,668,285	167,023,088	166,668,285	167,023,088

Diluted earnings/(loss) per share was the same as basic earnings/(loss) per share as there were no potentially dilutive ordinary shares for both the current and preceding financial years.

**F. Other information (cont'd)**

**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	
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
Net asset value per share (cents)	68.23	67.11	62.49	56.11
Number of shares at end of the financial year (excluding treasury shares)	166,668,285	166,668,285	166,668,285	166,668,285

Net asset is defined as total equity less non-controlling interests.

**8. Review of performance of the Group**

**2HFY2021 vs 2HFY2020**

The Group's revenue was \$27.1 million for both 2HFY2021 and 2HFY2020. Gross profit margin had declined from 25% to 23% due to change in revenue mix.

Other income was \$0.8 million in 2HFY2021 compared to \$1.3 million in 2HFY2020. The breakdown of other income is provided in Note E6 on page 13.

Based on valuations carried out by an independent professional valuer as at 30 June 2021 and 30 June 2020, the Group recorded fair value gains on investment property of \$2.9 million and \$11.8 million in 2HFY2021 and 2HFY2020 respectively.

The Group's distribution and administrative expenses had increased from \$5.4 million in 2HFY2020 to \$6.4 million in 2HFY2021 mainly due to higher staff related expenses and inventories written down.

Other expenses in 2HFY2021 comprised mainly impairment loss on intangible assets and goodwill pertaining to the vending solutions segment of \$0.3 million. Other expenses in 2HFY2020 comprised mainly restructuring costs incurred in relation to a restructuring exercise carried out to rightsize DSS operations following the cessation of the manufacturer's representative and service provider agreement with Keysight Technologies Singapore (Sales) Pte Ltd (the "Agreement").

The decrease in finance income was mainly due to the lower interest rate environment.

The Group's share of results of an associate and loss on disposal of an associate in 2HFY2021 were in respect of RMDV. Please refer to Note E8 on page 14 for further details.

Overall, the Group recorded a net loss of \$0.4 million in 2HFY2021 as compared to a net profit after tax of \$13.7 million in 2HFY2020.

**FY2021 vs FY2020**

The Group's FY2021 revenue of \$54.5 million was marginally higher than \$54.2 million recorded in FY2020. Revenue from APSS segment had increased as contribution of ATPL was for the full year in FY2021 compared to 8.5 months from 16 October 2019 (date of acquisition) in FY2020. However, revenue from DSS segment had dropped because of lower commission income due to the cessation of the Agreement. Gross profit margin had declined from 24% to 22% due to change in revenue mix.

Other income recorded in FY2021 was \$1.5 million compared to \$1.4 million in FY2020. The breakdown of other income is provided in Note E6 on page 13.

Based on valuations carried out by an independent professional valuer as at 30 June 2021 and 30 June 2020, the Group recorded fair value gains on investment property of \$2.9 million and \$11.8 million in FY2021 and FY2020 respectively.

The Group's distribution and administrative expenses had increased from \$11.3 million in FY2020 to \$11.7 million in FY2021. The increase was mainly due to the consolidation of ATPL's expenses for the full year in FY2021, higher staff related expenses, and inventories written down, which were partially offset by lower legal and professional fees.

Other expenses in FY2021 comprised foreign exchange loss of \$0.9 million and impairment loss on intangible assets and goodwill pertaining to the vending solutions segment of \$0.3 million. Other expenses in FY2020 comprised mainly restructuring costs incurred in relation to a restructuring exercise carried out to rightsize DSS operations following the cessation of the Agreement.

**F. Other information (cont'd)**

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

The decrease in finance income from \$1.1 million in FY2020 to \$0.1 million in FY2021 was mainly due to the lower interest rate environment.

The Group's share of results of an associate and loss on disposal of an associate in FY2021 were in respect of RMDV. Please refer to Note E8 on page 14 for further details.

The Group's share of results of joint ventures as well as impairment losses on investment in a joint venture and on amounts due from a joint venture in FY2020 were substantially in respect of the Group's investment in Kalms Investment Pte Ltd and its subsidiaries.

Overall, the Group recorded a net profit after tax of \$3.7 million in FY2021 which was 74% higher than the net profit after tax of \$2.2 million in FY2020.

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

Not applicable.

**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.**

In its June 2021 report, the World Semiconductor Trade Statistics projected the worldwide semiconductor market growth to rise from 6.8% in 2020 to 19.7% in 2021, which corresponds to a market size of US\$527 billion. Memory will continue to contribute the largest growth with 31.7% followed by Sensors and Analog at 22.4% and 21.7% respectively. All other major product categories are also projected to show growth. In 2021, Asia Pacific (including China) is projected to show the strongest growth.

