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GALLANT VENTURE LTD.
INTERIM FINANCIAL RESULTS
FOR THE FIRST HALF ENDED 30 JUNE 2021

Contents | Page

FINANCIAL STATEMENTS

(a) Condensed interim consolidated statement of profit or loss

	Note	The Group 6 months ended 30 June 2021 $'000	6 months ended 30 June 2020 $'000	Incr/(Decr) %
Continuing operations				
Revenue	5	**72,559**	71,528	1
Cost of sales		**(53,526)**	(58,516)	(9)
Gross profit		**19,033**	13,012	46
Other income		**(3,590)**	71	n.m
General and administrative expenses		**(7,649)**	(9,511)	(20)
Other operating expenses		**(11,476)**	(11,893)	(4)
Share of associate companies' results		**(7,641)**	(241)	n.m
Finance costs		**(8,542)**	(11,341)	(25)
Loss from continuing operations, before tax		**(19,865)**	(19,903)	(0)
Taxation	6(b)	**(6,804)**	(5,997)	13
Loss from continuing operations, net of tax	6(a)	**(26,669)**	(25,900)	3
Loss from discontinued operations, net of tax		**-**	(642,733)	n.m
Loss for the period		**(26,669)**	(668,633)	(96)
Attributable to:				
Equity holders of the Company				
- Loss from continuing operations, net of tax		**(25,251)**	(24,744)	2
- Loss from discontinued operation, net of tax		**-**	(628,387)	n.m
		(25,251)	(653,131)	(96)
Non-controlling				
- Loss from continuing operations, net of tax		**(1,418)**	(1,156)	23
- Loss from discontinued operation, net of tax		**-**	(14,346)	n.m
		(1,418)	(15,502)	(91)
Loss for the period		**(26,669)**	(668,633)	(96)
		Cents	**Cents**	
Loss per share	7			
From continuing and discontinued operations				
- Basic		**(0.465)**	(12.040)	
- Diluted		**(0.465)**	(12.040)	
From continuing operations				
- Basic		**(0.465)**	(0.456)	
- Diluted		**(0.465)**	(0.456)	
From discontinued operation				
- Basic		**-**	(11.584)	
- Diluted		**-**	(11.584)	

"n.m" denotes not meaningful

FINANCIAL STATEMENTS

(b) Condensed interim consolidated statement of comprehensive income

	Note	The Group 6 months ended 30 June 2021 $'000	6 months ended 30 June 2020 $'000	Incr/(Decr) %
Loss for the period		**(26,669)**	(668,633)	(96)
Other comprehensive (loss)/income after taxation:				
Items that are/may be reclassified subsequently to profit or loss				
Change in fair value of cash flow hedges, net of tax		**-**	(6,712)	n.m
Currency translation differences from foreign subsidiaries		**(58)**	(8,074)	(99)
Realisation of reserves upon deconsolidation of subsidiaries		**-**	32,514	n.m
Share of other comprehensive income of associates				
- Currency translation differences		**(8,078)**	6,031	n.m
- Fair value of cash flow hedges		**10,313**	3,399	n.m
Items that will not be reclassified subsequently to profit or loss				
Remeasurements of defined benefit plans		**-**	(6)	n.m
Share of other comprehensive loss of associates				
- Fair value changes arising during the period		**(4,556)**	-	n.m
- Remeasurements of defined benefit plans		**(3,095)**	(291)	n.m
Other comprehensive (loss)/income for the period after taxation		**(5,474)**	26,861	n.m
Total comprehensive loss for the period		**(32,143)**	(641,772)	(95)
Total comprehensive loss attributable to:				
Equity holders of the Company				
- Total comprehensive loss from continuing operations, net of tax		**(30,723)**	(15,516)	98
- Total comprehensive loss from discontinued operations, net of tax		**-**	(361,447)	n.m
		(30,723)	(376,963)	(92)
Non-controlling interests				
- Total comprehensive loss from continuing operations, net of tax		**(1,420)**	(1,154)	23
- Total comprehensive loss from discontinued operations, net of tax		**-**	(263,655)	n.m
		(1,420)	(264,809)	(99)
		(32,143)	(641,772)	(95)

"n.m" denotes not meaningful

FINANCIAL STATEMENTS

(c) Condensed interim consolidated statement of financial position

	Note	The Group 30 June 2021 $'000	The Group 31 December 2020 $'000	The Company 30 June 2021 $'000	The Company 31 December 2020 $'000
Assets					
Non-Current					
Intangible assets	10	**199**	197	**-**	-
Property, plant and equipment	11	**137,014**	139,475	**33**	80
Right-of-use assets		**4,017**	4,379	**2,332**	2,558
Investment properties	12	**96,852**	102,594	**-**	-
Subsidiaries	13	**-**	-	**1,122,085**	1,122,085
Associates	14	**371,414**	355,097	**381,948**	381,948
Deferred tax assets		**1,622**	1,638	**-**	-
Other non-current assets		**1,427**	5,413	**155**	155
		612,545	608,793	**1,506,553**	1,506,826
Current					
Land inventories		**596,947**	596,376	**-**	-
Other inventories		**8,710**	8,627	**-**	-
Trade and other receivables		**65,267**	70,740	**73,484**	65,788
Cash and cash equivalents		**152,976**	106,807	**787**	745
		823,900	782,550	**74,271**	66,533
Total assets		**1,436,445**	1,391,343	**1,580,824**	1,573,359
Equity and Liabilities					
Equity					
Share capital	15	**1,958,546**	1,958,546	**1,958,546**	1,958,546
Treasury shares	16	**(50)**	(50)	**(50)**	(50)
Accumulated losses		**(1,232,582)**	(1,207,331)	**(1,280,715)**	(1,262,795)
Reserves		**84,827**	60,925	**80,000**	80,000
Equity attributable to equity holders of the Company		**810,741**	812,090	**757,781**	775,701
Non-controlling interests		**12,134**	13,554	**-**	-
Total equity		**822,875**	825,644	**757,781**	775,701
Liabilities					
Non-Current					
Deferred tax liabilities		**1,879**	1,901	**-**	-
Borrowings	17	**377,488**	4,271	**277,867**	-
Employee benefits liabilities		**15,742**	16,281	**-**	-
Other non-current liabilities		**28,247**	25,966	**88**	88
Lease liabilities	17	**3,465**	3,448	**2,147**	2,378
Contract liabilities		**16,602**	16,738	**-**	-
		443,423	68,605	**280,102**	2,466
Current					
Borrowings	17	**30,426**	339,001	**391,237**	667,314
Lease liabilities	17	**842**	1,047	**403**	234
Trade and other payables		**128,360**	145,905	**151,217**	126,211
Contract liabilities		**4,223**	2,667	**-**	-
Current tax payable		**6,296**	8,474	**84**	1,433
		170,147	497,094	**542,941**	795,192
Total liabilities		**613,570**	565,699	**823,043**	797,658
Total equity and liabilities		**1,436,445**	1,391,343	**1,580,824**	1,573,359

