



(Company Registration No. 201414628C)

# MS HOLDINGS LIMITED

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## UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020

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*This announcement has been prepared by MS Holdings Limited (the “**Company**”) and has been reviewed by the Company’s sponsor, United Overseas Bank Limited (the “**Sponsor**”), for compliance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) Listing Manual Section B: Rules of Catalyst.*

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

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(Company Registration No. 201414628C)

**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

**PART 1 - INFORMATION REQUIRED FOR SIX-MONTH AND FULL YEAR ANNOUNCEMENTS**

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

	Group		
	Full year ended 30 April		
	2020	2019	Change
	S\$'000	S\$'000	%
<b>Revenue</b>	13,955	14,460	(3.5)
Cost of sales	(10,333)	(10,167)	1.6
<b>Gross profit</b>	3,622	4,293	(15.6)
Other income	1,330	800	66.3
<b>Expenses</b>			
Distribution expenses	(20)	(15)	33.3
General and administrative expenses	(4,195)	(3,971)	5.6
Finance costs	(1,133)	(1,015)	11.6
Share of results of joint venture	-	(3)	NM
<b>(Loss)/profit before tax</b>	(396)	89	NM
Income tax expense	(73)	(15)	NM
<b>(Loss)/profit for the year</b>	(469)	74	NM
<b>(Loss)/profit net of tax, representing total comprehensive income/(loss) attributable to:</b>			
Owners of the Company	(498)	65	NM
Non-controlling interests	29	9	NM
<b>(Loss)/profit net of tax, representing total comprehensive income/(loss) for the year</b>	(469)	74	NM

NM Not meaningful



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

**1(a)(ii) Notes to Consolidated Statement of Comprehensive Income**

A) Other income

	<b>Group</b>		
	<b>Full year ended 30 April</b>		
	<b>2020</b>	<b>2019</b>	<b>Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Rental income from leasehold properties	503	496	1.4
Service income	259	206	25.7
Interest income	11	-#	NM
Gain on disposal of plant and equipment	13	-	NM
Gain on disposal of joint venture	3	-	NM
Government grants/incentives	497	29	NM
Insurance claim	-	15	NM
Realised foreign exchange gain	-#	-	NM
Miscellaneous income	44	54	(18.5)
	<b>1,330</b>	<b>800</b>	<b>66.3</b>

B) (Loss)/profit before tax was stated after charging:

	<b>Group</b>		
	<b>Full year ended 30 April</b>		
	<b>2020</b>	<b>2019</b>	<b>Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Depreciation of property, plant and equipment	3,355	3,346	0.3
Depreciation on right-of-use assets	157	-	NM
Loss on disposal of plant and equipment	-	23	NM
Plant and equipment written off	9	9	-
Share of results of joint venture	-	3	NM
Impairment loss on trade receivables	161	59	NM
Impairment loss on trade receivables written back	(6)	-	NM
Bad debt written off	-#	6	NM
Realised foreign exchange loss	-#	-	NM
Impairment loss on investment security	130	-	NM

NM Not meaningful

# Amount less than S\$1,000



(Company Registration No. 201414628C)

