

ABUNDANTE LIMITED (CO REG No. 197902587H)

**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS AND FULL YEAR ENDED 28 FEBRUARY 2023**

<u>Contents</u>	<u>Page</u>
A. Condensed interim consolidated statement of comprehensive income	2
B. Condensed interim statements of financial position (Group and Company)	3
C. Condensed interim statements of changes in equity (Group and Company)	4 - 5
D. Condensed interim consolidated statement of cash flows	6
E. Notes to the condensed interim consolidated financial statements	7 - 15
F. Other information required by Listing Rule Appendix 7.2	16 - 18

A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	Group 6 months ended 28/2/2023 S\$'000	Group 6 months ended 28/2/2022 S\$'000	+/ (-) %	Group 12 months ended 28/2/2023 S\$'000	Group 12 months ended 28/2/2022 S\$'000	+/ (-) %
<u>Continuing operations</u>							
Revenue	4	3,834	4,357	(12)	7,838	8,237	(5)
Cost of sales		(3,171)	(2,843)	12	(6,353)	(5,614)	13
Gross profit		663	1,514	(56)	1,485	2,623	(43)
Other income		68	89	(24)	129	233	(45)
Net finance income		173	(1)	NM	210	10	NM
Selling, general and administrative expenses		(523)	(638)	(18)	(1,033)	(1,484)	(30)
Reversal of impairment loss		-	1,379	NM	-	1,379	NM
Loss on sale of joint venture		-	-	NM	-	(36)	NM
Share of loss of joint venture, net of tax		-	-	NM	-	(136)	NM
Profit before tax	6	381	2,343	(84)	791	2,589	(69)
Tax (credit)/expense	7	56	(108)	NM	43	(142)	NM
Profit from continuing operations		437	2,235	(80)	834	2,447	(66)
<u>Discontinued operations</u>							
Loss from discontinued operations (net of tax)		(1)	(3)	(67)	(7)	(5)	40
Profit for the period/ year		436	2,232	(80)	827	2,442	(66)
Other comprehensive income							
Items that may be reclassified subsequently to profit or loss:							
Foreign currency translation differences for foreign operations							
-Continuing operations		(21)	1	NM	(42)	263	NM
-Discontinued operations		(43)	4	NM	(84)	(15)	460
Total comprehensive income for the period/ year		372	2,237	(83)	701	2,690	(74)
Profit/(Loss) attributable to:							
<u>Continuing operations</u>							
Owners of the Company		437	2,235	(80)	834	2,447	(66)
<u>Discontinued operations</u>							
Owners of the Company		(1)	(2)	(50)	(5)	(3)	67
Non-controlling interests		-	(1)	NM	(2)	(2)	NM
Profit for the period/year		436	2,232	(80)	827	2,442	(66)
Total comprehensive income attributable to:							
Owners of the Company		385	2,237	(83)	728	2,697	(73)
Non-controlling interests		(13)	-	NM	(27)	(7)	286
Total comprehensive income for the period/year		372	2,237	(83)	701	2,690	(74)
Earnings per share (cents)							
Continuing operations							
- basic and fully diluted		0.42	2.14		0.80	2.71	
Discontinued operations							
- basic and fully diluted		-	-		-	-	

NM - not meaningful

B. CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

	Note	Group 28/2/2023 S\$'000	Group 28/2/2022 S\$'000	Company 28/2/2023 S\$'000	Company 28/2/2022 S\$'000
Non-current assets					
Plant and equipment		2,416	3,134	449	508
Investment in subsidiaries		-	-	9,510	10,144
Trade and other receivables		-	28	-	1
Total non-current assets		2,416	3,162	9,959	10,653
Current assets					
Inventories		418	632	-	-
Trade and other receivables		2,185	2,358	73	176
Other financial assets		9,981	-	9,981	-
Cash and cash equivalents		3,867	13,417	1,158	10,820
Total current assets		16,451	16,407	11,212	10,996
Total assets		18,867	19,569	21,171	21,649
Equity attributable to owners of the Company					
Share capital	13	16,049	16,049	16,049	16,049
Reserves		1,248	1,563	237	767
Total equity attributable to owners of the Company		17,297	17,612	16,286	16,816
Non-controlling interests		336	363	-	-
Total equity		17,633	17,975	16,286	16,816
Non-current liabilities					
Deferred tax liabilities		83	167	-	-
Total non-current liabilities		83	167	-	-
Current liabilities					
Trade and other payables		1,104	1,383	4,885	4,833
Current tax liabilities		47	44	-	-
Total current liabilities		1,151	1,427	4,885	4,833
Total liabilities		1,234	1,594	4,885	4,833
Total equities and liabilities		18,867	19,569	21,171	21,649

C. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

Group

	Share capital S\$'000	Foreign currency translation reserve S\$'000	Retained earnings S\$'000	Total attributable to owners of the Company S\$'000	Non- controlling interests S\$'000	Total S\$'000
<u>2023</u>						
At 1 March 2022	16,049	(501)	2,064	17,612	363	17,975
Total comprehensive income for the year						
Profit for the year	-	-	829	829	(2)	827
Other comprehensive income, net of tax						
Foreign currency translation differences for foreign operations	-	(101)	-	(101)	(25)	(126)
Total other comprehensive income for the year	-	(101)	-	(101)	(25)	(126)
Total comprehensive income for the year	-	(101)	829	728	(27)	701
Contributions by and distributions to owners						
Final tax-exempt dividend to owners of 1 cent per share in respect of 2022	-	-	(1,043)	(1,043)	-	(1,043)
Total contributions by and distributions to owners	-	-	(1,043)	(1,043)	-	(1,043)
At 28 February 2023	16,049	(602)	1,850	17,297	336	17,633
<u>2022</u>						
At 1 March 2021	11,191	(754)	(380)	10,057	370	10,427
Total comprehensive income for the year						
Profit for the year	-	-	2,444	2,444	(2)	2,442
Other comprehensive income, net of tax						
Foreign currency translation differences for foreign operations	-	253	-	253	(5)	248
Total other comprehensive income for the year	-	253	-	253	(5)	248
Total comprehensive income for the year	-	253	2,444	2,697	(7)	2,690
Contributions by and distributions to owners						
Issue of ordinary shares	4,858	-	-	4,858	-	4,858
Total contributions by and distributions to owners	4,858	-	-	4,858	-	4,858
At 28 February 2022	16,049	(501)	2,064	17,612	363	17,975

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

	Share capital S\$'000	Retained earnings S\$'000	Total S\$'000
<u>2023</u>			
At 1 March 2022	16,049	767	16,816
Profit for the year, representing total comprehensive income for the year	-	513	513
Contributions by and distributions to owners			
Final tax-exempt dividend to owners of 1 cent per share in respect of 2022	-	(1,043)	(1,043)
At 28 February 2023	<u>16,049</u>	<u>237</u>	<u>16,286</u>
<u>2022</u>			
At 1 March 2021	11,191	(4,987)	6,204
Profit for the year, representing total comprehensive income for the year	-	5,754	5,754
Contributions by and distributions to owners			
Issue of ordinary shares	4,858	-	4,858
At 28 February 2022	<u>16,049</u>	<u>767</u>	<u>16,816</u>

D. CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

	12 months ended 28/2/2023 S\$'000	12 months ended 28/2/2022 S\$'000
Cash flows from operating activities		
Profit before tax	784	2,584
Adjustments for:		
Depreciation of plant and equipment	709	227
Depreciation of right-of-use assets	-	5
Reversal of impairment loss on plant and equipment	-	(1,379)
Unrealised foreign exchange differences	(54)	-
Gain on disposal of plant and equipment	(33)	(33)
Interest income	(171)	(5)
Interest expense	-	-
Reversal of impairment loss on trade receivables	(7)	(41)
Bad debts written off	23	12
Inventories written down	121	-
Loss on sale of joint venture	-	36
Share of loss of joint venture	-	136
	1,372	1,542
Changes in:		
Inventories	93	3
Trade and other receivables	316	(117)
Trade and other payables	(279)	(46)
Cash generated from operations	1,502	1,382
Income taxes paid	(38)	(45)
Net cash generated from operating activities	1,464	1,337
Cash flows from investing activities		
Interest received	40	5
Purchase of plant and equipment	(33)	(184)
Proceeds from disposal of plant and equipment	72	72
Proceeds from disposal of assets held for sale	-	60
Proceeds from sale of joint venture	-	1,800
Investment in other financial assets	(9,981)	-
Net cash (used in)/ generated from investing activities	(9,902)	1,753
Cash flows from financing activities		
Interest expense paid	-	-
Payment of lease liabilities	-	(5)
Proceeds from issue of share capital	-	4,858
Dividends paid	(1,043)	-
Net cash (used in)/ generated from financing activities	(1,043)	4,853
Net (decrease)/increase in cash and cash equivalents	(9,481)	7,943
Cash and cash equivalents at beginning of the year	13,417	5,495
Effects of exchange rate fluctuations on cash held	(69)	(21)
Cash and cash equivalents at end of the year	3,867	13,417
<i>Comprising:</i>		
Cash at bank, trust account and in hand	3,867	9,975
Fixed deposits	-	3,442
Cash and cash equivalents at end of the year	3,867	13,417

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1. Corporate information

Abundante Limited (the “Company”) is listed on the Singapore Exchange Securities Trading Limited (“SGX-ST”) and incorporated and domiciled in Singapore. These condensed interim consolidated financial statements as at and for the six months and full year ended 28 February 2023 comprise the Company and its subsidiaries (collectively, the Group). The principal activities of the Company are those of an investment holding company and the supply of concrete pumping services. The principal activities of the subsidiaries are the supply of concrete pumping services and the provision of waste management services and CCTV sewer inspection services.

2. Basis of preparation

The condensed interim financial statements for the six months and full year ended 28 February 2023 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for the year ended 28 February 2022.

The accounting policies and methods of computation 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 Singapore dollar (“S\$”) which is the Company’s functional currency.

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.

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 expenses. 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 financial year ended 28 February 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.

Management is of the opinion that there is no instance of application of judgment which is expected to have a significant impact on the amounts recognized in the Group's condensed interim financial statements for the financial year ended 28 February 2023.

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

The Group has two reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer different products and services, and are managed separately because they cater to different markets and customer base. For each of the strategic business units, the Group's Executive Director and Board of Directors (the chief operating decision maker) review internal management reports on a monthly basis.

The Group is organised into the following main business segments:

- | | | |
|-------------------------------|---|--|
| (a) Concrete pumping services | : | Supply of concrete pumping services; and |
| (b) Waste management services | : | Provision of waste management services and CCTV sewer inspection services. |

4.1 Reportable segments

	Ready-mixed concrete (Discontinued operations)		Concrete pumping services		Waste management		Total	
	6 months ended 28/2/23 S\$'000	6 months ended 28/2/22 S\$'000	6 months ended 28/2/23 S\$'000	6 months ended 28/2/22 S\$'000	6 months ended 28/2/23 S\$'000	6 months ended 28/2/22 S\$'000	6 months ended 28/2/23 S\$'000	6 months ended 28/2/22 S\$'000
External revenues	-	-	3,262	3,579	572	778	3,834	4,357
Inter-segment revenue – pump rental	-	-	306	360	-	-	306	360
Inter-segment revenue – pump parts	-	-	23	47	-	-	23	47
Interest income	-	-	154	3	-	-	154	3
Depreciation on plant and equipment	-	-	(307)	(58)	(36)	(66)	(343)	(124)
Depreciation of right-of-use assets	-	-	-	(5)	-	-	-	(5)
Reportable segment profit/(loss) before tax	(1)	(3)	297	2,235	111	106	407	2,338
Other material non-cash items:								
-Reversal of impairment loss on plant and equipment	-	-	-	1,379	-	-	-	1,379
- Gain on disposal of plant and equipment	-	-	-	22	25	-	25	22
- Reversal/(Impairment loss on trade receivables)	-	-	-	48	7	(7)	7	41
- Bad debts written off	-	-	-	(10)	(20)	-	(20)	(10)
- Inventories written down	-	-	(121)	-	-	-	(121)	-