FINANCIAL STATEMENTS

(d) Condensed interim consolidated statement of changes in equity (The Group)

	Attributable to equity holders of the Company										
	Share Capital $'000	Treasury Shares $'000	Capital Reserve $'000	Translation Reserve $'000	Hedging Reserve $'000	Fair Value Reserve $'000	Other Reserves $'000	Accumulated Losses $'000	Total $'000	Non-controlling Interests $'000	Total Equity $'000
Balance as at 1 January 2021	**1,958,546**	**(50)**	**80,000**	**(12,607)**	**(6,956)**	**-**	**488**	**(1,207,331)**	**812,090**	**13,554**	**825,644**
Loss for the period	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(25,251)**	**(25,251)**	**(1,418)**	**(26,669)**
Share of OCI of associates	**-**	**-**	**-**	**(8,078)**	**10,313**	**(4,556)**	**(3,095)**	**-**	**(5,416)**	**-**	**(5,416)**
Other comprehensive loss	**-**	**-**	**-**	**(56)**	**-**	**-**	**-**	**-**	**(56)**	**(2)**	**(58)**
Total comprehensive (loss)/income for the period	**-**	**-**	**-**	**(8,134)**	**10,313**	**(4,556)**	**(3,095)**	**(25,251)**	**(30,723)**	**(1,420)**	**(32,143)**
Share of reserves of associates	**-**	**-**	**-**	**-**	**-**	**-**	**29,374**	**-**	**29,374**	**-**	**29,374**
Balance as at 30 June 2021	**1,958,546**	**(50)**	**80,000**	**(20,741)**	**3,357**	**(4,556)**	**26,767**	**(1,232,582)**	**810,741**	**12,134**	**822,875**
Balance as at 1 January 2020	1,958,546	(50)	(105,771)	(94,675)	(14,612)	24,124	26,546	(547,610)	1,246,498	272,642	1,519,140
Loss for the period	-	-	-	-	-	-	-	(653,131)	(653,131)	(15,502)	(668,633)
Share of OCI of associates	-	-	-	6,031	3,399	-	(291)	-	9,139	-	9,139
Other comprehensive (loss)/income	-	-	-	(4,962)	(4,900)	-	378	-	(9,484)	(5,308)	(14,792)
Realisation of reserves upon deconsolidation of subsidiaries	-	-	185,771	95,648	19,512	(24,124)	(28,019)	27,725	276,513	(243,999)	32,514
Total comprehensive income/(loss) for the period	-	-	185,771	96,717	18,011	(24,124)	(27,932)	(625,406)	(376,963)	(264,809)	(641,772)
Changes in interest in subsidiaries and effect of transaction with non-controlling interests	-	-	-	-	-	-	115	-	115	7,473	7,588
Share of reserves of associates	-	-	-	-	-	-	(667)	-	(667)	-	(667)
Balance as at 30 June 2020	1,958,546	(50)	80,000	2,042	3,399	-	(1,938)	(1,173,016)	868,983	15,306	884,289

FINANCIAL STATEMENTS

(d) Condensed interim consolidated statement of changes in equity (The Company)

	Share Capital $'000	Treasury Shares $'000	Capital reserve $'000	Accumulated losses $'000	Total $'000
Balance as at 1 January 2021	**1,958,546**	**(50)**	**80,000**	**(1,262,795)**	**775,701**
Total comprehensive loss for the period	**-**	**-**	**-**	**(17,920)**	**(17,920)**
Balance as at 30 June 2021	**1,958,546**	**(50)**	**80,000**	**(1,280,715)**	**757,781**
Balance as at 1 January 2020	1,958,546	(50)	80,000	(280,912)	1,757,584
Total comprehensive loss for the period	-	-	-	(977,674)	(977,674)
Balance as at 30 June 2020	1,958,546	(50)	80,000	(1,258,586)	779,910

FINANCIAL STATEMENTS

(e) Condensed interim consolidated statement of cash flows

		The Group	
	Note	6 months ended 30 June 2021 $'000	6 months ended 30 June 2020 $'000
Cash Flows from Operating Activities			
Loss before taxation from continuing operations		**(19,865)**	(19,903)
Loss before taxation from discontinued operations	18	**-**	(641,256)
Adjustments for:			
Amortisation of intangible assets	10	**28**	6,813
Depreciation of property, plant and equipment, investment properties and right-of-use assets		**15,106**	46,823
Gain on disposal of property, plant and equipment	11	**-**	(146)
Write off unamortised transaction costs in relation to previous bank borrowings		**2,758**	-
Net impairment of trade and other receivables		**65**	18,011
Loss on sales of foreclosed assets		**-**	4,474
Provision for employees' benefits		**587**	2,657
Net loss on deconsolidation or disposal of subsidiaries	18	**-**	595,708
Interest expense		**8,542**	75,154
Interest income		**(1,401)**	(11,085)
Share of associate companies' results		**7,641**	5,052
Operating profit before working capital changes		**13,461**	**82,302**
Increase in land inventories		**(571)**	(504)
(Increase)/decrease in other inventories		**(86)**	15,780
Decrease in operating receivables		**9,516**	94,389
Decrease in operating payables and contract liabilities		**(16,885)**	(25,577)
Cash generated from operating activities		**5,435**	**166,390**
Income tax paid		**(8,823)**	(37,699)
Interest paid		**(8,566)**	(127,883)
Interest received		**1,258**	2,363
Employee benefit paid		**(412)**	(311)
Net cash (used in)/generated from operating activities		**(11,108)**	**2,860**
Cash Flows from Investing Activities			
Acquisition of intangible assets	10	**(30)**	(13)
Acquisition of property, plant and equipment		**(6,619)**	(34,552)
Acquisition of investment properties	12	**-**	(1,015)
Proceeds from disposal of property, plant and equipment		**5**	653
Net outflow on deconsolidation or disposal of subsidiaries	18	**-**	(284,257)
Proceeds from sale of equity instruments at fair value through other comprehensive income		**-**	31,130
Addition in investments		**-**	(7,421)
Placement of restricted cash and time deposits		**-**	(2,819)
Net cash used in investing activities		**(6,644)**	**(298,294)**
Cash Flows from Financing Activities			
Repayment of debt securities		**-**	(44,802)
Payment of principal portion of lease liabilities		**(703)**	(1,086)
Acquisition of capital stock contribution of NCI		**-**	(1,274)
Proceeds from borrowings		**396,097**	1,359,018
Repayment of borrowings		**(331,454)**	(1,151,738)
Net cash generated from financing activities		**63,940**	**160,118**
Increase/(decrease) in cash and cash equivalents		**46,188**	(135,316)
Cash and cash equivalents at beginning of period		**106,807**	230,524
Effect of currency translation on cash and cash equivalents		**(19)**	13,424
Cash and cash equivalents at end of period		**152,976**	**108,632**

(f) Notes to the condensed interim consolidated financial statements

1 General information

The Company is incorporated and domiciled in Singapore with its registered office and the principal place of business at 3 HarbourFront Place #16-01 HarbourFront Tower Two, Singapore 099254. The Company is listed on the Mainboard of Singapore Exchange Securities Trading Limited (“SGX-ST”).

