

A-SONIC AEROSPACE LIMITED

PART I - INFORMATION REQUIRED FOR QUARTERLY AND FULL YEAR RESULTS ANNOUNCEMENTS

FULL YEAR FINANCIAL STATEMENTS

- 1(a) An income statement and statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED INCOME STATEMENT

For the second half and full financial year ended 31 December 2020

	Group			Group		
	Second half ended		Change %	Full year ended		Change %
	31 Dec 2020 US\$'000	31 Dec 2019 US\$'000		31 Dec 2020 US\$'000	31 Dec 2019 US\$'000	
Revenue						
Turnover	144,131	103,343	39.5	262,928	204,908	28.3
Other income	1,657	445	272.4	6,865	1,164	489.8
Total revenue	145,788	103,788	40.5	269,793	206,072	30.9
Expenses						
Changes in inventories	(360)	(742)	(51.5)	(360)	(275)	30.9
Purchases of goods and consumables used	355	(1,194)	N/M	355	(3,864)	N/M
Freight charges	(129,002)	(87,940)	46.7	(236,940)	(175,837)	34.7
Staff costs	(9,289)	(8,089)	14.8	(17,012)	(16,935)	0.5
Depreciation of property, plant and equipment	(834)	(1,005)	(17.0)	(1,800)	(1,915)	(6.0)
Finance costs	(44)	(134)	(67.2)	(133)	(275)	(51.6)
Other operating expenses	(3,835)	(1,910)	100.8	(5,999)	(3,713)	61.6
Total costs and expenses	(143,009)	(101,014)	41.6	(261,889)	(202,814)	29.1
Share of results of associated companies	(7)	143	N/M	16	223	(92.8)
Profit before tax	2,772	2,917	(5.0)	7,920	3,481	127.5
Taxation	(235)	(358)	(34.4)	(282)	(374)	(24.6)
Profit for the period	2,537	2,559	(0.9)	7,638	3,107	145.8
Profit attributable to:						
Equity holders of the Company	1,487	1,725	(13.8)	6,327	2,533	149.8
Non- controlling interests	1,050	834	25.9	1,311	574	128.4
	2,537	2,559	(0.9)	7,638	3,107	145.8
Other items :						
Interest income	20	130	(84.6)	84	321	(73.8)
Sundry income	1,224	240	410.0	2,419	754	220.8
Gain on disposal of non- current asset held for sale	-	-	-	2,696	-	N/M
Dividend income from non- current asset held for sale	-	-	-	1,102	-	N/M
Impairment allowance for trade receivables written back	269	29	827.6	362	29	1,148.3
Impairment allowance for trade receivables	(22)	(115)	(80.9)	(106)	(115)	(7.8)
Impairment allowance for amount due from associated companies	(67)	(13)	415.4	(67)	(13)	415.4
Impairment allowance for non- trade receivables written back	3	4	(25.0)	3	4	(25.0)
Impairment allowance for non- trade receivables	(93)	-	N/M	(140)	-	N/M
Impairment allowance for inventories obsolescence	(360)	-	N/M	(360)	-	N/M
Foreign currency exchange (loss)/gain	(364)	(32)	1,037.5	(259)	146	N/M
Gain on derecognition of right of use assets and lease liabilities	-	16	(100.0)	-	16	(100.0)
Bad trade debts written off	21	-	N/M	(50)	-	N/M
Rental expenses	(394)	(278)	41.7	(729)	(458)	59.2

N/M: Not meaningful

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the second half and full financial year ended 31 December 2020

	Group			Change %	Group			
	Second half ended		31 Dec 2019		Full year ended		31 Dec 2019	Change %
	31 Dec 2020	US\$'000			US\$'000	31 Dec 2020		
Profit for the period	2,537	2,559		(0.9)	7,638	3,107	145.8	
Other comprehensive income:								
<i>Items that are or may be reclassified subsequently to profit or loss:</i>								
Currency translation differences arising on consolidation	774	118		555.9	512	83	516.9	
<i>Item that will not be reclassified subsequently to Profit or loss:</i>								
Currency translation differences arising on consolidation	(15)	(29)		(48.3)	(15)	(29)	(48.3)	
	759	89		752.8	497	54	820.4	
Total comprehensive income for the period	3,296	2,648		24.5	8,135	3,161	157.4	
Total comprehensive income attributable to:								
Equity holders of the Company	2,261	1,824		24.0	6,839	2,616	161.4	
Non-controlling interests	1,035	824		25.6	1,296	545	137.8	
Total comprehensive income for the period	3,296	2,648		24.5	8,135	3,161	157.4	

N/M = not meaningful

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

Balance Sheets
31 December 2020

	Group		Company	
	31 Dec 2020	31 Dec 2019	31 Dec 2020	31 Dec 2019
	US\$'000	US\$'000	US\$'000	US\$'000
Non-current assets				
Property, plant and equipment	6,104	7,293	-	-
Investment in subsidiaries ⁽¹⁾	-	-	14,546	14,663
Investment in associated companies	111	91	-	-
Fair value through other comprehensive income	99	99	-	-
Deferred tax assets	10	9	-	-
	6,324	7,492	14,546	14,663
Current assets				
Inventories	902	1,262	-	-
Trade and other receivables	40,166	32,738	24	5
Contract assets	829	556	-	-
Due from subsidiaries	-	-	2,928	2,605
Due from associated companies	-	184	-	-
Tax recoverable	106	56	-	-
Cash and cash equivalents	30,649	20,856	8,509	8,983
	72,652	55,652	11,461	11,593
Non-current assets held for sale	-	1,140	-	-
	72,652	56,792	11,461	11,593
Total assets	78,976	64,284	26,007	26,256
Non-current liabilities				
Lease liabilities	348	874	-	-
	348	874	-	-
Current liabilities				
Trade and other payables	40,640	30,177	813	233
Contract liabilities	243	146	-	-
Due to subsidiaries	-	-	3,682	3,514
Due to associated companies	27	-	-	-
Bank borrowings	1,755	4,285	1,679	2,502
Provision for liabilities	265	265	-	-
Lease liabilities	611	1,370	-	-
Tax payable	397	193	33	43
	43,938	36,436	6,207	6,292
Total liabilities	44,286	37,310	6,207	6,292
Net assets	34,690	26,974	19,800	19,964
Equity				
Share capital	51,758	51,758	51,758	51,758
Accumulated losses	(8,549)	(14,457)	(31,958)	(31,794)
Foreign currency translation reserve	(6,968)	(7,480)	-	-
Equity attributable to equity holders of the Company	36,241	29,821	19,800	19,964
Non-controlling interests	(1,551)	(2,847)	-	-
Total equity	34,690	26,974	19,800	19,964

Note:

(1) As at 31 December 2020, the investment in subsidiaries comprises the cost of investment of US\$10,000,001 (2019: US\$10,001,001), and an amount due from a subsidiary of US\$4,546,000 (2019: US\$4,663,000), which is quasi-equity in nature.

