

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

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

**Unaudited Financial Statement Announcement for the three months ("Q2") and 6 months ("1H") ended 30 June 2023**

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

	Note	The Group 3 months ended 30 June		+/- %	The Group 6 months ended 30 June		+/- %
		2023	2022		2023	2022	
		RMB'000	RMB'000		RMB'000	RMB'000	
Revenue	4.2	1,028,553	1,058,587	(2.8)	2,275,114	2,180,865	4.3
Cost of Sales		(1,008,402)	(1,042,560)	(3.3)	(2,213,999)	(2,079,459)	6.5
Gross profit		20,151	16,027	25.7	61,115	101,406	(39.7)
Other income		3,852	2,115	82.1	5,862	4,212	39.2
Administrative costs		(5,742)	(6,662)	(13.8)	(13,316)	(13,130)	1.4
Distribution costs		(68)	(11)	518.2	(136)	(29)	369.0
Other operating expense		(4,245)	(31)	13,593.5	(4,640)	(75)	6,086.7
Finance costs		(9,111)	(12,494)	(27.1)	(18,873)	(25,071)	(24.7)
Profit before taxation	5	4,837	(1,056)	(558.0)	30,012	67,313	(55.4)
Income tax credit/(expense)	6	5,685	(5,610)	(201.3)	(6,306)	(23,687)	(73.4)
Net profit for the year		10,522	(6,666)	(257.8)	23,706	43,626	(45.7)
<b>Total comprehensive income attributable to:</b>							
Equity holders of the Company		4,326	(10,299)		8,657	27,956	
Non-controlling interests		6,196	3,633		15,049	15,670	
		10,522	(6,666)		23,706	43,626	
<b>Earnings per share attributable to equity holders of the Company (RMB cents per share)</b>							
Basic		0.68	(1.61)		1.35	4.37	
Diluted		0.68	(1.61)		1.35	4.37	

## CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

	Note	The Group		The Company	
		30 June 2023 RMB'000	31 December 2022 RMB'000	30 June 2023 RMB'000	31 December 2022 RMB'000
<b>ASSETS</b>					
<b>NON-CURRENT ASSETS</b>					
Property, plant and equipment		1,545,214	1,624,213	9	9
Right-of-use assets		3,575	3,575	-	-
Land use rights		87,858	89,488	-	-
Goodwill on consolidation	8	10,345	10,345	-	-
Investment in subsidiary		-	-	250,041	250,041
Financial asset, at fair value other comprehensive income	9	42,972	42,972	-	-
		<u>1,689,964</u>	<u>1,770,593</u>	<u>250,050</u>	<u>250,050</u>
<b>CURRENT ASSETS</b>					
Land use rights		2,173	1,088	-	-
Inventories	10	330,310	242,335	-	-
Trade and other receivables	11	33,692	19,987	-	-
Amount owing by a subsidiary corporation	11	-	-	-	5,833
Amounts owing by affiliated compar	11	4,002	11,098	-	-
Prepayments	12	4,648	8,772	-	28
Cash and bank balances		394,127	521,064	3,690	1,906
		<u>768,952</u>	<u>804,344</u>	<u>3,690</u>	<u>7,767</u>
<b>TOTAL ASSETS</b>		<u>2,458,916</u>	<u>2,574,937</u>	<u>253,740</u>	<u>257,817</u>
<b>EQUITY</b>					
<b>Equity attributable to equity holders of the parents</b>					
<b>ASSETS</b>					
Share capital	13	316,125	316,125	316,125	316,125
Retained profits/(accumulated losses)		541,209	532,552	(62,760)	(60,390)
Fair value reserves		8,765	8,765	-	-
Capital reserves		250,000	250,000	-	-
Other reserves		136,352	136,352	-	-
		<u>1,252,451</u>	<u>1,243,794</u>	<u>253,365</u>	<u>255,735</u>
Non-controlling interests		311,505	296,456	-	-
<b>TOTAL EQUITY</b>		<u>1,563,956</u>	<u>1,540,250</u>	<u>253,365</u>	<u>255,735</u>
<b>LIABILITIES</b>					
<b>NON-CURRENT LIABILITIES</b>					
Loans from non-controlling interest	14	150,000	250,000	-	-
Bank borrowings	14	270,000	360,000	-	-
Lease liabilities		3,289	3,607	-	-
		<u>423,289</u>	<u>613,607</u>	<u>-</u>	<u>-</u>
<b>CURRENT LIABILITIES</b>					
Loans from non-controlling interest	14	200,000	200,000	-	-
Bank borrowings	14	120,000	60,000	-	-
Lease liabilities		728	410	-	-
Trade and other payables	15	44,652	138,137	375	2,082
Amounts owing to affiliated compan	15	103,816	13,538	-	-
Current tax payable		2,475	8,995	-	-
		<u>471,671</u>	<u>421,080</u>	<u>375</u>	<u>2,082</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>2,458,916</u>	<u>2,574,937</u>	<u>253,740</u>	<u>257,817</u>

## CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

	Share Capital RMB'000	Retained earnings RMB'000	Fair value reserve RMB'000	Capital reserve RMB'000	Other reserves			Equity attributable to owners RMB'000	Non- controlling interests RMB'000	Total equity RMB'000
					Statutory common reserve RMB'000	Voluntary common reserve RMB'000	Sub-total RMB'000			
<b>1 January 2023 to 30 June 2023</b>										
Balance as at 1 January 2023	316,125	532,552	8,765	250,000	135,555	797	136,352	1,243,794	296,456	1,540,250
Total comprehensive income for the period	-	8,657	-	-	-	-	-	8,657	15,049	23,706
Balance as at 30 June 2023	316,125	541,209	8,765	250,000	135,555	797	136,352	1,252,451	311,505	1,563,956

	Share Capital RMB'000	Retained earnings RMB'000	Fair value reserve RMB'000	Capital reserve RMB'000	Other reserves			Equity attributable to owners RMB'000	Non- controlling interests RMB'000	Total equity RMB'000
					Statutory common reserve RMB'000	Voluntary common reserve RMB'000	Sub-total RMB'000			
<b>1 January 2022 to 30 June 2022</b>										
Balance as at 1 January 2022	316,125	525,368	34,517	250,000	121,779	797	122,576	1,248,586	267,871	1,516,457
Total comprehensive income for the period	-	27,956	-	-	-	-	-	27,956	15,670	43,626
Dividend paid for the year	-	(18,482)	-	-	-	-	-	(18,482)	-	(18,482)
Transfer to statutory common reserve	-	22	-	-	(22)	-	(22)	-	-	-
Balance as at 30 June 2022	316,125	534,864	34,517	250,000	121,757	797	122,554	1,258,060	283,541	1,541,601

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

	<b>Share capital RMB'000</b>	<b>Accumulated losses RMB'000</b>	<b>Total equity RMB'000</b>
<b>1 January 2023 to 30 June 2023</b>			
Balance as at 1 January 2023	316,125	(55,633)	260,492
Total comprehensive income for the period	-	(7,127)	(7,127)
Balance as at 30 June 2023	<u>316,125</u>	<u>(62,760)</u>	<u>253,365</u>

	<b>Share capital RMB'000</b>	<b>Accumulated losses RMB'000</b>	<b>Total equity RMB'000</b>
<b>1 January 2022 to 30 June 2022</b>			
Balance as at 1 January 2022	316,125	(58,934)	257,191
Total comprehensive income for the period	-	20,463	20,463
Dividend paid	-	(18,482)	(18,482)
Balance as at 30 June 2022	<u>316,125</u>	<u>(56,953)</u>	<u>259,172</u>

## CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	<b>The Group</b>	
	<b>6 months ended 30 June</b>	
	<b>2023</b>	<b>2022</b>
	<b>RMB'000</b>	<b>RMB'000</b>
<b>Cash flows from operating activities</b>		
Profit for the period	30,012	67,313
Adjustments for:-		
Depreciation of property, plant and equipment	87,544	80,872
Amortisation of land use rights	545	567
Property, plant and equipment written off	4,282	31
Interest expense	18,873	25,071
Interest income	(2,795)	(4,094)
<b>Operating profit before working capital changes</b>	<u>138,461</u>	<u>169,760</u>
Changes in working capital:		
Change in inventories	(87,975)	(41,669)
Change in amount owing by/(to) affiliated companies	97,374	(137,850)
Change in operating receivables	(9,581)	21,672
Change in operating payables	(93,486)	32,689
<b>Cash generated from operations</b>	<u>44,793</u>	<u>44,602</u>
Income tax paid	(12,826)	(31,110)
<b>Net cash generated from operating activities</b>	<u>31,967</u>	<u>13,492</u>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(12,826)	(22,631)
Proceeds from sales of property, plant and equipment	-	1,189
Acquisition of land use rights	-	(140)
Interest received	2,795	4,094
<b>Net cash used in investing activities</b>	<u>(10,031)</u>	<u>(17,488)</u>
<b>Cash flows from financing activities</b>		
Dividend paid	-	(18,482)
Repayment of loan to non-controlling interests	(100,000)	(75,000)
Repayment of bank borrowings	(30,000)	(30,000)
Interest paid	(18,873)	(25,071)
<b>Net cash used in financing activities</b>	<u>(148,873)</u>	<u>(148,553)</u>
Net (decrease)/increase in cash and cash equivalents	(126,937)	(152,549)
Cash and cash equivalents at beginning of year	521,064	702,615
Cash and cash equivalents at end of year	<u>394,127</u>	<u>550,066</u>
For the purpose of the consolidated statement of cash flows, the cash and cash equivalents comprise the following:		
Cash on hand	-	34
Bank balances	394,127	550,032
	<u>394,127</u>	<u>550,066</u>

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

### 1. Corporate information

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

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

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

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

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

These condensed interim consolidated financial statements as at and for the six months ended 30 June 2023 comprise the Company and its subsidiaries (collectively, “the Group”).

### 2. Basis of Preparation

The condensed interim financial statements for the six months ended 30 June 2023 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Committee. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last interim financial statements for the year ended 31 December 2022.

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

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

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

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

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

### 2.2. Use of judgements and estimates

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

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2022.