4.1 Reportable segments (cont'd)

	Ready-mixed concrete (Discontinued operations)		Concrete pumping services		Waste management		Total	
	12 months ended 28/2/23	12 months ended 28/2/22	12 months ended 28/2/23	12 months ended 28/2/22	12 months ended 28/2/23	12 months ended 28/2/22	12 months ended 28/2/23	12 months ended 28/2/22
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
External revenues	-	-	6,687	6,531	1,151	1,706	7,838	8,237
Inter-segment revenue – pump rental	-	-	666	676	-	-	666	676
Inter-segment revenue – pump parts	-	-	68	80	-	-	68	80
Interest income	-	-	171	5	-	-	171	5
Depreciation on plant and equipment	-	-	(614)	(93)	(95)	(134)	(709)	(227)
Depreciation of right-of-use assets	-	-	-	(5)	-	-	-	(5)
Loss on sale of joint venture	-	-	-	(36)	-	-	-	(36)
Share of loss of joint venture	-	-	-	(136)	-	-	-	(136)
Tax credit/(expense)	-	-	48	(132)	(5)	(10)	43	(142)
Reportable segment profit before tax	(7)	(5)	707	2,650	111	294	811	2,939
Other material non-cash items:								
-Reversal of impairment loss on plant and equipment	-	-	-	1,379	-	-	-	1,379
- Gain on disposal of plant and equipment	-	-	16	33	17	-	33	33
- Reversal of impairment loss on trade receivables	-	-	-	48	7	(7)	7	41
- Bad debts written off	-	-	-	(10)	(23)	(2)	(23)	(12)
- Inventories written down	-	-	(121)	-	-	-	(121)	-
	28/2/23	28/2/22	28/2/23	28/2/22	28/2/23	28/2/22	28/2/23	28/2/22
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Reportable segment assets	465	510	17,601	17,645	801	1,414	18,867	19,569
Additions of plant and equipment	-	-	7	182	26	2	33	184
Additions of right-of-use assets	-	-	-	-	-	-	-	-
Reportable segment liabilities	-	3	1,061	1,395	173	196	1,234	1,594

4.2 Disaggregation of Revenue

	Ready-mixed concrete (Discontinued operations)		Concrete pumping services		Waste management		Total	
	6 months ended 28/2/23 S\$'000	6 months ended 28/2/22 S\$'000	6 months ended 28/2/23 S\$'000	6 months ended 28/2/22 S\$'000	6 months ended 28/2/23 S\$'000	6 months ended 28/2/22 S\$'000	6 months ended 28/2/23 S\$'000	6 months ended 28/2/22 S\$'000
Major product/service lines								
Sales of parts	-	-	17	31	-	-	17	31
Concrete pumping services	-	-	3,245	3,548	-	-	3,245	3,548
Waste management services	-	-	-	-	572	778	572	778
Total	-	-	3,262	3,579	572	778	3,834	4,357
Timing of revenue recognition								
At a point in time	-	-	3,262	3,579	572	778	3,834	4,357
Primary geographical markets								
Singapore	-	-	3,177	3,358	572	778	3,749	4,136
Malaysia	-	-	85	221	-	-	85	221
Total	-	-	3,262	3,579	572	778	3,834	4,357
12 months ended 28/2/23								
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Major product/service lines								
Sales of parts	-	-	38	139	-	-	38	139
Concrete pumping services	-	-	6,649	6,392	-	-	6,649	6,392
Waste management services	-	-	-	-	1,151	1,706	1,151	1,706
Total	-	-	6,687	6,531	1,151	1,706	7,838	8,237
Timing of revenue recognition								
At a point in time	-	-	6,687	6,531	1,151	1,706	7,838	8,237
Primary geographical markets								
Singapore	-	-	6,468	6,144	1,151	1,706	7,619	7,850
Malaysia	-	-	219	387	-	-	219	387
Total	-	-	6,687	6,531	1,151	1,706	7,838	8,237

Revenue from one (28/2/22: one) customer of the Group's concrete pumping services segment contributed S\$649,000 (28/2/22: S\$348,000) representing 8% (28/2/22: 4%) of the Group's total revenue for the year ended 28/2/23.

