



REVEZ CORPORATION LTD.
(Incorporated in the Republic of Singapore)
(Company Registration No. 201119167Z)

**CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS AND FULL YEAR ENDED
31 DECEMBER 2022**



Contents

	Page
Condensed interim consolidated statements of comprehensive income	3
Condensed interim statements of financial position	5
Condensed interim statements of changes in equity	6
Condensed interim consolidated statements of cash flows	7
Notes to the condensed interim financial statements	8
Other information required by Listing Rule Appendix 7C	25



CONDENSED INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Note	Group				
		6 months ended 31 Dec 2022 S\$'000	6 months ended 31 Dec 2021 S\$'000	Change % +/-	12 months ended 31 Dec 2022 S\$'000	12 months ended 31 Dec 2021 S\$'000 Change % +/-
Revenue	5	4,137	3,617	14%	8,324	7,529 11%
Other income		110	1,449	(92%)	931	1,485 (37%)
Material costs and changes in inventories – cost of inventories sold		(1,839)	(1,590)	16%	(3,256)	(2,882) 13%
Salaries and employees' benefits		(1,920)	(2,153)	(11%)	(3,771)	(4,678) (19%)
Depreciation of property, plant and equipment and investment property		(614)	(423)	45%	(1,160)	(770) 51%
Impairment loss on property, plant and equipment		(1,337)	-	N.M	(1,337)	- N.M
Impairment of goodwill		(1,667)	(1,650)	1%	(1,667)	(1,650) 1%
Impairment of intangible assets		(361)	-	N.M	(361)	- N.M
Amortisation of intangible assets		(65)	(65)	-	(131)	(131) -
Trade receivables written off		-	(13)	N.M	-	(13) N.M
(Impairment loss)/reversal of impairment loss on trade receivables and contract assets, net		(335)	1	N.M	(374)	(58) N.M
Other operating expenses		(986)	(548)	80%	(1,637)	(962) 70%
Finance costs		(31)	(52)	(40%)	(71)	(88) (19%)
Loss before income tax	7	(4,908)	(1,427)	N.M	(4,510)	(2,218) N.M
Income tax		17	13	31%	18	22 (18%)
Loss for the period/year		(4,891)	(1,414)	N.M	(4,492)	(2,196) N.M
Other comprehensive income		-	-	-	-	- -
Total comprehensive loss for the financial period/year		(4,891)	(1,414)	N.M	(4,492)	(2,196) N.M



CONDENSED INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Group					
	6 months ended 31 Dec 2022 S\$'000	6 months ended 31 Dec 2021 S\$'000	Change % +/-	12 months ended 31 Dec 2022 S\$'000	12 months ended 31 Dec 2021 S\$'000	Change % +/-
Note						
Loss for the financial period/year attributable to:						
Owners of the Company	(4,893)	(1,359)	N.M	(4,429)	(1,933)	N.M
Non-controlling interests	2	(55)	N.M	(63)	(263)	(76%)
	<u>(4,891)</u>	<u>(1,414)</u>	N.M	<u>(4,492)</u>	<u>(2,196)</u>	N.M
Total comprehensive loss for the financial period/year attributable to:						
Owners of the Company	(4,893)	(1,359)	N.M	(4,429)	(1,933)	N.M
Non-controlling interests	2	(55)	N.M	(63)	(263)	(76%)
	<u>(4,891)</u>	<u>(1,414)</u>	N.M	<u>(4,492)</u>	<u>(2,196)</u>	N.M
Loss per share:						
Basic and diluted (cents per share)	<u>(2.92)</u>	<u>(0.81)</u>		<u>(2.64)</u>	<u>(1.15)</u>	

N.M.: Not Meaningful



CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

		Group		Company	
	Note	31 Dec 2022 S\$'000	31 Dec 2021 S\$'000	31 Dec 2022 S\$'000	31 Dec 2021 S\$'000
ASSETS					
Non-current assets					
Property, plant and equipment	11	1,409	3,508	-	-
Goodwill	12	-	1,667	-	-
Intangible assets	14	-	493	-	-
Other receivables		-	-	-	605
Investment in subsidiaries	13	-	-	616	7,580
		<u>1,409</u>	<u>5,668</u>	<u>616</u>	<u>8,185</u>
Current assets					
Inventories		-	132	-	-
Trade and other receivables	15	2,242	1,575	143	534
Contract assets	5	856	230	-	-
Cash and bank balances	16	1,807	3,317	70	1,873
		<u>4,905</u>	<u>5,254</u>	<u>213</u>	<u>2,407</u>
Non-current asset classified as held-for-sale		-	615	-	-
		<u>4,905</u>	<u>5,869</u>	<u>213</u>	<u>2,407</u>
Total assets		<u>6,314</u>	<u>11,537</u>	<u>829</u>	<u>10,592</u>
EQUITY AND LIABILITIES					
Equity					
Share capital	17	18,713	18,713	62,030	62,030
Merge reserve		138	138	-	-
Accumulated losses		(17,591)	(13,162)	(61,443)	(51,491)
Equity attributable to owners of the Company		<u>1,260</u>	<u>5,689</u>	<u>587</u>	<u>10,539</u>
Non-controlling interests		-	394	-	-
Total equity		<u>1,260</u>	<u>6,083</u>	<u>587</u>	<u>10,539</u>
Current liabilities					
Trade and other payables	19	2,916	1,863	242	53
Contract liabilities	5	376	370	-	-
Loans and borrowings	18	693	1,293	-	-
		<u>3,985</u>	<u>3,526</u>	<u>242</u>	<u>53</u>
Non-current liabilities					
Loans and borrowings	18	1,013	1,844	-	-
Deferred tax liabilities		56	84	-	-
		<u>1,069</u>	<u>1,928</u>	<u>-</u>	<u>-</u>
Total liabilities		<u>5,054</u>	<u>5,454</u>	<u>242</u>	<u>53</u>
Total equity and liabilities		<u>6,314</u>	<u>11,537</u>	<u>829</u>	<u>10,592</u>



CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

<----- Attributable to equity owners of the Company ----->

<u>Group</u>	Share capital S\$'000	Merger reserve S\$'000	Accumulated losses S\$'000	Equity attributable to owners of the Company S\$'000	Non-controlling interest S\$'000	Total equity S\$'000
At 1 January 2022	18,713	138	(13,162)	5,689	394	6,083
Loss for the year	-	-	(4,429)	(4,429)	(63)	(4,492)
Other comprehensive income	-	-	-	-	-	-
Total comprehensive loss for the year	-	-	(4,429)	(4,429)	(63)	(4,492)
Disposal of a subsidiary	-	-	-	-	(331)	(331)
At 31 December 2022	18,713	138	(17,591)	1,260	-	1,260
At 1 January 2021	18,713	138	(11,229)	7,622	699	8,321
Loss for the year	-	-	(1,933)	(1,933)	(263)	(2,196)
Other comprehensive income	-	-	-	-	-	-
Total comprehensive loss for the year	-	-	(1,933)	(1,933)	(263)	(2,196)
Disposal of a subsidiary	-	-	-	-	(42)	(42)
At 31 December 2021	18,713	138	(13,162)	5,689	394	6,083

<u>Company</u>	Share Capital S\$'000	Accumulated Losses S\$'000	Total equity S\$'000
At 1 January 2022	62,030	(51,491)	10,539
Loss for the year	-	(9,952)	(9,952)
Other comprehensive income	-	-	-
Total comprehensive loss for the year	-	(9,952)	(9,952)
At 31 December 2022	62,030	(61,443)	587
At 1 January 2021	62,030	(22,146)	39,884
Loss for the year	-	(29,345)	(29,345)
Other comprehensive income	-	-	-
Total comprehensive loss for the year	-	(29,345)	(29,345)
At 31 December 2021	62,030	(51,491)	10,539



CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

	Group	
	12 months ended 31 Dec 2022 S\$'000	12 months ended 31 Dec 2021 S\$'000
Cash flows from operating activities:		
Loss before income tax	(4,510)	(2,218)
Adjustments for:		
Depreciation for property, plant and equipment and investment property	1,160	770
Impairment loss on property, plant and equipment	1,337	-
Impairment of goodwill	1,667	1,650
Impairment of intangible assets	361	-
Amortisation of intangible assets	131	131
Gain on disposal of investment property	(535)	-
Loss on disposal of property, plant and equipment	3	-
(Gain)/loss of disposal/strike off subsidiaries	(64)	29
Property, plant and equipment written off	62	-
Impairment loss of trade receivables and contract assets, net	374	58
Trade receivables written off	-	13
Allowance for inventory obsolescence	-	11
Fair value gain on contingent consideration payables	-	(1,027)
Gain on lease modification	(4)	-
Interest income	-	(3)
Interest expense	71	88
Operating cash flows before changes in working capital	53	(498)
Change in working capital:		
Inventories	(75)	(50)
Trade and other receivables	(1,500)	495
Contract assets	(626)	228
Trade and other payables	1,150	(649)
Contract liabilities	234	175
Cash used in operations	(764)	(299)
Interest received	-	3
Income tax paid	(10)	(165)
Net cash used in operating activities	(774)	(461)
Cash flows from investing activities:		
Purchase of property, plant and equipment	(609)	(2,448)
Proceeds from disposal of property, plant and equipment	6	-
Proceeds from disposal of investment property	1,150	-
Net cash inflow on disposal of a subsidiary	170	(14)
Net cash outflow on strike off subsidiaries	(3)	-
Net cash outflow on share capital reduction	(14)	-
Decrease in bank deposit with maturity period of more than 3 months	-	1,850
Net cash generated from /(used in) investing activities	700	(612)
Cash flows from financing activities:		
Proceeds from bank borrowings	-	2,003
Repayment of bank borrowings	(1,083)	(85)
Principal payment of lease liabilities	(282)	(285)
Interest paid	(71)	(88)
Net cash (used in)/generated from financing activities	(1,436)	1,545
Net (decrease)/increase in cash and cash equivalents	(1,510)	472
Cash and cash equivalents at beginning of year	3,317	2,845
Cash and cash equivalents at end of year	1,807	3,317

REVEZ CORPORATION LTD.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

1 GENERAL INFORMATION

Revez Corporation Ltd. (the “Company”) is a public limited liability company incorporated and domiciled in Singapore and is listed on the Catalist of the Singapore Exchange Securities Trading Limited (“SGX-ST”).

The principal activity of the Company is that of investment holding. The principal activities of the subsidiaries are:

- (a) IT Solutions segment includes design and development of integrated suite of solutions from Meta Experience (“Meta”) (formerly known as “Multimedia”), Information Technology (“IT”) (formerly known as “Infocomm Technology”), Cybersecurity and Industrial Automation
- (c) Digital media networks segment includes creating, owning and implementing digital media solutions and media networks

2 BASIS OF PREPARATION

The condensed interim financial statements for the full year ended 31 December 2022 are prepared in accordance with the historical cost convention, except as disclosed in the accounting policies below and are drawn up in accordance with the Singapore Financial Reporting Standards (International) (“SFRS(I)”) – 1-34 *Interim Financial Reporting*. 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 change in the Group’s financial position and performance of the Group since the last interim financial statements for the financial year ended 30 June 2022. The financial statements are presented in Singapore dollars (“S\$”) and all values are rounded to the nearest thousand (S\$’000) as indicated.

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

2.1 Adoption of New and Revised Standards

In the current financial period, the Group has adopted the new and revised SFRS(I) and Interpretations of SFRS(I) (“SFRS(I) INT”) that are relevant to its operations and effective for the current financial period. Changes to the Group’s accounting policies have been made as required, in accordance with the transitional provisions in the respective SFRS(I) and SFRS(I) INT. The adoption of these new and revised SFRS(I) and SFRS(I) INT did not result in substantial changes to the Group’s and Company’s accounting policies and had no material effect on the financial results or position.

2.2 Going Concern

As at 31 December 2022, the Group had total assets of S\$6,314,000 (31 December 2021: S\$11,537,000), net assets of S\$1,260,000 (31 December 2021: S\$6,083,000) and net current assets of S\$920,000 (31 December 2021: S\$2,343,000). The Group recorded losses of S\$4,492,000 for the financial year ended 31 December 2022 (2021: S\$2,196,000). Management has prepared cash flow forecast for the next 15 months that incorporate, *inter alia*, the Group’s plans to raise new funds from various sources to support the Group’s operations and strategic initiatives.

Accordingly, the financial statements have been prepared on a going concern basis after having duly considered all of the above. Management is confident the cashflow forecast is achievable and that the going concern basis is reasonable.

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

3 CRITICAL ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS

In the application of the Group's accounting policies, the management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

(a) Critical judgements in applying the accounting policies

Revenue recognition for service contracts

The Group provides professional Information Technology ("IT") services, including sales of hardware and/or software products as required under the relevant contract terms. Revenue from service contracts is recognised over time based on the delivery of the milestones promised under the service contract. Management has assessed that the delivery of contract milestone is representative of the goods or services that are transferred to the customer promised under the service contract.