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

At 31 December 2020		At 31 December 2019	
Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
1,755	611	4,625	1,030

Amount repayable after one year

At 31 December 2020		At 31 December 2019	
Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
-	348	231	643

Details of any collateral

The Group's bank borrowings which were repayable in one year or less, or on demand, amounted to US\$1.755 million as at 31 December 2020.

The secured bank borrowing of US\$1.755 million as at 31 December 2020 comprised (i) US\$1.679 million secured on a leasehold property of the Group; and (ii) US\$0.076 million was secured by corporate guarantee and a floating charge over the logistics receivables.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED STATEMENTS OF CASH FLOWS
For the second half and full financial year ended 31 December 2020

	Group			
	Second half ended		Full year ended	
	31 Dec 2020	31 Dec 2019	31 Dec 2020	31 Dec 2019
	US\$'000	US\$'000	US\$'000	US\$'000
Cash flows from operating activities				
Profit before tax	2,772	2,917	7,920	3,481
Adjustments for:				
Interest income	(20)	(130)	(84)	(321)
Gain on disposal of non-current asset held for sale	-	-	(2,696)	-
Dividend income from non-current asset held for sale	-	-	(1,102)	-
Depreciation of property, plant and equipment	834	1,005	1,800	1,915
Interest expenses	44	134	133	275
Forfeit of deposit received	-	(100)	-	(100)
Impairment allowance for trade receivables	22	115	106	115
Impairment allowance for amount due from associated companies	67	13	67	13
Impairment allowance for non-trade receivables	93	-	140	-
Impairment allowance for non-trade receivables written back	(3)	(4)	(3)	(4)
Impairment allowance for trade receivables written back	(269)	(29)	(362)	(29)
Impairment allowance for inventories obsolescence	360	-	360	-
Bad trade debts written off	(21)	-	50	-
Gain on derecognition of right-of-use assets and lease liabilities	-	(16)	-	(16)
Write back of accrued operating expenses	-	(122)	-	(122)
Share of results of associated companies	7	(143)	(16)	(223)
Operating cash flow before working capital changes	3,886	3,640	6,313	4,984
Inventories	-	742	-	275
Receivables	(11,369)	(1,803)	(7,634)	6,225
Payables	9,536	(2,316)	10,708	(12,941)
Effect of foreign exchange rate changes	289	196	(55)	157
Cash generated from operations	2,342	459	9,332	(1,300)
Income tax paid	(92)	(27)	(142)	(121)
Net cash generated from/(used in) operating activities	2,250	432	9,190	(1,421)
Cash flows from investing activities				
Proceeds from disposal of non-current asset held for sale	-	-	3,877	-
Dividend income from non-current asset held for sale	-	-	1,102	-
Dividend received from associated companies	-	552	-	552
Interest received	20	130	84	321
Restricted deposits	-	(173)	-	(173)
Proceed from disposal property, plant and equipment	-	110	-	110
Purchase of property, plant and equipment	(115)	(584)	(150)	(654)
Net cash (used in)/generated from investing activities	(95)	35	4,913	156
Cash flows from financing activities				
Proceeds from bank borrowings	-	-	-	218
Repayment of bank borrowings	-	(165)	(2,476)	(165)
Repayment of lease liabilities	(566)	(1,026)	(1,695)	(1,836)
Dividend paid	(419)	(432)	(419)	(432)
Interest paid	(44)	(134)	(133)	(275)
Net cash used in financing activities	(1,029)	(1,757)	(4,723)	(2,490)
Net increase/(decrease) in cash and cash equivalents	1,126	(1,290)	9,380	(3,755)
Cash and cash equivalents at beginning of period	28,659	21,826	20,478	24,268
Effect of foreign exchange rate changes	486	(58)	413	(35)
Cash and cash equivalents at end of period ⁽¹⁾	30,271	20,478	30,271	20,478

For the purpose of presenting the consolidated statement of cash flows, the consolidated cash and cash equivalents comprise the following:

Cash and cash equivalents:				
- Bank and cash balances	28,314	19,901	28,314	19,901
- Fixed deposits	2,335	955	2,335	955
	30,649	20,856	30,649	20,856
Less: Fixed deposits restricted for use	(378)	(378)	(378)	(378)
Cash and cash equivalents per consolidated statement of cash flows	30,271	20,478	30,271	20,478

Note:

(1) As at 31 December 2020 and 2019, Cash and cash equivalents held by the Group amounting to US\$0.378 million and US\$0.378 million respectively, were not available for use.

Represents amount less than US\$1,000.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity, or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated Statement of Changes in Equity

For the second half and full financial year ended 31 December 2020

THE GROUP	Share capital US\$'000	Accumulated losses US\$'000	Foreign currency translation reserve US\$'000	Equity attributable to equity holders of the Company US\$'000	Non - controlling interests US\$'000	Total equity US\$'000
At 1 January 2020	51,758	(14,457)	(7,480)	29,821	(2,847)	26,974
Profit for the period	-	4,840	-	4,840	261	5,101
Other comprehensive income						
Currency translation differences on consolidation	-	-	(262)	(262)	-	(262)
Total comprehensive income for the period	-	4,840	(262)	4,578	261	4,839
Transaction with owners recorded directly in equity						
Dividends paid on ordinary shares	-	(419)	-	(419)	-	(419)
At 30 June 2020	51,758	(10,036)	(7,742)	33,980	(2,586)	31,394
Profit for the period	-	1,487	-	1,487	1,050	2,537
Other comprehensive income/(loss)						
Other comprehensive income/(loss) for the period	-	-	774	774	(15)	759
Total comprehensive income/(loss) for the period	-	1,487	774	2,261	1,035	3,296
At 31 December 2020	51,758	(8,549)	(6,968)	36,241	(1,551)	34,690

Consolidated Statement of Changes in Equity (continued)

