

SINOSTAR PEC HOLDINGS LIMITED
(Company Registration No.: 200609833N)

This QR announcement is mandatory made pursuant to the Singapore Exchange's requirements as required under Listing Rule 705(2).

Unaudited Financial Statement Announcement for the three months ("Q3") and 9 months ("FY") ended 30 September 2024

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	The Group			The Group		
		3 months ended		+/-	9 months ended		+/-
		30 September			30 September		
2024	2023	%	2024	2023	%		
		RMB'000	RMB'000		RMB'000	RMB'000	
Revenue	4	1,125,139	1,497,480	(24.9)	4,066,564	3,772,594	7.8
Cost of sales		(1,091,198)	(1,246,392)	(12.5)	(3,765,755)	(3,460,391)	8.8
Gross profit		33,941	251,088	(86.5)	300,809	312,203	(3.6)
Other Income		2,720	95,790	(97.2)	8,289	101,652	(91.8)
Administrative costs		(4,119)	(5,308)	(22.4)	(25,977)	(18,624)	39.5
Distribution costs		(2,768)	(1,432)	93.3	(6,406)	(1,568)	308.5
Other operating expenses		(427)	(408)	4.7	(572)	(5,048)	(88.7)
Finance costs		(4,872)	(8,166)	(40.3)	(17,185)	(27,039)	(36.4)
Profit before taxation	5	24,475	331,564	(92.6)	258,958	361,576	(28.4)
Income tax credit/(expense)	6	2,101	(72,276)	(102.9)	(57,034)	(78,582)	(27.4)
Net profit for the year		26,576	259,288	(89.8)	201,924	282,994	(28.6)
Other comprehensive income							
Items that will not be reclassified subsequently to profit or loss							
Financial assets, at fair value through other comprehensive income							
- Fair value gain/(loss) equity investment		(21,042)	-		(21,042)	-	
Total comprehensive income for the year		5,534	259,288		180,882	282,994	
Net profit attributable to:							
Equity holders of the Company		18,867	190,563		144,364	199,220	
Non-controlling interests		7,709	68,725		57,560	83,774	
		26,576	259,288		201,924	282,994	
Total comprehensive income attributable to:							
Equity holders of the Company		4,138	190,563		129,635	199,220	
Non-controlling interests		1,396	68,725		51,247	83,774	
		5,534	259,288		180,882	282,994	
Earnings per share attributable to equity holders of the company (RMB cents per share)							
Basic		2.95	29.78		22.56	31.13	
Diluted		2.95	29.78		22.56	31.13	

CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

		The Group 30 September 2024 RMB'000	The Company 31 December 2023 RMB'000	The Group 30 September 2024 RMB'000	The Company 31 December 2023 RMB'000
ASSETS					
NON-CURRENT ASSETS					
Property, plant and equipment	7	1,330,967	1,459,008	6	6
Right-of-use assets		3,150	3,150	-	-
Land use rights		87,340	88,248	-	-
Goodwill on consolidation	8	10,345	10,345	-	-
Investment in subsidiary corporations		-	-	250,041	250,041
Financial asset, at fair value through other comprehensive income	9	27,911	48,953	-	-
		<u>1,459,713</u>	<u>1,609,704</u>	<u>250,047</u>	<u>250,047</u>
CURRENT ASSETS					
Land use rights		1,085	1,088	-	-
Inventories	10	285,066	334,916	-	-
Trade and other receivables	11	13,729	9,889	-	-
Amounts owing by affiliated companies	11	26,399	5,464	-	-
Prepayments	12	11,037	1,360	176	-
Cash and bank balances		713,800	562,886	1,013	514
		<u>1,051,116</u>	<u>915,603</u>	<u>1,189</u>	<u>514</u>
TOTAL ASSETS		<u>2,510,829</u>	<u>2,525,307</u>	<u>251,236</u>	<u>250,561</u>
EQUITY					
Equity attributable to equity holders of the parents					
ASSETS					
Share capital	13	316,125	316,125	316,125	316,125
Retained profits/(accumulated losses)		792,814	705,892	(65,187)	(67,119)
Capital reserves		250,000	250,000	-	-
Fair value reserves		(1,778)	12,952	-	-
Other reserves		220,899	180,622	-	-
		<u>1,578,060</u>	<u>1,465,591</u>	<u>250,938</u>	<u>249,006</u>
Non-controlling interests		286,122	234,875	-	-
TOTAL EQUITY		<u>1,864,182</u>	<u>1,700,466</u>	<u>250,938</u>	<u>249,006</u>
LIABILITIES					
NON-CURRENT LIABILITIES					
Loans from non-controlling interest	14	-	50,000	-	-
Bank borrowings	14	250,000	300,000	-	-
Lease liabilities		2,925	3,428	-	-
		<u>252,925</u>	<u>353,428</u>	<u>-</u>	<u>-</u>
CURRENT LIABILITIES					
Loans from non-controlling interest	14	100,000	200,000	-	-
Bank borrowings	14	80,000	60,000	-	-
Lease liabilities		682	179	-	-
Trade and other payables	15	134,308	98,448	298	1,555
Amounts owing to affiliated companies	15	75,518	42,887	-	-
Current tax payable		3,214	69,899	-	-
		<u>393,722</u>	<u>471,413</u>	<u>298</u>	<u>1,555</u>
TOTAL EQUITY AND LIABILITIES		<u>2,510,829</u>	<u>2,525,307</u>	<u>251,236</u>	<u>250,561</u>

CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

	Share Capital RMB'000	Retained earnings RMB'000	Fair value reserve RMB'000	Capital reserve RMB'000	Other reserves			Equity attributable to owners RMB'000	Non- controlling interests RMB'000	Total equity RMB'000
					Statutory common reserve RMB'000	Voluntary common reserve RMB'000	Sub-total RMB'000			
1 January 2024 to 30 September 2024										
Balance as at 1 January 2024	316,125	705,892	12,952	250,000	179,825	797	180,622	1,465,591	234,875	1,700,466
Total comprehensive income for the period	-	144,365	(14,730)	-	-	-	-	129,635	51,247	180,822
Dividend paid for the year	-	(17,166)	-	-	-	-	-	(17,166)	-	(17,166)
Transfer to statutory common reserve	-	(40,277)	-	-	40,277	-	40,277	-	-	-
Balance as at 30 September 2024	316,125	792,814	(1,778)	250,000	220,102	797	220,899	1,578,060	286,122	1,864,182