These condensed interim consolidated financial statements as at and for the six months ended 30 June 2021, comprise the Company and its subsidiaries (“the Group”). The principal activity of the Company is investment holding. The principal activities of the Group are:

(a) utilities provider;
(b) master planner and developer of industrial parks;
(c) property development; and
(d) resort operations

2(a) Basis of preparation

The condensed interim financial statements for the six months ended 30 June 2021 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 31 December 2020.

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(b). The condensed interim financial statements are presented in Singapore Dollar which is the Company’s functional currency. All financial information, presented in Singapore Dollar, is rounded to the nearest thousand ($’000) unless otherwise stated.

2(b) 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(c) Use of judgments 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 2020.

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.

(f) Notes to the condensed interim consolidated financial statements

2(c) Use of judgments and estimates

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

(i) Going Concern

As at 30 June 2021, the Company's current liabilities exceeded its current assets by S$468,670,000 (31 December 2020 – S$728,659,000). The Company's net current liability position is mainly due to the Company's loan from subsidiaries of S$381,249,000 (31 December 2020 – S$379,643,000) and amount owing to its subsidiaries of S$75,298,000 (31 December 2020 – S$57,471,000). Excluding the loans and amount owing to its subsidiaries, the Company's net current liabilities is S$12,123,000 as at 30 June 2021 (31 December 2020 – net current liabilities S$23,103,000). The financial statements have been prepared on a going concern basis as the Company is able to meet its current liabilities obligation for the next twelve months from the dividend through its subsidiaries, financing through capital market and the subsidiaries not to recall the loan under the instruction from the Company.

As at 30 June 2021, the Group has cash and cash equivalents of S$152,976,000 (31 December 2020 – S$106,807,000) and net current assets of S$653,753,000 (31 December 2020 – S$285,456,000) which is able to support its working capital requirements. The Group has outstanding borrowings of S$30,426,000 as at 30 June 2021 (31 December 2020 – S$339,001,000) which is due within 12 months after end of reporting period.

The Group is of the view that the preparation of financial statements on a going concern basis is appropriate having regards the following reasons:

- the Group secured a new term loan and revolving loan facilities, arranged by PT Bank Mandiri (Persero) Tbk, of up to an aggregate principle amount of US$295,000,000 with a tenure of 5 years. The loans were used to refinance its existing syndicated loans. (Note 17);
- the Group is able to continue to raise funds through bank borrowings and capital market; and
- the Group is able to collect its total trade receivables as they fall due to settle its current liabilities.

(ii) Classification of properties as investment properties (Note 12)

The Group classifies certain buildings and improvements as investment properties as these are leased out to earn rental income. The Group has assessed and determined that an insignificant portion of investment properties is held for own use in supply of building management services and/or for administration purposes.

(iii) Investment in Associates (Note 14)

The Group's equity interest in PT IMAS was diluted from 71.49% to 49.49% as a result of the Group's decision not to participate in PT IMAS's right issue in Year 2020. Significant judgement is required in determining whether the Group has lost control over its investee company but continue to exercise significant influence in PT IMAS, by its ability to participate in the financial and operating policy decisions of PT IMAS. Judgement is required when the Group assessed whether it has control or able to exercise significant influence through its percentages of voting rights together with its ability to participate in the financial and operating decisions of the Board of Directors and Board of Commissioners. The carrying amount of the Group's investment in PT IMAS as at 30 June 2021 is S$361,415,000 (31 December 2020 – S$345,605,000).

(f) Notes to the condensed interim consolidated financial statements

2(c) Use of judgments and estimates

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next interim period are included in the following notes:

(i) Impairment assessment of goodwill (Note 10)

Goodwill is tested for impairment annually and whenever there are indications that the goodwill may be impaired. The assessment of impairment of goodwill is determine based on the recoverable amount of the Group's smallest cash-generating units ("CGU"), either at the business segment or entity level. The recoverable amount of the CGU is determined based on value-in-use calculation.

This calculation uses cash flow projections based on financial budgets approved by management covering a five-year period and use of estimates (Note 10). In 2020, the carrying amount of goodwill of S$427,460,000 allocated to the automotive business segments was derecognised on the deconsolidation of PT IMAS (Note 18).

(ii) Impairment assessment of investment in subsidiaries and associates (Notes 13 and 14)

Determining whether investments in subsidiaries and associates are impaired requires an estimation of the recoverable amount which is the higher of fair value less costs of disposal and value-in-use. The value-in-use calculation requires the Company to estimate the future cash flows expected from the cash generating units and an appropriate discount rate in order to calculate the present value of the future cash flows. Fair value less costs of disposal is determined based on the revalued net assets value. Management has evaluated the recoverability of the investments based on such key assumptions and estimates. If the present value of estimated future cash flows decreased by 1% from management's estimates, is not likely to materially affect the carrying amount.

The carrying amount of the Company's investment in subsidiaries and investment in associates as at 30 June 2021 are S$1,122,085,000 (31 December 2020 – S$1,122,085,000) and S$381,948,000 (31 December 2020 – S$381,948,000) respectively.

(iii) Impairment assessment of property, plant and equipment (Note 11)

Determining whether property, plant and equipment are impaired requires an estimation of the recoverable amount which is the higher of fair value less costs of disposal and value-in-use. The value-in-use calculation requires the Group to estimate the future cash flow expected from the cash generating units and an appropriate discount rate in order to calculate the present value of the future cash flows. Fair value less costs of disposal is determined by external valuers based on either the market approach, cost approach or a combination of both. Management has evaluated the recoverability of the property, plant and equipment based on such key assumptions and estimates. If the present value of estimated future cash flows decreased by 1% from management's estimates, is not likely to materially affect the carrying amount.

The carrying amount of the Group's property, plant and equipment as at 30 June 2021 is S$137,014,000 (31 December 2020 – S$139,475,000).

