



**BOLDTEK HOLDINGS LIMITED**  
**Company registration number: 201224643D**

**FINANCIAL STATEMENT AND RELATED ANNOUNCEMENT  
 FOR THE FULL YEAR ENDED 30 JUNE 2020**

This announcement has been prepared by Boldtek Holdings Limited (the "Company" and together with its subsidiaries, the "Group") and its contents have been reviewed by the Company's Sponsor, RHT Capital Pte. Ltd. (the "Sponsor") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST"). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR**

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

	Group		Change
	Full year ended		
	30-Jun-20 ("FY2020") S\$'000	30-Jun-19 ("FY2019") S\$'000	%
<b>Revenue</b>	54,790	78,778	(30.5)
Cost of works	(49,784)	(68,827)	(27.7)
<b>Gross profit</b>	<b>5,006</b>	<b>9,951</b>	<b>(49.7)</b>
Other income	1,236	619	99.7
Other expenses	(896)	(532)	68.4
Distribution and marketing costs	(112)	(154)	(27.3)
Administrative expenses	(7,957)	(7,740)	2.8
Finance costs	(1,119)	(1,162)	(3.7)
<b>(Loss) / Profit before income tax</b>	<b>(3,842)</b>	<b>982</b>	<b>NM*</b>
Income tax (credit) / expense	135	(198)	NM*
<b>(Loss) / Profit for the year</b>	<b>(3,707)</b>	<b>784</b>	<b>NM*</b>
(Loss) / Profit attributable to:			
Owners of the Company	(3,641)	817	NM*
Non-controlling interests	(66)	(33)	100.0
	<b>(3,707)</b>	<b>784</b>	<b>NM*</b>

1(a)(ii) **A statement of comprehensive income for the group together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Group		Change
	FY2020 S\$'000	FY2019 S\$'000	
<b>(Loss) / Profit for the year</b>	<b>(3,707)</b>	<b>784</b>	<b>NM*</b>
<b>Other comprehensive (loss) / income:</b>			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Exchange differences on translation of foreign operations	1	(94)	NM
<b>Total comprehensive (loss) / income for the year</b>	<b>(3,706)</b>	<b>690</b>	<b>NM*</b>
<b>Total comprehensive (loss) / income attributable to:</b>			
Owners of the Company	(3,640)	723	NM*
Non-controlling interests	(66)	(33)	100.0
	<b>(3,706)</b>	<b>690</b>	<b>NM*</b>

NM denotes not meaningful  
 \* denotes in excess of 100



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**1(a)(iii) Notes to the income statement**

	<b>FY2020 S\$'000</b>	<b>FY2019 S\$'000</b>	<b>Change %</b>
Equipment handling income	281	236	19.1
Rental income	37	80	(53.8)
Government grants	848	24	NM*
Insurance compensation	3	132	(97.7)
Scrap sales of used equipment	-	21	(100.0)
Gain on disposal of property, plant and equipment	22	-	NM
Other	45	126	(64.3)
Other income	1,236	619	
Depreciation of property, plant and equipment (included in cost of works)	153	343	(55.4)
Depreciation of property, plant and equipment (included in administrative expenses)	666	720	(7.5)
Depreciation of right-of-use assets (included in administrative expenses)	220	-	NM
Interests on borrowing	1,042	1,162	(10.3)
Interests on lease liabilities	77	-	NM
Changes in fair value of investment properties (include in other expenses)	651	-	NM
Impairment of property, plant and equipment (include in other expenses)	90	-	NM
Loss on disposal of property, plant and equipment (include in other expenses)	-	18	(100.0)
Currency translation loss (included in other expenses)	155	514	(69.8)

*NM denotes not meaningful*

*\* denotes in excess of 100*



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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.**