**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

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

	Group		Company	
	As at 30.04.2020 S\$'000	As at 30.04.2019 S\$'000	As at 30.04.2020 S\$'000	As at 30.04.2019 S\$'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	48,190	50,426	12	18
Right-of-use assets	3,323	-	-	-
Investment securities	-	130	-	-
Investment in subsidiaries	-	-	23,488	23,488
Investment in joint venture	-	78	-	78
	51,513	50,634	23,500	23,584
<b>Current assets</b>				
Trade and other receivables	5,192	6,349	3,887	3,743
Prepaid operating expenses	208	216	10	12
Inventories	35	642	-	-
Cash and bank balances	9,950	4,150	3,344	2,342
	15,385	11,357	7,241	6,097
<b>Total assets</b>	66,898	61,991	30,741	29,681
<b>EQUITY AND LIABILITIES</b>				
<b>Current liabilities</b>				
Trade and other payables	1,462	1,302	2,422	1,143
Accrued operating expenses	547	497	169	160
Obligations under finance leases	2,231	2,822	-	-
Bank borrowings	12,966	9,029	-	-
Lease liabilities	107	-	-	-
Provision for taxation	18	54	11	8
	17,331	13,704	2,602	1,311
<b>Non-current liabilities</b>				
Obligations under finance leases	2,306	4,120	-	-
Bank borrowings	14,978	14,837	-	-
Lease liabilities	3,270	-	-	-
Deferred tax liabilities	1,795	1,643	2	3
Provision for reinstatement cost	700	700	-	-
	23,049	21,300	2	3
<b>Total liabilities</b>	40,380	35,004	2,604	1,314
<b>Net assets</b>	26,518	26,987	28,137	28,367
<b>Equity attributable to owners of the Company</b>				
Share capital	29,334	29,334	29,334	29,334
Merger reserve	(19,728)	(19,728)	-	-
Retained earnings/(accumulated losses)	16,825	17,323	(1,197)	(967)
	26,431	26,929	28,137	28,367
Non-controlling interests	87	58	-	-
<b>Total equity</b>	26,518	26,987	28,137	28,367
<b>Total equity and liabilities</b>	66,898	61,991	30,741	29,681



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

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

	As at 30.04.2020		As at 30.04.2019	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
<b>Current</b>				
Amount repayable in one year or less, or on demand	15,197	–	11,851	–
<b>Non-current</b>				
Amount repayable after one year	17,284	–	18,957	–

**Details of any collaterals**

The Group's borrowings comprised (i) bank borrowings to finance the acquisition of a leasehold property and working capital; and (ii) obligations under finance leases to fund the purchases of cranes and other equipment.

The above credit facilities are secured by one or several of (i) mortgage over respective plant and equipment financed under hire purchase arrangement; (ii) mortgage over the leasehold property; (iii) deed of charge; and (iv) corporate guarantee by the Company.



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

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

	<b>Group</b>	
	<b>Full year ended 30 April</b>	
	<b>2020 S\$'000</b>	<b>2019 S\$'000</b>
<b>Operating activities:</b>		
(Loss)/profit before tax	(396)	89
Adjustments for:		
Depreciation of property, plant and equipment	3,355	3,346
Depreciation on right-of-use assets	157	-
Plant and equipment written off	9	9
Bad debt written off	_#	6
(Gain)/loss on disposal of plant and equipment, net	(13)	23
Gain on disposal of joint venture	(3)	-
Share of results of joint venture	-	3
Impairment loss on trade receivables	161	59
Impairment loss on trade receivables written back	(6)	-
Impairment loss on investment security	130	-
Interest income	(11)	_#
Interest expense	1,133	1,015
Net exchange gain	_#	-
Total adjustments	4,912	4,461
<b>Operating cash flows before changes in working capital</b>	<b>4,516</b>	<b>4,550</b>
Changes in working capital:		
Decrease/(increase) in trade and other receivables	1,010	(3,397)
Decrease in prepaid operating expenses	8	6
Decrease in inventories	607	39
Increase in trade and other payables	160	440
Increase/(decrease) in accrued operating expenses	34	(305)
Total changes in working capital	1,819	(3,217)
<b>Cash flows from operations</b>	<b>6,335</b>	<b>1,333</b>
Income tax refunded/(paid)	44	(99)
Interest paid	(1,117)	(997)
<b>Net cash flows generated from operating activities</b>	<b>5,262</b>	<b>237</b>
<b>Investing activities:</b>		
Capital contribution by non-controlling interests	-	49
Investment in joint venture	-	(81)
Purchase of plant and equipment ( <i>Note B</i> )	(669)	(419)
Proceeds from disposal of plant and equipment	14	114
Proceeds from disposal of joint venture	81	-
Purchase of investment securities (unquoted)	-	(16)
Interest income	3	_#
<b>Net cash flows used in investing activities</b>	<b>(571)</b>	<b>(353)</b>