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

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

- Useful lives of property, plant and equipment

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

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

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

### 3. Seasonal operations

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

### 4. Segment and revenue information

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

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

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

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

4. Segment and revenue information

4.1. Reportable segments

	The Group 6 months ended 30 June 2023		
	Gas Separation RMB'000	Transport and Logistic Services RMB'000	Total RMB'000
<b>Revenue</b>			
External customers	2,118,669	156,445	2,275,114
Inter-segment sales	596,036	4,589	600,625
Total revenue	<u>2,714,705</u>	<u>161,034</u>	<u>2,875,739</u>
<b>Segment assets</b>	<u>2,023,880</u>	<u>12,008</u>	<u>2,035,888</u>
<b>Segment liabilities</b>	<u>7,507</u>	<u>22,228</u>	<u>29,735</u>
<b>Results</b>			
Segment results	<u>41,531</u>	<u>19,584</u>	<u>61,115</u>
<b>Unallocated expenses</b>			
Unallocated corporate expenses			(15,025)
Profit from operations			46,090
Finance income			2,795
Finance cost			(18,873)
Profit before tax			30,012
Tax expense			(6,306)
Profit after tax			<u>23,706</u>
<b>Segments assets for reportable segments</b>			2,035,888
Other assets			
Unallocated			
Amounts owing by affiliated			4,002
Cash and cash equivalents			394,127
Other receivables			14,554
Goodwill on consolidation			10,345
			<u>2,458,916</u>
<b>Segments liabilities for reportable segments</b>			29,735
Other liabilities			
Unallocated			
Other payables			18,934
Amounts owing to affiliated companies			103,816
Bank borrowings			390,000
Loan from non-controlling interest			350,000
Current tax payable			2,475
			<u>894,960</u>



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

4. Segment and revenue information (Cont'd)

4.1. Reportable segments (Cont'd)

	<b>The Group</b>		
	<b>6 months ended 30 June 2022</b>		
	<b>Gas Separation</b>	<b>Transport and Logistic</b>	<b>Total</b>
	<b>RMB'000</b>	<b>RMB'000</b>	<b>RMB'000</b>
<b>Revenue</b>			
External customers	2,066,069	114,796	2,180,865
Inter-segment sales	789,513	37	789,550
Total revenue	<u>2,855,582</u>	<u>114,833</u>	<u>2,970,415</u>
<b>Segment assets</b>	<u>2,173,754</u>	<u>21,007</u>	<u>2,194,761</u>
<b>Segment liabilities</b>	<u>23,033</u>	<u>7,330</u>	<u>30,363</u>
<b>Results</b>			
Segment results	<u>92,865</u>	<u>8,541</u>	<u>101,406</u>
<b>Unallocated expenses</b>			
Unallocated corporate expenses			(13,116)
Profit from operations			<u>88,290</u>
Finance income			4,094
Finance cost			(25,071)
Profit before tax			<u>67,313</u>
Tax expense			(23,687)
Profit after tax			<u>43,626</u>
<b>Segments assets for reportable segments</b>			2,194,761
Other assets			
Unallocated			
Amounts owing by affiliated			254
Cash and cash equivalents			550,066
Other receivables			1,019
Goodwill on consolidation			10,345
			<u>2,756,445</u>
<b>Segments liabilities for reportable segments</b>			30,363
Other liabilities			
Unallocated			
Other payables			176,567
Amounts owing to affiliated			1,819
Bank borrowings			450,000
Loan from non-controlling interest			550,000
Current tax payable			6,095
			<u>1,214,844</u>

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

### 4. Segment and revenue information (Cont'd)

#### 4.2. Disaggregation of Revenue

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

	<b>The Group</b>		
	<b>6 months ended 30 June 2023</b>		
	<b>Gas Separation</b>	<b>Logistics Services</b>	<b>Total</b>
	<b>RMB'000</b>	<b>RMB'000</b>	<b>RMB'000</b>
<b>People's Republic of China</b>			
Liquefied petroleum gas	409,914	-	409,914
Propylene	1,007	-	1,007
Polypropylene	53,083	-	53,083
Premium grade polypropylene	763,873	-	763,873
Methyl Tert-Butyl Ether ("MTBE")	748,315	-	748,315
Hydrogen	69,683	-	69,683
Isobutylene	57,017	-	57,017
Other Gas	15,777	-	15,777
Transport and logistic services	-	156,445	156,445
	<u>2,118,669</u>	<u>156,445</u>	<u>2,275,114</u>

	<b>The Group</b>		
	<b>6 months ended 30 June 2022</b>		
	<b>Gas Separation</b>	<b>Logistics Services</b>	<b>Total</b>
	<b>RMB'000</b>	<b>RMB'000</b>	<b>RMB'000</b>
<b>People's Republic of China</b>			
Liquefied petroleum gas	286,901	-	286,901
Polypropylene	144,817	-	144,817
Premium grade polypropylene	525,334	-	525,334
Methyl Tert-Butyl Ether ("MTBE")	946,388	-	946,388
Propylene II	493	-	493
Hydrogen	81,796	-	81,796
Isobutylene	70,701	-	70,701
Other Gas	9,639	-	9,639
Transport and logistic services	-	114,796	114,796
	<u>2,066,069</u>	<u>114,796</u>	<u>2,180,865</u>