	Note	Group		Company	
		30-Jun-20 S\$'000	30-Jun-19 S\$'000	30-Jun-20 S\$'000	30-Jun-19 S\$'000
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and bank balances		3,734	1,886	73	140
Trade and other receivables	A	5,476	7,983	6,077	5,725
Inventories		142	30	-	-
Contract assets		43,872	43,698	-	-
Completed properties for sale		5,744	5,775	-	-
Grant receivable		666	-	30	-
Other current assets		838	807	3	3
<b>Total current assets</b>		<b>60,472</b>	<b>60,179</b>	<b>6,183</b>	<b>5,868</b>
<b>Non-current assets</b>					
Investments in subsidiaries		-	-	17,372	17,372
Property, plant and equipment		8,886	7,548	3	4
Investment properties		17,837	18,587	-	-
Deferred tax assets		170	21	-	-
<b>Total non-current assets</b>		<b>26,893</b>	<b>26,156</b>	<b>17,375</b>	<b>17,376</b>
<b>Total</b>		<b>87,365</b>	<b>86,335</b>	<b>23,558</b>	<b>23,244</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Trade and other payables	B	25,247	28,312	1,260	1,038
Contract liabilities		1,579	1,066	-	-
Lease liabilities		157	-	-	-
Borrowings		22,201	22,699	1,500	1,600
Deferred grant		824	-	51	-
Current tax payable		207	295	6	6
<b>Total current liabilities</b>		<b>50,215</b>	<b>52,372</b>	<b>2,817</b>	<b>2,644</b>
<b>Non-current liabilities</b>					
Borrowings		9,414	4,590	-	-
Lease liabilities		2,084	-	-	-
Deferred tax liabilities		799	955	-	-
<b>Total non-current liabilities</b>		<b>12,297</b>	<b>5,545</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>		<b>62,512</b>	<b>57,917</b>	<b>2,817</b>	<b>2,644</b>
<b>NET ASSETS</b>		<b>24,853</b>	<b>28,418</b>	<b>20,741</b>	<b>20,600</b>
<b>Equity</b>					
Share capital		17,676	17,676	17,676	17,676
Retained profits		9,484	13,125	2,783	2,783
Currency translation reserve		(60)	(61)	-	-
Property revaluation reserve		424	424	-	-
Capital reserve		(876)	(876)	-	-
Share option reserve		282	141	282	141
Merger reserve		(2,014)	(2,014)	-	-
<b>Equity attributable to owner of the Company</b>		<b>24,916</b>	<b>28,415</b>	<b>20,741</b>	<b>20,600</b>
Non-controlling interests		(63)	3	-	-
<b>Total</b>		<b>24,853</b>	<b>28,418</b>	<b>20,741</b>	<b>20,600</b>



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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. (Continued)**

	Group		Company	
	30-Jun-20 S\$'000	30-Jun-19 S\$'000	30-Jun-20 S\$'000	30-Jun-19 S\$'000
<b>Note A: Trade and other receivables</b>				
<u>Trade receivables</u>				
Non-related parties	4,292	6,758	-	-
Subsidiary corporations	-	-	695	650
	<b>4,292</b>	<b>6,758</b>	<b>695</b>	<b>650</b>
<u>Other receivables:</u>				
Non-related parties	12	2	-	-
Subsidiary corporations	-	-	5,382	5,075
Advances paid to suppliers	1,087	1,095		
Goods and services tax ("GST") receivables	85	123	-	-
Staff advances	-	5	-	-
	<b>5,476</b>	<b>7,983</b>	<b>6,077</b>	<b>5,725</b>

	Group		Company	
	30-Jun-20 S\$'000	30-Jun-19 S\$'000	30-Jun-20 S\$'000	30-Jun-19 S\$'000
<b>Note B: Trade and other payables</b>				
<u>Trade payables</u>				
Non-related parties	18,246	16,670	55	79
<u>Other payables:</u>				
Non-related parties	1	1	-	-
Directors	3,171	2,696	921	694
Deposits	89	37	-	-
GST payables	1	272	40	33
Accrued operating expenses	3,739	8,636	244	232
	<b>25,247</b>	<b>28,312</b>	<b>1,260</b>	<b>1,038</b>