# Amount less than S\$1,000



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

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

	<b>Group</b>	
	<b>Full year ended</b>	
	<b>30 April</b>	
	<b>2020</b>	<b>2019</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Financing activities:</b>		
Proceeds from rights cum warrants issue	-	3,955
Proceeds from loans and bank borrowings	6,987	9,500
Share issuance expense	-	(185)
Repayment of bank borrowings	(2,909)	(5,827)
Repayment of obligations under finance leases	(2,866)	(4,862)
Payment of principle portion of lease liabilities	(103)	-
<b>Net cash flows generated from financing activities</b>	<b>1,109</b>	<b>2,581</b>
Net increase in cash and cash equivalents	5,800	2,465
Cash and cash equivalents at 1 May	4,150	1,685
<b>Cash and cash equivalents at 30 April (Note A)</b>	<b>9,950</b>	<b>4,150</b>



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

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

**Notes to Consolidated Statements of Cash Flows:**

A) Cash and cash equivalents comprised of the following:

	<b>Group</b>	
	<b>Full year ended</b>	
	<b>30 April</b>	
	<b>2020</b>	<b>2019</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Cash at bank and on hand	9,950	4,150

B) Purchase of property, plant and equipment

	<b>Group</b>	
	<b>Full year ended</b>	
	<b>30 April</b>	
	<b>2020</b>	<b>2019</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Current year additions to property, plant and equipment	1,130	527
Less:		
Increase in obligations under finance leases	(461)	(108)
Net cash outflow for purchase of property, plant and equipment	669	419





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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

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

	Attributable to the owners of the Company				Non-controlling Interests S\$'000	Total Equity S\$'000
	Share Capital S\$'000	Merger Reserve S\$'000	Retained Earnings S\$'000	Total S\$'000		
<b>Group</b>						
At 1 May 2018	25,564	(19,728)	17,258	23,094	-	23,094
Issuance of ordinary shares pursuant to the rights cum warrants issue	3,955	-	-	3,955	-	3,955
Share issuance expense	(185)	-	-	(185)	-	(185)
Capital contribution by non-controlling interests	-	-	-	-	49	49
Profit for the year, representing total comprehensive income for the year	-	-	65	65	9	74
At 30 April 2019 and 1 May 2019	29,334	(19,728)	17,323	26,929	58	26,987
Loss for the year, representing total comprehensive loss for the year	-	-	(498)	(498)	29	(469)
At 30 April 2020	29,334	(19,728)	16,825	26,431	87	26,518



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

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

	<b>Share Capital S\$'000</b>	<b>Accumulated Losses S\$'000</b>	<b>Total S\$'000</b>
<b>Company</b>			
At 1 May 2018	25,564	(642)	24,992
Issuance of ordinary shares pursuant to the rights cum warrants issue	3,955	-	3,955
Share issuance expense	(185)	-	(185)
Loss for the year, representing total comprehensive loss for the year	-	(325)	(325)
At 30 April 2019 and 1 May 2019	29,334	(967)	28,367
Loss for the year, representing total comprehensive loss for the year	-	(230)	(230)
At 30 April 2020	29,334	(1,197)	28,137



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

- 1(d)(ii) 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, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the corresponding period of the immediately preceding financial year.**

There were no changes in the Company's share capital since 31 October 2019.

As at 30 April 2020 and 30 April 2019, there were a total of 15,947,365 warrants outstanding, each warrant carrying the right to subscribe for one share at the exercise price of S\$0.13 per share.

As at 30 April 2020 and 30 April 2019, there were no treasury shares and subsidiary holdings.

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

	As at	
	30.04.2020	30.04.2019
Total number of issued ordinary shares	165,789,460	165,789,460

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

There were no treasury shares held by the Company.

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

There were no subsidiary holdings.

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

The figures have not been audited or reviewed by the Company's auditor.

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

Not applicable.



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

- 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.**  
**(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.**  
**This is not required for any audit issue that is a material uncertainty relating to going concern.**

Not applicable.