3 Significant events and transactions

Although the COVID-19 pandemic has continued to affect the Group's resort and tourism related performance, the Group's industrial parks have performed well and expected to see continued growth in this segment and will contribute positively to the utilities segment. The Group has reviewed the risks impacted by the COVID-19 but has not identified any risks could impact the financial position of the Group as at 30 June 2021. The Group has sufficient liquidity to service its ongoing operating activities, financial commitments and ongoing investment for its industrial parks.

(f) Notes to the condensed interim consolidated financial statements

4 Seasonal fluctuations

Save for the resort operations segment, the Group's businesses are generally not affected significantly by seasonal or cyclical factors during the financial period. Historically, the peak demand for the Group's ferry services and resort related services is in first quarter, June and December of each year that coincides with school holidays.

5 Segment and revenue information

(a) Segment information

The Group is organised into the following reportable operating segments as follows:-

(i) Industrial parks segment

Industrial parks segment is engaged in activities consisting of the development, construction, operation and maintenance of industrial properties in Batam Island and Bintan Island together with the supporting infrastructure activities.

(ii) Utilities segment

Utilities segment is engaged in the activities of provision of electricity and water supply, telecommunication services and waste management and sewage treatment services to the industrial parks in Batam Island and Bintan Island as well as resorts in Bintan Island.

(iii) Resort operations segment

The resort operations segment is engaged in the activities of provision of services to resort operators in Bintan Resort including ferry terminal operations, workers accommodation, security, fire-fighting services and facilities required by resort operators.

(iv) Property development segment

Property development segment is engaged in the activities of developing industrial and resort properties in Batam Island and Bintan Island.

(v) Automotive segment (discontinued operations)

PT IMAS is considered as one operating segment and is organised into automotive segment because the decisions for resource allocation and performance assessment are made directly by the board of PT IMAS, taking into account the opinion of the Company's Board. The automotive segment is engaged in activities of vehicle sales distribution, after sales services, vehicle ownership financing, spare part distribution, vehicle assembly, automotive parts manufacturing and other related supporting services.

These operating segments are reported in a manner consistent with internal reporting provided to the management who are responsible for allocating resources and assessing performance of the operating segments

(b) Geographical segments

The Group operates mainly in Indonesia. Accordingly, analysis by geographical segments is not presented.

(f) Notes to the condensed interim consolidated financial statements

5 Segment and revenue information

(c) Reportable segments

The Group	Industrial parks $'000	Utilities $'000	Resort operations $'000	Property development $'000	Corporate $'000	(Discontinued operation) Automotive $'000	Adjustment/ Elimination $'000	Total $'000
6 months ended 30 June 2021								
Operating revenue								
External sales	19,348	50,916	491	1,804	-	-	-	72,559
Inter segment sales	-	-	5	65	-	-	(70)	-
Total revenue	19,348	50,916	496	1,869	-	-	(70)	72,559
Segment results								
Profit/(loss) from operations	5,216	14,577	(9,261)	(4,291)	(9,923)	-	-	(3,682)
Share of associates' results								(7,641)
Finance costs								(8,542)
Loss before taxation								(19,865)
Taxation								(6,804)
Loss after taxation								(26,669)
30 June 2021								
Assets and liabilities								
Segment assets	100,226	121,051	16,143	667,977	5,036	-	-	910,433
Associates								371,414
Unallocated corporate assets								154,598
Total assets								1,436,445
Segment liabilities	28,812	52,161	8,283	29,387	85,134	-	-	203,777
Unallocated corporate liabilities								409,793
Total liabilities								613,570

(f) Notes to the condensed interim consolidated financial statements

5 Segment and revenue information (Cont'd)

(c) Reportable segments (Cont'd)

The Group	Industrial parks $'000	Utilities $'000	Resort operations $'000	Property development $'000	Corporate $'000	(Discontinued operation) Automotive $'000	Adjustment/ Elimination $'000	Total $'000
6 months ended 30 June 2020								
Operating revenue								
External sales	17,199	49,543	4,771	15	-	600,278	(600,278)	71,528
Inter segment sales	-	-	10	71	-	-	(81)	-
Total revenue	17,199	49,543	4,781	86	-	600,278	(600,359)	71,528
Segment results								
Profit/(loss) from operations	1,785	14,495	(6,917)	(8,450)	(9,234)	(578,203)	578,203	(8,321)
Share of associates' results								(241)
Finance costs								(11,341)
Loss before taxation								(19,903)
Taxation								(5,997)
Loss after taxation								(25,900)
30 June 2020								
Assets and liabilities								
Segment assets	103,225	110,282	31,824	670,040	25,310	-	-	940,681
Associates								398,634
Unallocated corporate assets								110,626
Total assets								1,449,941
Segment liabilities	27,727	49,616	10,794	59,101	50,678	-	-	197,916
Unallocated corporate liabilities								367,736
Total liabilities								565,652

(f) Notes to the condensed interim consolidated financial statements

5 Segment and revenue information (Cont'd)

(d) Disaggregated revenue information

	6 months ended 30 June 2021				
Segments	**Industrial park $'000**	**Utilities $'000**	**Resort operations $'000**	**Property development $'000**	**Total $'000**
Type of goods or services					
Rendering of services	**2,491**	**-**	**176**	**-**	**2,667**
Electricity and water supply	**-**	**48,990**	**-**	**-**	**48,990**
Sale of residential units/land	**930**	**-**	**-**	**1,800**	**2,730**
Golf revenue	**555**	**-**	**-**	**-**	**555**
Ferry services	**-**	**-**	**5**	**-**	**5**
Rental and related income	**14,690**	**-**	**191**	**4**	**14,885**
Telecommunication	**-**	**1,926**	**-**	**-**	**1,926**
Others	**682**	**-**	**119**	**-**	**801**
Total revenue	**19,348**	**50,916**	**491**	**1,804**	**72,559**
Timing of revenue recognition					
At a point in time	**4,799**	**48,990**	**95**	**1,800**	**55,684**
Over time	**14,549**	**1,926**	**396**	**4**	**16,875**
Total revenue	**19,348**	**50,916**	**491**	**1,804**	**72,559**

	6 months ended 30 June 2020				
Segments	**Industrial park $'000**	**Utilities $'000**	**Resort operations $'000**	**Property development $'000**	**Total $'000**
Type of goods or services					
Rendering of services	2,398	-	373	-	2,771
Electricity and water supply	-	47,920	-	-	47,920
Sale of residential units	-	-	-	-	-
Golf revenue	988	-	-	-	988
Ferry services	-	-	3,625	-	3,625
Rental and related income	13,363	-	412	15	13,790
Telecommunication	-	1,623	-	-	1,623
Others	450	-	361	-	811
Total revenue	17,199	49,543	4,771	15	71,528
Timing of revenue recognition					
At a point in time	4,097	47,920	4,013	-	56,030
Over time	13,102	1,623	758	15	15,498
Total revenue	17,199	49,543	4,771	15	71,528