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

	30-Jun-2020		30-Jun-2019	
	Secured	Unsecured	Secured	Unsecured
Repayable in one year or less, or on demand (S\$'000)	22,201	-	22,699	-
Repayable after one year (S\$'000)	9,414	-	4,590	-

**Details of any collateral**

The total secured borrowings included the following:

- (1) Bank borrowing obtained for a leasehold building is secured over the leasehold building; and
- (2) Bank borrowings and finance lease payables are secured by corporate guarantees.

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.**

	FY2020 S\$'000	FY2019 S\$'000
<b>Operating activities</b>		
(Loss) / Profit before income tax	(3,842)	982
Adjustments for:		
Depreciation for property, plant and equipment	819	1,063
Depreciation for right-of-use assets	220	-
(Gain) / Loss on disposal of property, plant and equipment	(22)	18
Impairment of property, plant and equipment	90	-
Interest expense	1,119	1,162
Changes in fair value of investment properties	651	-
Share-based payment expenses	141	141
Impairment loss on financial assets and contract assets	574	-
Government grants	(848)	-
Unrealised currency translation differences	129	420
Operating cash flows before movements in working capital	(969)	3,786
Trade and other receivables	2,079	4,275
Contract assets	(324)	(6,789)
Other current assets	(31)	47
Trade and other payables	(3,056)	1,897
Contract liabilities	513	(1,347)
Inventories	(112)	4
Government grants received	1,006	-
Completed properties for sales	-	958
<b>Cash generated (used in) / from operations</b>	<b>(894)</b>	<b>2,831</b>
Income tax (paid) / refund	(258)	73
<b>Net cash (used in) / from operating activities</b>	<b>(1,152)</b>	<b>2,904</b>
<b>Investing activities</b>		
Purchase of property, plant and equipment (Note A)	(209)	(1,798)
Proceeds from disposal of property, plant and equipment	22	200
<b>Net cash used in investing activities</b>	<b>(187)</b>	<b>(1,598)</b>
<b>Financing activities</b>		
Repayment of leases liabilities	(209)	(225)
Proceeds from borrowings	6,100	4,105
Repayment of borrowings	(1,584)	(5,513)
Interest paid	(1,119)	(1,162)
<b>Net cash from / (used in) financing activities</b>	<b>3,188</b>	<b>(2,795)</b>
<b>Net increase / (decrease) in cash and bank balances</b>	<b>1,849</b>	<b>(1,489)</b>
Cash and bank balances at beginning of financial year	1,886	3,384
Effect of foreign exchange rate changes on the balance of cash held in foreign currencies	(1)	(9)
<b>Cash and bank balances at end of financial year</b>	<b>3,734</b>	<b>1,886</b>

**Note A**

In FY2020, the Group acquire property, plant and equipment ("PPE") with an aggregate cost of S\$2,521,000 of which S\$209,000 was paid in cash, non-cash additions to right-of-use assets and lease liabilities of S\$2,146,000 and S\$166,000 was acquired by means of lease liabilities.

In FY2019, the Group acquired PPE with an aggregate cost of S\$6,962,000 of which S\$1,798,000 was paid in cash and S\$212,000 and S\$4,952,000 were acquired by means of hire purchase arrangements and borrowings respectively.

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.