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

Save as disclosed in paragraph 5 below, the financial statements have been prepared based on accounting policies and methods of computation consistent with those adopted in the most recent audited financial statements of the Group for the financial year ended 30 April 2019.

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

The Group has adopted SFRS(I) 16 with effect from 1 May 2019. The Group has applied the simplified transition approach and will not restate comparative amounts for the year prior to first adoption and has not restated comparatives for the financial year ended 30 April 2019 reporting period as permitted under the specific transition provisions in the standard.

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

	<b>Group Full year ended 30 April</b>	
	<b>2020</b>	<b>2019</b>
Earnings per share		
(a) Basic (loss)/earnings per share (cents) <sup>(1)</sup>	(0.30)	0.05
(b) Diluted (loss)/earnings per share (cents) <sup>(2)</sup>	(0.30)	0.05

As at 30 April 2020, the Company does not have any dilutive instruments.

Notes:

- (1) The calculation of basic (loss)/earnings per share is based on the (loss)/profit attributable to owners of the Company of (S\$498,000) (2019: S\$65,000) divided by the weighted average number of ordinary shares in issue during the year of 165,789,460 (2019: 137,991,331).
- (2) The calculation of fully diluted (loss)/earnings per share is based on the (loss)/profit attributable to owners of the Company of (S\$498,000) (2019: S\$65,000) divided by the weighted average number of ordinary shares in issue during the year of 165,789,460 (2019: 137,991,331). The warrants are anti-dilutive and have not been included in the computation.



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

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

	Group		Company	
	As at 30.04.2020	As at 30.04.2019	As at 30.04.2020	As at 30.04.2019
Net assets (S\$'000)	26,431	26,929	28,137	28,367
Number of shares ('000)	165,789	165,789	165,789	165,789
Net asset value per share (cents)	15.9	16.2	17.0	17.1

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

**Review of the Group's performance**

**Revenue**

For the financial year ended 30 April 2020 ("FY2020"), the Group's revenue decreased by S\$0.5 million or 3.5% to S\$14.0 million, compared to S\$14.5 million in the financial year ended 30 April 2019 ("FY2019"). This was mainly due to decrease in utilisation rates of cranes, which reflected the challenging market conditions faced by our customers in the construction, and oil and gas industries.

**Cost of sales and gross profit**

Cost of sales increased by S\$0.1 million or 1.6%, from S\$10.2 million in FY2019 to S\$10.3 million in FY2020. This was due to increase in impairment loss on trade receivables of S\$0.1 million, impairment loss on investment security of S\$0.1 million and depreciation on right-of-use assets of S\$0.1 million following the adoption of SFRS(I) 16, and partially offset by the decrease in JTC land-rent of S\$0.2 million as a result of the SFRS(I) 16 adoption.

Gross profit decreased by S\$0.7 million or 15.6%, from S\$4.3 million in FY2019 to S\$3.6 million in FY2020. Gross profit margin decreased from 29.7% to 26.0%, mainly due to the decrease in utilisation rate of cranes.

**Other income**

Other income increased by S\$0.5 million or 66.3%, from S\$0.8 million in FY2019 to S\$1.3 million in FY2020. This was due mainly to an increase in government grants under COVID-19 support programs and schemes.



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## **UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

### **Distribution expenses**

Distribution expenses were not significant and were less than S\$0.1 million for both FY2020 and FY2019.

### **General and administrative expenses**

General and administrative expenses increased by S\$0.2 million or 5.6%, from S\$4.0 million in FY2019 to S\$4.2 million in FY2020. This was due mainly to the increase in allowance for impairment of trade receivables and impairment of investment security.

### **Finance costs**

Finance costs increased by S\$0.1 million or 11.6%, from S\$1.0 million in FY2019 to S\$1.1 million in FY2020, due mainly to an increase in interest expense from recognition of lease liabilities following the adoption of SFRS(I) 16 in FY2020.

### **Income tax expense**

The income tax expense was less than S\$0.1 million for both FY2020 and FY2019. This was mainly due to taxable temporary differences in tax and accounting depreciation.