According to SEMI's report 'Mid-Year Total Semiconductor Equipment Forecast – OEM Perspective' released in July 2021, global sales of semiconductor manufacturing equipment by original equipment manufacturers is projected to surpass US\$100 billion in 2022, a new high, after jumping 34% to US\$95 billion in 2021 compared to US\$71 billion in 2020. Continuous investments by device makers in secular growth drivers are fuelling the expansion of both the front-end and back-end semiconductor equipment segments. The wafer fab equipment segment, which includes wafer processing, fab facilities, and mask/reticle equipment, is projected to surge 34% to a new industry record of \$82 billion in 2021, followed by a 6% increase in 2022 to more than \$86 billion. Regionally, Korea, Taiwan and China are projected to remain the top three destinations for equipment spending in 2021.

The Group endeavours to capture opportunities presented from the increase in demand and will continue to support its principals and customers in their businesses.

Notwithstanding the above, with the ongoing geopolitical tensions between the United States and China and the continuing uncertainties brought about by COVID-19, the Group will keep monitoring and evaluating developments in the market situation closely, whilst taking a prudent approach in managing its operations and capital.

**11. Dividend information**

**(a) Current Financial Period Reported On.**

Name of dividend	Interim	Final (Proposed)
Dividend type	Cash	Cash
Dividend rate	0.50 cent	2.00 cents
Tax rate	Tax exempt (one-tier)	Tax exempt (one-tier)

**(b) Corresponding Period of the Immediately Preceding Financial Year.**

Name of dividend	Final
Dividend type	Cash
Dividend rate	0.50 cent
Tax rate	Tax exempt (one-tier)

**(c) Date payable.**

To be announced.

**(d) Book closure date.**

To be announced.



**F. Other information (cont'd)**

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

Not applicable.

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

The Group has not obtained a general mandate from shareholders of the Company for Interested Person Transactions.

- 14. Confirmation by Board pursuant to Rule 705(5) of the Listing Manual.**

Not applicable for full year results announcement.

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

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

- 16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

FY2021 revenue from DSS segment had decreased by \$1.4 million compared to FY2020. The drop, attributable mainly to the China operations, was because of lower commission income following the cessation of the Agreement, which was partially offset by higher sale of consumable products. As a result of the lower revenue, earnings from DSS segment had decreased by approximately 39% from \$4.4 million in FY2020 to \$2.7 million in FY2021.

The increase in revenue and earnings of APSS segment in FY2021 was due to the consolidation of ATPL's results for the full year in FY2021 compared to 8.5 months from 16 October 2019 (date of acquisition) in FY2020.

Vending solutions segment incurred a loss of \$0.5 million mainly due to the impairment of its assets.

Results of property investment and development segment for both FY2021 and FY2020 were mainly attributable to the fair value gain on investment property.

- 17. A breakdown of sales and profit after tax and before deducting non-controlling interests**

<b>Group</b>	<b>FY2021 \$'000</b>	<b>FY2020 \$'000</b>	<b>Change %</b>
Revenue reported for first half-year	27,441	27,111	1
Profit/(Loss) after tax and before deducting non-controlling interests reported for first-half year	4,128	(11,535)	NM
Revenue reported for second half-year	27,070	27,124	(0)
(Loss)/Profit after tax and before deducting non-controlling interests reported for second half-year	(387)	13,690	NM

F. Other information (cont'd)

18. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

	FY2021 \$'000	FY2020 \$'000
<b>Ordinary shares</b>		
Interim dividend	833	-
Final dividend	3,333 <sup>(1)</sup>	833
	4,166	833

<sup>(1)</sup> The proposed final dividend for FY2021 of \$3,333,000 is estimated based on the total number of ordinary shares in issue (excluding treasury shares) as at 30 June 2021. The proposed dividend has not been recognised as a liability as at the reporting date.

19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Kelvin Lum Wen-Sum	46	Son of David Lum Kok Seng, the legal and beneficial owner of Bevrian Pte Ltd, a substantial shareholder of the Company.  Brother of Adrian Lum Wen-Hong, a non-independent non-executive director of the Company.	Chief Executive Officer (with effect from 8 August 2018)  Providing leadership to the Group's operations, charting the Group's corporate directions, implementing growth strategies and managing investment activities.	Not applicable.

By order of the Board  
**CHOW CHING SIAN**  
**JOHNIE TAN WEE LIANG**  
 Company Secretaries  
 25 August 2021