	Share capital S\$'000	Retained profits S\$'000	Currency translation reserve S\$'000	Property revaluation reserve S\$'000	Capital reserve S\$'000	Share options reserve S\$'000	Merger reserve S\$'000	Equity attributable to owner of the Company S\$'000	Non- controlling interests S\$'000	Total S\$'000
<b>The Group</b>										
<b>At 1 July 2019</b>	17,676	13,125	(61)	424	(876)	141	(2,014)	28,415	3	28,418
Total comprehensive loss for the year:										
Loss for the year	-	(3,641)	-	-	-	-	-	(3,641)	(66)	(3,707)
Other comprehensive loss for the year	-	-	1	-	-	-	-	1	-	1
Total	-	(3,641)	1	-	-	-	-	(3,640)	(66)	(3,706)
Recognition of share-based payments, representing transactions with owners, recognised directly in equity	-	-	-	-	-	141	-	141	-	141
<b>At 30 June 2020</b>	17,676	9,484	(60)	424	(876)	282	(2,014)	24,916	(63)	24,853
<b>At 1 July 2018</b>	17,676	12,308	33	424	(876)	-	(2,014)	27,551	36	27,587
Total comprehensive income for the year:										
Profit for the year	-	817	-	-	-	-	-	817	(33)	784
Other comprehensive income	-	-	(94)	-	-	-	-	(94)	-	(94)
Total	-	817	(94)	-	-	-	-	723	(33)	690
Recognition of share-based payments, representing transactions with owners, recognised directly in equity	-	-	-	-	-	141	-	141	-	141
<b>At 30 June 2019</b>	17,676	13,125	(61)	424	(876)	141	(2,014)	28,415	3	28,418
<b>The Company</b>										
<b>At 1 July 2019</b>	17,676	2,783	-	-	-	141	-	20,600	-	20,600
Profit for the year, representing total comprehensive income for the year	-	*	-	-	-	-	-	-	-	-
Recognition of share-based payments, representing transactions with owners, recognised directly in equity	-	-	-	-	-	141	-	141	-	141
<b>At 30 June 2020</b>	17,676	2,783	-	-	-	282	-	20,741	-	20,741
<b>At 1 July 2018</b>	17,676	6,026	-	-	-	-	-	23,702	-	23,702
Loss for the year, representing total comprehensive loss for the year	-	(3,243)	-	-	-	-	-	(3,243)	-	(3,243)
Issue of share capital, representing transactions with owners, recognised directly in equity	-	-	-	-	-	141	-	141	-	141
<b>At 30 June 2019</b>	17,676	2,783	-	-	-	141	-	20,600	-	20,600

\* denotes amount less than \$1,000

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 also 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.

#### Share Capital - Ordinary Shares

185,625,000 ordinary shares were issued as at 30 June 2019 and 2020. There were no treasury shares and subsidiary holdings as at the end of the current financial year reported on and as at the end of the immediately preceding financial year.

#### Outstanding Convertibles

The Company had on 29 October 2018 adopted the Boldtek Employee Share Option Scheme ("Scheme") and on 26 November 2018 granted an aggregate of 5,568,750 options under the Scheme which are exercisable into 5,568,750 new ordinary shares of the Company. Save for the aforementioned options, there were no other outstanding convertibles as at 30 June 2019 and 2020.

1(d)(iii) To show the 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.

	Company	
	FY2020 ('000)	FY2019 ('000)
Total number of issued shares, excluding treasury shares	185,625	185,625

1(d)(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. The Company does not have treasury shares during or as at the end of current financial year reported on.

1(d)(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. There were no subsidiary holdings during and as at the end of the current financial year reported on.

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

The figures presented have not been audited or reviewed by the auditors of the Company.

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

Not applicable.

3A Where the latest financial statements are subjected to an adverse opinion, qualified opinion or disclaimer of opinion: -

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

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

This is not required for any audit issue that is a material uncertainty relating to going concern.

Not applicable. The auditor did not expressed a modified opinion on the Group's latest audited financial statements for FY2019.

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

Except as disclosed in section 5 below, the Group has adopted the same accounting policies and methods of computation for the current financial period as those adopted for the audited financial statements for FY2019.