(b) Key sources of estimation uncertainty

Impairment of goodwill

For the purpose of impairment testing, the recoverable amount of the cash-generating unit ("CGU") to which goodwill has been allocated to is determined based on its value in use ("VIU"). Estimating the VIU requires the Company to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows.

Impairment of investment in subsidiaries

Management reviews the Company's investment in subsidiaries at each reporting date to determine whether there is any indication that the investment may be impaired. If any such indication exists, an impairment assessment will be performed accordingly. The recoverable amount of the investment is determined based on the value in use ("VIU") of the relevant cash-generating unit ("CGU") or group of CGUs. Estimating the VIU requires the Company to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows.

Loss allowance for trade receivables and contract assets

The Group measures the loss allowance for trade receivables and contract assets at an amount equal to lifetime expected credit losses ("ECLs"). The ECLs on trade receivables are estimated using a provision matrix which involves grouping receivables based on characteristics which have historically influenced asset recoverability, such as credit ratings, customer-industry group and customer geography, and applying a historic provision rate which is based on days past due for groupings of various customer segments that have similar loss patterns. In devising such a provision matrix, the Group uses its historical credit loss experience with forward-looking information (adjusted as necessary to reflect current conditions and forecast economic conditions) to estimate the lifetime expected credit losses on the trade receivables and contract assets.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

4 SEASONAL OPERATIONS

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

5 REVENUE

(a) Disaggregation of revenue from contracts with customers

The Group derives revenue from the delivery of the following goods and services and the Group's revenue are predominantly attributed to Singapore:

	Group			
	6 months ended 31 Dec 2022 S\$'000	6 months ended 31 Dec 2021 S\$'000	12 months ended 31 Dec 2022 S\$'000	12 months ended 31 Dec 2021 S\$'000
Revenue – Timing of revenue recognition				
Revenue from service contracts – over time	1,328	30	3,250	2,635
Revenue from distribution of IT products – at a point in time	1,342	1,473	2,213	1,473
Revenue from sale of industrial automation goods – at a point in time	-	873	241	1,040
Revenue from marketing and exhibition support services – at a point in time	-	62	-	181
Revenue from digital media services – over time	1,467	1,179	2,620	2,200
	4,137	3,617	8,324	7,529

(b) Contract balances

	Group	
	31 Dec 2022 S\$'000	31 Dec 2021 S\$'000
<u>Contract assets</u>		
Service contracts and IT products	856	231
Less: Loss allowance	-	(1)
	856	230
<u>Contract liabilities</u>		
Service contracts and IT products	376	370

Contract assets relate to the Group's right to consideration for work completed on service contracts and IT products but not billed at the reporting date. The contract assets are transferred to trade receivables when the rights become unconditional. This usually occurs when invoices are billed to the customer.

Contract liabilities relate to the Group's obligation to transfer goods or services to customer for which the Group has yet to transfer the goods or services to the customer promised in the service contracts but billed at the reporting date. Contract liabilities are recognised as revenue as the Group performs under the service contracts and IT products.

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

6 SEGMENT INFORMATION

The Group has determined the operating segments based on the internal reports reviewed by the executive management, principally the Chief Executive Officer, who is responsible for allocating resources and assessing performance of the operating segments.

The Group's reportable operating segments are as follows:

- IT Solutions

IT Solutions segment includes design and development of integrated suite of solutions from Meta Experience ("Meta") (formerly known as "Multimedia"), Information Technology ("IT") (formerly known as "Infocomm Technology"), Cybersecurity and Industrial Automation.

- Meetings, Incentive, Conferences, Exhibitions ("MICE")

MICE segment provides design and build installation support to its solutions when these IT solutions are required to be installed in showrooms, exhibition halls, product launches and customer service centers. On 31 August 2021, the Company had executed and completed the disposal of the subsidiary, Newood Design Pte Ltd, therefore the Group's MICE segment has been discontinued.

- Digital Media Networks

Digital media networks segment includes creating, owning and implementing digital media solutions and media networks.

- Corporate

Corporate segment consists of investment holding company which does not meet any of the quantitative threshold for determining a reportable operating segment.

Information regarding the results of each reportable operating segment is included below. Segment assets and liabilities are presented net of inter-segment balances. Inter-segment pricing is determined on mutually agreed terms.

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

6 SEGMENT INFORMATION (Cont'd)

Information about operating segments

	IT <u>Solutions</u> S\$'000	Digital Media <u>Networks</u> S\$'000	<u>Corporate</u> S\$'000	<u>Total</u> S\$'000
Group				
<u>6 months ended 31 Dec 2022</u>				
<i>Revenue</i>				
Total revenue	2,822	1,362	-	4,184
Inter-segment revenue	(47)	-	-	(47)
External revenue	<u>2,775</u>	<u>1,362</u>	<u>-</u>	<u>4,137</u>
<i>Results</i>				
Loss before income tax	(707)	(3,818)	(383)	(4,908)
Income tax	-	17	-	17
Loss for the period	<u>(707)</u>	<u>(3,801)</u>	<u>(383)</u>	<u>(4,891)</u>
<i>Assets and liabilities</i>				
Segment assets	4,472	1,629	213	6,314
Segment liabilities	<u>(3,161)</u>	<u>(1,651)</u>	<u>(242)</u>	<u>(5,054)</u>
<i>Other segment information</i>				
Expenditure for property, plant and equipment	(12)	(597)	-	(609)
Other non-cash items:				
Depreciation of property, plant and equipment and investment property	(219)	(395)	-	(614)
Impairment loss on property, plant and equipment	-	(1,337)	-	(1,337)
Impairment of goodwill	-	(1,667)	-	(1,667)
Impairment of intangible assets	-	(361)	-	(361)
Amortisation of intangible assets	-	(65)	-	(65)
Impairment loss on trade receivables and contract assets, net	(248)	(87)	-	(335)
Loss on disposal of property, plant and equipment	-	(3)	-	(3)
Property, plant and equipment written off	<u>(12)</u>	<u>(50)</u>	<u>-</u>	<u>(62)</u>