	Share Capital RMB'000	Retained earnings RMB'000	Fair value reserve RMB'000	Capital reserve RMB'000	Other reserves			Equity attributable to owners RMB'000	Non- controlling interests RMB'000	Total equity RMB'000
					Statutory common reserve RMB'000	Voluntary common reserve RMB'000	Sub-total RMB'000			
1 January 2023 to 30 September 2023										
Balance as at 1 January 2023	316,125	532,552	8,765	250,000	135,555	797	136,352	1,243,794	296,456	1,540,250
Total comprehensive income for the period	-	199,220	-	-	-	-	-	199,220	83,774	282,994
Dividend paid for the year	-	-	-	-	-	-	-	-	(158,935)	(158,935)
Transfer to statutory common reserve	-	(8,192)	-	-	8,192	-	8,192	-	-	-
Balance as at 30 September 2023	316,125	723,580	8,765	250,000	143,747	797	144,544	1,443,014	221,295	1,664,309

CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (CONT'D)

	Share capital RMB'000	Accumulated losses RMB'000	Total equity RMB'000
1 January 2024 to 30 September 2024			
Balance as at 1 January 2024	316,125	(67,119)	249,006
Total comprehensive income for the period	-	19,098	19,098
Dividend paid	-	(17,166)	(17,166)
Balance as at 30 September 2024	<u>316,125</u>	<u>(65,187)</u>	<u>250,938</u>

	Share capital RMB'000	Accumulated losses RMB'000	Total equity RMB'000
1 January 2023 to 30 September 2023			
Balance as at 1 January 2023	316,125	(60,390)	255,735
Total comprehensive income for the period	-	(3,930)	(3,930)
Balance as at 30 September 2023	<u>316,125</u>	<u>(64,320)</u>	<u>251,805</u>

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	The Group	
	9 months ended 30 September 2024 RMB'000	2023 RMB'000
Cash flows from operating activities		
Profit for the period	258,960	361,576
Adjustments for:-		
Depreciation of property, plant and equipment	128,509	137,845
Amortisation of land use rights	911	1,093
Dividend Income	-	(38,862)
Property, plant and equipment written off	3,909	4,562
Interest expense	17,185	27,039
Interest income	(6,469)	(4,767)
Operating profit before working capital changes	<u>403,005</u>	<u>488,486</u>
Changes in working capital:		
Change in inventories	49,850	(107,473)
Change in amount owing by affiliated companies	11,697	15,338
Change in operating receivables	(13,518)	520
Change in operating payables	35,860	22,846
Cash generated from operations	<u>486,894</u>	<u>419,717</u>
Income tax paid	(123,719)	(21,433)
Net cash generated by operating activities	<u>363,175</u>	<u>398,284</u>
Cash flows from investing activities		
Acquisition of property, plant and equipment	(4,379)	(16,882)
Dividends received	-	38,862
Interest received	6,469	4,767
Net cash generated by investing activities	<u>2,090</u>	<u>26,747</u>
Cash flows from financing activities		
Dividends paid to shareholders	(17,166)	-
Dividends paid to non-controlling interests	-	(158,935)
Repayment of loan to non-controlling interests	(150,000)	(150,000)
Repayment of bank borrowings	(30,000)	(30,000)
Interest paid	(17,185)	(27,039)
Net cash used in financing activities	<u>(214,351)</u>	<u>(365,974)</u>
Net increase/(decrease) in cash and cash equivalents	150,914	59,057
Cash and cash equivalents at beginning of year	<u>562,886</u>	<u>521,064</u>
Cash and cash equivalents at end of year	<u>713,800</u>	<u>580,121</u>

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

Bank balances	713,800	580,121
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NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1. Corporate information

Sinostar PEC Holdings Limited (“the Company”) is incorporated and domiciled in Singapore as a limited liability company. The Company is listed on the Singapore Exchange Mainboard (“SGX-ST”).

The immediate and ultimate holding company of the Company is Intelligent People Holdings Limited (“Intelligent People”), a company which is incorporated in the British Virgin Islands (“BVI”).

The Company’s registered office is located at 30 Cecil Street, #19-08 Prudential Tower, Singapore 049712.

The principal activity of the Company is that of an investment holding company. The principal activities of its subsidiary corporations are:

- (a) Manufacture and sale of propylene, polypropylene and LPG products;
- (b) Provide logistics and transportation related services for petroleum products; and
- (c) Manufacture and sale of propylene, purified isobutylene, methyl tert-butyl ether (commonly known as MTBE), hydrogen and mixed gas.

These condensed interim consolidated financial statements as at and for the nine months ended 30 September 2024 comprise the Company and its subsidiaries (collectively, “the Group”).

2. Basis of Preparation

The condensed interim financial statements for the nine months ended 30 September 2024 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last interim financial statements for the year ended 31 December 2023.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in Chinese Renminbi dollar which is the functional currency of the Company and have been rounded to the nearest thousand (“RMB’000”).

2.1. New and amended standards adopted by the Group

A number of amendments to Standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

2.2. Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2023.

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

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are as following:

- Useful lives of property, plant and equipment

The costs of property, plant and equipment are depreciated using the straight-line to allocate the depreciable amount over the estimated useful live. The useful lives of these assets are estimated by the management using common life expectancies applied in the industry and country of operations. Changes in the expected level of usage and technological developments could impact the economic useful lives of these assets, thus affecting the depreciation charges of property, plant and equipment.

- Valuation of financial asset at fair value through other comprehensive income ("FVOCI")

The Group classified unquoted equity security as financial asset at FVOCI and recognises changes in its fair value in other comprehensive income. The fair value is determined based on estimates using present values. This is significantly affected by the assumptions used, including discount rate and estimate of future cash flows.

3. Seasonal operations

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

4. Segment and revenue information

For management purposes, the Group is organised into business units based on their products and services, and has two reportable operating segments as follows:

1. The gas separation segment is the manufacturing and sales of LPG, propylene, polypropylene, premium grade polypropylene, MTBE, hydrogen, isobutylene, other gas and utilities.
2. The transport and logistic services segment are the provision of logistics and transportation related services for petroleum products.