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

In the current financial year, the Group adopted all new and revised Singapore Financial Reporting Standards (International) ("SFRS(I)"), amendments to SFRS(I) and Interpretations of SFRS(I) ("INT SFRS(I)") that are relevant to its operations and effective for annual periods beginning on or after 1 July 2019. The adoption of these new and revised SFRS(I), amendments to SFRS(I) and INT SFRS(I) does not result in changes to the Group's and the Company's accounting policies and has no material effect to the amounts reported for the current and prior financial years other than the adoption of SFRS(I) 16 *Leases*.

**Adoption of SFRS(I) 16 *Leases***

SFRS(I) 16 *Leases* is effective for financial years beginning on or after 1 January 2019. The Group has applied a transition approach and will not restate comparative amounts. The Group adopted to measure the right-of-use assets to an amount equal to the lease liabilities relating to that leases recognised in the statement of financial position immediately before 1 July 2019.

On adoption of SFRS(I) 16 *Leases*, the Group has recognised right-of-use assets and lease liabilities of S\$2,146,000 on 1 July 2019.

**6 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.**

	Group	
	FY2020	FY2019
(Loss) / Profit attributable to owners of the Company (S\$'000)	(3,641)	817
Weighted average number of ordinary shares used in the computation of basic and diluted earnings per share ("EPS") ('000)	185,625	185,625
Basic and fully diluted (loss) / earning per share (Singapore cents)	(1.96)	0.44

The diluted and basic (loss) / earning per share were the same for FY2019 and FY2020 as the 5,568,750 outstanding options are anti-dilutive.

**7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current financial period reported on; and (b) immediately preceding financial year.**

	Group		Company	
	30-Jun-20	30-Jun-19	30-Jun-20	30-Jun-19
Net asset value per ordinary share based on issued share capital (Singapore cents)	13.39	15.31	11.17	11.10

Net asset value per ordinary share is calculated based on 185,625,000 issued ordinary shares excluding treasury shares at the end of the reporting period.

**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 or liabilities of the group during the current financial period reported on.**

**REVIEW OF FINANCIAL PERFORMANCE**

**Revenue and cost of works**

The Group's revenue and cost of works decreased by approximately S\$24.0 million or 30.5% and S\$19.0 million or 27.7% respectively.

**General building** - Revenue from construction works relating to alteration and addition works, maintenance works and home improvement program works decreased to about S\$54.5 million (FY2019: S\$77.4 million). Construction activities in the three months to June 2020 fell as non-essential construction activities were suspended during the circuit breaker period, except where exempted by the relevant authorities. Correspondingly, cost of works for general building also decreased to about S\$49.6 million (FY2019: S\$67.9 million).

**Precast manufacturing** - Revenue increased by S\$0.3 million due to the supply of piles to a new customer from December 2019 onwards.

**Properties development and investment** - Nil revenue because there was no sale of the freehold three storey terraced service industrial in the Senai Industrial Park in Malaysia ("Malaysia terraced service industrial") in FY2020 as opposed to sale of 2 units in FY2019 which contributed approximately S\$1.4 million. Correspondingly, nil cost of works for properties development and investment segment was recorded in FY2020 (FY2019: S\$1.0 million).

As a result of the above, gross profit decreased by approximately S\$4.9 million or 49.7%.





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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 or liabilities of the group during the current financial period reported on. (Continued)**

### **REVIEW OF FINANCIAL PERFORMANCE (CONTINUED)**

#### **Other income**

The Group's other income increased by approximately S\$0.6 million or 99.7% mainly due to the government grants from the Unity, Resilience, Solidarity and Fortitude Budgets (collectively known as "Singapore Budgets 2020").

#### **Other expenses**

The Group's other expenses increased by approximately S\$0.4 million or 68.4%.

This is mainly due to the recognition of fair value ("FV") loss on investment properties of S\$0.7 million (FY2019: S\$Nil) in relation to a parcel of land in Malaysia ("Malaysia land") and impairment of PPE of S\$0.1 million (FY2019: S\$Nil) partially offset by the decreased in currency translation loss of about S\$0.4 million. Currency translation loss arised from the Malaysia subsidiaries' monetary liabilities denominated in Singapore Dollar due to the weakening of Malaysia Ringgit ("RM") along FY2020.