### **Net loss**

As a result of the above, the net loss was S\$0.5 million in FY2020 as compared to a net profit of S\$0.1 million in FY2019.

### **Review of the Group's financial position**

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

As at 30 April 2020, non-current assets amounted to S\$51.5 million or 77.0% of total assets of S\$66.9 million.

Property, plant and equipment decreased by S\$2.2 million from S\$50.4 million as at 30 April 2019 to S\$48.2 million as at 30 April 2020 mainly due to depreciation of plant and equipment, disposal of motor vehicle and plant and equipment written off. This was partially offset by the acquisition of new plant and equipment.

Following the adoption of SFRS(I) 16 as enumerated in section 5 above, right-of-use assets were being recognised in balance sheet for the financial periods beginning on or after 1 May 2019 for the first time, without restatement of comparative amounts for the period prior to first adoption.

#### **Current assets**

As at 30 April 2020, current assets amounted to S\$15.4 million or 23.0% of total assets of S\$66.9 million.



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## **UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

Trade and other receivables decreased by S\$1.1 million from S\$6.3 million as at 30 April 2019 to S\$5.2 million as at 30 April 2020.

Inventories decreased by S\$0.6 million, due mainly to the sale of equipment from our trading business.

Cash and bank balances increased by S\$5.8 million from S\$4.2 million as at 30 April 2019 to S\$10.0 million as at 30 April 2020 as a result of disbursement of loans from bank and improvement from cash flow generated from operating activities.

### **Current liabilities**

As at 30 April 2020, current liabilities amounted to S\$17.3 million or 42.9% of total liabilities of S\$40.4 million.

Trade and other payables increased by S\$0.2 million from S\$1.3 million as at 30 April 2019 to S\$1.5 million as at 30 April 2020.

Accrued operating expenses amounted to S\$0.5 million as at 30 April 2019 and 30 April 2020.

Current portion of obligations under finance leases decreased by S\$0.6 million from S\$2.8 million as at 30 April 2019 to S\$2.2 million as at 30 April 2020 due to lease repayments.

Current portion of bank borrowings increased by S\$4.0 million from S\$9.0 million as at 30 April 2019 to S\$13.0 million as at 30 April 2020 mainly due to the drawdown of banking facilities for working capital purposes, partially offset by repayment of bank borrowings.

Following the adoption of SFRS(I) 16 as enumerated in section 5 above, lease liabilities were being recognised in balance sheet for the financial periods beginning on or after 1 May 2019 for the first time, without restatement of comparative amounts for the period prior to first adoption.

Provision for taxation decreased by S\$36,000 from S\$54,000 as at 30 April 2019 to S\$18,000 as at 30 April 2020, mainly due to reversal of over-provision in prior year.

### **Non-current liabilities**

As at 30 April 2020, non-current liabilities amounted to S\$23.0 million or 57.1% of total liabilities of S\$40.4 million.

Non-current portion of obligations under finance leases decreased by S\$1.8 million from S\$4.1 million as at 30 April 2019 to S\$2.3 million as at 30 April 2020 due to lease repayments.

Non-current portion of bank borrowings increased by S\$0.2 million from S\$14.8 million as at 30 April 2019 to S\$15.0 million as at 30 April 2020 due to the drawdown of banking facilities for working capital purposes, partially offset by repayment of bank borrowings.



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## **UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

Following the adoption of SFRS(I) 16 as enumerated in section 5 above, lease liabilities were being recognised in balance sheet for the financial periods beginning on or after 1 May 2019 for the first time, without restatement of comparative amounts for the period prior to first adoption.

Deferred tax liabilities increased by S\$0.2 million from S\$1.6 million as at 30 April 2019 to S\$1.8 million as at 30 April 2020 due mainly to taxable temporary differences in tax and accounting depreciation.

Provision for reinstatement cost amounted to S\$0.7 million as at 30 April 2019 and 30 April 2020.

### **Total equity**

Total equity attributable to owners of the Company decreased by S\$0.5 million from S\$27.0 million as at 30 April 2019 to S\$26.4 million as at 30 April 2020 due mainly to net loss of S\$0.5 million in FY2020.