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

5. Profit before taxation

Significant items

	The Group	
	6 months ended 30 June 2023	6 months ended 30 June 2022
	RMB'000	RMB'000
Interest Income	2,795	4,094
<b>Expenses:</b>		
Interest on borrowings	18,873	25,071
Depreciation of property, plant and Depreciation of rights-of-use assets	87,544	80,872
Property, plant and equipment written off	545	567
	4,282	31

6. Income tax expense

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

	The Group	
	6 months ended 30 June 2023	6 months ended 30 June 2022
	RMB'000	RMB'000
Current income tax expense		
- Profit for the financial period	14,467	23,152
- (Over)/Under provision in prior financial periods	(8,161)	535
	6,306	23,687

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

### 7. Property, plant and equipment

During the six months ended 30 June 2023, the Group acquired assets amounting to RMB12,826,000 (30 June 2022: RMB22,631,000) and written off assets with net carrying value amounting to RMB4,282,000 (30 June 2022: RMB31,000).

### 8. Goodwill arising on consolidation

	The Group	
	30 June 2023 RMB'000	31 December 2022 RMB'000
<b>Cost and carrying amount</b>		
Beginning and end of year	10,345	10,345

#### 8.1. Goodwill impairment

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

	The Group	
	30 June 2023 RMB'000	31 December 2022 RMB'000
Dongming Changshun Transport Company Limited (东明县昌顺运输有限公司)	2,501	2,501
Dongming Qianhai Petrochemical Co., Ltd (东明前海化工有限公司)	7,844	7,844
	<u>10,345</u>	<u>10,345</u>

The recoverable amount of a CGU was determined based on value-in-use. Cash flow projections used in the value-in-use calculations were based on financial budgets approved by management covering a five-year period. Cash flows beyond the five-year period were extrapolated using terminal growth rate of 3% (2022: 3%). These cash flows were discounted using a pre-tax discount rate of 10% (2022: 10%) that reflected current market assessment of the time value of money and the risks specific to the CGUs. The growth rate is based on past performance and expectations on market development.

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

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

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

### 9. Financial assets at fair value through other comprehensive income

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

	The Group	
	30 June 2023 RMB'000	31 December 2022 RMB'000
<b>Equity security (unquoted)</b>		
- Dongming Qianhai Petrochemical Co., Ltd (东明前海化工有限公司)		
Beginning of financial period	42,972	79,761
Fair value gains recognised in other comprehensive income	-	(36,789)
End of financial year	42,972	42,972

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

#### 9.1. Fair value measurement

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

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

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

	Level 3 RMB'000
<b>30 June 2023</b>	
Financial assets, at FVOCI	42,972
<b>31 December 2022</b>	
Financial assets, at FVOCI	42,972

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

10. Inventories

	The Group		The Company	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
	RMB'000	RMB'000	RMB'000	RMB'000
<b>At cost</b>				
Raw materials	208,123	143,366	-	-
Finished goods	122,187	98,969	-	-
	<u>330,310</u>	<u>242,335</u>	<u>-</u>	<u>-</u>

11. Trade and other receivables

	The Group		The Company	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
	RMB'000	RMB'000	RMB'000	RMB'000
Trade receivables				
- Non-related parties	13,526	8,544	-	-
Trade receivables				
- Related parties	-	77	-	-
Other receivables				
- Non-related parties	14,554	9,716	-	-
Accrued revenue	-	1,079	-	-
VAT receivables	5,089	-	-	-
Advances made to staff	423	471	-	-
Refundable deposits	100	100	-	-
	<u>33,692</u>	<u>19,987</u>	<u>-</u>	<u>-</u>

	The Group		The Company	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
	RMB'000	RMB'000	RMB'000	RMB'000
<b>Amount owing by a subsidiary corporation</b>				
Loans to a subsidiary corporation	-	-	89	5,833

	The Group		The Company	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
	RMB'000	RMB'000	RMB'000	RMB'000
<b>Amount owing by affiliated companies</b>				
	<u>4,002</u>	<u>11,098</u>	<u>-</u>	<u>-</u>

12. Prepayments

	The Group		The Company	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
	RMB'000	RMB'000	RMB'000	RMB'000
<b>Prepayments</b>				
Raw materials	2,966	5,833	-	-
Others	1,682	2,939	-	28
	<u>4,648</u>	<u>8,772</u>	<u>-</u>	<u>28</u>

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

13. Share capital

	The Group		The Company	
	30 June 2023		31 December 2022	
	Number of shares '000	Amount RMB'000	Number of shares '000	Amount RMB'000
Issued and fully paid, with no par value				
Balance at beginning and at end of interim period	640,000	316,125	640,000	316,125

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

14. Borrowings

	The Group		The Company	
	30 June	31	30 June	31 December
	2023	December	2023	2022
	RMB'000	RMB'000	RMB'000	RMB'000
<b>Amount repayable within one year or on demand</b>				
- Secured	120,000 <sup>(a)</sup>	60,000 <sup>(a)</sup>	-	-
- Unsecured	200,000 <sup>(b)</sup>	200,000 <sup>(b)</sup>	-	-
<b>Amount repayable after one year</b>				
- Secured	270,000 <sup>(a)</sup>	360,000 <sup>(a)</sup>	-	-
- Unsecured	150,000 <sup>(b)</sup>	250,000 <sup>(b)</sup>	-	-

(a) Bank borrowings of the subsidiary Dongming Hengchang is secured by a corporate guarantee from an affiliated company, Dongming Zhongyou Fuel and Petrochemical Co., Ltd (东明中油燃料石化有限公司);

(b) Unsecured loan from non-controlling interest("NCI"), Shandong Dongming Petrochem Group Co., Ltd (山东东明石化集团有限公司).