#### **Income tax credit**

The Group recorded an income tax credit of approximately S\$0.1 million (FY2019: income tax expense of approximately S\$0.2 million). In FY2020, deferred tax asset of about S\$0.1 million has been recognised for unutilised tax losses available for offset against future profits.

#### **Loss for the year**

As a result of the reduction in the non-essential construction activities together with the recognition of FV loss on investment properties, impairment loss on financial assets, contract assets and PPE, the Group reported loss after tax of approximately S\$3.7 million (FY2019: profit after tax of approximately S\$0.8 million).

### **REVIEW OF FINANCIAL POSITION**

#### **Current assets**

The Group's current assets increased by approximately S\$0.3 million which is mainly due to the increased in contract assets of about S\$0.2 million.

Contract assets, being revenue recognised but unbilled, increased mainly due to on-going projects.

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 or liabilities of the group during the current financial period reported on. (Continued)**

#### **REVIEW OF FINANCIAL POSITION (CONTINUED)**

##### **Non-current assets**

The Group's non-current assets increased by approximately S\$0.7 million which is mainly due to the increased in PPE and deferred tax asset of about S\$1.3 million and S\$0.1 million respectively partially being offset by the decreased in investment properties of approximately S\$0.8 million.

Investment properties decreased mainly due to the FV loss for the Malaysia land.

A deferred tax asset of about S\$0.1 million (FY2019: S\$Nil) has been recognised for unutilised tax losses available for offset against future profits.

PPE increased mainly due to adoption of SFRS(I) 16 *Lease* from 1 July 2019 on the recognition of right-of-use assets offset by the routine depreciation and disposal of PPE during FY2020.

##### **Current liabilities**

The Group's current liabilities decreased by about S\$2.2 million mainly due to the decreased in trade and other payables and borrowings of about S\$3.1 million and S\$0.5 million respectively partially being offset by the increased in contract liabilities and deferred grant of about S\$0.5 million and S\$0.8 million respectively.

Movement in contract liabilities, trade and other payables mainly due to on-going projects.

Borrowings decreased mainly due to repayment and deferred grant increased due to the Singapore Budgets 2020.

##### **Non-current liabilities**

The Group's non-current liabilities increased by approximately S\$6.8 million mainly due to increase in borrowings and lease liabilities of about S\$4.8 million and S\$2.1 million respectively.

Increased in borrowings and lease liabilities are mainly due to additional borrowings obtained for working capital purposes and adoption of SFRS(I) 16 *Lease* from 1 July 2019 onwards respectively.

#### **REVIEW OF CASH POSITION**

##### **Operating activities**

Net cash used in operating activities was approximately S\$1.2 million mainly due to the significant reduction in construction activities in the last quarter of FY2020 as a result of the circuit breaker measures.

##### **Investing activities**

Net cash used in investing activities was approximately S\$0.2 million mainly used to purchase PPE during FY2020.

##### **Financing activities**

Net cash from financing activities was approximately S\$3.2 million. Additional borrowings were obtained for working capital purposes, repayment of the borrowings and interest expenses.

As a result, the Group recorded a net increase in cash and bank balances of S\$1.8 million.

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

Not applicable. No forecast or prospect statement has been previously disclosed to shareholders.

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

Based on the media release by Ministry of Trade and Industry Singapore on 11 August 2020, the construction sector contracted by 59.3% year-on-year, deteriorating from the 1.2% contraction in the previous quarter. This was because almost all construction activities stopped during the circuit breaker period. Construction firms were also affected by manpower disruptions arising from additional measures to curb the spread of the virus, including movement restrictions at foreign worker dormitories.