For the second half and full financial year ended 31 December 2020

THE GROUP	Share capital US\$'000	Accumulated losses US\$'000	Foreign currency translation reserve US\$'000	Equity attributable to equity holders of the Company US\$'000	Non - controlling interests US\$'000	Total equity US\$'000
At 1 January 2019	51,758	(16,558)	(7,563)	27,637	(3,392)	24,245
Profit for the period	-	808	-	808	(260)	548
Other comprehensive income/(loss)						
Currency translation differences on consolidation	-	-	(16)	(16)	(19)	(35)
Total comprehensive income/(loss) for the period	-	808	(16)	792	(279)	513
Transaction with owners recorded directly in equity						
Dividends paid on ordinary shares	-	(432)	-	(432)	-	(432)
At 30 June 2019	51,758	(16,182)	(7,579)	27,997	(3,671)	24,326
Profit for the period	-	1,725	-	1,725	834	2,559
Other comprehensive income/(loss)						
Currency translation differences on consolidation	-		99	99	(10)	89
Total comprehensive income/(loss) for the period	-	1,725	99	1,824	824	2,648
At 31 December 2019	51,758	(14,457)	(7,480)	29,821	(2,847)	26,974

Statement of Changes in Equity

For the second half and full financial year ended 31 December 2020

THE COMPANY	Share capital US\$'000	Accumulated losses US\$'000	Total equity US\$'000
At 1 January 2020	51,758	(31,794)	19,964
Profit and total comprehensive income for the period	-	152	152
<i>Transaction with owners recorded directly in equity</i>			
Dividend paid on ordinary shares	-	(419)	(419)
At 30 June 2020	51,758	(32,061)	19,697
Profit and total comprehensive income for the period	-	103	103
At 31 December 2020	51,758	(31,958)	19,800

THE COMPANY	Share capital US\$'000	Accumulated losses US\$'000	Total equity US\$'000
At 1 January 2019	51,758	(32,219)	19,539
<i>Comprehensive income</i>			
Profit and total comprehensive income for the period	-	154	154
<i>Transaction with owners recorded directly in equity</i>			
Dividends paid on ordinary shares	-	(432)	(432)
At 30 June 2019	51,758	(32,497)	19,261
<i>Comprehensive income</i>			
Profit and total comprehensive income for the period	-	703	703
At 31 December 2019	51,758	(31,794)	19,964

- 1(d)(ii) 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.**

The following table shows movements in the issued ordinary shares of the Company :

	Second half ended	
	31 Dec 2020	31 Dec 2019
Balance at beginning and end of period	58,479,296	58,479,296

- 1d(iii) 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.**

The total number of issued shares (excluding treasury shares) as at 31 December 2020 and 31 December 2019 were 58,479,296.

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

Not applicable as there were no treasury shares issued by the Company.

- 1d(v) 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 as there was no sales, transfers, cancellation and/or use of subsidiary holdings as at 31 December 2020.

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

The financial statements have not been audited or reviewed by the Company's auditors.

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

Not applicable.

- 3A. Where the latest financial statements are subject to and adverse opinion, qualified opinion or disclaimer of opinion:-**

- (a) Updates on the efforts taken to resolve each outstanding audit issue.**

The Company did not have any 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 latest financial statements are not subject to adverse opinion, qualified opinion nor disclaimer of opinion.

4. **Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those of the audited financial statements for the year ended 31 December 2019.

5. **If there are any changes in the accounting policies and method of computation, including any required by an accounting standard, what has changed, as well the reasons for, and the effect of, the change.**

In the current period, the Group and the Company have adopted all the new and revised Singapore Financial Reporting Standard (International) ("SFRS(I)s") and Interpretations of SFRS(I) ("INT SFRS(I)s") that are relevant to its operations and effective for the current period. The adoption of these new/revised SFRS(I)s and INT SFRS(I)s has no material effect on the financial statements.

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	
	Second half ended 31 Dec 2020	31 Dec 2019	Full year ended 31 Dec 2020	31 Dec 2019
Profit after tax attributable to equity holders of the Company (US\$'000)	1,487	1,725	6,327	2,533
Weighted average number of ordinary shares (in '000)	58,479	58,479	58,479	58,479
Earnings per share (US cents):				
Basic	2.54	2.95	10.82	4.33
Diluted	2.54	2.95	10.82	4.33

7. **Net asset value (for the issuer and group) per ordinary share based on 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	
	31 Dec 2020	31 Dec 2019	31 Dec 2020	31 Dec 2019
Net asset value per share based on existing issued share capital at the end of period/year (US cents) ^{(1) (2)}	61.97	50.99	33.86	34.14

Notes:

(1) The above computation of net asset value per share excludes non-controlling interests. Including non-controlling interests, the net asset value per share for the Group as at 31 December 2020 and 31 December 2019 would have been 59.32 US cents and 46.13 US cents per share respectively.

(2) Computed based on 58,479,296 ordinary shares in issue as at 31 December 2020 and 31 December 2019.

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**
- (a) **any significant factors that affected the turnover, costs and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
 - (b) **any material factors that affected the cash flow, working capital, assets and liabilities of the group during the current financial period reported on.**

FINANCIAL PERFORMANCE

A-Sonic Aerospace Limited and its subsidiaries (the “**A-Sonic Group**” or the “**Group**”) are engaged in two areas of businesses, aviation and logistics. We operate in 29 cities in 16 countries, spanning four (4) continents in Asia, North America, Sub-Continent India and Europe. Our staff strength was approximately 670 personnel as at 31 December 2020.

Our aviation business relates to the sale and purchase of aircraft and aircraft engines.

Our logistics business relates to supply chain management services and logistic solutions, including international and domestic multi-modal transportation, warehousing, distribution, customs clearance, and airport ground services.

FINANCIAL HIGHLIGHTS

We are on uncharted waters. Covid-19 is expected to continue for most of 2021 year, and may be, well beyond.

Coupled with Covid-19 and the fear of future pandemics, we encounter two simultaneous complications: (i) the economic turbulence on global scale; and (ii) that of a new future that we must adapt to. Market demand, supply chains, and the way work is organized, are all rapidly changing.

Despite having to navigate through the perfect storm in financial year (“FY”) 2020, our business performance ended on a positive note. Our Group recorded a consolidated “Profit Before Tax” of US\$7.920 million, or 127.5% higher, compared to US\$3.481 million in FY 2019. “Net Profit Attributable to Equity Holders of the Company” was US\$6.327 million in FY 2020, up US\$3.794 million, or an increase of 149.8% from US\$2.533 million in FY 2019.

Our financial position, measured by our consolidated “Net Assets (Excluding Non-Controlling Interest)” or “Net Book Value”, strengthened 21.5% to US\$36.241 million (or equivalent to S\$47.914 million) as at 31 December 2020.