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

15. Trade and other payables

	The Group		The Company	
	30 June 2023 RMB'000	31 December 2022 RMB'000	30 June 2023 RMB'000	31 December 2022 RMB'000
Trade payables				
- Non-related parties	16,021	74,663	-	-
Trade payables				
- Related parties	152	-	-	-
Other payables				
- Related parties	10	-		
Accruals - Directors' Fees	278	830	278	830
Accruals - Salaries and related costs	4,265	9,140	-	1,252
Amount owing to staff	112	136	-	-
VAT payables	-	27,281	-	-
Other governmental tax payables	1,985	398	-	-
Amount owing to outsourced transport companies	1,795	1,610	-	-
Contract liabilities - advance collection from customers	6,226	2,087	-	-
Amount owing to sundry creditors	13,808	21,992	97	-
	<u>44,652</u>	<u>138,137</u>	<u>375</u>	<u>2,082</u>

**Amount owing to affiliated companies**

	The Group		The Company	
	30 June 2023 RMB'000	31 December 2022 RMB'000	30 June 2023 RMB'000	31 December 2022 RMB'000
<b>Amount owing to affiliated companies</b>				
- Trade	103,816	13,538	-	-
	<u>103,816</u>	<u>13,538</u>	<u>-</u>	<u>-</u>

16. Dividends

	The Company	
	30 June 2023 RMB'000	31 December 2022 RMB'000
<b>Ordinary dividend paid:</b>		
- No dividend paid [(2022: S\$ 0.006 (equivalent to RMB 0.0288) per share]	-	18,482
	<u>-</u>	<u>18,482</u>



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

**17. Net asset value**

	<b>The Group</b>		<b>The Company</b>	
	<b>30 June 2023 RMB'000</b>	<b>31 December 2022 RMB'000</b>	<b>30 June 2023 RMB'000</b>	<b>31 December 2022 RMB'000</b>
Net asset value per ordinary share	1.96	1.94	0.40	0.40

**18. Financial assets and financial liabilities**

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2023 and 31 December 2022.

	<b>Note</b>	<b>The Group</b>		<b>The Company</b>	
		<b>30 June 2023 RMB'000</b>	<b>31 December 2022 RMB'000</b>	<b>30 June 2023 RMB'000</b>	<b>31 December 2022 RMB'000</b>
Financial Assets					
- At FVOCI	9	42,972	42,972	-	-
- At amortised cost		431,398	551,678	3,690	7,739
		<u>474,370</u>	<u>594,650</u>	<u>3,690</u>	<u>7,739</u>
Financial Liabilities					
- At amortised cost		884,274	995,926	375	2,082

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

### 19. Affiliated companies' transactions

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

#### Affiliated companies transactions

	The Group	
	30 June 2023	30 June 2022
	RMB'000	RMB'000
<b>Sales to affiliated companies</b>		
东明前海热力有限公司	52,952	38,725
东明中油燃料石化有限公司	205,774	45,668
山东东明石化集团有限公司	3,290	900
东明石油经销有限公司	1,418	1,074
山东东明梨树化学有限公司	-	180,905
东明润明油品销售有限公司	195	-
东明万海氯碱化工有限公司	8,549	-
江苏新海石化有限公司	33,826	-
江苏润海油品销售有限公司	6,858	-
山东劲海化工有限公司	15	1,441
东明洁源环保科技有限公司	-	1,010
山东东明石化集团鲁班建筑有限公司	2,411	1,295
江苏新海新能源有限公司	330	-
山东润泽化工有限公司	-	137,240
<b>Purchases from affiliated companies</b>		
东明前海热力有限公司	197,626	201,055
东明中油燃料石化有限公司	1,538,407	1,319,129
山东东明石化集团有限公司	24,216	22,313
东明石油经销有限公司	1,776	-
山东东明梨树化学有限公司	8,745	90,824
东明润明油品销售有限公司	-	102
东明万海氯碱化工有限公司	230	-
江苏新海石化有限公司	3	58,290
山东润泽化工有限公司	-	48,627
山东炼化能源集团有限公司	-	1,347
<b>Interest expenses on loan charged by affiliated company</b>		
山东东明石化集团有限公司	10,186	14,695
<b>Other individually immaterial transactions</b>		
	-	5,278

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

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

### 20. Subsequent events

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

## OTHER INFORMATION

### 1. Review

The consolidated statement of financial position of Sinostar PEC Holdings Limited and its subsidiaries as at 30 June 2023 and the related consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the year then ended and certain explanatory notes have not been audited or reviewed.