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

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4. Segment and revenue information

4.1. Reportable segments

	The Group 9 months ended 30 September 2024		
	Gas Separation RMB'000	Transport and Logistic Services RMB'000	Total RMB'000
Revenue			
External customers	3,847,863	218,701	4,066,564
Inter-segment sales	1,081,883	25,068	1,106,951
Total revenue	<u>4,929,746</u>	<u>243,769</u>	<u>5,173,515</u>
Segment assets	<u>1,744,052</u>	<u>15,511</u>	<u>1,759,603</u>
Segment liabilities	<u>93,016</u>	<u>4,801</u>	<u>97,817</u>
Results			
Segment results	<u>266,250</u>	<u>34,559</u>	<u>300,809</u>
Unallocated expenses			
Unallocated corporate expenses			<u>(31,133)</u>
Profit from operations			269,676
Finance income			6,469
Finance cost			<u>(17,185)</u>
Profit before tax			258,960
Tax expense			<u>(57,034)</u>
Profit after tax			<u>201,926</u>
Segments assets for reportable segments			
Other assets unallocated			1,759,603
Amounts owing by affiliated companies			26,399
Cash and cash equivalents			713,800
Other receivables			682
Goodwill on consolidation			<u>10,345</u>
			<u>2,510,829</u>
Segments liabilities for reportable segments			
Other liabilities unallocated			97,817
Other payables			40,098
Amounts owing to affiliated companies			75,518
Bank borrowings			330,000
Loan from non-controlling interest			100,000
Current tax payable			<u>3,214</u>
			<u>646,647</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4. Segment and revenue information (Cont'd)

4.1. Reportable segments (Cont'd)

	The Group		
	9 months ended 30 September 2023		
	Gas Separation	Transport and	Total
	RMB'000	Logistic Services	RMB'000
		RMB'000	
Revenue			
External customers	3,523,136	249,458	3,772,594
Inter-segment sales	1,018,477	5,969	1,024,446
Total revenue	<u>4,541,613</u>	<u>255,427</u>	<u>4,797,040</u>
Segment assets	<u>1,977,618</u>	<u>27,669</u>	<u>2,005,287</u>
Segment liabilities	<u>109,527</u>	<u>2,543</u>	<u>112,070</u>
Results			
Segment results	<u>378,823</u>	<u>30,265</u>	<u>409,088</u>
Unallocated expenses			
Unallocated corporate expenses			<u>(25,240)</u>
Profit from operations			383,848
Finance income			4,767
Finance cost			<u>(27,039)</u>
Profit before tax			361,576
Tax expense			<u>(78,582)</u>
Profit after tax			<u>282,994</u>
Segments assets for reportable segments			
Other assets unallocated			2,005,287
Amounts owing by affiliated companies			16,820
Cash and cash equivalents			580,121
Other receivables			7,478
Goodwill on consolidation			<u>10,345</u>
			<u>2,620,051</u>
Segments liabilities for reportable segments			
Other liabilities unallocated			112,070
Other payables			52,930
Amounts owing to affiliated companies			34,598
Bank borrowings			390,000
Loan from non-controlling interest			300,000
Current tax payable			<u>66,144</u>
			<u>955,742</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4. Segment and revenue information (Cont'd)

4.2. Disaggregation of Revenue

The Group derives revenue from the transfer of goods and services at a point in time for the following types of services.

	The Group		
	9 months ended 30 September 2024		
	Gas Separation	Logistics Services	Total
	RMB'000	RMB'000	RMB'000
People's Republic of China			
Liquefied petroleum gas	475,518	-	475,518
Propylene	120,303	-	120,303
Polypropylene	185,283	-	185,283
Premium grade polypropylene	1,044,737	-	1,044,737
Methyl Tert-Butyl Ether ("MTBE")	1,601,897	-	1,601,897
Hydrogen	175,221	-	175,221
Isobutylene	132,130	-	132,130
Other Gas	22,249	-	22,249
Utilities	90,525	-	90,525
Transport and logistic services	-	218,701	218,701
	<u>3,847,863</u>	<u>218,701</u>	<u>4,066,564</u>

	The Group		
	9 months ended 30 September 2023		
	Gas Separation	Logistics Services	Total
	RMB'000	RMB'000	RMB'000
People's Republic of China			
Liquefied petroleum gas	520,655	-	520,655
Polypropylene	1,864	-	1,864
Polypropylene	107,096	-	107,096
Premium grade polypropylene	1,183,794	-	1,183,794
Methyl Tert-Butyl Ether ("MTBE")	1,442,666	-	1,442,666
Hydrogen	131,785	-	131,785
Isobutylene	111,515	-	111,515
Other Gas	23,761	-	23,761
Transport and logistic services	-	249,458	249,458
	<u>3,523,136</u>	<u>249,458</u>	<u>3,772,594</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

5. Profit before taxation

Significant items

	The Group	
	9 months ended 30 September 2024 RMB'000	9 months ended 30 September 2023 RMB'000
Interest Income	6,469	4,767
Gain on disposal of catalyzers and other scrap materials	-	54,777
Dividend income	-	38,862
Expenses:		
Interest on borrowings	17,185	27,039
Depreciation of property, plant and equipment	128,510	137,845
Depreciation of rights-of-use assets	910	1,093
Property, plant and equipment written off	3,909	4,562

6. Income tax expense

The Group calculates the financial period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	The Group	
	9 months ended 30 September 2024 RMB'000	9 months ended 30 September 2023 RMB'000
Current income tax expense		
- Profit for the financial period	66,039	86,743
- Over provision in prior financial periods	(9,005)	(8,161)
	57,034	78,582

7. Property, plant and equipment

During the nine months ended 30 September 2024, the Group acquired assets amounting to RMB4,379,000 (30 September 2023: RMB16,882,000) and disposed of assets amounting to RMB3,909,000 (30 September 2023: RMB 4,562,000).