### **Working capital**

The Group recorded a negative working capital of S\$1.9 million as at 30 April 2020 compared to a negative working capital of S\$2.3 million as at 30 April 2019.

The management is of the opinion that, after taking into consideration the cash flows generated from operating activities, together with the existing cash and bank balances and credit facilities from financial institutions, the Group has adequate resources to pay its debts as and when they are due.

### **Review of the Group's statement of cash flows**

In FY2020, the Group generated net cash from operating activities before changes in working capital of S\$4.5 million. Net cash generated from working capital amounted to S\$1.8 million mainly due to decrease in trade and other receivables of S\$1.0 million, decrease in inventories of S\$0.6 million and increase in trade and other payable of S\$0.2 million. The Group also paid interest expenses of S\$1.1 million, partially offset by income tax refund. As a result, the Group generated net cash from operating activities amounting to S\$5.3 million.

Net cash used in investing activities amounted to S\$0.6 million and was mainly related to the purchase of plant and equipment of S\$0.7 million, partially offset by proceeds from disposal of joint venture of S\$0.1 million

Net cash generated from financing activities amounted to S\$1.1 million, mainly due to proceeds from the drawdown of banking facilities of S\$7.0 million, partially offset by the repayment of bank borrowings of S\$2.9 million, repayment of obligations under finance leases of S\$2.9 million and repayment of lease liabilities of S\$0.1 million.

As a result of the above, the Group's cash and cash equivalents increased by S\$5.8 million, from S\$4.2 million as at 30 April 2019 to S\$10.0 million as at 30 April 2020.





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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

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

No forecast nor prospect statement has been previously disclosed to shareholders.

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

The Group's utilisation rate of mobile cranes has declined substantially since April 2020 due to the COVID-19 pandemic. Barring unforeseen circumstances, the Group expects the COVID-19 pandemic to continue adversely affecting the business. In the meantime, the Group will continue to focus on optimising cost and deployment of its fleet of mobile cranes and lorry cranes. The Group will also remain on the lookout for new business opportunities to grow its profitability.

- 11 Dividend**

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

Any dividend declared for the current financial period reported on?

No.

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

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

No.

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

Not applicable.

- (d) Date payable.**

Not applicable.

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

Not applicable.

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

No dividend has been declared for FY2020 as the Group is loss making.



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

- 13 If the group has obtained a general mandate from shareholders for Interested Person Transactions (the “IPTs”), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Group has not obtained a general mandate from shareholders for interested person transactions. There was no interested person transaction of S\$100,000 or more in FY2020.

- 14 Negative confirmation pursuant to Rule 705(5)**

Not required for announcement on full year results.

- 15 Confirmation of Procuring Undertakings from Directors and Executive Officers**

The Group has procured undertakings from all its Directors and Executive Officers, in the format set out in Appendix 7H, pursuant to Rule 720(1) of the Catalist Rules.

- 16 Use of proceeds from the Rights cum Warrants Issue**

The re-allocation of the net proceeds from the Rights cum Warrants Issue set out in the table below is consistent with the intended uses as set out in the announcement dated 3 April 2020 in relation to the Rights cum Warrants Issue.

<b>Use of proceeds (S\$'000)</b>	<b>Amount allocated pursuant to the re-allocation</b>	<b>Amount utilised as at the date of this announcement</b>	<b>Balance of net proceeds as at the date of this announcement</b>
Business expansion	132	132	-
General working capital	3,673	1,522	2,151
<b>Total</b>	<b>3,805</b>	<b>1,654</b>	<b>2,151</b>



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

**PART 2 – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENTS**

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

**Business segment information**

The management monitors the operating results of its operating segments for the purpose of making decisions about resource allocation and performance assessment.