(f) Notes to the condensed interim consolidated financial statements

6 Loss from continuing operations, net of tax

6(a) Significant items

The loss from continuing operations, net of tax has been arrived after charging/(crediting) the following significant items:-

		The Group	
	Note	6 months ended 30 June 2021 $'000	6 months ended 30 June 2020 $'000
Amortisation of intangible assets	10	**28**	52
Depreciation of property, plant and equipment and right-of-use asset		**9,381**	10,390
Depreciation of investment properties	12	**5,725**	8,231
Gain on disposal of property, plant and equipment		**-**	(27)
Allowance of impairment loss for trade and other receivables		**65**	14
Provision for employee benefits		**587**	680
Write off unamortised transaction costs in relation to the previous bank borrowings		**2,758**	-
Exchange loss		**2,473**	2,053
Interest income		**(1,401)**	(1,576)
Interest expense		**8,542**	11,341

6(b) 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:

	The Group	
	6 months ended 30 June 2021 $'000	6 months ended 30 June 2020 $'000
Current income tax expense	**6,735**	6,011
Deferred income tax expense/(income) relating to origination and reversal of temporary differences	**69**	(14)
	6,804	5,997

7 Loss per share

The basic loss per share is calculated based on the consolidated losses attributable to owners of the parent divided by the weighted average number of shares in issue of 5,424,848,361 (30 June 2020 - 5,424,848,361) shares during the financial period.

Fully diluted loss per share was calculated on the consolidated losses attributable to owners of the parent divided by 5,674,848,361 (30 June 2020 - 5,674,848,361) ordinary shares. The number of ordinary shares is calculated based on the weighted average number of shares in issue during the financial period adjusted for the effects of the dilutive issuable shares from the convertible bond. Dilutive potential ordinary shares are deemed to have been converted into ordinary shares at the beginning of the year or if later, the date of the issue of the potential ordinary shares.

FINANCIAL STATEMENTS

(f) Notes to the condensed interim consolidated financial statements

7 Loss per share (Cont'd)

There are 250,000,000 shares granted under the conversion right of the convertible bonds that have not been included in the calculation of diluted loss per share because they are anti-dilutive.

The calculation of basic and diluted loss per share is based on:

(i) Loss used in calculating loss per share

	The Group	
	6 months ended 30 June 2021 $'000	**6 months ended 30 June 2020 $'000**
Loss attributable to equity holders of the Company		
- Continuing operations	**(25,251)**	(24,744)
- Discontinued operations	**-**	(628,387)
	(25,251)	(653,131)

(ii) Weighted average number of ordinary shares used in calculating loss per share

	The Group	
	6 months ended 30 June 2021 '000	6 months ended 30 June 2020 '000
Weighted average number of ordinary shares for basic loss per share	**5,424,848**	5,424,848
Effects of dilution:		
Assumed conversion of convertible bond	**250,000**	250,000
Weighted average number of ordinary shares for diluted loss per share	**5,674,848**	5,674,848

The conversion right of convertible bond as at 30 June 2021 and 31 December 2020 were 250,000,000 and 250,000,000 respectively.

8 Net asset value

	The Group		The Company	
	30 June 2021	31 December 2020	**30 June 2021**	31 December 2020
Net asset value per ordinary share	**15.17 cents**	15.22 cents	**13.97 cents**	14.30 cents

The net asset value per ordinary share is calculated using the Group's net assets value as at end of each period divided by the share capital of 5,424,848,361 ordinary shares as at 30 June 2021 and 31 December 2020 respectively.

9 Dividends

The Board of Directors ("Board") does not recommend any dividends for 1H 2021 as the Company is committing its cash resources to further develop and expand its Industrial Parks businesses.

(f) Notes to the condensed interim consolidated financial statements

10 Intangible assets

	The Group			The Company	
	Goodwill	Computer software	Total	Computer software	Total
	$'000	$'000	$'000	$'000	$'000
At 31 December 2020					
Cost	-	2,030	2,030	676	676
Accumulated amortisation	-	1,833	1,833	676	676
Net book value	-	197	197	-	-
6 months ended 30 June 2021					
Opening net book value	-	197	197	-	-
Additions	-	**30**	**30**	-	-
Amortisation charge	-	**(28)**	**(28)**	-	-
Closing net book value	-	**199**	**199**	-	-

10(a) Goodwill impairment

For the purpose of goodwill impairment testing, the carrying amount of goodwill is allocated to the Group's cash-generating units ("CGU") identified according to business segments. The recoverable amount of a CGU was determined based on value-in-use calculation. The value-in-use calculation is a discounted cash flow model using cash flow projections based on financial budgets approved by management covering a five-year period.

FINANCIAL STATEMENTS

(f) Notes to the condensed interim consolidated financial statements

11 Property, plant and equipment

The Group	Leasehold land and improve -ments $'000	Land improve -ments and landfill $'000	Building and infrastru -ctures $'000	Golf course $'000	Utilities plant and machinery $'000	Machinery and equipment $'000	Vessels and ferry equipment $'000	Working wharf and reservoir $'000	Transport -ation equipment and vehicles $'000	Furniture, fixtures and equipment $'000	Construc -tion in progress $'000	Total $'000
At 31 December 2020												
Cost	97,846	9,535	223,318	25,307	285,992	93,731	57,494	11,698	5,838	24,621	220	835,600
Accumulated depreciation	(32,939)	(9,245)	(213,189)	(14,653)	(267,848)	(80,159)	(42,374)	(10,181)	(5,284)	(20,253)	-	(696,125)
Net book value	64,907	290	10,129	10,654	18,144	13,572	15,120	1,517	554	4,368	220	139,475
6 months ended 30 June 2021												
Opening net book value	64,907	290	10,129	10,654	18,144	13,572	15,120	1,517	554	4,368	220	139,475
Additions	**64**	**-**	**-**	**-**	**551**	**559**	**107**	**-**	**58**	**159**	**4,774**	**6,272**
Exchange differences	**-**	**-**	**(11)**	**-**	**-**	**(34)**	**-**	**-**	**(2)**	**-**	**(4)**	**(51)**
Reclassification/transfers	**-**	**-**	**-**	**-**	**-**	**27**	**-**	**-**	**-**	**-**	**(34)**	**(7)**
Depreciation for the period	**(896)**	**(140)**	**(1,372)**	**(272)**	**(2,418)**	**(1,249)**	**(1,339)**	**(196)**	**(163)**	**(630)**	**-**	**(8,675)**
Closing net book value	**64,075**	**150**	**8,746**	**10,382**	**16,277**	**12,875**	**13,888**	**1,321**	**447**	**3,897**	**4,956**	**137,014**
The Company												
At 31 December 2020												
Cost	242	-	-	-	-	282	-	-	-	126	-	650
Accumulated depreciation	(210)	-	-	-	-	(249)	-	-	-	(111)		(570)
Net book value	32	-	-	-	-	33	-	-	-	15		80
6 months ended 30 June 2021												
Opening net book value	32	-	-	-	-	33	-	-	-	15		80
Depreciation for the period	**(24)**	**-**	**-**	**-**	**-**	**(12)**	**-**	**-**	**-**	**(11)**	**-**	**(47)**
Closing net book value	**8**	**-**	**-**	**-**	**-**	**21**	**-**	**-**	**-**	**4**	**-**	**33**