### 2. Review of Performance of the Group

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

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

#### **Revenue**

<b>2Q2023</b>	<b>3 months ended</b>		<b>3 months ended</b>		<b>+ / (-)</b>
	<b>30 June 2023</b>		<b>30 June 2022</b>		
<b>Analysis of Revenue</b>	<b>RMB'000</b>	<b>%</b>	<b>RMB'000</b>	<b>%</b>	<b>%</b>
Processed LPG					
- Total	353,821	34.4	424,705	40.1	(16.7)
- Inter-company	(122,980)	(12.0)	(255,249)	(24.1)	(51.8)
Propylene					
- Total	57,169	5.6	404,371	38.2	(86.0)
- Inter-company	(56,391)	(5.5)	(403,879)	(38.1)	(85.9)
Polypropylene	53,083	5.2	84,153	7.9	(36.9)
Premium grade polypropylene					
- Total	384,369	37.4	218,485	20.6	75.9
- Inter-company	2,309	0.2	3,809	0.4	(39.4)
MTBE	239,739	23.3	451,542	42.7	(46.9)
Hydrogen					
- Total	20,702	2.0	34,990	3.3	(40.8)
- Inter-company	(197)	(0.1)	-	-	100.0
Isobutylene	10,604	1.0	24,385	2.3	(56.5)
Other Gas	6,842	0.7	4,422	0.4	54.7
Logistics and transport related services					
- Total	84,072	8.2	66,853	6.3	25.8
- Inter-company	(4,589)	(0.4)	-	-	100.0
<b>Total</b>	<b>1,028,553</b>	<b>100.0</b>	<b>1,058,587</b>	<b>100.0</b>	

## OTHER INFORMATION (CONT'D)

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

1H2023 Analysis of Revenue	6 months ended 30 June 2023		6 months ended 30 June 2022		+ / (-) %
	RMB'000	%	RMB'000	%	
Processed LPG					
- Total	801,807	35.2	819,113	37.6	(2.1)
- Inter-company	(391,892)	(17.2)	(532,212)	(24.5)	(26.4)
Propylene					
- Total	204,202	9.0	253,983	11.6	(19.8)
- Inter-company	(203,195)	(8.9)	(253,491)	(11.5)	(19.6)
Polypropylene	53,083	2.3	144,817	6.6	(63.3)
Premium grade polypropylene					
- Total	763,873	33.6	525,334	24.1	45.4
- Inter-company	-	-	-	-	-
MTBE	748,315	32.9	946,388	43.4	(20.9)
Hydrogen					
- Total	70,632	3.1	81,796	3.8	(13.6)
- Inter-company	(949)	(0.1)	-	-	100.0
Isobutylene	57,017	2.5	70,701	3.2	(19.4)
Other Gas	15,777	0.7	9,639	0.4	63.7
Logistics and transport related services					
- Total	161,033	7.1	114,797	5.3	40.3
- Inter-company	(4,589)	(0.2)	-	-	100.0
<b>Total</b>	<b>2,275,114</b>	<b>100.0</b>	<b>2,180,865</b>	<b>100.0</b>	

## OTHER INFORMATION (CONT'D)

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

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

##### **(a) Processed LPG**

LPG has decreased by 2.11% from RM819.11 million in 2Q22 to RMB801.81 million in 1H23, including inter-company transactions. A total of 149,878 tonnes were produced and sold during the periods, indicating an increase of 3.89% as compared to 1H22. Both the average selling prices ("ASP") and the average cost of production ("ACP") during the period have decreased by 6.99% and 2.11% respectively, compared to 1H22.

##### **(b) Propylene**

Propylene is used to be further processed into premium grade polypropylene and only excess output will be sold to external market in 1H23.

##### **(c) Premium grade polypropylene**

Premium grade polypropylene has increased by 45.41% from RMB525.33 million in 1H22 to RMB763.87 million in 1H23, including inter-company transactions. The total output has also increased by 60.72% from 70,421 tonnes in 1H22 to 113,184 tonnes in 1H23. Both ASP and ACP have decreased by 10.18% and 12.79% respectively, compared to 1H22.

##### **(d) Polypropylene**

Polypropylene has decreased by 63.34% from RMB144.82 million in 1H22 to RMB53.08 million in 1H23, including inter-company transactions. The total output has also decreased by 55.48% from 19,438 tonnes in 1H22 to 8,653 tonnes in 1H23. Both ASP and ACP have decreased by 17.65% and 12.90% respectively, compared to 1H22.

##### **(e) MTBE**

The sale of MTBE has decreased by 20.93% from RMB946.39 million in 1H22 to RMB748.32 million in 1H23. Production output decreased 18.87% from 147,825 tonnes in 1H22 to 119,924 tonnes in 1H23. Both ASP and ACP during 1H23 decreased by 2.53% and 3.67% respectively, compared to 1H22.

##### **(f) Hydrogen**

In 1H23, hydrogen production output has decreased by 13.83% to 4,799 tonnes in 1H23, compared to 5,569 tonnes in 1H22. Revenue has also decreased 13.65%, from RMB81.80 million in 1H22 to RMB70.63 million in 1H23, including inter-company transactions. Both ASP and ACP in 1H23 have increased by 0.20% and 3.58%, respectively, compared to 1H22.

##### **(g) Isobutylene**

Isobutylene has decreased 19.35% from RMB70.70 million in 1H22 to RMB57.02 million in 1H23 as total production output has also decreased by 16.01% to 6,044 tonnes in 1H23, compared with 7,196 tonnes in 1H22. ASP has decreased 3.98% and ACP has also decreased by 1.66% for 1H23, compared to 1H22.