<b>FY2020</b>	<b>Leasing S\$'000</b>	<b>Trading S\$'000</b>	<b>Project Management S\$'000</b>	<b>Elimination S\$'000</b>	<b>Total S\$'000</b>
<b>Revenue:</b>					
- External sales	13,861	94	-	-	13,955
- Inter-segment sales	554	1,524	-	(2,078)	-
Total revenue	14,415	1,618	-	(2,078)	13,955
<b>Results:</b>					
Other income	1,307	3	-	(7)	1,303
Interest income	11	-	-	-	11
Finance Cost	1,050	83	-	-	1,133
Depreciation	3,267	260	18	(33)	3,512
Gain on disposal of plant and equipment	13	-	5	(5)	13
Gain on disposal of joint venture	3	-	-	-	3
Other non-cash expenses	285	-	9	-	294
Tax expense/(refund)	56	31	(14)	-	73
Segment profit/(loss)	(906)	547	(27)	(10)	(396)
<b>Assets:</b>					
Additions to non-current assets	1,322	-	-	(192)	1,130
Segment assets	25,471	2,708	900	(13,694)	15,385
Segment liabilities	50,852	3,216	6	(13,694)	40,380

# Amount less than S\$1,000



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**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

<b>FY2019</b>	<b>Leasing S\$'000</b>	<b>Trading S\$'000</b>	<b>Project Management S\$'000</b>	<b>Elimination S\$'000</b>	<b>Total S\$'000</b>
<b>Revenue:</b>					
- External sales	14,239	192	29	-	14,460
- Inter-segment sales	20	865	-	(885)	-
<b>Total revenue</b>	<b>14,259</b>	<b>1,057</b>	<b>29</b>	<b>(885)</b>	<b>14,460</b>
<b>Results:</b>					
Other income	780	21	-	(1)	800
Interest income	-#	-	-	-	-#
Finance Cost	962	53	-	-	1,015
Depreciation	3,095	259	22	(30)	3,346
Loss on disposal of plant and equipment	23	-	-	-	23
Share of results of joint venture	3	-	-	-	3
Other non-cash expenses	67	-	-	-	67
Tax expense/(refund)	(138)	171	(18)	-	15
<b>Segment profit/(loss)</b>	<b>(372)</b>	<b>440</b>	<b>(19)</b>	<b>40</b>	<b>89</b>
<b>Assets:</b>					
Investment in joint venture	78	-	-	-	78
Additions to non-current assets	500	27	-	-	527
Segment assets	19,055	2,457	798	(10,953)	11,357
Segment liabilities	42,353	3,596	18	(10,963)	35,004

**Geographical segment information**

	<b>Group</b>	
	<b>Full year ended</b>	
	<b>30.04.2020 S\$'000</b>	<b>30.04.2019 S\$'000</b>
<b>Revenue</b>		
Singapore	13,955	14,460
<b>Non-current assets</b>		
Singapore	51,513	50,634

Non-current assets information presented above consist of property, plant and equipment, right-of-use assets, investment securities and investment in joint venture as presented in the consolidated balance sheet.

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

Please refer to paragraph 8.



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**UNAUDITED FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020**

**19 A breakdown of sales as follows:**

	<b>Group</b>		
	<b>Full year ended 30.04.2020 S\$'000</b>	<b>30.04.2019 S\$'000</b>	<b>% increase/ (decrease)</b>
Sales reported for first half year	7,468	6,857	8.9
Operating profit/(loss) after tax for first half year	11	(335)	NM
Sales reported for second half year	6,487	7,603	(14.7)
Operating (loss)/profit after tax for second half year	(480)	409	NM

*NM Not meaningful*

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

Not applicable.

**21 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there 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 first held	Details of changes in duties and positions held, if any, during the year
Yap Sian Lay	67	Father of Yap Chin Hock (Executive Director and Chief Executive Officer) and spouse of Ng Chui Hwa (Executive Chairman)	Technical Director since 2015. He is responsible for overseeing the maintenance, repair and reconditioning of the Group's lifting and hauling fleet	Not applicable

**BY ORDER OF THE BOARD**

**Yap Chin Hock**  
Executive Director and Chief Executive Officer

**Ng Chui Hwa**  
Executive Director

29 July 2020