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

8. Goodwill arising on consolidation

	The Group	
	30 September 2024 RMB'000	31 December 2023 RMB'000
Cost and carrying amount		
Beginning and end of period	10,345	10,345

8.1. Goodwill impairment

For the purposes of impairment testing, goodwill has been allocated to the Group's CGUs as follows:

	The Group	
	30 September 2024 RMB'000	31 December 2023 RMB'000
Dongming Changshun Transport Company Limited (东明县昌顺运输有限公司)	2,501	2,501
Dongming Qianhai Petrochemical Co., Ltd (东明前海化工有限公司)	7,844	7,844
	10,345	10,345

The recoverable amount of a CGU was determined based on value-in-use. Cash flow projections used in the value-in-use calculations were based on financial budgets approved by management covering a five-year period. Cash flows beyond the five-year period were extrapolated using terminal growth rate of 3% (2023: 3%). These cash flows were discounted using a pre-tax discount rate of 10% (2023: 10%) that reflected current market assessment of the time value of money and the risks specific to the CGUs. The growth rate is based on past performance and expectations on market development.

Management determines that the recoverable amount is higher than the carrying amount. Accordingly, no impairment for allowance is provided. The Group believes that any reasonable possible changes on the above key assumptions are not likely to cause the recoverable amount to be materiality lower than the related carrying amount.

Under the fair value hierarchy, level 3 inputs were used.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

9. Financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income comprise the following:

	The Group	
	30 September 2024 RMB'000	31 December 2023 RMB'000
Equity security (unquoted)		
- Dongming Qianhai Petrochemical Co., Ltd (东明前海化工有限公司)		
Beginning of financial period	48,953	48,953
Fair value losses recognised in other comprehensive income	(21,042)	-
Beginning and end of period	<u>27,911</u>	<u>48,953</u>

Represents 18% of equity interest in Dongming Qianhai Reli Co., Ltd. The Group has elected to measure this equity security at FVOCI due to the Group's intention not to hold these equity instruments for trading but for long-term appreciation.

9.1. Fair value measurement

The Group classifies financial assets measured at fair value using a fair value hierarchy which reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices) (Level 2); and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

The following table presents the assets measured at fair value at each reporting date:

	Level 3 RMB'000
30 September 2024	
Financial assets, at FVOCI	<u>27,911</u>
31 December 2023	
Financial assets, at FVOCI	<u>48,953</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

10. Inventories

	The Group		The Company	
	30 September 2024 RMB'000	31 December 2023 RMB'000	30 September 2024 RMB'000	31 December 2023 RMB'000
At cost				
Raw materials	73,954	12,424	-	-
Chemical additives	99,223	108,478	-	-
Parts & Accessories	4,929	1,474	-	-
Semi-finished goods	20,196	57,972	-	-
Finished goods	86,764	154,568	-	-
	<u>285,066</u>	<u>334,916</u>	<u>-</u>	<u>-</u>

11. Trade and other receivables

	The Group		The Company	
	30 September 2024 RMB'000	31 December 2023 RMB'000	30 September 2024 RMB'000	31 December 2023 RMB'000
Trade receivables				
- Non-related parties	13,047	6,174	-	-
Other receivables				
- Non-related parties	382	-	-	-
Accrued revenue	-	3,182	-	-
Advances made to staff	300	533	-	-
	<u>13,729</u>	<u>9,889</u>	<u>-</u>	<u>-</u>

	The Group		The Company	
	30 September 2024 RMB'000	31 December 2023 RMB'000	30 September 2024 RMB'000	31 December 2023 RMB'000
Amount owing by affiliated Companies	<u>26,399</u>	<u>5,464</u>	<u>-</u>	<u>-</u>

12. Prepayments

	The Group		The Company	
	30 September 2024 RMB'000	31 December 2023 RMB'000	30 September 2024 RMB'000	31 December 2023 RMB'000
Prepayments	<u>11,037</u>	<u>1,360</u>	<u>176</u>	<u>514</u>
	<u>11,037</u>	<u>1,360</u>	<u>176</u>	<u>514</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

13. Share capital

	The Group		The Company	
	30 September 2024		31 December 2023	
	Number of shares '000	Amount RMB'000	Number of shares '000	Amount RMB'000
Issued and fully paid, with no par value Beginning and end of period	640,000	316,125	640,000	316,125

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholders' meetings of the Company. All shares rank equally with regard to the Company's residual assets.

14. Borrowings

	The Group		The Company	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
	RMB'000	RMB'000	RMB'000	RMB'000
Amount repayable within one year or on demand				
- Secured	80,000 ^(a)	60,000 ^(a)	-	-
- Unsecured	100,000 ^(b)	200,000 ^(b)	-	-
Amount repayable after one year				
- Secured	250,000 ^(a)	300,000 ^(a)	-	-
- Unsecured	- ^(b)	50,000 ^(b)	-	-

- (a) Bank borrowings of the subsidiary Dongming Hengchang is secured by a corporate guarantee from an affiliated company of Dongming Petrochem Group, Dongming Zhongyou Fuel and Petrochemical Co., Ltd (东明中油燃料石化有限公司);
- (b) Unsecured loan from non-controlling interest("NCI"), Shandong Dongming Petrochem Group Co., Ltd (山东东明石化集团有限公司).

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

15. Trade and other payables

	The Group		The Company	
	30 September 2024 RMB'000	31 December 2023 RMB'000	30 September 2024 RMB'000	31 December 2023 RMB'000
Trade payables				
- Non-related parties	36,284	41,829	-	-
Other payables				
- Non-related parties	-	13,887	-	-
Accruals - Salaries and related costs	6,119	9,475	298	1,555
VAT payables	21,721	16,652	-	-
Other governmental tax payables	5,281	144	-	-
Contract liabilities - advance collection from customers	57,926	14,231	-	-
Deferred income	-	2,072	-	-
Amount owing to staff	196	158	-	-
Refundable deposit	6,781	-	-	-
	<u>134,308</u>	<u>98,448</u>	<u>298</u>	<u>1,555</u>

Amount owing to affiliated companies

	The Group		The Company	
	30 September 2024 RMB'000	31 December 2023 RMB'000	30 September 2024 RMB'000	31 December 2023 RMB'000
Amount owing to affiliated Companies	<u>75,518</u>	<u>42,887</u>	<u>-</u>	<u>-</u>

Affiliated companies refer to companies which a director of the Company has an indirect equity interest. Amounts owing to affiliated companies are unsecured, non-interest bearing and payable on demand.