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

6 SEGMENT INFORMATION (Cont'd)

Information about operating segments

Group	IT Solutions S\$'000	Digital Media Networks S\$'000	Corporate S\$'000	Total S\$'000
<u>12 months ended 31 Dec 2022</u>				
<i>Revenue</i>				
Total revenue	5,757	2,620	-	8,377
Inter-segment revenue	(53)	-	-	(53)
External revenue	5,704	2,620	-	8,324
<i>Results</i>				
Loss before income tax	(136)	(3,809)	(565)	(4,510)
Income tax	(10)	28	-	18
Loss for the year	(146)	(3,781)	(565)	(4,492)
<i>Assets and liabilities</i>				
Segment assets	4,472	1,629	213	6,314
Segment liabilities	(3,161)	(1,651)	(242)	(5,054)
<i>Other segment information</i>				
Expenditure for property, plant and equipment	(12)	(597)	-	(609)
Other non-cash items:				
Depreciation of property, plant and equipment and investment property	(415)	(745)	-	(1,160)
Impairment loss on property, plant and equipment	-	(1,337)	-	(1,337)
Impairment of goodwill	-	(1,667)	-	(1,667)
Impairment of intangible assets	-	(361)	-	(361)
Amortisation of intangible assets	-	(131)	-	(131)
Impairment loss on trade receivables and contract assets, net	(304)	(70)	-	(374)
Loss on disposal of property, plant and equipment	-	(3)	-	(3)
Gain on disposal of investment property	535	-	-	535
Property, plant and equipment written off	(12)	(50)	-	(62)

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

6 SEGMENT INFORMATION (Cont'd)

Information about operating segments (cont'd)

	<u>IT Solutions</u> S\$'000	<u>MICE</u> S\$'000	<u>Digital Media Networks</u> S\$'000	<u>Corporate</u> S\$'000	<u>Total</u> S\$'000
Group					
<u>6 months ended 31 Dec 2021</u>					
<i>Revenue</i>					
Total revenue	2,385	71	1,180	-	3,636
Inter-segment revenue	(10)	(9)	-	-	(19)
External revenue	2,375	62	1,180	-	3,617
<i>Results</i>					
(Loss)/Profit before income tax	(1,138)	(15)	(1,478)	1,204	(1,427)
Income tax	1	-	-	12	13
(Loss)/Profit for the year	(1,137)	(15)	(1,478)	1,216	(1,414)
<i>Assets and liabilities</i>					
Segment assets	3,982	-	5,657	1,898	11,537
Segment liabilities	(3,196)	-	(2,202)	(56)	(5,454)
<i>Other segment information</i>					
Expenditure for property, plant and equipment	(139)	(4)	(2,249)	-	(2,392)
Other non-cash items:					
Depreciation of property, plant and equipment and investment property	(211)	(12)	(200)	-	(423)
Impairment of goodwill	-	-	(1,650)	-	(1,650)
Amortisation of intangible assets	-	-	(65)	-	(65)
Fair value gain on contingent consideration payable	-	-	-	1,232	1,232

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

6 SEGMENT INFORMATION (Cont'd)

Information about operating segments (cont'd)

	<u>IT Solutions</u>	<u>MICE</u>	<u>Digital Media</u> <u>Networks</u>	<u>Corporate</u>	<u>Total</u>
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
Group					
<u>12 months ended 31 Dec 2021</u>					
<i>Revenue</i>					
Total revenue	5,253	204	2,200	-	7,657
Inter-segment revenue	(105)	(23)	-	-	(128)
External revenue	5,148	181	2,200	-	7,529
<i>Results</i>					
(Loss)/Profit before income tax	(1,204)	(157)	(1,538)	681	(2,218)
Income tax	(2)	-	22	2	22
(Loss)/Profit for the year	(1,206)	(157)	(1,516)	683	(2,196)
<i>Assets and liabilities</i>					
Segment assets	3,982	-	5,657	1,898	11,537
Segment liabilities	(3,196)	-	(2,202)	(56)	(5,454)
<i>Other segment information</i>					
Expenditure for property, plant and equipment	(110)	(4)	(2,357)	-	(2,471)
Other non-cash items:					
Depreciation of property, plant and equipment and investment property	(425)	(49)	(296)	-	(770)
Impairment of goodwill	-	-	(1,650)	-	(1,650)
Amortisation of intangible assets	-	-	(131)	-	(131)
Impairment loss on trade receivables and contract assets, net	(43)	(5)	(10)	-	(58)
Allowance for inventory obsolescence	(11)	-	-	-	(11)
Trade receivables written off	-	-	(13)	-	(13)
Fair value gain on contingent consideration payable	-	-	-	1,027	1,027

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

6 SEGMENT INFORMATION (Cont'd)

Geographical information

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of the entities of the Group which the goods and services are provided. Segment non-current assets are based on the geographical location of the assets.

The Group's revenue from external customers were predominantly attributed to Singapore, while the revenues from external customers attributed to an individual foreign country were accounted for less than 10% of the total revenues of the Group.

The Group's non-current assets for the financial years ended 31 December 2022 and 2021 were wholly attributed to Singapore.

7 LOSS BEFORE TAX

The following items have been included in arriving at the loss for the period/year:

	Group			
	6 months ended 31 Dec 2022 S\$'000	6 months ended 31 Dec 2021 S\$'000	12 months ended 31 Dec 2022 S\$'000	12 months ended 31 Dec 2021 S\$'000
Other income				
Government grants	24	191	193	388
Interest income	-	1	-	3
Operating lease income	-	-	-	17
Gain on disposal of investment property	-	-	535	-
Fair value gain on contingent consideration	-	1,232	-	1,027
Other operating expenses				
Amortisation of intangible assets	65	65	131	131
Depreciation of property, plant and equipment and investment property	614	423	1,160	770
Impairment loss on property, plant and equipment	1,337	-	1,337	-
Impairment of goodwill	1,667	1,650	1,667	1,650
Impairment of intangible assets	361	-	361	-
Impairment loss on trade receivables and contract assets, net	335	-	374	58
Loss on disposal of property, plant and equipment	3	-	3	-
Property, plant and equipment written off	62	-	62	-
Legal and professional fees	314	165	548	293
Listing fees	40	40	82	86
Loss on disposal/strike off subsidiaries	64	29	64	29
Outsourcing fee	276	-	474	-
Subscription and license fees	28	75	65	156

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

8 LOSS PER SHARE

Loss 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

	6 months ended 31 Dec 2022	6 months ended 31 Dec 2021	12 months ended 31 Dec 2022	12 months Ended 31 Dec 2021
Loss per share (in SGD cents)				
- Basic ⁽¹⁾	(2.92)	(0.81)	(2.64)	(1.15)
- Fully diluted ⁽²⁾	(2.92)	(0.81)	(2.64)	(1.15)

⁽¹⁾ Basic loss/ earnings per share ("**EPS**") is calculated on the Group's loss for the period attributable to owners of the Company divided by the weighted average number of ordinary shares in issue during the reporting period of 167,499,937 shares (31 Dec 2021: 167,499,937 shares).