We brought down our Group's bank gearing to a prudent level during this turbulent times to 4.8%, at US\$1.755 million, as at 31 December 2020.

Our Group has achieved profits and paid / declared dividends for the last three (3) years consecutive FYs, and the financial highlights are summarized below:

		FY 2018	FY 2019	FY 2020
(i) Profit Before Tax (US\$'000)	:	812	3,481	7,920
(Equivalent S\$'000)	:	1,095 ⁽¹⁾	4,744 ⁽²⁾	10,907 ⁽³⁾
(ii) Profit After Tax (US\$'000)	:	630	3,107	7,638
(Equivalent S\$'000)	:	850 ⁽¹⁾	4,235 ⁽²⁾	10,518 ⁽³⁾
(iii) Net Profit Attributable to Equity Holders of the Company (US\$'000)	:	1,481	2,533	6,327
(Equivalent S\$'000)	:	1,997 ⁽¹⁾	3,452 ⁽²⁾	8,713 ⁽³⁾
(iv) Earnings Per Share (“EPS”) (Equivalent S\$ cents) ⁽⁴⁾	:	3.4	5.9	14.9
(v) Net Assets (Attributable to Equity Holders of the Company) (“NA”) (US\$'000)	:	27,676	29,821	36,241
(Equivalent S\$'000)	:	37,758 ⁽¹⁾	40,160 ⁽²⁾	47,914 ⁽³⁾

(vi) Net Assets/share (S\$ cents)	:	64.6 ⁽¹⁾	68.7 ⁽²⁾	81.9 ⁽³⁾
(vii) Historical Price Earnings Ratio (Historical) ⁽⁵⁾	:	10.3	5.9	2.3
(viii) Share Price at Discount to NA ⁽⁶⁾	:	45.8%	49.1%	57.3%
(ix) Bank Gearing Ratio (Bank borrowing)	:	15.1%	14.4%	4.8%

Note:

(1) Based on foreign currency exchange rate on 31 December 2018 (End rate at US\$1=S\$1.3643 & Ave rate at US\$1= S\$1.3486).

(2) Based on foreign currency exchange rate on 31 December 2019 (End rate at US\$1=S\$1.3467 & Ave rate at US\$1= S\$1.3629).

(3) Based on foreign currency exchange rate on 31 December 2020 (End rate at US\$1=S\$1.3221 & Ave rate at US\$1= S\$1.3771).

(4) Based on "Net Profit After Tax Attributable to Equity Holders of the Company" FY 2018, FY2019 and FY 2020.

(5) Share price was based on the closing market price of S\$0.350 on 1 March 2021, and earning was based on "Net Profit After Tax Attributable to the Equity Holders of the Company".

(6) Share price was based on closing market price of S\$0.350 on 1 March 2021.

Two of our three business units achieved profits in FY 2020:

- (i) Our logistics business operating under the "A-Sonic Logistics" brand name registered "Net Profit Attributable to Equity Holders of the Company" of US\$7.154 million (S\$9.852 million) in FY 2020; and
- (ii) Our logistics business operating under the "UBI Logistics" brand name registered "Net Profit Attributable to Equity Holders of the Company" of US\$1.045 million (S\$1.439 million) in FY 2020.

Our aviation business unit incurred losses of US\$1.872 million (S\$2.578 million) in FY 2020.

COVID-19 IMPACT

Job security, safety, and well being of our A-Sonic team members, and customers remain paramount.

Excluding the US\$1.872 million losses of our aviation business unit in FY 2020:

- (i) our operating profit before tax would have been US\$9.792 million; and
- (ii) our operating profit before tax (excluding non-recurrent items) would have been US\$3.575 million (S\$4.923 million). The resilience of our portfolio of logistics activities was in part due to our essential services to our customers who are engaged in the global supply chain.

Our Short-Term Covid-19 Response

- To strengthen our logistics exposure by regions, verticals and activities.
- Focus on safety of our staff, and provide our team members, especially those working on-site with personal protective equipment and medical supplies.
- Stringent focus on management of our account receivables.
- Tighter cost control, but sensible.
- Focus on cash management liquidity, and strengthen our balance sheet.

Our Longer-Term Covid-19 Response

- Maintain our capabilities to deal with different potential recovery, while staying alert for future recurrent wave.
- Automation and digitalization to increase productivity, hence better manage costs.
- Monitor any potential structural shift in the supply chain due to Covid-19, and to evaluate how to adapt to the change.

INCOME STATEMENT

Revenue

FY 2020 vs FY 2019

Our "Total revenue" comprises "Turnover" and "Other Income". Despite Covid-19 pandemic in FY 2020, our "Total revenue" increased US\$63.721 million to US\$269.793 million, compared to US\$206.072 million in FY 2019.

Our "Total revenue" increased US\$63.721 million to US\$269.793 million in FY 2020 on two grounds:

- (i) Firstly, our Group's "Turnover" increased US\$58.020 million. Logistics "Turnover" increased US\$63.115 million. However, the increase of US\$63.115 million in our logistics "Turnover" was pared by decline of US\$5.095 million in our aviation "Turnover".

The logistics "Turnover" increased largely due to higher freight rates, which resulted from the shortage of airline and ocean carrier capacity during the prevailing Covid-19 situation. The higher logistics "Turnover" in FY 2020 was generated largely from North Asia. The cargo commodities were diverse, but included higher volume of protective safety gear and mask relating to Covid-19; and

- (ii) Secondly, our Group's "Other income" increased US\$5.701 million to US\$6.865 million in FY 2020, compared to US\$1.164 million in FY 2019. The increase of US\$5.701 million in "Other income" in FY 2020, compared to FY 2019, was attributable to four (4) main reasons:
- (a) The gain of US\$2.696 million from the disposal of non-current asset held for sale, which is one of our former associated company in Hong Kong. The details had been disclosed in our circular dated 13 December 2019, and approved by the shareholders at an extraordinary general meeting dated 30 December 2019. This was absent in FY 2019;
- (b) Our former associated company paid a dividend of US\$1.102 million to our logistics subsidiary. This was absent in FY 2019.
- (c) An increase in "Sundry income" of US\$1.664 million which comprised substantially government subsidies received by several of our network offices operating in different countries; and
- (d) An increase of US\$0.333 million in "Impairment allowance for trade receivable written back" in FY 2020. This was virtually absent in FY 2019.