16. Dividends

	The Company	
	30 September 2024 RMB'000	30 September 2023 RMB'000
Ordinary dividends paid		
- Final tax-exempt (one-tier) dividend paid in respect of previous financial year of S\$0.005 per share (equivalent to RMB 0.0268) [2023: no dividends paid]	17,166	-
	<u>17,166</u>	<u>-</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

17. Net asset value

	The Group		The Company	
	30 September 2024 RMB	31 December 2023 RMB	30 September 2024 RMB	31 December 2023 RMB
Net asset value per ordinary share	2.47	2.29	0.39	0.39

18. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 September 2024 and 31 December 2023.

	Note	The Group		The Company	
		30 September 2024 RMB'000	31 December 2023 RMB'000	30 September 2024 RMB'000	31 December 2023 RMB'000
Financial Assets					
- At FVOCI	9	27,911	48,953	-	-
- At amortised cost		753,928	577,706	1,188	2,033
		<u>781,839</u>	<u>626,659</u>	<u>1,188</u>	<u>2,033</u>
Financial Liabilities					
- At amortised cost		548,584	721,843	298	1,555

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

19. Affiliated companies' transactions

As an additional disclosure, the Group disclosed the following significant affiliated companies' transactions entered into between the Group and its affiliated companies at terms agreed between the companies:

	The Group	
	30 September 2024 RMB'000	30 September 2023 RMB'000
Sales to affiliated companies		
东明前海化工有限公司	744,856	694,322
东明前海热力有限公司	105,300	89,565
东明中油燃料石化有限公司	358,967	350,835
山东东明石化集团有限公司	4,981	4,248
东明石油经销有限公司	-	2,104
山东东明梨树化学有限公司	159,180	-
东明润明油品销售有限公司	263	263
东明万海氯碱化工有限公司	12,318	12,476
江苏新海石化有限公司	32,428	47,111
江苏润海油品销售有限公司	-	6,858
山东劲海化工有限公司	-	15
山东东明石化集团鲁班建筑有限公司	7,825	4,074
江苏新海新能源有限公司	460	511
山东华旺热力有限公司	3,230	-
山东东明英伦石油有限公司	4,788	-
山东东明石化集团河南销售有限公司	8,287	-
江苏新洋国际贸易有限公司	15,382	-
湖北中坤东明石化有限公司	1,526	-
山东东明石化集团胜利能源有限公司	2,627	-
山东东明石化集团华和能源有限公司	705	-
湖北东明石化有限公司关东加油站	1,968	-
山东东明石化集团济宁能源销售有限公司	644	-

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

19. Affiliated companies' transactions (cont'd)

As an additional disclosure, the Group disclosed the following significant affiliated companies' transactions entered into between the Group and its affiliated companies at terms agreed between the companies:

	The Group	
	30 September 2024 RMB'000	30 September 2023 RMB'000
Purchases from affiliated companies		
东明前海化工有限公司	351,801	339,747
东明前海热力工有限公司	341,803	327,047
东明中油燃料石化有限公司	2,356,824	2,357,451
山东东明石化集团有限公司	34,620	38,116
东明石油经销有限公司	808	2,021
山东东明梨树化学有限公司	136,821	8,749
东明万海氯碱化工有限公司	431	356
江苏新海石化有限公司	-	3
东明洁源环保科技有限公司	3,885	1,336
山东东明石化集团鲁班建筑有限公司	2,480	5,056
东明清源水务有限公司	1,120	-
山东华旺热力有限公司	368	-
江苏新洋国际贸易有限公司	2,359	-
山东昌顺达网络科技有限公司青岛分公司	9,144	-
	<hr/>	<hr/>
Interest expenses on loan charged by affiliated company		
– 山东东明石化集团有限公司	7,231	14,428
	<hr/>	<hr/>
Other individually immaterial transactions*	10,461	-
	<hr/>	<hr/>

*The total amount is derived from transactions with affiliated companies, none of which individually exceed S\$100,000 per company.

Affiliated companies refer to companies in which a director of the Company has an indirect equity interest.

20. Subsequent events

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

OTHER INFORMATION

1. Review

The consolidated statement of financial position of Sinostar PEC Holdings Limited and its subsidiaries as at 30 September 2024 and the related consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the year then ended and certain explanatory notes have not been audited or reviewed.

2. Review of Performance of the Group

Condensed Interim Consolidated Statements of Profit or Loss and Other Comprehensive Income

Highlights on changes in Condensed Interim Statements of Profit or Loss and Other Comprehensive Income items of the Group are as follow; -

Revenue

3Q2024 Analysis of Revenue	3 months ended 30 September 2024		3 months ended 30 September 2023		+ / (-)
	RMB'000	%	RMB'000	%	
Processed LPG					
- Total	360,078	32.00	395,269	26.40	-8.9
- Inter-company	(195,341)	(17.36)	(284,529)	(19.00)	(31.3)
Propylene					
- Total	109,601	9.74	136,209	9.10	(19.53)
- Inter-company	(95,155)	(8.46)	(135,352)	(9.04)	(29.70)
Polypropylene	59,818	5.32	54,013	3.61	10.75
Premium grade polypropylene					
- Total	343,514	30.53	422,230	28.20	(18.64)
- Inter-company	-	-	(2,309)	(0.15)	(100.00)
MTBE	368,715	32.77	694,351	46.37	(46.90)
Hydrogen					
- Total	45,988	4.09	62,353	4.16	(26.25)
- Inter-company	(75)	(0.01)	(251)	(0.02)	0.01
Isobutylene	29,243	2.60	54,498	3.64	(46.34)
Other Gas	7,498	0.67	7,984	0.53	(6.09)
Logistics and transport related services					
- Total	75,159	6.68	94,394	6.30	(20.38)
- Inter-company	(13,373)	(1.19)	(1,380)	(0.09)	0.01
Utilities					
- Total	33,202	2.95	-	-	-
- Inter-company	(3,732)	(0.33)	-	-	-
Total	1,125,139	100.00	1,497,480	100.00	

OTHER INFORMATION (CONT'D)