(f) Notes to the condensed interim consolidated financial statements

12 Investment properties

The Group's investment properties consist of factories, dormitories, commercial complex and housing in Batamindo Industrial Park and Batamindo Executive Village in Batam Island and Bintan Inti Industrial Estate and villas in Bintan Island. Investment properties of the Group are held mainly for use by tenants under operating leases.

Investment properties are accounted for using the cost model and are depreciated on a straight-line basis over their estimated useful lives and impaired if necessary. Management estimates the useful lives of these investment properties to be within 3 to 30 years. The carrying value of the investment properties are reviewed when events or changes in circumstances indicate the carrying value may not be recoverable.

The Group	**$'000**
At 31 December 2020	
Cost	599,152
Accumulated depreciation	(496,558)
Net book value	102,594
6 months ended 30 June 2021	
Opening net book value	102,594
Translation differences	**(17)**
Depreciation for the period	**(5,725)**
Closing net book value	**96,852**

13 Subsidiaries

The Company	**30 June 2021 $'000**	**31 December 2020 $'000**
At cost:		
- unquoted equity securities		
- Balance on beginning of period/year	**1,122,085**	1,131,815
- Impairment loss	**-**	(9,730)
- Balance at end of period/year	**1,122,085**	1,122,085

Management has determined that a subsidiary is considered material to the Group if the Group's share of its net tangible assets represents 20% or more of the Group's consolidated net tangible assets, or if the Group's share of its revenue accounts for 10% or more of the Group's consolidated revenue.

During the period, the Group carried out a review of the recoverable amounts of its investment in subsidiaries in view of the continuing losses in certain subsidiaries. The recoverable amount was determined based on the higher of fair value less costs of disposal and value-in-use calculation. The value-in-use calculation is a discounted cash flow model using cash flow projections based on financial budgets approved by management covering a five-year period. Cash flows beyond five-year period were extrapolated using the estimated growth rates stated below. The estimated of value-in-use was determined using gross margin of 22.27% to 43.81% (31 December 2020 - 8.29% to 21.53%), growth rate of 2.03% to 4.10% (31 December 2020 - 1.14% to 5.07%) and discount rate of 8.09% to 9.78% (31 December 2020 - 9.66% to 11.05%). Fair value less costs of disposal is determined based on revalued net assets value. Based on the assessment, no impairment loss was recognised.

FINANCIAL STATEMENTS

(f) Notes to the condensed interim consolidated financial statements

14 Associates

The Company	30 June 2021 $'000	31 December 2020 $'000
Quoted equity investment, at cost		
Beginning of the period/year	**381,948**	-
Additions during the period/year	**-**	381,948
Balance at end of the period/year	**381,948**	381,948

The Group	30 June 2021 $'000	31 December 2020 $'000
Carrying amount		
Beginning of the period/year	355,097	149,940
Additions during the period/year	**-**	389,514
	355,097	539,454
Share of post-acquisition profit/(loss) and reserves, net of dividend received	**16,317**	(41,069)
Deconsolidation of subsidiaries	**-**	(143,288)
Balance at end of the period/year	**371,414**	355,097

15 Share capital

The Company and The Group	No. of ordinary share 30 June 2021	No. of ordinary share 31 December 2020	Amount 30 June 2021 $'000	Amount 31 December 2020 $'000
Issued and fully paid:				
Beginning and end of the period/year	**5,425,298,361**	5,425,298,361	**1,958,546**	1,958,546

All issued ordinary shares are fully paid. There is no par value for these ordinary shares.

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

16 Treasury share

The Company and The Group	No. of ordinary share 30 June 2021	No. of ordinary share 31 December 2020	Amount 30 June 2021 $'000	Amount 31 December 2020 $'000
Beginning and end of the period/year	**450,000**	450,000	**(50)**	(50)

(f) Notes to the condensed interim consolidated financial statements

17 Borrowings

		Group	
		30 June 2021 $'000	31 December 2020 $'000
(i)	Amount payable in one year or less, or on demand		
	Secured	**30,426**	339,001
	Unsecured	**842**	1,047
		31,268	340,048
(ii)	Amount repayable after one year		
	Secured	**377,488**	4,271
	Unsecured	**3,465**	3,448
		380,953	7,719
	TOTAL	**412,221**	347,767

Note: The Group's borrowings include lease liabilities.

(i) On 24 June 2021, the Company and its subsidiary, PT Batamindo Investment Cakrawala ("PT BIC"), have obtained term loan facilities and revolving loan facilities of up to an aggregate principal amount of US$295,000,000 with a tenure of 5 years ("the New Facilities"), arranged by PT Bank Mandiri (Persero) Tbk. The New Facilities bear annual interest which is the aggregate of a margin of 4.35% and the applicable 3 months LIBOR. The proceeds of the New Facilities were used to refinance in full the Group's syndicated bank borrowings ("the Existing Facilities"), funding the debt service reserve account of the New Facilities and payment of fees, costs and expenses relating to the New Facilities. The terms and conditions of the New Facilities are substantially similar to those of the Existing Facilities.

(ii) Key terms of the New Facilities are as follows:-

The New Facilities are secured by the Company's and its subsidiaries' assets as follows:-

(a) Mortgage of certain land titles of PT Batamindo Investment Cakrawala ("PT BIC"), PT Bintan Inti Industrial Estate ("PT BIIE"), PT Bintan Resort Cakrawala ("PT BRC"), PT Buana Megawisatama ("PT BMW") and PT Surya Bangun Pertiwi ("PT SBP");

(b) Charge on bank accounts of PT BIC, PT BIIE, PT BRC, PT BMW, PT SBP, Bintan Resort Ferries Private Limited ("BRF") and the Company;

(c) Fiducia Security over insurance claim proceeds, receivables and movable assets of PT BIC and PT BIIE; and

(d) Pledge of PT IMAS shares.