⁽²⁾ As there are no dilutive potential ordinary shares issued and/or granted, the fully diluted EPS is the same as the basic EPS.

9 A BREAKDOWN OF REVENUE AND LOSS AFTER TAX

	Group		
	12 months ended 2022 S\$'000	12 months ended 2021 S\$'000	Increase/ (Decrease) %
1st half year			
- Revenue	4,187	3,912	7%
- Profit/(Loss) for the financial period before deducting non-controlling interests	399	(782)	N.M
2nd half year			
- Revenue	4,137	3,617	14%
- Loss for the financial period before deducting non-controlling interests	(4,891)	(1,414)	N.M

N.M. : Not Meaningful

10 NET ASSET VALUE

Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) currently period reported on and (b) immediately preceding financial year.

	Group		Company	
	31 Dec 2022	31 Dec 2021	31 Dec 2022	31 Dec 2021
Net asset value per ordinary share (cents)	0.75	3.40	0.35	6.29

Net asset value per share is calculated based on share capital of 167,499,937 ordinary shares in issue as at 31 December 2022 and 31 December 2021.

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

11 PROPERTY, PLANT AND EQUIPMENT

	<u>Office properties</u> S\$'000	<u>Computers</u> S\$'000	<u>Furniture and fittings</u> S\$'000	<u>Motor vehicle</u> S\$'000	<u>Office equipment</u> S\$'000	<u>Renovation</u> S\$'000	<u>Media equipment</u> S\$'000	<u>Total</u> S\$'000
Group								
<u>Cost</u>								
Balance at 1 January 2022	885	469	42	-	227	196	2,675	4,494
Additions	-	12	-	-	-	-	597	609
Write off	(200)	(60)	-	-	-	-	(197)	(457)
Disposal	-	-	(7)	-	(1)	(18)	-	(26)
Disposal of a subsidiary	(116)	(13)	-	-	(126)	(1)	-	(256)
Balance at 31 December 2022	569	408	35	-	100	177	3,075	4,364
<u>Accumulated depreciation and impairment loss</u>								
Balance at 1 January 2022	393	166	10	-	127	47	243	986
Depreciation charge	265	83	9	-	27	106	670	1,160
Impairment loss	-	-	-	-	-	-	1,337	1,337
Write off	(138)	(48)	-	-	-	-	(147)	(333)
Disposal	-	-	(4)	-	(1)	(12)	-	(17)
Disposal of a subsidiary	(116)	(5)	-	-	(57)	-	-	(178)
Balance at 31 December 2022	404	196	15	-	96	141	2,103	2,955
<u>Net book value</u>								
At 31 December 2022	165	212	20	-	4	36	972	1,409

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

11 PROPERTY, PLANT AND EQUIPMENT (Cont'd)

	<u>Office properties</u> S\$'000	<u>Computers</u> S\$'000	<u>Furniture and fittings</u> S\$'000	<u>Motor vehicle</u> S\$'000	<u>Office equipment</u> S\$'000	<u>Renovation</u> S\$'000	<u>Media equipment</u> S\$'000	<u>Total</u> S\$'000
Group								
<u>Cost</u>								
Balance at 1 January 2021	963	493	33	93	221	177	347	2,327
Additions	22	85	9	-	7	19	2,328	2,470
Write off	(18)	-	-	-	-	-	-	(18)
Disposal of a subsidiary	(82)	(109)	-	(93)	(1)	-	-	(285)
Balance at 31 December 2021	885	469	42	-	227	196	2,675	4,494
<u>Accumulated depreciation</u>								
Balance at 1 January 2021	140	183	1	67	69	6	20	486
Depreciation charge	329	73	9	8	58	41	223	741
Write off	(18)	-	-	-	-	-	-	(18)
Disposal of a subsidiary	(58)	(90)	-	(75)	-	-	-	(223)
Balance at 31 December 2021	393	166	10	-	127	47	243	986
<u>Net book value</u>								
At 31 December 2021	492	303	32	-	100	149	2,432	3,508

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

12 GOODWILL

	Group	
	2022	2021
	S\$'000	S\$'000
<u>Cost</u>		
Balance at 1 January	1,667	3,317
Impairment loss recognised	(1,667)	(1,650)
Balance at 31 December	-	1,667

Impairment testing of goodwill

Goodwill acquired through the business combination is allocated entirely to the digital media networks cash-generating unit ("DMN CGU") under the digital media networks segment for impairment test.

Following the impairment test, the Group recognised an impairment of goodwill of S\$1,666,655 (2021:1,650,000) in the consolidated profit or loss of the Group.

13 INVESTMENT IN SUBSIDIARIES

	Company	
	2022	2021
	S\$'000	S\$'000
<u>Unquoted equity shares, at cost</u>		
Balance at 1 January	7,580	47,460
Addition investments	1,500	-
Capital reduction	(234)	-
Disposal of a subsidiary	(566)	(30)
Strike of subsidiaries	(19)	-
	8,261	47,430
Less: Allowance for impairment loss	(7,645)	(39,850)
Balance at 31 December	616	7,580

In January 2022, the Company's 55% owned subsidiary, AIAC Pte. Ltd., completed its capital reduction exercise upon the Court's approval and lodged with the Accounting and Corporate Regulatory Authority Singapore. Following the completion of the AIAC's capital reduction exercise, AIAC returned the excess capital of S\$233,750 in cash to the Company.

Revez Motion Pte. Ltd. issued and allotted 1,500,000 new ordinary shares for the total value of S\$1,500,000 during the current financial year.

Revez International Pte. Ltd and IOIO Pte. Ltd. were struck off during the current financial year.

The Company recognised an allowance for impairment loss of S\$7,645,000 for the current financial year in relation to the Company's investment in subsidiaries. The impairment loss has no impact on the consolidated financial statements of the Group.

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

13 INVESTMENT IN SUBSIDIARIES (Cont'd)

Disposal of a subsidiary

In July 2022, the Group disposed of its 55% owned subsidiary, AIAC Pte. Ltd., for a cash consideration of S\$200,000.