2. Review of Performance of the Group (cont'd)

9M2024 Analysis of Revenue	9 months ended 30 September 2024		9 months ended 30 September 2023		+ / (-)
	RMB'000	%	RMB'000	%	
Processed LPG					
- Total	1,215,894	29.90	1,197,076	1.57	1.57
- Inter-company	(740,375)	(18.21)	(676,421)	(17.93)	9.45
Propylene					
- Total	450,101	11.07	340,411	9.02	32.22
- Inter-company	(329,798)	(8.11)	(338,547)	(8.97)	(2.58)
Polypropylene	185,283	4.56	107,096	2.84	73.01
Premium grade polypropylene					
- Total	1,044,737	25.69	1,186,103	31.44	(11.92)
- Inter-company	-	-	(2,309)	(0.06)	(100.00)
MTBE	1,601,897	39.39	1,442,666	38.24	11.04
Hydrogen					
- Total	175,485	4.32	132,985	3.53	31.96
- Inter-company	(264)	(0.01)	(1,200)	(0.03)	(77.98)
Isobutylene	132,130	3.25	111,515	2.96	18.49
Other Gas	22,249	0.55	23,761	0.63	(6.37)
Logistics and transport related services					
- Total	243,769	5.99	255,427	6.77	(4.56)
- Inter-company	(25,068)	(0.62)	(5,969)	(0.16)	319.97
Utilities					
- Total	101,970	2.51	-	-	-
- Inter-company	(11,445)	(0.28)	-	-	-
Total	4,066,564	100.00	3,772,594	100.00	

(a) Processed LPG

Sale of processed LPG has increased by 1.57% from RM1,197.08 million in 9M2023 to RMB1,215.89 million in 9M2024, included the inter-company transactions. A total of 246,122 tonnes produced and sold during the periods, an increase of 6.41% as compared to 9M2023. Both average selling prices ("ASP") and average cost of production ("ACP") during the period have decreased by 4.53% and 3.78% respectively as compared to 9M2023.

(b) Propylene

Sale of propylene has increased by 32.22% from RMB340.41 million in 9M2023 to RMB450.10 million in 9M2024, included the inter-company transactions. Total sales volume has increased 34.95% from 57,057 tonnes in 9M2023 to 77,000 tonnes in 9M2024. ASP has decreased by 2.02% whereas ACP has increased by 21.94% in 9M2024 as compared to 9M2023.

(c) Premium grade polypropylene

Premium grade polypropylene sale has decreased by 11.92% from RMB1,186.10 million in 9M2023 to RMB1,044.74 million in 9M2024, included the inter-company transactions. Total sales volume has also decreased by 12.37% from 175,673 tonnes in 9M2023 to 153,945 tonnes in 9M2024. ASP has increased by 0.51% whereas ACP has decreased by 1.30% in 9M2024 as compared to 9M2023.

OTHER INFORMATION (CONT'D)

Condensed Interim Consolidated Statements of Profit or Loss and Other Comprehensive Income (Cont'd)

(d) **Polypropylene**

Polypropylene has increased by 73.01% from RMB107.10 million in 9M2023 to RMB185.28 million in 9M2024, including inter-company transactions. The total sales volume has also increased by 67.97% from 17,158 tonnes in 9M2023 to 28,820 tonnes in 9M2024. ASP has increased by 3.00% and ACP has also increased by 2.59% in 9M2024, as compared to 9M2023.

(e) **MTBE**

Sale of MTBE has increased by 11.04% from RMB1,442.67 million in 9M2023 to RMB1,601.90 million in 9M2024. Total sales volume has increased 23.22% from 222,750 tonnes in 9M2023 to 274,468 tonnes in 9M2024. Both ASP and ACP during 9M2024 have decreased by 9.89% and 9.47% respectively as compared to 9M2023.

(f) **Hydrogen**

In 9M2024, hydrogen sales volume has increased by 32.25% to 11,964 tonnes as compared to 9,047 tonnes in 9M2023. Revenue has an increase of 31.96% from RMB132.99 million in 9M2023 to RMB175.49 million in 9M2024, included the inter-company transactions. ASP has decreased by 0.22% and ACP has increased by 13.47% in 9M2024 as compared to 9M2023.

(g) **Isobutylene**

Sale of isobutylene has increased 18.49% from RMB111.52 million in 9M2023 to RMB132.13 million in 9M2024 as total sales volume has increased by 28.25% to 14,138 tonnes in 9M2024 as compared with 11,023 tonnes in 9M2023. ASP and ACP have both decreased by 7.62% and 14.18% respectively in 9M2024 as compared to 9M2023.

(h) **Other Gases**

The sale of other gases has decrease by 6.37% from RMB23.76 million in 9M2023 to RMB22.25 million in 9M2024, even though total sales volume has increased 1.73% from 4,059 tonnes in 9M2023 to 4,129 tonnes in 9M2024. ASP has decreased by 7.95% and ACP have increased by 9.64% in 9M2024.

(i) **Utilities**

Since 4Q23, the Group has changed its financial accounting method from the previous method of offsetting the cost of purchasing utilities to the current method of including in its sales revenue.

Therefore, revenue from this business has increased 100.00% to RMB101.97 million in 9M2024, included the inter-company transactions.

(j) **Logistics & transport related service**

Revenue from this business has decreased 4.56% from RMB255.43 million in 9M2023 to RMB243.77 million in 9M2024, included the inter-company transactions.

OTHER INFORMATION (CONT'D)

2. Review of Performance of the Group (cont'd)

Condensed Interim Consolidated Statements of Profit or Loss and Other Comprehensive Income (Cont'd)

Gross profit

Gross profit for the first nine months of 2024 decreased by 3.65% to RMB300.81 million, compared to the corresponding period in 2023. The third quarter of 2024 witnessed a substantial 86.5% decline in gross profit. This decline was primarily attributed to weak consumer demand in the Chinese terminal market, which resulted in a significant reduction in the sales gross margin of our primary products. Extreme weather conditions experienced in July 2024 also led to a 22% reduction in sales and production volume during the third quarter.

Other income and expenses

(a) Other income

A total of RMB8.29 million has been received inclusive of RMB6.47 million of bank interest earned on short-term deposits placed with financial institution and other miscellaneous income of RMB1.82 million in 9M2024. There was a significant decrease as compared to 9M2023 due to the receipt of RMB38.86 million dividend from Dongming Qianhai Reli Co., Ltd and RMB54.78 million from the disposal of waste catalysts in the third quarter of 2023.