A breakdown of sales:

Group	28/2/2023 S\$'000	28/2/2022 S\$'000	+ / (-) %
(a) Sales reported for the first half year	4,004	3,880	32
(b) Operating profit after tax before deducting minority interests reported for the first half year	404	210	92
(c) Sales reported for second half year	3,834	4,357	(12)
(d) Operating profit after tax before deducting minority interests reported for second half year	423	2,232	(81)

4.3 Reconciliations of reportable segment revenues, profit or loss, assets and liabilities and other material items

Group	6 months ended 28/2/23 S\$'000	6 months ended 28/2/22 S\$'000
Revenue		
Total revenue for reportable segments	4,163	4,764
Elimination of inter-segment revenue	(329)	(407)
Revenue from continuing and discontinued operations	<u>3,834</u>	<u>4,357</u>
Profit or loss		
Total profit before tax for reportable segments	407	2,338
Unallocated amounts:		
- Other corporate expenses	(27)	(92)
Profit before tax from continuing and discontinued operations	<u>380</u>	<u>2,246</u>
	12 months ended 28/2/23 S\$'000	12 months ended 28/2/22 S\$'000
Revenue		
Total revenue for reportable segments	8,572	8,993
Elimination of inter-segment revenue	(734)	(756)
Revenue from continuing and discontinued operations	<u>7,838</u>	<u>8,237</u>
Profit or loss		
Total profit before tax for reportable segments	811	2,939
Unallocated amounts:		
- Other corporate expenses	(27)	(355)
Profit before tax from continuing and discontinued operations	<u>784</u>	<u>2,584</u>

5. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 28 February 2023 and 28 February 2022:

	Group 28/2/2023 S\$'000	Group 28/2/2022 S\$'000	Company 28/2/2023 S\$'000	Company 28/2/2022 S\$'000
Financial Assets not measured at fair value				
Cash and cash equivalents (Amortised cost)	3,867	13,417	1,158	10,820
Other financial assets (Amortised cost)	9,981	-	9,981	-
Trade and other receivables (Amortised cost) *	1,975	2,243	67	175
	15,823	15,660	11,206	10,995
Financial Liabilities not measured at fair value				
Trade and other payables (Amortised cost)	(1,104)	(1,383)	(4,885)	(4,833)

* Excludes prepayment

6. Profit before tax

6.1 Significant items

Profit before tax for the period/year included the following:

Group	6 months ended 28/2/2023 S\$'000	6 months ended 28/2/2022 S\$'000	12 months ended 28/2/2023 S\$'000	12 months ended 28/2/2022 S\$'000
Interest income	(154)	(3)	(171)	(5)
Depreciation expense of plant and equipment	343	124	709	227
Reversal of impairment on plant and equipment	-	(1,379)	-	(1,379)
Reversal of impairment loss on trade receivable	(7)	(41)	(7)	(41)
Bad debts written off	20	10	23	12
Inventories written down	121	-	121	-
Gain on disposal of plant and equipment	(25)	(22)	(33)	(33)
Loss on sale of joint venture	-	-	-	36
Foreign exchange loss/(gain)	(19)	4	(39)	(5)

6.2 Related party transactions

The Company has existing agreements for the lease of its staff accommodation with a director of the Company, Mr Lee Sai Sing. Rental paid under this agreement for the financial year ended 28 February 2023 amounted to S\$67,500. There are no other material related party transactions apart from those disclosed elsewhere in the financial statements.