2H 2020 vs 2H 2019

Even with the on-going COVID-19 in the second half ended 31 December 2020 ("**2H 2020**"), compared to absence of the pandemic in the second half ended 31 December ("**2H 2019**"), our Group's "Total revenue" increased US\$42.000 million in 2H 2020 to US\$145.788 million, compared to US\$103.788 million in 2H 2019.

In 2H 2020, our "Total revenue" increased US\$42.000 million to US\$145.788 million, again on two (2) fronts, "Turnover" and "Other income", as elaborated below:

- (i) Our Group's "Turnover" increased US\$40.788 million. Logistics "Turnover" increased US\$43.098 million to US\$144.062 million. However, the increase in our logistics "Turnover" was partially offset by the decline of US\$2.310 million in the aviation "Turnover".

The increase in logistics "Turnover" was largely due to the continued high freight rates, due to the shortage of carrier capacity. The higher logistics "Turnover" in 2H 2020 was generated largely from North Asia. The cargo commodities continued to be diverse; and

- (ii) "Other income" increased US\$1.212 million to US\$1.657 million in 2H 2020, compared to US\$0.445 million in 2H 2019. The increase of US\$1.212 million in "Other income" was owing to:
- (a) An increase of US\$0.984 million in "Sundry income" to US\$1.224 million in 2H 2020, substantially comprising government subsidies received by several of our network offices operating in different countries, and
- (b) An increase of US\$0.240 million of "Impairment allowance for trade receivables written back" to US\$0.269 million in 2H 2020, compared to US\$0.029 million in 2H 2019. The increase in "Impairment allowance for trade receivables written back" in 2H 2020 was related to debt collection from our aviation business unit.

2H 2020 vs 1H 2020

In 2H 2020, our Group's "Total revenue" increased US\$21.783 million. The Group's "Turnover" increased US\$25.334 million, substantially due to an increase of US\$25.265 million in our logistics turnover in 2H 2020, compared to 1H 2020. The increase in logistics "Turnover" was largely due to continued high freight rates and larger volume of cargo owing to festive season such as Christmas and New year. The higher logistics "Turnover" in 2H 2020 was generated largely from North Asia.

However, the increase in our our Group's "Total revenue" generated from the logistics "Revenue" described above was partially offset by a decrease of US\$3.551 million in "Other income" to US\$1.657 million in 2H 2020, compared to US\$5.208 million in 1H 2020. The decrease of US\$3.551 million in "Other income" was largely due to absence of non-recurrent event which occurred in 1H 2020, but not in 2H 2020 as elaborated below:

- (a) In 1H 2020, we recorded a gain of US\$2.696 million from the disposal of non-current asset held for sale, which was one of our former associated company in Hong Kong. The details had been disclosed in our circular dated 13 December 2019, and approved by the shareholders at an extraordinary general meeting dated 30 December 2019; and
- (b) In 1H 2020, our former associated company paid a dividend of US\$1.102 million to our logistics business unit.

Our "Other income" in 2H 2020, was however boosted by an increase of US\$0.176 million resulting from the "Impairment allowance for trade receivables written back", and partially cushioned the above one-off declines in preceding paragraph.

Total Costs and Expenses

FY 2020 vs FY 2019

Our "Total costs and expenses" increased 29.1% (US\$59.075 million) to US\$261.889 million in FY 2020, compared to US\$202.814 million in FY 2019, mainly due to:

- (i) an increase of US\$61.103 million in "Freight charges" to US\$236.940 million in FY 2020, compared to US\$175.837 million in FY 2019. The increase of US\$61.103 million in "Freight charges" was largely due to higher (US\$63.115 million) logistics "Turnover" which was elaborated in the above section entitled "Revenue" on page 13 to 14 of this announcement; and
- (ii) an increase US\$2.286 million in "Other operating expenses" to US\$5.999 million from US\$3.713 million. The increase in "Other operating expenses" was largely attributed to:-
 - (a) Our aviation business unit provided US\$0.360 million on "Impairment for allowance for inventories obsolescence" relating to obsolete inventories in FY 2020. This was not present in FY 2019;
 - (b) We incurred foreign exchange losses of US\$0.259 million in FY 2020, compared to a foreign exchange gain of US\$0.146 million in FY 2019. The negative swing in foreign exchange into loses in FY2020 was mainly due to the volatile US\$, which continued to depreciate against several other currencies during most of FY2020; and
 - (c) Higher rental expenses of US\$0.271 million to US\$0.729 million in FY 2020, compared to US\$0.458 million largely due to some of our member companies opting for short-term lease which is expense off as "rental expenses" instead of capitalising for long term lease in excess of one (1) year in accordance with Accounting Standard SFRS(I) 16 Leases;

The above increases in "Total costs and expenses" were partially pared by an aggregate reduction of US\$4.134 million in "Purchase of goods and consumables" and "Changes in inventories" by our aviation business unit. These reductions were due to lower aviation "Turnover" in FY2020, resulting from the impact of COVID-19.

2H 2020 vs 2H 2019

Our "Total costs and expenses" increased 41.6% (US\$41.995 million) to US\$143.009 million in 2H 2020, compared to US\$101.014 million in 2H 2019, mainly due to:

- (i) an increase of US\$41.062 million in "Freight charges" to US\$129.002 million in 2H 2020, compared to US\$87.940 million in 2H 2019. The increase of US\$41.062 million in "Freight charges" was largely due to higher freight rate which was elaborated in the above section entitled "Revenue" on page 13 to 14 of this announcement; and

- (ii) The US\$1.925 million increase in “Other operating expenses” to US\$3.835 million in 2H 2020, compared to US\$1.910 million in 2H 2019, was largely attributed to:-
 - (a) “Impairment allowance for inventories obsolescence” of US\$0.360 million relating to our aviation business unit, and provision of US\$0.529 million made by our logistics business unit;
 - (b) “Foreign exchange loss” of US\$0.364 million in 2H 2020 compared to “Foreign exchange loss” of US\$0.032 million in 2H 2019. We incurred larger foreign exchange losses in 2H 2020 as a result of the sharp depreciation of US\$ in 2H 2020; and
 - (c) Higher (US\$0.116 million) rental expenses of US\$0.394 million in 2H 2020 compared to US\$0.278 million largely due to some of our member companies opting for short-term lease which is expense off as “rental expenses” instead of capitalising for long term lease in excess of one (1) year in accordance with Accounting Standard SFRS (I) 16 Leases.
- (iii) the increase of US\$1.200 million in “Staff costs” in 2H 2020 was largely due to higher performance bonus and incentive pay outs to staff.