Singapore Government embarked on a three-phased approach to progressively resume activities safely. Although, first phase and second phase commenced on 2 June 2020 and 18 June 2020 respectively, the resumption of construction activities are subjected to separate timelines and arrangements established by Building and Construction Authority. As reported in the media that construction firms highlighted difficulties in obtaining clearance from the authorities to get migrate workers back to work.

The Group expects the built environment sector to be challenging due to the shortage of migrate workers, higher costs to comply with stringent requirements set by the authorities, etc.

Construction activities are expected to gradually recover in the 2nd half of 2020 but will not return to 2019 levels this year.

The Group's order book stands at approximately S\$153.7 million as at 28 August 2020.

**11 Dividend**

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

No

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

No

**(c) Date payable:**

Not applicable

**(d) Books closure date:**

Not applicable

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

No dividend has been declared (recommended) for FY2020, taking into account the cash requirement of the Group.

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

There were no IPT of S\$100,000 and above for FY2020.  
The Group does not have a general mandate from shareholders for IPTs.

**14 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).**

The Company hereby confirms that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).



**BOLDTEK HOLDINGS LIMITED**  
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**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR RESULTS**

**15 Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited financial statements, with comparative information for the immediately preceding year.**

The Group's operating segments are its strategic business units which offer different services and are managed separately. Management has determined the operating segments based on the reports reviewed by the Chief Executive Officer that are used to make strategic decisions, allocate resources and assess performance. Currently the business segments operate in Singapore and Malaysia.

Other services included in Singapore are investment holding, which are not included within the reportable operating segments, as these are not included in the reports provided to the Board of Directors. The results of these operations, if any, are included in the "unallocated segments".

The Group's activities comprise the following reportable segments:

**General building** which involved the construction and building and maintenance works such as excavation, piling, sub-structures and superstructures works, architectural works, aluminium cladding and curtain walling, mechanical and engineering works, supply and installation of furniture/interior fitting-out works, external works, and landscaping;

**Precast manufacturing** which involved the manufacturing and trading of concrete precast products;

**Properties development and investment** involved investment in and trading of and development of industrial and residential properties; and

**Soil investigation and treatment** which involved providing consultation services. This segment does not meet the quantitative threshold required by SFRS(I) 8 *Operating Segments* for the reportable segments, management has concluded that this segment should be reported, as it is closely monitored by the Board of Directors as a potential growth operating segment and is expected to contribute to the Group's revenue in the future.

Analysis by business segment	FY2020						Total S\$'000
	General building S\$'000	Precast manufacturing S\$'000	Properties development and investment S\$'000	Soil investigation and treatment S\$'000	Unallocated segments S\$'000	Elimination S\$'000	
<b>Revenue</b>							
External	54,540	250	-	-	-	-	54,790
Inter-segment	-	210	-	-	-	(210)	-
	<b>54,540</b>	<b>460</b>	-	-	-	<b>(210)</b>	<b>54,790</b>
<b>Gross profit</b>	<b>4,949</b>	<b>57</b>	-	-	-	-	<b>5,006</b>
Other income							1,236
Unallocated costs							(8,965)
Finance costs							(1,119)
Loss before income tax							(3,842)
Income tax expense							135
<b>Loss for the year</b>							<b>(3,707)</b>
Loss for the year includes:							
Impairment loss on financial assets and contract assets		574	-	-	-	-	574
Depreciation of property, plant and equipment	559	226	3	30	1	-	819
Depreciation of right-of-use assets	220	-	-	-	-	-	220
Impairment of property, plant and equipment	-	-	-	90	-	-	90
Changes in fair value of investment properties	-	-	651	-	-	-	651
<b>Segment assets</b>	<b>58,513</b>	<b>452</b>	<b>23,613</b>	-	<b>4,787</b>	-	<b>87,365</b>
Total segment assets includes							
Additions to property, plant and equipment	2,433	88	-	-	-	-	2,521
<b>Segment liabilities</b>	<b>53,948</b>	<b>1,073</b>	<b>1,328</b>	<b>6</b>	<b>6,157</b>	-	<b>62,512</b>