Analysis of asset and liabilities over which control was lost

	S\$'000
Property, plant and equipment	78
Inventory	30
Trade and other receivables	458
Cash and bank balances	30
Trade and other payables	(100)
Contract liabilities	(227)
Less: non-controlling interest	(132)
Net assets disposed of	<u>137</u>

Gain on disposal of a subsidiary

	S\$'000
Consideration received in cash	200
Net assets disposed of	(137)
Gain on disposal of a subsidiary	<u>63</u>

The aggregate cash outflow arising from disposal of a subsidiary

	S\$'000
Consideration received in cash	200
Less: cash and cash equivalents in a subsidiary disposed of	(30)
Net cash inflow on disposal of a subsidiary	<u>170</u>

14 INTANGIBLE ASSETS

	<u>Customer relationships</u> S\$'000	<u>Software system</u> S\$'000	<u>Total</u> S\$'000
Group			
<u>Cost</u>			
Balance at 1 January 2021, 31 December 2021 and 31 December 2022	<u>470</u>	<u>187</u>	<u>657</u>
<u>Accumulated amortisation and impairment loss</u>			
Balance at 1 January 2021	24	9	33
Amortisation charge	94	37	131
Balance at 31 December 2021	<u>118</u>	<u>46</u>	<u>164</u>
Amortisation charge	94	37	131
Impairment loss	258	104	362
Balance at 31 December 2022	<u>470</u>	<u>187</u>	<u>657</u>
<u>Net book value</u>			
At 31 December 2021	<u>352</u>	<u>141</u>	<u>493</u>
At 31 December 2022	<u>-</u>	<u>-</u>	<u>-</u>

Customer relationships and software system arose from the acquisition of PGK in the previous financial year. The intangible assets were fully impaired during the current financial year.

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

15 TRADE AND OTHER RECEIVABLES

	Group		Company	
	31 Dec 2022	31 Dec 2021	31 Dec 2022	31 Dec 2021
	S\$'000	S\$'000	S\$'000	S\$'000
Trade receivables:				
- third parties	2,219	1,098	-	-
Less: Loss allowance	(494)	(120)	-	-
	1,725	978	-	-
Other receivables:				
- third parties	92	3	86	3
Amount due from subsidiaries	-	-	1,341	1,130
Government grant receivables	-	154	-	-
Deposits	95	126	-	-
	1,912	1,261	1,427	1,133
GST receivables	27	13	11	-
Prepayments	303	301	46	7
	2,242	1,575	1,484	1,140
Impairment loss allowance	-	-	(1,341)	-
	2,242	1,575	143	1,140
Non-current	-	-	-	605
Current	2,242	1,575	143	535
	2,242	1,575	143	1,140

Trade receivables are unsecured, non-interest bearing and have an average credit term of 30 days.

Prepayment mainly relate to prepaid license fee and project related costs.

The amounts due from subsidiary are non-trade in nature, unsecured, interest-free and repayable on demand and are to be settled in cash, except for an amount of S\$1,290,000 (2021: S\$1,000,000) which is repayable between 11 – 48 months from drawdown date and bears a fixed interest at 2% per annum. The amount was fully impaired during the current financial year.

16 CASH AND BANK BALANCES

	Group		Company	
	2022	2021	2022	2021
	S\$'000	S\$'000	S\$'000	S\$'000
Cash at bank	1,807	1,515	70	73
Short-term deposits	-	1,800	-	1,800
Cash on hand	-	2	-	-
	1,807	3,317	70	1,873

In 2021, short-term deposit are made for a fixed period of one month, depending on the immediate cash requirements of the Group, and earn a fixed interest at 0.05% per annum.

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

17 SHARE CAPITAL

	2022		2021	
	Number of ordinary shares	S\$'000	Number of ordinary shares	S\$'000
Group				
Issued and fully paid-up:				
Balance at 1 January and 31 December	167,499,937	18,713	167,499,937	18,713

The Group's share capital amount differed from that of the Company as a result of the reverse acquisition completed in May 2019. The equity structure (i.e. the number and types of equity instruments issued) reflected the equity structure of the Company, being the legal parent, including the equity instruments issued by the Company to reflect the reverse acquisition.

	2022		2021	
	Number of ordinary shares	S\$'000	Number of ordinary shares	S\$'000
Company				
Issued and fully paid-up:				
Balance at 1 January and 31 December	167,499,937	62,030	167,499,937	62,030

All issued ordinary shares are fully paid. There is no par value for these ordinary shares. Fully paid ordinary shares carry one vote per share and carry a right to dividends as and when declared by the Company.

18 LOANS AND BORROWINGS

	Group	
	31 Dec 2022 S\$'000	31 Dec 2021 S\$'000
<u>Current liabilities</u>		
Lease liabilities	192	183
Bank borrowing – Term loan (Note (a))	261	252
Bank borrowing – Temporary bridging loan (Note (b))	240	208
Bank borrowing – Property loan (Note (c))	-	650
	<u>693</u>	<u>1,293</u>
<u>Non-current liabilities</u>		
Lease liabilities	-	357
Bank borrowing – Term loan (Note (a))	435	695
Bank borrowing – Temporary bridging loan (Note (b))	578	792
	<u>1,013</u>	<u>1,844</u>

(a) Bank borrowing – Term loan

The term loan is used to part finance the purchase of the Group's media equipment, which is repayable over 48 monthly instalments and bears a fixed interest at 3.5% per annum.

The loan is secured by a first fixed and floating charge over the Group's certain media equipment and a corporate guarantee of S\$1,305,000 provided by the Company.

(b) Bank borrowing – Temporary bridging loan

The temporary bridging loan is used for the Group's working capital requirements, which is repayable over 60 monthly instalments and bears a fixed interest at 2% per annum.

The loan is secured by a corporate guarantee of S\$2,000,000 provided by the Company.

(c) Bank borrowing – Property loan

REVEZ CORPORATION LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

The property loan is repayment over 240 monthly instalments and bears interests at 4.23% below the Bank's Commercial Financing Rate ("BCFR") for the 1st and 2nd year, 3.87% below the BCFR for the 3rd year and thereafter at 2.8% over the applicable 3-month Singapore Interbank Offered Rate ("SIBOR").

The loan is secured by a first legal mortgage over the Group's investment property and a corporate guarantee of S\$698,000 by the Company.

The property loan is fully repaid in February 2022.

19 TRADE AND OTHER PAYABLES

	Group		Company	
	2022	2021	2022	2021
	S\$'000	S\$'000	S\$'000	S\$'000
Trade payables - third parties	769	654	-	16
Other payables - third parties	21	64	22	-
Dividend payable to the former shareholder of a subsidiary	510	544	-	-
Accrued operating expenses	1,523	594	220	34
	2,823	1,856	242	50
GST payables	93	7	-	3
	2,916	1,863	242	53

Trade payables are unsecured, non-interest bearing and are settled on an average term of 30 days.