(b) Administrative costs

Administrative costs have increased from RMB18.62 million in 9M2023 to RMB25.98 million in 9M2024, mainly due to the company's vigorous promotion of full-value chain optimization management and new product development, resulting in an increase in the research and development costs.

(c) Distribution costs

Distribution costs have increased from RMB1.57 million in 9M2023 to RMB6.41 million in 9M2024. This was mainly due to increase in providing of door-to-door transportation services to meet some customers' demand in since the start of 3Q23, causing an increase in transportation costs in the sales process.

(d) Finance costs

The finance costs have decreased from RMB27.04 million in 9M2023 to RMB17.19 million in 9M2024 as the amount of borrowings have decreased.

(e) Taxation

Quarterly tax provision is made by entities base on each profitability.

(f) Net Profit

The Group made a net profit of RMB201.92 million in 9M2024 as compared to RMB282.99 million in 9M2023. The decrease in net profit was primarily due to a decline in the gross profit margin on product sales compared to the same period last year, as well as a decrease in other miscellaneous non-operating income.

OTHER INFORMATION (CONT'D)

2. Review of Performance of the Group (cont'd)

Condensed Interim Consolidated Statements of Financial Positions

Highlights on changes in Condensed Interim Consolidated Statements of Financial Positions items of the Group are as follow; -

(a) **Property, plant and Equipment**

The decrease is primarily attributed due to depreciation charge during the financial period.

(b) **Inventories**

Inventories comprise of approximately RMB73.95 million of raw materials, RMB20.20 million of semi-finished goods and RMB86.76 million on finished petrochemical products. It also included RMB99.22 million in chemical additives and RMB4.92 million of parts & accessories.

(c) **Prepayment**

Increase is mainly due to amount paid to suppliers for raw materials and for equipment replacement.

(d) **Non-controlling interest**

Represent 30% controlling stake in subsidiary Dongming Qianhai by Dongming Petrochem Group.

(e) **Bank Borrowings**

This mainly consists of a bank loan to finance Dongming Hengchang's new polypropylene construction. The loan is guaranteed by the related party Dongming Zhongyou Fuel Petrochemical Co., Ltd. The interest is calculated at a floating rate and repayment is made every six months, and full settlement is scheduled to be completed by January 2027.

A total of RMB30.0 million has been repaid from 1 Jan 2024 till 30 Sep 2024.

(f) **Loan from non-controlling interests**

This is from non-controlling interest Dongming Petrochem Group (represent 30% minority stake in subsidiary Dongming Qianhai) to finance the working capital use since the acquisition of Dongming Qianhai. This unsecured loan, with an annual interest at 4.75% per annum, is repayable in instalments on a quarterly basis till full settlement by 1 April 2025.

A total of RMB150.0 million has been repaid from 1 Jan 2024 till 30 Sep 2024.

Condensed Interim Consolidated Statement of Cash Flow

The Group's operating activities resulted in a net cash inflow of RMB363.18 million and its investment activities also resulted in a net cash inflow of RMB2.09 million while its financing activities resulted in a net cash outflow of RMB214.35 million during the third quarter of 2024.

As of 30 September 2024, the group had a cash balance of RMB713.80 million.

OTHER INFORMATION (CONT'D)

- 3.(i) Details of any changes in the company's share capital arising from rights issue, bonus issue, 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 also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares 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.

There were no changes in the Company's share capital since the end of the previous period reported on. There were no outstanding convertibles issued or treasury shares held by the Company as at 30 September 2024.

- 3.(ii) 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 September 2024	31 December 2023
Number of issued shares (excluding treasury shares)	640,000,000	640,000,000
Number of treasury shares	NIL	NIL

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

Not applicable.

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

	3 months ended 30 September	
	2024	2023
Profit / (Loss) per share for the period based on net profit attributable to owners of the parent company		
(a) Based on basic number of ordinary shares on issue (RMB cents)	2.95	29.78
No. of shares in issue (weighted average)	640,000,000	640,000,000
(b) On a fully diluted basis (RMB cents)	2.95	29.78
No. of shares in issue (weighted average)	640,000,000	640,000,000
9 months ended 30 September		
	2024	2023
Profit / (Loss) per share for the period based on net profit attributable to owners of the parent company		
(a) Based on basic number of ordinary shares on issue (RMB cents)	22.56	31.13
No. of shares in issue (weighted average)	640,000,000	640,000,000
(b) On a fully diluted basis (RMB cents)	22.56	31.13
No. of shares in issue (weighted average)	640,000,000	640,000,000

OTHER INFORMATION (CONT'D)

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

None.

6. **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.**

- A. Due to weaker-than-expected domestic downstream consumption and the impending seasonal demand slowdown in the fourth quarter, coupled with anticipated capacity additions from new entrants, which could potentially put pressure on the company's operations. Additionally, the prevailing bearish outlook on crude oil prices may weaken the cost support for our primary product, MTBE, potentially impacting our fourth-quarter performance. Overall, the fourth quarter of 2024 and the subsequent twelve months are expected to present both challenges and opportunities for the industry.

Looking ahead, the demand for high-performance polypropylene is projected to remain maintain sustained growth, driven by China's consumption upgrades and the development of new productive forces. Our Group will proactively adapt to market dynamics, intensifying our efforts in technological innovation and new product development to enhance our products' market competitiveness and profitability.

The Board of Directors maintains confidence in the company's long-term prospects.

- B. The Group is currently undergoing a corporate restructuring and conducting a rights issue.

For more information, please refer to the announcements published on SGXNet on 28 September 2023, 20 May 2024 and 29 October 2024. The Company will provide updates as and when material developments arise.

7. **Dividend information**

- (a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? No

No dividend has been declared or recommended in view of the Group's operational and financial cash needs.

- (b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

No

- (c) Date payable

NA

- (d) Book Closure Date

NA

OTHER INFORMATION (CONT'D)

8. Interested person transactions

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate (if any) for interested person transactions for the financial period which it is required to report on pursuant to rule 705.