7. Taxation

The Group calculates the 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:

Group	6 months	6 months	12 months	12 months
	ended	ended	ended	ended
	28/2/2023	28/2/2022	28/2/2023	28/2/2022
	S\$'000	S\$'000	S\$'000	S\$'000
Current tax expense				
- Current year	27	43	40	86
- Changes in estimates related in prior years	-	(29)	-	(29)
	27	14	40	57
Deferred tax				
- Movements in temporary differences	(83)	94	(83)	85
- Changes in estimates related in prior years	-	-	-	-
	(83)	94	(83)	85
Total tax expense/(credit)	(56)	108	(43)	142

8. Earnings per share

The calculation of earnings per share (on basic and on a fully diluted basis) was based on weighted number of shares of 104,290,800 (Half Year/ Full Year ended 28/2/2022: 90,220,663) in issue during the 6 months and full year ended 28 February 2023, respectively.

9. Dividends

	12 months ended 28/2/2023 S\$'000	12 months ended 28/2/2022 S\$'000
(a) Ordinary - Final (Proposed)	Nil	1,043
(b) Preference	Nil	Nil
(c) Total	Nil	1,043

10. Net asset value

	Group 28/2/2023	Group 28/2/2022	Company 28/2/2023	Company 28/2/2022
Net asset value per ordinary share (cents)*	16.59	16.89	15.62	16.12

*Net asset value per ordinary share based on issued share capital at the end of the year excludes NCI's share of the Group's net assets.

11. Plant and equipment

During the six months ended 28 February 2023, the Group acquired assets amounting to S\$33,000 (28 February 2022: S\$184,000) and disposed assets with a net book value of S\$39,000 (28 February 2022: S\$39,000).

During the previous financial year ended 28 February 2022, the Group had assessed the recoverable amount of the concrete pump equipment based on the present value of the future cash flows expected to be derived from the concrete pumping services segment (i.e. value in use). Based on the impairment assessment performed, the recoverable amount was determined to be in excess of the carrying amount of the plant and equipment, and a reversal of impairment loss of \$1,379,000 was recognized.

12. Group's borrowings and debt securities

Amount repayable in one year or less, or on demand

As at 28/2/2023 (S\$'000)		As at 28/2/2022 (S\$'000)	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Amount repayable after one year

As at 28/2/2023 (S\$'000)		As at 28/2/2022 (S\$'000)	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collateral

The Company's banking and overdraft facilities are secured by a fixed and floating charge of up to S\$1,500,000 (28/2/2022: S\$1,500,000) on the Company's assets. The facilities were not utilised as at 28 February 2023.

13. Share capital

	28 February 2023		28 February 2022	
	No. of shares	S\$	No. of shares	S\$
The Group and the Company				
At beginning of the financial year	104,290,800	16,048,764	69,590,800	11,190,764
Issue of ordinary shares by share placement	-	-	34,700,000	4,858,000
At end of the financial year	104,290,800	16,048,764	104,290,800	16,048,764

On 27 July 2021, 34,700,000 ordinary shares in the share capital of the Company were issued, pursuant to Section 161 of the Companies Act and the listing rules of the Singapore Exchange Securities Trading Limited, with an issue price of \$0.14 per share. All issued shares were fully paid.

The Company did not hold any treasury shares as at 28 February 2023.

The Company's subsidiaries did not hold any shares in the Company as at 28 February 2023 and 28 February 2022.

14. Subsequent events

a) The acquisition of the property at 160 Paya Lebar Road #07-09 Orion @ Paya Lebar Singapore 409022 by TMC Pumping System Pte Ltd (the Company's subsidiary) for a total consideration of S\$1,530,000 was completed on 18 April 2023.

b) The Company had on 3 April 2023 entered into a sale and purchase agreement with NHB Group Limited for the proposed acquisition by the Company of the entire issued and paid-up share capital of Hong Kong NHB Group Limited, a private company limited by shares incorporated in Hong Kong for an aggregate consideration of HK\$10,000 (approximately S\$1,700). The aggregate net tangible assets value and book value attributable to the shares of Hong Kong NHB Group Limited was approximately HK\$10,000.

F. OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2

1. Review

The condensed consolidated statement of financial position of Abundante Limited and its subsidiaries as at 28 February 2023 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

2. Review of performance of the group

Continuing operations

Group turnover fell by 5% to S\$7.84 million for the year ended 28 February 2023 compared with S\$8.24 million for the previous year. There was a slight increase in concrete pumping sales by 2% to S\$6.69 million from S\$6.53 million. However the increase was offset by lower turnover from the waste management business of S\$1.15 million, a reduction of 33% from S\$1.71 million of the previous year as a result of stiff competition.

Gross profit was down at S\$1.49 million compared with S\$2.62 million of the previous year. This was due mainly to an increase in depreciation of plant and equipment from S\$227,000 to S\$709,000, following a reversal of impairment loss on plant and equipment of S\$1.38 million in the previous financial year. The lower gross profit was also caused by the surge in fuel prices which saw an increase in diesel cost of S\$370,000.

Consequently, group profit attributable to owners declined by 66% to S\$829,000 compared with S\$2.44 million for the previous year. Part of the last year's profit arose from a reversal of impairment loss on plant and equipment of S\$1.38 million. Selling, general and administrative expenses were S\$1.03 million compared to S\$1.48 million of the previous year. The fall was due primarily to a provision for executive director's bonus of S\$128,000 and professional expenses incurred of approximately S\$150,000 for the purposes of a mandatory general offer and a share placement in the previous year. Costs control and better management of manpower resources have also contributed to the reduction in selling, general and administrative expenses.

Discontinued operations

The Group ceased its ready-mixed concrete operation in early 2019 due to deteriorating market conditions in Malaysia. Loss attributable to owners from discontinued operations was S\$5,000 as compared to S\$3,000 of the previous year.

Review of Statement of Financial Position and Cash Flows

In tandem with the fall in business activities, trade and other receivables were down from S\$2.36 million to S\$2.19 million while trade and other payables decreased from S\$1.38 million to S\$1.10 million. Cash and cash equivalents of the Group was S\$3.87 million compared with S\$13.42 million in the previous year end as a result of a placement of S\$9.98 million in SGS treasury bills.

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

No forecast was previously provided.

4. 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 construction demand in Singapore reached S\$29.8 billion in 2022, almost the same as in 2021. The Building and Construction Authority has projected construction demand to remain strong in 2023, with total construction demand ranging between S\$27 billion to S\$32 billion and the public sector forming about 60% of the total construction demand. The global economy continues to remain uncertain, driven mainly by higher interest rates, as well as inflationary pressures caused by the Russian-Ukraine conflict and US-China tensions.

The Group expects to continue to face challenging operating conditions due to increase in labour cost as well as the rise of related cost such as accommodation and high cost of recruiting migrant workers. Profit margins also erode due to rise in rental and material costs such as diesel and steel. The Group will continuously monitor its operational constraints and implement necessary measures to minimise these inflationary pressures.

The Group will remain focus on maintaining a healthy balance sheet and will be disciplined in its capital management as it navigates through this tough environment. The Group will be selective and strategic in looking for any new business acquisitions and investments with the aim to deliver sustainable returns to its shareholders.

5. Dividend

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and No.

(b)(i) Current financial period reported on

Name of dividend	Nil
Dividend type	Nil
Amount per share	Nil

(b)(ii) Corresponding period of the immediate preceding financial year

Name of dividend	Final (Proposed)
Dividend type	Cash
Amount per share	1 cent (one tier tax exempt)

(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).

Please refer to 5(b)(i).

(d) The date the dividend is payable.

NA.

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

NA.

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

No dividend has been declared for the current financial year as the Group is still monitoring its profitability.

7. 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). If no IPT mandate has been obtained, a statement to that effect.

NA.

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

The Company confirms that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) pursuant to Rule 720(1) of the SGX-ST Listing Manual.

9. Disclosure of persons occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive office 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.

None of the persons occupying managerial positions in the issuer or any of its principal subsidiaries is a relative of a director or chief executive officer or substantial shareholder of the issuer.

BY ORDER OF THE BOARD

Tan Kok Hiang
Chairman

Lee Sai Sing
Executive Director

21 April 2023