The dividend payable to the former shareholder of a subsidiary is unsecured, interest-free, and repayable on demand and is to be settled in cash.

20 RELATED PARTIES TRANSACTIONS

In addition to the information disclosed elsewhere in the financial statements, the following transactions took place between the Group and other related parties at terms agreed between the parties:

	Group	
	31 Dec 2022	31 Dec 2021
	S\$'000	S\$'000
Purchase of goods and services from a related party	-	1
Recharges of rental and utilities expenses by a related party	-	22

The related parties refer to those entities held by a director of a subsidiary of the Company.

21 SUBSEQUENT EVENTS

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

REVEZ CORPORATION LTD.

OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7C

- 1 (i) 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 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 have been no changes in the Company's share capital since the end of the previous period reported.

The Company did not have any treasury shares, subsidiary holdings or other convertibles as at 31 December 2022, 30 June 2022 and 31 December 2021.

- 1 (ii) The total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

The total number of issued shares as at end of 31 December 2022 and 31 December 2021 was 167,499,937 shares.

The Company did not have treasury shares as at the end of the respective financial years.

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

Not applicable.

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

Not applicable.

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

The figures have not been audited nor reviewed by the auditors.

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

Not applicable.

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

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

Not applicable

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

Not applicable

- 4 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 GROUP'S PERFORMANCE

FY2022 vs FY2021

Revenue

The Group generated revenue of S\$8,324,000 for the year ended 31 December 2022 ("FY2022"), representing an increase of S\$795,000 or 11% from the revenue of S\$7,529,000 for the year ended 31 December 2021 ("FY2021"). The increase in revenue was mainly due to higher contributions from the IT solutions segment, which resulted from more cybersecurity contracts secured during the year.

Other income

Other income decreased by S\$554,000 or 37% from S\$1,485,000 in FY2021 to S\$931,000 in FY2022, mainly due to the Group recognised fair value gain on contingent consideration payable of S\$1,027,000 in FY2021 whereas no such gain recorded in FY2022, and partially offset by gain on disposal of investment property of S\$535,000 in FY2022.

Material costs and change in inventories

Material costs and changes in inventories increased by S\$374,000 or 13% from S\$2,882,000 in FY2021 to S\$3,256,000 in FY2022, which was in line with the increase in revenue.

Salaries and employees' benefits

Salaries and employees' benefits declined by S\$907,000 or 19% from S\$4,678,000 in FY2021 to S\$3,771,000 in FY2022, which was resulted from reducing headcounts.

Depreciation of property, plant and equipment and investment property

Depreciation increased by S\$390,000 or 51% from S\$770,000 in FY2021 to S\$1,160,000 in FY2022 due to depreciation of media equipment acquired during the current financial year.

Impairment loss on property, plant and equipment ("PPE") and investment property

An adverse assessment of future net cash flows from certain PPE based on existing contracts led the Group to recognise an impairment loss of S\$1,337,000 on these PPE at the reporting date.

Impairment of goodwill

Goodwill acquired through the business combination is allocated entirely to the digital media networks cash-generating unit ("DMN CGU") under the digital media network segment for impairment test. With the legal dispute over the acquisition of DMN CGU in 2022, it was determined that initial factors contributing to the goodwill no longer exist and hence the continued carrying of the goodwill relating to the DMN CGU is no longer tenable, and the Group recognised an impairment loss of S\$1,667,000 at the reporting date.

Impairment of intangible assets

Intangible assets arose from the acquisition of PGK Digital Networks Pte Ltd ("PGK"). Similar to the goodwill assessment above, it was determined that the initial factors contributing to the intangible assets no longer exist and hence continued carrying of such intangible assets is no longer tenable, and the Group recognised an impairment loss of S\$361,000 at the reporting date.

(Impairment loss)/reversal of impairment loss on trade receivables and contract assets, net

Impairment loss of trade receivables and contract assets, net of S\$374,000 was recognised based on the expected credit losses assessment done by management as at 31 December 2022.

Other operating expenses

Other operating expenses increased by S\$675,000 or 70% from S\$962,000 in FY2021 to S\$1,637,000 in FY2022. The increases were mainly attributable to legal fees incurred, as well as outsourcing fees for technical support and business development in overseas markets.

Finance costs

Finance costs decreased by S\$17,000 or 19% from S\$88,000 in FY2021 to S\$71,000 in FY2022 due to repayment of bank loan of S\$1,083,000 during FY2022.

Loss for the financial year

As a result of the aforementioned, the Group reported a net loss of S\$4,492,000 for FY2022 as compared to a net loss of S\$2,196,000 in FY2021.

REVIEW OF FINANCIAL POSITION

Non-current assets

The Group's non-current assets stood at S\$1,409,000 as at 31 December 2022, compared to S\$5,668,000 as at 31 December 2021. The decrease in non-current assets of S\$3,637,000 was mainly attributable to (1) a decrease in property, plant and equipment due to impairment loss of S\$1,337,000 and depreciation; (ii) a decrease in goodwill and intangible assets due to impairment loss of S\$1,667,000 and S\$361,000 was recognised respectively during the current financial year.

Current assets

The current assets stood at S\$4,905,000 as at 31 December 2022, compared to S\$5,254,000 as at 31 December 2021. Overall, the decrease in current assets of S\$349,000 was mainly due to the decrease in cash and cash equivalent of S\$1,510,000 and decrease in inventories of S\$132,000, partially offset by the increase in trade and other receivables of S\$667,000 and contract assets of S\$626,000. The decrease in cash and cash equivalents was mainly due to less receipts from customers and the repayment of bank loans.

Current liabilities

The current liabilities stood at S\$3,985,000 as at 31 December 2022, compared to S\$3,526,000 as at 31 December 2021. The net increase in current liabilities of S\$459,000 was mainly due to the increase in trade and other payables of S\$1,053,000, offset by the decrease in loans and borrowings of S\$600,000. The increase in trade and other payables was due to accruals of operating expenses and contract costs raised from cybersecurity contracts. The decrease in loans and borrowings was due to repayments of bank loans during the period under review.

Non-current liabilities

The decrease of S\$859,000 in non-current liabilities was mainly due to repayment of bank borrowings during the period under review.