The above increases in “Total costs and expenses” were partially pared by an aggregate reduction of US\$1.931 million in “Purchase of goods and consumables” and “Changes in inventories”. These reductions were due to lower business volume and aviation “Turnover” in 2H 2020 resulting from adverse Covid-19 impact on the aviation industry.

2H 2020 vs 1H 2020

Our “Total costs and expenses” increased 20.3% (US\$24.129 million) to US\$143.009 million in 2H 2020, compared to US\$118.880 million in 1H 2020, mainly due to:

- (i) an increase of US\$21.064 million in “Freight charges” to US\$129.002 million in 2H 2020, compared to US\$107.938 million in 1H 2020. The increase of US\$21.064 million in “Freight charges” was in line with the increase of US\$25.265 million in logistics “Turnover” and as elaborated in the page 13 to 14 of this announcement.
- (ii) an increase of US\$1.671 million in “Other operating expenses” to US\$3.835 million in 2H 2020 from US\$2.164 million in 1H 2020. The increase in “Other operating expenses” was largely attributed to:-
 - (a) The “Foreign exchange loss” of US\$0.364 million incurred in 2H 2020, compared to a “Foreign exchange gain” of US\$0.105 million in 1H 2020. The negative swing in foreign exchange into loss incurred in 2H 2020 was mainly due to the depreciating US\$, which continued to decline against several other currencies towards the end of 2H 2020;
 - (b) “Impairment allowance for inventories obsolesces” of US\$0.360 million for aviation business unit, and provision of US\$0.529 million for logistics business unit.
- (iii) An increase of US\$1.566 million in the staff cost, largely attributed to higher performance bonus and incentive pay outs to the staff.

Gross Profit

FY 2020 vs FY 2019

Our “Gross profit” was computed based on “Turnover” less “Changes in inventories”, “Purchases of goods and consumables used” and “Freight charges”. “Gross profit” increased US\$1.051 million (4.2%) to US\$25.983 million in FY 2020, compared to US\$24.932 million in FY 2019. The increase in “Gross profit” in FY 2020 compared to FY 2019 was largely due to a increase of US\$2.012 million in logistics “Gross Profit”. However the increase was pared by the reduction of US\$0.961 million in the aviation “Gross profit”.

2H 2020 vs 2H 2019

“Gross profit” increased US\$1.657 million (12.3%) to US\$15.124 million in 2H 2020, compared to US\$13.467 million in 2H 2019. The increase of “Gross profit” in 2H 2020 compared to 2H 2019 was largely due to higher logistics “Gross profit”, resulting from higher “Turnover” as elaborated in the section entitled “Revenue” on page 13 to 14 . However, the increase was partially offset by the US\$0.379 million decline in the aviation “Gross Profit”.

2H 2020 vs 1H 2020

“Gross profit” increased US\$4.265 million (39.3%) to US\$15.124 million in 2H 2020, compared to US\$10.859 million in 1H 2020. The increase in “Gross profit” in 2H 2020 compared to 1H 2020 was largely due to higher logistics “Gross Profit” of US\$4.201 million, resulting from the US\$25.265 million (21.3%) increase in logistics “Turnover” as elaborated in the section entitled “Revenue” on page 13 to 14.

Net Profit Attributable to Equity Holders of the Company

FY 2020 vs FY 2019

In FY 2020, our Group achieved “Net Profit Attributable to Equity Holders of the Company” of US\$6.327 million, compared to US\$2.533 million in FY 2019. In FY 2020, logistics business unit generated US\$8.199 million of “Net Profit Attributable to equity holder of the Company”. However the logistics profits was partially offset by the aviation loss of US\$1.872 million in FY 2020.

Our logistics business unit registered “Net Profit Attributable to Equity Holders of the Company” of US\$8.199 million in FY 2020, compared to US\$2.436 million in FY 2019. The increase of US\$5.763 million in logistics profit was attributed to the higher US\$6.308 million “Other income” generated by our logistics business unit in FY 2020. A detailed breakdown of the increases were elaborated in the section entitled “Revenue” on page 13 to 14 of this announcement.

2H 2020 vs 2H 2019

In 2H 2020, our Group achieved “Net Profit Attributable to Equity Holders of the Company” of US\$1.487 million, compared to US\$1.725 million in 2H 2019.

Our logistics business unit registered “Net Profit Attributable to Equity Holders of the Company” of US\$2.841 million in 2H 2020, compared to US\$1.818 million in 2H 2019. The higher logistics “Net Profit Attributable to Equity Holders of the Company” was, however, partially offset by the US\$1.354 million loss incurred by our aviation business unit.

2H 2020 vs 1H 2020

Our Group achieved “Net Profit Attributable to Equity Holders of the Company” of US\$1.487 million, down US\$3.353 million in 2H 2020, compared to US\$4.840 million in 1H 2020. The lower “Net Profit Attributable to Equity Holders of the Company” in 2H 2020, compared to 1H 2020, was largely attributable to (i) lower “Other revenue” of US\$2.938 million; and (ii) higher losses incurred by our aviation business of US\$1.354 million in 2H 2020 compared to the loss of US\$0.518 million in 1H 2020.

Our logistics business unit registered “Net Profit Attributable to Equity Holders of the Company” of US\$2.841 million in 2H 2020, compared to US\$5.358 million in 1H 2020. In contrast, our aviation business unit registered a loss of US\$1.354 million in 2H 2020 compared to US\$0.518 million in 1H 2020.

BALANCE SHEET

Non-current assets

The Group’s “Non-current assets” decreased 15.6% (US\$1.168 million) to US\$6.324 million as at 31 December 2020, compared to US\$7.492 million as at 31 December 2019 (“FY 2019”). The decrease was largely due to the depreciation of US\$1.800 million in our “Property, plant and equipment” relating to office leases and motor vehicles deployed in our logistics business unit.

Our “Non-current assets” comprised “Property, plant and equipment”, and the breakdown is as follows as at 31 December 2020:

<u>Items</u>	<u>US\$'000</u>
(i) Leasehold office; Buiding on freehold land and freehold land	2,801
(ii) Motor vehicles (deployed for our logistics business)	2,093
(iii) Other assets	322
(iv) Right of use	888
	<hr/>
	6,104

To the best of our knowledge, our above assets were not adversely affected by Covid-19.