Certain covenants, among others, that need to be maintained at the end of each testing period are:

(a) Net Debt to Adjusted EBITDA shall not exceed between 4.50 to 9.00;

(b) Debt Service Cover shall not be less than 1.25;

(c) Minimum Net Worth shall not at any time be less than S$650 million; and

(d) Cash balance shall not at any time be less than S$50 million.

(f) Notes to the condensed interim consolidated financial statements

17 Borrowings (Cont'd)

In the Company's Annual Report for the financial year ended 31 December 2020 and in particular, Note 19(iii) of the "Notes to the Financial Statements", it was disclosed that as at 31 December 2020, the Group and the Company had breached the loan covenant requirement for the maintenance of Net debts to EBITDA not exceeding 5.75. As a result, the Group's borrowings under the Existing Facilities as at 31 December 2020 were reclassified to current liabilities as the breach of such covenant would constitute a default. However, the lenders had granted a waiver on the non-compliance of the covenant for the financial year ended 31 December 2020 as of the date of the issuance of the financial statements. With the New Facilities, the Group and the Company are no longer in breach of this Net Debt to Adjusted EBITDA covenant.

18 Discontinued operations

On 30 April 2020, 4 May 2020 and 10 June 2020, the Company announced its decision not to subscribe its proportionate entitlement of its subsidiary, PT IMAS's issuance of new shares with pre-emptive rights. The Company lost its control to govern PT IMAS's financial and operating policies while retained only significant influence after its shareholding in PT IMAS was diluted from 71.49% to 49.49% and deconsolidated from the Group with effect from 1 June 2020 and was reported in the financial statements for the half-year ending 30 June 2020 as a discontinued operations. Financial information relating to the discontinued operation for the period to the date of deconsolidation is set out below. For further information about the discontinued operation, please refer to Note 7(a) in the Group's annual financial statement for the year ended 31 December 2020.

(a) The value of assets and liabilities deconsolidated in the consolidated financial statements, and the effects of the deconsolidation of PT IMAS were:-

	30 June 2020 $'000
Carrying value of net assets	945,142
Less: Non-controlling interests	(243,999)
Add: Realisation of reserves	276,513
Net assets derecognised	977,656
Loss on deconsolidation	
Fair value of net assets retained of 49.49% in equity interest	381,948
Net assets deconsolidated	(977,656)
Loss on deconsolidation of subsidiaries	(595,708)
Effect of the deconsolidation on cash flows	
Cash consideration	-
Cash balance in subsidiaries deconsolidated	(284,257)
Net cash outflows arising on deconsolidation	(284,257)

(f) Notes to the condensed interim consolidated financial statements

18 Discontinued operations (Cont'd)

(b) The financial performance and cash flow information presented reflects the operations for the five months before deconsolidation and the net loss on deconsolidation of S$595,708,000 as follows:-

	6 months ended 30 June 2020 $'000
Revenue	600,278
Cost of sales	(468,117)
Gross profit	132,161
Other income	21,797
General and administrative expenses	(82,224)
Other operating expenses	(48,658)
Share of associate companies' results	(4,811)
Finance costs	(63,813)
Loss before taxation	(45,548)
Taxation	(1,479)
Loss after taxation	(47,027)
Loss on deconsolidation of subsidiaries	(595,708)
Loss from discontinued operations, net of tax	(642,735)
Attributable to:	
Equity holders of the Company	(628,389)
Non-controlling interests	(14,346)
	(642,735)
Loss per share (in cents) from discontinued operations	
- Basic	(11.584)
- Diluted	(11.584)
Net cash outflow from operating activities	(11,732)
Net cash outflow from investing activities	(4,654)
Net cash inflow from financing activities	152,552
Net cash inflow	136,166

19 Related party transactions

There are no material related party transactions apart from those disclosed elsewhere in the financial statements

20 Financial assets and financial liabilities

The fair values of financial assets are as follows:

	The Group		The Company	
	30 June 2021 $'000	**31 December 2020 $'000**	**30 June 2021 $'000**	**31 December 2020 $'000**
Financial assets at amortised cost				
Trade and other receivables	**51,973**	66,670	**73,252**	65,726
Cash and cash equivalents	**152,976**	106,807	**787**	745
Other non-current assets	**1,254**	3,947	**155**	155
	206,203	177,424	**74,194**	66,626

(f) Notes to the condensed interim consolidated financial statements

20 Financial assets and financial liabilities (Cont'd)

The fair values of financial liabilities are as follows:

	The Group		The Company	
	30 June 2021 $'000	**31 December 2020 $'000**	**30 June 2021 $'000**	**31 December 2020 $'000**
Financial liabilities at amortised cost				
Trade and other payables	**128,360**	145,905	**151,217**	126,211
Borrowings	**407,914**	343,272	**669,104**	667,314
Other non-current liabilities	**28,247**	25,966	**88**	88
Lease liabilities	**4,307**	4,495	**2,550**	2,612
	568,828	519,638	**822,959**	796,225

21 Fair value measurement

Financial assets and financial liabilities measured at fair value in the statements of financial position are grouped into three levels of a fair value hierarchy. The three levels are defined based on the observability of significant inputs to the measurement as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3: unobservable inputs for the asset or liability.

The Group did not have any financial assets and financial liabilities measured at fair value in the statements of financial position that grouped into three levels of a fair value hierarchy as at 30 June 2021 and 31 December 2020.

22 Subsequent events

Subsequent to the period ended 30 June 2021, the Company has further announced on 6 July 2021 that the proposed acquisition of 66.25% interest in Singapore-Bintan Resort Holdings Pte Ltd ("SBRH") for S$4,942,000 has been completed and 38,306,922 new ordinary shares in the capital of the Company have been allotted and issued to the SBRH Selling Shareholders in accordance with the terms of their respective SPAs.

The fair value of the Group's share of the identifiable net assets of SBRH has been provisionally determined at S$3,371,000 and the purchased goodwill amounted to S$1,571,000. The financial effects of the above transaction have not been brought to account at 30 June 2021. The operating results and assets and liability of SBRH will be brought to account from 6 July 2021.

Following Completion:

(a) the issued share capital of the Company has increased from 5,424,848,361 to 5,463,155,283 Shares. The new shares will been credited as fully-paid, free from all encumbrances and rank pari passu in all respects with the Shares in issue as at the date of Completion; and

(b) SBRH will become a subsidiary of the Company, and the Group, and the Group's effective interest in PT Bintan Resort Cakrawala will increase from 86.77% to 95.53%and its effective interest in Bintan Resort Ferries Private Limited will increase from 90.74% to 96.87%.