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
<p>For period from January to September 2024:- Transactions between Dongming Hengchang Petrochemical Co., Ltd (东明恒昌化工有限公司) and its subsidiary Dongming Qianhai Petrochemical Co., Ltd (东明前海化工有限公司) <i>(transactions are subject to consolidation group eliminations)</i></p> <ul style="list-style-type: none"> - Logistics & Transport Related Services - Purchase of Utilities - Sale of Utilities - Sale of Processed LPG - Purchase of Propylene - Sale of Recycled Propylene - Purchase of Hydrogen 		14,775,092 7,056,644 4,388,358 740,375,456 329,705,304 92,630 264,200
<p>Dongming Zhongyou Fuel & Petrochemical Co., Ltd (东明中油燃料石化有限公司)</p> <ul style="list-style-type: none"> - Logistics & Transport Related Services - Purchase of Utilities - Sale of Utilities - Purchase of raw LPG - Sale of Processed LPG - Purchase of Propylene - Sale of Recycled Propylene - Sale of hydrogen - Purchase parts and components - Maintenance of parts and components - Purchase of C4 - Purchase of Butene 		68,083,832 41,139,482 87,892 1,986,723,781 105,338,464 293,202,677 8,265,064 177,192,114 168,123 2,286 35,139,255 448,767

OTHER INFORMATION (CONT'D)

8. Interested person transactions (cont'd)

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate (if any) for interested person transactions for the financial period which it is required to report on pursuant to rule 705. (Cont'd)

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Shandong Dongming Petrochem Group Co., Ltd (山东东明石化集团有限公司) - Logistics & Transport Related Services - Purchase of Utilities - Sale of Utilities - Accrued Interest on Loan from Non-controlling interest		4,979,456 34,619,505 1,455 7,230,556
Dongming Qianhai Reli Co., Ltd (东明前海热力有限公司) - Logistics & Transport Related Services - Purchase of Utilities - Sale of Utilities		13,775,582 341,802,736 91,524,376
Dongming Crude Oil Distribution Co., Ltd (东明石油经销有限公司) - Purchase of parts and packaging materials		807,611
Shandong Dongming Lishu Petroleum Co (山东东明梨树化学有限公司) - Logistics & Transport Related Services - Purchase of Utilities - Sale of Utilities - Purchase of raw LPG - Sale of Processed LPG		3,043,738 12,695 148,133 136,808,461 155,988,493
Dongming Runming Oil Products Distribution Co., Ltd (东明润明油品销售有限公司) - Logistics & Transport Related Services		262,624

OTHER INFORMATION (CONT'D)

8. Interested person transactions (cont'd)

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate (if any) for interested person transactions for the financial period which it is required to report on pursuant to rule 705. (Cont'd)

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Dongming WanHaiLuiJian Petrochemical Co., Ltd (东明万海氯碱化工有限公司) - Logistics & Transport Related Services - Purchase chemical excipients		12,317,567 430,830
Jiangsu Xinhai Petrochem Co., Ltd (江苏新海石化有限公司) - Logistics & Transport Related Services		32,428,415
Dongming Jie-Yuan Environmental Technology Pte Ltd (东明洁源环保科技有限公司) - Procurement of sewage treatment services		3,884,897
Shandong Dongming Petrochem Group Lu Ban Construction Pte Ltd (山东东明石化集团鲁班建筑有限公司) - Logistics & Transport Related Services - Maintenance of parts and machineries		7,825,178 2,479,504
Jiangsu Xinhai New Energy Co., Ltd (江苏新海新能源有限公司) - Logistics & Transport Related Services		459,621
Dongming Qingyuan Co., Ltd (东明清源水务有限公司) - Purchase of Utilities		1,119,983
Shandong Huawang Reli Co., Ltd (山东华旺热力有限公司) - Logistics & Transport Related Services - Maintenance of parts and machineries		3,229,915 367,852

OTHER INFORMATION (CONT'D)

8. Interested person transactions (cont'd)

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate (if any) for interested person transactions for the financial period which it is required to report on pursuant to rule 705. (Cont'd)

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Shandong Dongming Yinglun Petrochemical Co., Ltd (山东东明英伦石油有限公司) - Logistics & Transport Related Services		4,787,727
Shandong Dongming Henan Distribution Co., Ltd (山东东明石化集团河南销售有限公司) - Logistics & Transport Related Services		8,287,422
Jiangsu Xinyang International Trading Co., Ltd (江苏新洋国际贸易有限公司) - Logistics & Transport Related Services - Purchase of Raw LPG		15,382,002 2,358,510
Hubei Zhongkun Dongming Petrochem Co., Ltd (湖北中坤东明石化有限公司) - Logistics & Transport Related Services		1,525,860
Shandong Dongming Shengli Energy Co., Ltd (山东东明石化集团胜利能源有限公司) - Logistics & Transport Related Services		2,626,663
Shandong Dongming Huahe Energy Co., Ltd (山东东明石化集团华和能源有限公司) - Logistics & Transport Related Services		705,289
Shandong Changshunda Technology Co., Ltd (山东昌顺达网络科技有限公司青岛分公司) - Logistics & Transport Related Services		9,143,879

OTHER INFORMATION (CONT'D)

8. Interested person transactions (cont'd)

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate (if any) for interested person transactions for the financial period which it is required to report on pursuant to rule 705. (Cont'd)

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Hubei Dongming Petrochem Co., Ltd (湖北东明石化有限公司关东加油站) - Logistics & Transport Related Services		1,968,318
Shandong Dongming Jining Energy Co., Ltd (山东东明石化集团济宁能源销售有限公司) - Logistics & Transport Related Services		643,625

OTHER INFORMATION (CONT'D)

9. **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(11) 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
Li Xiangping	62	Father of Li Zhi, non-executive Director of the Company.	CEO and Executive Chairman since April 2021. Substantial shareholder of the Company.	From non-executive Chairman to Executive Chairman from April 2021
Li Zhi	38	Son of Mr Li Xiangping, the CEO and Executive Chairman of the Company.	Non-Executive Director of the Company Since 2019	Appointed in year 2019

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

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

BY ORDER OF THE BOARD

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial statements for the nine-months period ended 30 September 2024 to be false or misleading in any material aspect.

Li Xiangping
Executive Chairman and CEO

Yan Tailing
Executive Director, Deputy CEO and CFO

Singapore
14 November 2024