Current assets

“Current assets” increased US\$15.860 million to US\$72.652 million as at 31 December 2020, compared to US\$56.792 million as at the end of FY 2019. The increase in “Current assets” was largely due to the increase of US\$9.793 million in “Cash and cash equivalents”; and US\$7.428 million in “Trade and other receivables” as elaborated below:

- (i) Our “Cash and cash equivalents” increased (US\$9.793 million) to US\$30.649 million as at 31 December 2020, compared to US\$20.856 million as at end FY 2019 was largely due to:
 - (a) Disposal of “Non-current asset held for sale” of US\$3.877 million as elaborated in the section entitled “Revenue” on page 13 to 14 of this announcement;
 - (b) “Dividend from Non-current asset held for sale” of US\$1.102 million as elaborated in the section entitled “Revenue” on page 13 to 14 of this announcement; and
 - (c) Increase in net cash generated of US\$4.467 million, resulting from operating activities of US\$9.190 million; which was partially offset by US\$4.723 million used in financing activities. Please refer to cash flow statement in page 17 to 18.
- (ii) “Trade and other receivables” increased US\$7.428 million to US\$40.166 million as at 31 December 2020, compared to US\$32.738 million as at end FY 2019. The increase “Trade and other receivables” in FY 2020, compared to FY 2019, was in line with our US\$58.020 million higher “Turnover” in FY 2020 as elaborated on page 13 to 14.

Non-current liabilities

“Non-current liabilities” decreased US\$0.526 million to US\$0.348 million as at 31 December 2020 due to partial repayment of “Lease liabilities” relating to motor vehicles deployed in our logistics business.

Current liabilities

“Current liabilities” increased US\$7.502 million to US\$43.938 million as at 31 December 2020, compared to US\$36.436 million as at the end of FY 2019. The increase was largely due to the increase of “Trade and other payables” of US\$10.463 million in line with the higher US\$58.020 million “Turnover” in FY 2020 compared to FY 2019. However, the aforesaid increase was partially offset by US\$2.530 million repayment of “Bank borrowings”, and US\$0.759 million repayment of “Lease liabilities”.

Net asset and Equity

Excluding “Non-controlling interests”, our Group’s “Equity attributable to equity holders of the Company” stood at US\$36.241 million as at end of 31 December 2020, compared to US\$29.821 million as at end FY 2019. The increase of US\$6.420 million in our Group’s “Equity attributable to equity holders of the Company” was largely due to the Group’s “Profit attributable to equity holders of the Company” of US\$6.327 million in FY 2020.

The Group’s gearing based on total “Banking borrowings” and “Lease liabilities” to “Equity attributable to equity holders of the Company” decreased to 7.5% as at 31 December 2020, compared to 21.9% as at the end of FY 2019. Excluding “Lease liabilities”, our bank gearing would have stood at 4.8% as at end FY 2020.

CASH FLOW

FY 2020 vs FY 2019

“Net cash generating from operating activities” was US\$9.190 million as FY 2020, compared to “Net cash used in operating activities” of US\$1.421 million in FY 2019 largely due to:

- (i) The “Operating cash flow before working capital changes” generated cash amounted to US\$6.313 million in FY 2020, compared to US\$4.984 million in FY 2019;
- (ii) Cash used in “Receivables” in FY 2020 was US\$7.634 million compared to US\$6.225 million generated from “Receivables” in FY 2019; and
- (iii) Cash generated from “Payables” in FY 2020 was US\$10.708 million, while cash used in “Payables” in FY 2019 was US\$12.941 million;
- (iv) Cash generated from “Inventories” in FY 2020 was nil while cash generated from “Inventories” in FY 2019 was US\$0.275 million;
- (v) “Income tax paid” in FY 2020 was US\$0.142 million while US\$0.121 million was paid in FY 2019.

“Net cash generated from investing activities” amounted to US\$4.913 million in FY 2020, compared to “Net cash generated from investing activities” of US\$0.156 million in FY 2019. The “Net cash generated from investing activities” in FY 2020 was mainly due to US\$3.877 million “Proceed from disposal of non-current asset held for sale” and US\$1.102 million “Dividend income from non-current asset held for sale”. Whilst in FY 2019, the “Net cash generated from investing activities” was mainly due to “Dividend received from associated companies” of US\$0.552 million and “Interest received” of US\$0.321 million. However “Net cash generated from investing activities” was partially offset by “Purchase of property, plant equipment” of US\$0.654 million in FY 2019.

“Net cash used in financing activities” amounted to US\$4.723 million in FY 2020, compared to “Net cash used in financing activities” of US\$2.490 million in FY 2019. The “Net cash used in financing activities” was largely attributed to “Repayment of bank borrowings”, “Repayment of lease liabilities” and “Dividend paid” of US\$2.476 million, US\$1.695 million and US\$0.419 million respectively in FY 2020. Whilst in FY 2019, The “Net cash used in financing activities” was largely attributed to “Repayment of lease liabilities”, “Dividend paid” and “Interest paid” of US\$1.836 million US\$0.432 million and US\$0.275 million respectively.

2H 2020 vs 2H 2019

“Net cash generating from operating activities” was US\$2.250 million in 2H 2020, compared to US\$0.432 million in 2H 2019 largely due to:

- (i) The “Operating cash flow before working capital changes” generated cash amounted to US\$3.886 million in 2H 2020, compared to US\$3.640 million in 2H 2019;
- (ii) Cash used in “Receivables” in 2H 2020 was US\$11.369 million compared to US\$1.803 million “Receivables” in 2H 2019; and
- (iii) Cash generated from “Payables” in 2H 2020 was US\$9.536 million compared to cash used in “Payables” of US\$2.316 million in 2H 2019;
- (iv) Cash generated from “Inventories” in 2H 2020 was nil while cash generated from “Inventories” in 2H 2019 was US\$0.742 million;
- (v) “Income tax paid” in 2H 2020 was US\$0.092 million while US\$0.027 million was paid in 2H 2019.

“Net cash used in investing activities” amounted to US\$0.095 million in 2H 2020, compared to “Net cash generated from investing activities” of US\$0.035 million in 2H 2019. The “Net cash used in investing activities” in 2H 2020 was mainly due to “Purchase of property, plant and equipment” of US\$0.115 million. Whilst in 2H 2019, the “Net cash generated from investing activities” of US\$0.035 million, derived from “Dividend received from Associated companies”, “Interest received” and “Proceed from disposal of property, plant and equipment” of US\$0.552 million, US\$0.130 million and US\$0.110 million respectively. However the amount was offset by “Purchase of property and equipment” and “Restricted deposit” of US\$0.584 million and US\$0.173 million respectively.