## OTHER INFORMATION (CONT'D)

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

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

##### (h) Other Gases

The sale of other gases has increased by 63.68%, rising from 9.64 million in 1H22 to 15.78 million in 1H23. Total output has also increased 43.35% from 1,753 tonnes in 1H22 to 2,513 tonnes in 1H23. Both ASP and ACP have increased by 14.14% and 20.69%, respectively.

##### (i) Logistics & transport related service

Revenue from this business has increased by 40.28% from RMB114.80 million in 1H22 to RMB161.03 million in 1H23, including inter-company transactions.

#### Gross profit

The gross profit has decreased from RMB101.41 million in 1H22 to RMB61.12 million in 1H23.

#### Other income and expenses

##### (a) Other income

In the first half of 2023 (1H23), an interest income of RMB2.80 million was received. Furthermore, other sources of income comprised RMB0.47 million from a government subsidy, RMB1.42 million from waste processing, and an additional miscellaneous income of RMB1.17 million.

##### (b) Administrative costs

Administrative costs have increased from RMB13.13 million in 1H22 to RMB13.32 million in 1H23.

##### (c) Finance costs

The finance costs have decreased from RMB25.07 million in 1H22 to RMB18.87 million in 1H23.

##### (d) Taxation

Entities make quarterly tax provisions based on their respective profitability.

##### (e) Net Profit

The Group recorded a net profit of RMB23.71 million in 1H23, compared to RMB43.63 million in 1H22.

## OTHER INFORMATION (CONT'D)

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

#### **Condensed Interim Consolidated Statements of Financial Positions**

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

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

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

(b) **Inventories**

Inventories consist of approximately RMB208.12 million of raw materials and an equivalent value of RMB122.19 million in finished petrochemical products, both recorded at cost. The increase is primarily due to Qianhai's replenishment of chemical additives.

(c) **Prepayment**

The increment is primarily attributed to payments made to suppliers for raw materials and equipment replacement.

(d) **Non-controlling interest**

The non-controlling interest represent a 30% controlling stake in the subsidiary Dongming Qianhai held by Dongming Petrochem Group.

(e) **Bank Borrowings**

This primarily includes a bank loan intended to finance the new polypropylene construction of Dongming Hengchang. The loan is backed by a guarantee from the related party Dongming Zhongyou Fuel Petrochemical Co., Ltd. The interest is calculated at a floating rate of 4.41% per annum, with repayments occurring every six months. The loan is set to be fully repaid by January 2027.

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

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

A total of RMB100.0 million has been repaid in 1H23.



## OTHER INFORMATION (CONT'D)

### Condensed Interim Consolidated Statement of Cash Flow

The Group's operating activities resulted in a net cash outflow of RMB27.69 million, while investment activities caused a net cash outflow of RMB5.75 million and financing activities resulted in a net cash outflow of RMB148.87 million during the first half of 2023. As of 30 June 2023, the group had a cash balance of RMB394.13 million.

- 3.(i) **Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There were no changes in the Company's share capital since the end of the previous period reported on. There were no outstanding convertibles issued or treasury shares held by the Company as at 30 June 2023.

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

	30 June 2023	31 December 2022
Number of issued shares (excluding treasury shares)	640,000,000	640,000,000
Number of treasury shares	NIL	NIL

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

Not applicable.

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

	3 months ended 30 June	
	2023	2022
<b>Profit / (Loss) per share for the period based on net profit attributable to owners of the parent company</b>		
(a) Based on basic number of ordinary shares on issue (RMB cents)	0.68	(1.61)
No. of shares in issue (weighted average)	640,000,000	640,000,000
(b) On a fully diluted basis (RMB cents)	0.68	(1.61)
No. of shares in issue (weighted average)	640,000,000	640,000,000
	6 months ended 30 June	
	2023	2022
<b>Profit per share for the period based on net profit attributable to owners of the parent company</b>		
(a) Based on basic number of ordinary shares on issue (RMB cents)	1.35	4.37
No. of shares in issue (weighted average)	640,000,000	640,000,000
(b) On a fully diluted basis (RMB cents)	1.35	4.37
No. of shares in issue (weighted average)	640,000,000	640,000,000

## OTHER INFORMATION (CONT'D)

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

None.

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

Our products primarily serve as raw materials for end-consumer products. Due to the macroeconomic impact and lingering effects of the pandemic, China's economy exhibited a slow recovery during the first half of the year, resulting in weakened consumer confidence.

However, with the implementation of various consumption stimulus policies, an improvement in consumer confidence is expected for the second half of the year.

Moving forward, our group will seize the opportunities presented by the economic recovery, proactively expanding our market presence while closely managing working capital. The board of directors holds a reasonably optimistic outlook regarding the long-term market demand for our petrochemical products.

## 7. **Dividend information**

- (a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on?