Overall, the Group's net assets stood at S\$1,260,000 as at 31 December 2022, compared to S\$6,083,000 as at 31 December 2021. The decrease was mainly due to loss incurred during the current financial year.

REVIEW OF CASH FLOWS

The Group recorded net cash flows used in operating activities of S\$774,000 for FY2022, as compared to net cash flows used in of S\$461,000 for FY2021. The increase was mainly due to operating losses incurred, cash outflow from receivables and contract assets, offset by cash inflow from payables and contract liabilities during the period under review.

The Group's net cash generated from investing activities of S\$700,000 in FY2022, as compared to cash used in investing activities of S\$612,000 for FY2021 was mainly due to the proceeds from disposal of investment property of S\$1,150,000, and partially offset by purchase of property, plant and equipment of S\$609,000.

The net cash flow used in financing activities of S\$1,436,000 in FY2022, as compared to net cash generated from financing activities of S\$1,545,000 in FY2021 was mainly attributable to repayment of bank borrowings and lease liabilities of S\$1,083,000 and S\$282,000 respectively during the period under review.

On account of the above, the Group's cash and cash equivalent in the consolidated statement of cashflows comprise cash and bank balances of S\$1,807,000 as at 31 December 2022.

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

No forecast or prospect statement was previously disclosed to shareholders.

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.

The reopening of the Singapore economy and relaxation of COVID-19 restrictions in 2022 has improved the Group's operating conditions and contributed to the 14% increase in Group's revenues between 2H2022 and 2H2021. While this bodes well for its IT business prospects going forward, the Group's cautious optimism is tempered by the slowing macroeconomic picture globally, especially in developed economies, amidst a high interest rate environment.

Following the completion of the mandatory unconditional cash offer on 20 January 2023, the Group is reviewing its strategy concerning the existing businesses, as well as exploring other possible options to optimize its financial position, which includes, but is not limited to, improving operational efficiency, and diversifying its business exposure and revenue stream through strategic investment and acquisition which are in the interest of the Group, as well as raising new funds from various sources to support the Group's operations and aforesaid initiatives.

As the Company announced on 11 December 2022, Mr Dorrucchi commenced an Originating Claim No. 453 of 2022 in the High Court of Singapore against PGK, the Company, as well as the Company's nominated directors to PGK's board, Mr Neo Wee Han Victor, and Mr Lim Kian Sing. Please refer to the announcement dated 11 December 2022 for further details. The matter is currently ongoing and the Company will update the shareholders via SGXNET on any further material development on the same.

7 Dividend

(a) Whether an interim (final) ordinary dividend has been declared (recommended).

None.

(b) (i) Current financial period reported on

There were no dividends declared for the current financial period reported on.

(ii) Corresponding period of the immediately preceding financial year

Not applicable. No dividend was declared in FY2021.

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

Not applicable.

(d) The date the dividend is payable

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 p.m.) will be registered before entitlements to the dividend are determined.

Not applicable.

8 If no dividend has been declared/recommended, a statement to that effect and the reason(s) for the decision

No dividend has been declared/recommended for the current financial period as the Company has adopted a prudent approach to conserve cash amidst the current challenging business environment.

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

The Company does not have a general mandate from shareholders for interested person transactions. There were no discloseable interested person transactions entered into between the Group and any other interested person during the period.

10 Update on use of Compliance Placement Proceeds

Description	Compliance placement proceeds allocation (S\$'000)	Reallocation ⁽¹⁾ (S\$'000)	Revised Compliance Placement Proceeds Allocation (S\$'000)	Utilisation up to 24 Feb 2023 (S\$'000)
Repayment of debts owing by the Company before RTO ⁽¹⁾	1,422	(530)	892	892
To fund general corporate activities including, but not limited to, acquisitions, joint ventures and/or strategic alliances, establishing overseas companies and branch offices	4,000	-	4,000	4,000 ⁽²⁾
General working capital ⁽¹⁾	1,360	530	1,890	1,890 ⁽³⁾
Net Proceeds / Utilisation	6,782	-	6,782	6,782
Professional fees and expenses	960	-	960	960
Miscellaneous expenses	180	-	180	180
Gross Proceeds / Utilisation	7,922	-	7,922	7,922

⁽¹⁾ All debts owing by the Company before RTO have been repaid by the Company. The balance of approximately S\$530,000 was reallocated as general working capital. The old debts repayment was less than budgeting due mainly to reduction of debts owing to several creditors after negotiation by the management.

⁽²⁾ The Company has utilised the proceeds to incorporate AIAC Pte. Ltd, fund the Purchase Consideration for the completion of Proposed Acquisition of PGK Digital Networks Pte. Ltd. and injected capital to Revez Motion Pte Ltd.

⁽³⁾ Working capital includes professional fees and general overheads.

Save for the reallocation of the Compliance Placement Proceeds, the use of the Net Proceeds and Gross Proceeds as disclosed above is in accordance with the stated use and in accordance with the percentage allocated in the Circular to Shareholders dated 29 March 2019.

REVEZ CORPORATION LTD.

11 Disclosure pursuant to Rule 706A of the Catalist Listing Manual

The Company announced on 4 July 2022 that it had completed the disposal of its 55% owned subsidiary, AIAC Pte. Ltd. ("AIAC"), for a cash consideration of S\$200,000. Following the completion, AIAC ceased to be a subsidiary of the Company. Please refer to the Company's announcement dated 1 July 2022 and 4 July 2022 for more information on the disposal of AIAC.

During the year, the Company had made applications to the Accounting and Corporate Regulatory Authority to strike off Revez International Pte. Ltd. ("RIPL") and IOIO Pte. Ltd ("IOIO") from the Register of the Companies. The striking off of RIPL and IOIO is not expected to have any material impact on the consolidated net tangible assets per share and consolidated earnings per share of the Group for the financial year ended 31 December 2022.

12 A breakdown of the total annual dividend for the issuer's latest full year and its previous full year

Not applicable

13 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) of the Catalist Rules

The Company hereby confirms that it has procured all the required undertakings from all the Directors and Executive Officer of the Company (in the format set out in Appendix 7H) under Rule 720(1) of the Catalist Rules.

14 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) of the Catalist Rules in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

The Company confirms that there is no such person occupying a managerial position in the Company and its subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the Company during the current financial year.

By Order of the Board
REVEZ CORPORATION LTD.

Neo Wee Han Victor
Executive Director

Date: 1 March 2023

This announcement has been prepared by Revez Corporation Ltd. ("Company") and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited ("Sponsor") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalist.

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 accuracy, completeness, or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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