“Net cash used in financing activities” amounted to US\$1.029 million in 2H 2020, compared to “Net cash used in financing activities” of US\$1.757 million in 2H 2019. The “Net cash used in financing activities” was largely attributed to “Repayment of lease liabilities” and “Dividend paid” of US\$0.566 million and US\$0.419 million respectively in 2H 2020. Whilst in 2H 2019, the “Net cash used in financing activities” was attributed to “Repayment of lease liabilities”, “Dividend paid”, “Repayment of bank borrowings” and “Interest paid” of US\$1.026 million, US\$0.432 million, US\$0.165 million and US\$0.134 million respectively.

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

No forecast or prospect statement had been disclosed to shareholders in the financial year ended 31 December 2020.

10. A commentary at the date of announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may effect the group in the next reporting period and the next 12 months.

The confluence of Covid-19 impact, tumultuous geo-politics resulting in economic upheaval, spell uncertainty and challenging times ahead of us. At this point of time, there is no clear visibility as to when the global trade and economy will recover closer to the pre-Covid-19 level.

To overcome the above circumstances, each of our three (3) business unit has to pull through till end year 2021. We are unable to provide any assurance at this point. We are in uncharted waters. Our aviation business and logistics business are closely correlated to the global economy.

11. Dividend

- (a) **Whether an interim (final) ordinary dividend has been declared (recommended) in the current financial period reported on:**

The Board of Directors is pleased to recommend a final dividend of 0.375 Singapore cent per share one-tier tax exempt in respect of the financial year ended 31 December 2020 for approval by shareholders at the next Annual General Meeting to be convened.

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

0.375 Singapore cent per share.

- ii) **Previous corresponding period (in cents)**

1 Singapore cent per share.

- (c) **Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).**

Name of Dividend	Final
Dividend Type	Cash
Dividend Amount per ordinary Share (S\$)	0.375 cent
Tax Rate	One-tier tax exempt

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

Subject to the shareholders' approval at the Annual General Meeting to be convened on 27 April 2021, the Company intends to pay the first and final one-tier tax exempt dividends of 0.375 Singapore cents per share for the financial year ended 31 December 2020 on 25 May 2021.

- (e) **The date on which Registrable Transfers received by the Company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.**

The book closure date is to be announced.

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

Please refer to item 11 above.

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.

As at the date of this Announcement, the Group has not obtained a general mandate from shareholders for IPTs.

14. Negative confirmation pursuant to Rule 705(5).

Not required for announcement on full year results.

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers.

The Board had received undertakings from all its directors in the format as set out in Appendix 7.7 pursuant to Rule 720(1) of the listing manual of the Singapore Exchange Securities Trading Limited.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Half Year Results)

16. **Segmental revenue and results for the business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

Business Segments - Group

Segmental reporting for FY 2020

	Aviation		Logistics		Consolidated	
	2020 US\$'000	2019 US\$'000	2020 US\$'000	2019 US\$'000	2020 US\$'000	2019 US\$'000
Turnover from reportable segments	69	5,164	262,859	199,744	262,928	204,908
Interest income	54	262	30	59	84	321
Finance costs	(40)	(75)	(93)	(200)	(133)	(275)
Depreciation of property, plant and equipment	(42)	(81)	(1,758)	(1,834)	(1,800)	(1,915)
Share of results of associated companies	-	-	16	223	16	223
Taxation expenses	-	(34)	(282)	(340)	(282)	(374)
Reportable segment profit/(loss)	(1,872)	97	9,510	3,010	7,638	3,107
Other material						
non-cash items:						
Impairment allowance for non-trade receivables written back	-	-	3	4	3	4
Impairment allowance for trade receivables written back	298	-	64	29	362	29
Impairment allowance for inventories obsolescence	(360)	-	-	-	(360)	-
Bad trade debts written off	-	-	(50)	-	(50)	-
Forfeit of deposit received	-	100	-	-	-	100
Write back of accrued operating expenses	-	122	-	-	-	122
Impairment allowance for non-trade receivables	-	-	(140)	-	(140)	-
Impairment allowance for trade receivables	-	-	(106)	(115)	(106)	(115)
Impairment allowance for amount due from associated companies	-	-	(67)	(13)	(67)	(13)
Segment assets	10,662	12,320	68,314	51,964	78,976	64,284
Expenditure in non-current assets						
Property, plant and equipment	4	2	146	719	150	721
Segment liabilities	2,749	2,970	41,537	34,340	44,286	37,310

Geographical Segments – Group

	Turnover for reportable segments	
	FY 2020	FY 2019
	US\$'000	US\$'000
The People Republic of China (including Hong Kong S.A.R)	198,345	148,232
Australia	11,512	9,192
Other countries	53,071	47,484
Total	262,928	204,908

	Non-current assets for reportable segments	
	FY 2020	FY 2019
	US\$'000	US\$'000
Singapore	3,030	4,375
USA	1,873	2,070
Other countries	1,411	939
Total	6,314	7,384

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

The aviation business contributed to approximately 0.03% of our Group's turnover, and logistics business contributed to the balance 99.97% of the total reportable segment turnover. The material changes in contributions to turnover and earnings were elaborated from page 11 to 16 of the Announcement.

18. A breakdown of sales as follows:-

	Full year ended 31 Dec 2020 US\$'000	Full year ended 31 Dec 2019 US\$'000	% increase
a) Sales reported for first half year	118,797	101,565	17.0%
b) Operating profit after tax before deducting non-controlling interests reported for first half year	5,101	548	830.8%
c) Sales reported for second half year	144,131	103,343	39.5%
d) Operating profit after tax before deducting non-controlling interests reported for second half year	2,537	2,559	-0.9%

N/M : not meaningful

19. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:-

	Latest full year (S\$)*	Previous full year (S\$)
Ordinary	219,297	584,793
Preference	-	-
Total	219,297	584,793

*Estimated based on 58,479,296 ordinary shares in issue.

20. 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
Janet LC Tan	60	Sibling of Jenny Tan, who is a Director of the Company.	Chairman and Chief Executive Officer since 2003. Her responsibilities include setting the overall long-term business direction, developing business strategies, and implementing growth strategies for A-Sonic Aerospace and its subsidiaries.	No changes in duties.
Tan Lay Yong Jenny	54	Sibling of Janet Tan, who is the Chairman, Chief Executive Officer and substantial shareholder of the Company.	Executive Director of the Company since 2003. Her responsibilities include overall operational, administrative management, information technology systems and human resources of the aviation business.	No changes in duties.

BY ORDER OF THE BOARD

Loo Keat Choon
Joint Company Secretary

1 March 2021