15 **Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited financial statements, with comparative information for the immediately preceding year. (Continued)**

Analysis by business segment	FY2019						Total S\$'000
	General building S\$'000	Precast manufacturing S\$'000	Properties development and investment S\$'000	Soil investigation and treatment S\$'000	Unallocated segments S\$'000	Elimination S\$'000	
<b>Revenue</b>							
External	77,393	-	1,385	-	-	-	78,778
Inter-segment	-	-	-	-	-	-	-
	<b>77,393</b>	-	<b>1,385</b>	-	-	-	<b>78,778</b>
<b>Gross profit</b>	<b>9,524</b>	-	<b>427</b>	-	-	-	<b>9,951</b>
Other income							619
Unallocated costs							(8,426)
Finance costs							(1,162)
Profit before income tax							982
Income tax expense							(198)
<b>Profit for the year</b>							<b>784</b>
Profit for the year includes:							
Depreciation of property, plant and equipment	576	450	3	30	4	-	1,063
<b>Segment assets</b>	<b>58,513</b>	<b>524</b>	<b>24,573</b>	-	<b>2,725</b>	-	<b>86,335</b>
Total segment assets includes							
Additions to property, plant and equipment	6,692	270	-	-	-	-	6,962
<b>Segment liabilities</b>	<b>47,258</b>	<b>1,153</b>	<b>3,571</b>	<b>7</b>	<b>5,928</b>	-	<b>57,917</b>

The Board of Directors assess the performance of the operating segments based on the gross profit. Administrative expenses, distribution and marketing costs, taxation, finance costs, other expenses and other income are not allocated to segments.

Segment assets and liabilities are allocated based on the operations of the segments and presented net of inter-segment balances. Unallocated assets comprise of cash and bank balances, other current assets, other receivables, deferred tax assets and the Company's PPE.

Unallocated liabilities comprise of other payables, current tax payables, deferred tax liabilities, the Company's borrowing and trade payables.

**Geographical segment**

Segment assets are based on the geographical location of the assets. The Group's general building activities are domiciled in Singapore and its precast manufacturing subsidiary corporation was established in Johor, Malaysia since September 2013. The properties investment activities are domiciled in Singapore and Malaysia.

Singapore  
Malaysia

Non-current assets		
30-Jun-20 S\$'000	30-Jun-19 S\$'000	Change %
9,769	7,710	26.7
17,124	18,446	(7.2)
<b>26,893</b>	<b>26,156</b>	<b>0.0</b>



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16 In the review of performance, the factors leading to any material changes in contributions to turnover and earning by the operating segments.

Please refer to section 8.

17 A breakdown of sales as follows:

Sales reported for:

The first half year  
 The second half year

Operating (loss) / profit after tax before deducting  
 non-controlling interests reported for:

The first half year  
 The second half year

Group		
FY2020 S\$'000	FY2019 S\$'000	Change %
37,687	39,485	(4.6)
17,103	39,293	(56.5)
<b>54,790</b>	<b>78,778</b>	<b>(30.5)</b>
302	695	(56.5)
(4,009)	89	NM*
<b>(3,707)</b>	<b>784</b>	<b>NM*</b>

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

Ordinary  
 Preference  
 Total

FY2020 (S\$'000)	FY2019 (S\$'000)
-	-
-	-
-	-

19 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there is no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director, CEO and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Loy Yan Ru	35	Niece of Phua Lam Soon, Chief Executive Officer of the Company and Ong Siew Eng, Executive Director of the Company.	Administration and Human Resource Manager since May 2009. Oversees the Group's human resource management and administrative matters including recruitment, staff remuneration and staff insurance matters. In addition, she is also involved in dealing with feedback from the public in relation to certain upgrading and home improvement projects undertaken by the Group.	Not applicable

**BY ORDER OF THE BOARD**

Phua Lam Soon  
 Chief Executive Officer

28 August 2020