OTHER INFORMATION

(g) Review of financial statements

The condensed consolidated statements of financial position of the Company and its subsidiaries as at 30 June 2021 and the related condensed consolidated statement of profit or loss, condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period ended and certain explanatory notes have not been audited or reviewed.

The Group's latest financial statements for the financial year ended 31 December 2020 are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

(h) 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 (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.

As per the Company's announcement on 30 April 2020, 4 May 2020, 10 June 2020 and 25 August 2020 in relation to the Group's shareholding in PT IMAS being diluted from 71.49% to 49.49% as a result of the Company for not subscribing to its proportionate entitlement of PT IMAS's issuance of new shares with pre-emptive rights, PT IMAS was deconsolidated with effect from June 2020. The operating performance of PT IMAS prior to deconsolidation, together with the net loss on deconsolidation of S$595.7 million has been presented separately under "discontinued operations" on the income statement.

Half Year 2021 (1H 2021) vs. Half Year 2020 (1H 2020)

Profit or Loss

The Group revenue was S$72.6 million, 1.5% higher than 1H 2020's S$71.5 million and was mainly due to higher revenue from rental and related income and utilities driven by the improved occupancy from the industrial parks segment coupled with the contribution of S$1.8 million from property development segment but was substantially offset by lower utilities revenue in the resort segment, ferry services and tourism related services as a result of the ongoing COVID-19 pandemic and consequential travel restrictions imposed in the region.

The Group's cost of sales decreased from S$58.5 million in 1H 2020 to 1H 2021's S$53.5 million and was mainly due to cost saving measures and lower depreciation expenses. The Group's cost of sales to revenue ratio was 0.74 in 1H 2021 as compared to 0.82 in 1H 2020. Accordingly, the Group's gross profit increased from S$13.0 million in 1H 2020 to S$19.0 million in 1H 2021.

The Group's "other income" was S$3.6 million expenses as compared to S$0.1 million income in 1H 2020 and was mainly due to the write off of the remaining unamortised transaction costs of S$2.8 million in relation to the Group's previous syndicated bank borrowings which the Group refinanced with a term and revolving credit facilities in June 2021.

The Group's "general and administrative expenses" was S$7.6 million as compared to 1H 2020's S$9.5 million and was mainly due to lower manpower related costs.

The Group's "other operating expenses" was S$11.5 million as compared to 1H 2020's S$11.9 million and was mainly due to lower repairs and maintenance expenses.

The Group's 1H 2021 "share of associate companies' results was S$7.6 million loss as compared to 1H 2020's S$0.2 million loss and mainly due to equity accounting of S$8.2 million loss for the Group's 49.49% share of PT IMAS's results covering an 6-month period from 1 January to 30 June 2021 as compared to S$0.5 million loss covering an 1 month period from 1 Jun 2020 to 30 June 2020 in the previous period.

Group's "finance costs" was S$8.5 million as compared to 1H 2020's S$11.3 million and was mainly due to repayment of external bank borrowings.

The Group's net loss from continuing and including discontinued operations attributable to equity holder of the Company was S$25.3 million as compared to 1H 2020's S$24.7 million and S$653.1 million respectively.

Financial position

The Group's total assets of S$1,436.4 million as at 30 June 2021 were S$45.1 million higher than as at the previous year end.

The Group's property, plant and equipment and investment properties were lower than as at previous year end mainly due to depreciation. Increase in associates in the current year was mainly due to share of higher other reserves from its associated companies. The increase in current assets was mainly due to higher cash and cash equivalents from the net proceeds received from the increased bank borrowings.

The Group's total liabilities of S$613.6 million, were S$47.9 million higher than the previous year end and was mainly due to increase in bank borrowings but partially offset by lower payables. The Group's debts as at 30 June 2021 were S$412.2 million as compared to S$347.8 million as at 31 December 2020.

Cash Flow

For the period under review, net cash outflow from operating activities was S$11.1 million as compared to S$2.9 million cash inflow the previous period. The cash generated from operating activities of S$17.4 million was used to finance the payment of income tax and interest.

The Group had net cash outflow of S$6.6 million from investing activities as compared to S$298.3 million in the previous period and was mainly due to the net outflow on deconsolidation of IMAS.

The Group had net cash inflow of S$63.9 million from financing activities as compared to S$160.1 million in the previous period and was mainly due to lower proceeds from the borrowings.

The Group's cash and cash equivalents was S$153.0 million as at 30 June 2021 compared with S$106.8 million as at 31 December 2020.

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

No forecast or prospect statement has been previously disclosed.

(j) 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 demand for utilities, ferry services and tourism related services in the resort segment continues to be impacted by ongoing COVID-19 pandemic related travel restrictions. Notwithstanding the foregoing, our Industrial parks continue to perform well. The demand for our industrial spaces remains high and we expect to see continued growth in occupancy and yield. The Group has started construction of new factories in Batamindo Industrial park and this will add new industrial spaces through Year 2022. Increased industrial activities will contribute positively to our utilities segment.

While we are positive on the recovery of the tourism sectors with large-scale vaccination rollouts on a global scale and the gradual re-opening of international travel, we continue to maintain a cautious outlook for the rest of Year 2021 and will exercise prudence and vigilance in managing our businesses and cash flow to safeguard our financial position.

(k) If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 902(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

Name of interested Person	Nature of Relationship	Aggregate value of all interested person transactions entered into during financial year under review (excluding transactions less than S$100,000 and transactions conducted under Shareholders' Mandate pursuant to Rule 920 of the Listing Manual)	Aggregate value of all interested person transactions conducted under Shareholder's Mandate pursuant to Rule 920 of the Listing Manual (excluding transactions less than S$100,000)
		S$'000	**S$'000**
Sales of Goods and Services			
Salim Group	See Note (1)	N.A	**5,068**
IMAS Group	See Note (2)	N.A	**10,620**
Purchase of Goods and Services			
Salim Group	See Note (1)	N.A	**8,808**
Interest Income			
Salim Group	See Note (1)	N.A	**448**

Note:

(1) Salim Group refers to Mr Anthoni Salim and the group of companies controlled by him or, if the context requires, Mr Anthoni Salim.

(2) IMAS Group refers to PT Indomobil Sukses Internasional Tbk, its subsidiaries and associated companies.

(l) Confirmation that the issuer has procured undertakings from all its directors and executive officers.

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

(m) Confirmation pursuant to Rule 705(5) of the Listing Manual.

The Board of Directors of Gallant Venture Ltd. confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim financial results of the Group and the Company for the First Half Financial Statements for the period ended 30 June 2021 to be false or misleading in any material aspect.

BY THE ORDER OF THE BOARD

CHOO KOK KIONG
EXECUTIVE DIRECTOR AND COMPANY SECRETARY
6 AUGUST 2021