None

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

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

None

- (c) Date payable

NA

- (d) Book Closure Date

NA

## OTHER INFORMATION (CONT'D)

### 8. Interested person transactions

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

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
<p>For period from <b>January to June 2023</b>:-</p> <p>Transactions between Dongming Hengchang Petrochemical Co., Ltd (东明恒昌化工有限公司) and its subsidiary Dongming Qianhai Petrochemical Co., Ltd (东明前海化工有限公司) <i>(transactions are subject to consolidation group eliminations)</i></p> <ul style="list-style-type: none"> <li>- Logistics &amp; Transport Related Services</li> <li>- Purchase of Utilities</li> <li>- Contra of Utilities on Productions</li> <li>- Processed LPG</li> <li>- Propylene</li> <li>- Recycled Propylene</li> <li>- Hydrogen</li> </ul>		<p>1,992,499</p> <p>4,646,660</p> <p>2,933,490</p> <p>391,892,078</p> <p>200,885,509</p> <p>2,309,443</p> <p>949,200</p>
<p>Dongming Qianhai Reli Co., Ltd (东明前海热力有限公司)</p> <ul style="list-style-type: none"> <li>- Logistics &amp; Transport Related Services</li> <li>- Purchase of Utilities</li> <li>- Contra of Utilities on Productions</li> </ul>		<p>7,822,545</p> <p>197,626,307</p> <p>45,129,233</p>
<p>Dongming Zhongyou Fuel &amp; Petrochemical Co., Ltd (东明中油燃料石化有限公司)</p> <ul style="list-style-type: none"> <li>- Logistics &amp; Transport Related Services</li> <li>- Purchase of Utilities</li> <li>- Contra of Utilities on Productions</li> <li>- Purchase of LPG</li> <li>- Sale of Processed LPG</li> <li>- Purchase of Propylene</li> <li>- Sale of recycled Propylene</li> <li>- Sale of Hydrogen</li> <li>- Purchase parts and components</li> <li>- Maintenance of parts and machineries<sup>#</sup></li> <li>- Sale of waste oil and waste chemical additives<sup>#</sup></li> <li>- Sale of parts and components<sup>#</sup></li> </ul>	<p>154,258</p> <p>11,328,146</p> <p>64,148</p>	<p>53,124,581</p> <p>19,308,172</p> <p>986,168</p> <p>1,308,007,581</p> <p>81,355,724</p> <p>208,397,511</p> <p>560,792</p> <p>69,682,620</p> <p>2,539,061</p>

## OTHER INFORMATION (CONT'D)

### 8. Interested person transactions (cont'd)

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

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Shandong Dongming Petrochem Group Co., Ltd (山东东明石化集团有限公司) - Logistics & Transport Related Services - Purchase of Utilities - Contra of Utilities on Productions		3,290,232 24,216,320 -
Dongming Crude Oil Distribution Co., Ltd (东明石油经销有限公司) - Logistics & Transport Related Services - Sale of Polypropylene <sup>#</sup> - Purchase parts and components - Consignment Fee	52,389	1,365,857 637,513 1,137,997
Shandong Dongming Lishu Petroleum Co (山东东明梨树化学有限公司) - Purchase of Utilities - Contra of Utilities on Productions - Purchase of LPG - Sale of Processed LPG		5,085 - 8,739,654
Dongming Runming Oil Products Distribution Co., Ltd (东明润明油品销售有限公司) - Logistics & Transport Related Services		194,902
Dongming WanHaiLuiJiang Petrochemical Co., Ltd (东明万海氯碱化工有限公司) - Logistics & Transport Related Services Purchase of parts and components		8,549,031 230,470

## OTHER INFORMATION (CONT'D)

### 8. Interested person transactions (cont'd)

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

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Jiangsu Xinghai Petrochem Co., Ltd (江苏新海石化有限公司) - Logistics & Transport Related Services - Purchase of Utilities		33,825,966 3,451
Jiangsu Runhai Oil Products Distribution Co., Ltd (江苏润海油品销售有限公司) - Logistics & Transport Related Services		6,857,588
Shandong Jin-hai Petrochemical Pte Ltd (山东劲海化工有限公司) - Logistics & Transport Related Services		15,256
Dongming Jie-Yuan Environmental Technology Pte Ltd (东明洁源环保科技有限公司) - Sewage Charge <sup>#</sup>	1,141,714	
Shandong Dongming Petrochem Group Lu Ban Construction Pte Ltd (山东东明石化集团鲁班建筑有限公司) - Logistics & Transport Related Services - Maintenance of parts and machineries <sup>#</sup>	4,994,990	2,410,542
Jiangsu Xinghai New Energy Co., Ltd (江苏新海新能源有限公司) - Logistics & Transport Related Services		330,426

<sup>#</sup>These interested parties transactions are not covered under existing IPT mandate approved by shareholders, and are not frequent and not of a revenue and trading nature.

## OTHER INFORMATION (CONT'D)

9. **Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(11) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Li Xiangping	62	Father of Li Zhi, non-executive Director of the Company.	CEO and Executive Chairman since April 2021. Substantial shareholder of the Company.	From non-executive Chairman to Executive Chairman from April 2021.
Li Zhi	37	Son of Mr Li Xiangping, the CEO and Executive Chairman of the Company.	Non-Executive Director of the Company Since 2019	Appointed in year 2019.

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

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

### BY ORDER OF THE BOARD

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial statements for the six-month period ended 30 June 2023 to be false or misleading in any material aspect.

Li Xiangping  
Executive Chairman and CEO

Jiang Xinglu  
AC Chairman, Independent Director

Singapore  
14 August 2023