

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF YEAR AND FULL YEAR RESULTS

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

	Group							
	Q2 Jul to Sept 23	Q2 Jul to Sept 22	Increase/(Decrease)		HY ended 30/09/2023	HY ended 30/09/2022	Increase/ (Decrease) Sept 2023 vs Sept 2022	
	S\$'000	S\$'000	S\$'000	%	S\$'000	S\$'000	S\$'000	%
Revenue	4,080	5,962	(1,882)	(31.57)	8,113	11,673	(3,560)	(30.50)
Cost of sales	(1,945)	(3,045)	1,100	(36.12)	(3,965)	(5,917)	1,952	(32.99)
Gross Profit	2,135	2,917	(782)	(26.81)	4,148	5,756	(1,608)	(27.94)
Other operating income	334	362	(28)	(7.73)	426	488	(62)	(12.70)
Administrative expenses	(1,811)	(1,466)	(345)	23.53	(3,435)	(2,868)	(567)	19.77
Distribution and marketing costs	(417)	(447)	30	(6.71)	(783)	(903)	120	(13.29)
Other operating expenses	(381)	(873)	492	(56.36)	(636)	(1,725)	1,089	(63.13)
Finance costs	(93)	(114)	21	(18.42)	(205)	(220)	15	(6.82)
(Loss)/ Profit before taxation	(233)	379	(612)	(161.48)	(485)	528	(1,013)	(191.86)
Taxation	(25)	(18)	(7)	38.89	(150)	(71)	(79)	111.27
(Loss)/ Profit after taxation	(258)	361	(619)	(171.47)	(635)	457	(1,092)	(238.95)
(Loss)/ Profit attributable to: Equity holders of the Company	(258)	361	(619)	(171.47)	(635)	457	(1,092)	(238.95)

Profit/ (Loss) for the period is arrived after charging / (crediting) the following items:

	Q2 Jul to Sept 23	Q2 Jul to Sept 22	Increase/ (Decrease)		HY ended 30/09/2023	HY ended 30/09/2022	Increase/ (Decrease)	
	S\$'000	S\$'000	S\$'000	%	S\$'000	S\$'000	S\$'000	%
	Interest income	(1)	(10)	9	(90.00)	(13)	(21)	8
Interest expense	92	110	(18)	(16.36)	202	212	(10)	(4.72)
Depreciation of property, plant & equipment	27	36	(9)	(25.00)	48	71	(23)	(32.39)
Amortisation of right of use assets	225	753	(528)	nm	515	1,444	(929)	nm
Foreign exchange (gain)/loss net	(410)	26	(436)	(1,676.92)	(180)	122	(302)	(247.54)
Allowance for stock obsolescences	-	(2)	2	(100.00)	-	-	-	nm
Impairment loss on trade receivables	(165)	88	(253)	(287.50)	6	88	(82)	(93.18)

nm – not meaningful

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

	Q2	Q2	Increase/(Decrease)		HY ended	HY ended	Increase/ (Decrease)	
	Jul to Sept 23	Jul to Sept 22	S\$'000	%	30/09/2023	30/09/2022	S\$'000	%
Profit/(Loss) for the year	(258)	361	(619)	(171.47)	(635)	457	(1,092)	(238.95)
Net change in fair value of available-for- sale financial assets reclassified to profit or loss, at nil tax	-	-	-	-	-	-	-	-
Foreign currency translation differences – foreign operations, at nil tax	(20)	(222)	202	(90.99)	(334)	(335)	1	(0.30)
Other comprehensive (loss)/income for the period/ year	(20)	(222)	202	(90.99)	(334)	(335)	1	(0.30)
Total comprehensive (loss)/income for the year attributable to owners of the Company	(278)	139	(417)	(300.00)	(969)	122	(1,091)	(894.26)

1(c)(i) A balance sheet (for the Issuer and Group), together with a comparative statement as at the end of the immediate preceding financial year

	Group		Company	
	As at 30 Sept 2023	As at 31 Mar 2023	As at 30 Sept 2023	As at 31 Mar 2023
ASSETS:	S\$'000	S\$'000	S\$'000	S\$'000
Non-Current Assets				
Property, plant and equipment	493	543	-	-
Rights of use assets	3,884	4,442	-	-
Deferred tax assets	7	7	-	-
	4,384	4,992	-	-
Current Assets:				
Inventories, at cost	7,551	7,396	-	-
Amount due from subsidiaries	-	-	156	217
Trade receivables	1,471	1,739	-	-
Other receivables	8,505	8,433	14,586	14,527
Cash and cash equivalents	1,498	1,864	14	48
	19,025	19,432	14,756	14,792
Total assets	23,409	24,424	14,756	14,792
EQUITY AND LIABILITIES:				
Capital and Reserve				
Share capital	39,949	39,949	39,949	39,949
Reserves	(38,353)	(37,379)	(31,285)	(31,011)
	1,596	2,570	8,664	8,938
Non-current liabilities				
Borrowings	670	943	-	-
Deferred income	11	11	-	-
Deferred taxation	96	96	-	-
	777	1,050	-	-
Current Liabilities				
Trade payables	675	580	-	-
Other payables	7,960	7,650	4,234	3,968
Contract Liabilities	3,241	3,089	-	-
Amount due to a subsidiary	-	-	1,796	1,824
Amount due to directors	337	351	62	62
Provision for taxation	-	-	-	-
Borrowings	8,823	9,134	-	-
	21,036	20,804	6,092	5,854
Total equity and liabilities	23,409	24,424	14,756	14,792

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1(c)(ii) Aggregate amount of the Group's borrowings and debt securities.

	As at 30 September 2023		As at 31 March 2023	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Amount repayable in one year or less, or on demand	8,823	-	9,134	-
Amount repayable after one year	670	-	943	-

Details of any collateral

All bank facilities are secured and guaranteed by the Company, except those of Malaysia subsidiaries which are secured and guaranteed by one or more of the following:-

- a guarantee given by the Company;
- a guarantee given by a subsidiary;
- first legal mortgage of the Group's leasehold properties;
- debenture over a subsidiary's present and future fixed and floating assets.

1(d) A cash flow statement (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group	
	HY ended 30/09/2023	HY ended 30/09/2022
	S\$'000	S\$'000
Cash Flows from operating activities		
Profit /(Loss) before taxation	(485)	456
Adjustments for:-		
Amortisation of land use rights	-	-
Amortisation of right of use assets	515	1,444
Depreciation of property, plant and equipment	48	74
Trade receivables written off	-	-
(Gain)/ loss on disposal of property, plant & equipment	(7)	-
(Gain)/ loss on disposal of investment property	-	-
(Gain)/ loss on disposal of subsidiary	-	-
Allowance for impairment loss for trade & other receivables	6	-
Interest expense	205	212
Interest income	(13)	(21)
Operating profit/(loss) before working capital changes	269	2,165
Changes in inventories	(527)	(924)
Changes in operating receivables	41	373
Changes in operating payables	503	584
Changes in contract liabilities	308	(1,292)
Net cash generated from/(used in) operations	594	906
Interest expense	(202)	(212)
Income tax (paid)/refunded	(155)	(176)
Net cash generated from/(used in) operating activities	237	518
Cash Flows generated from/(used in) investing activities		
Acquisition of property, plant and equipment	(28)	(101)
Acquisition of right of use assets	-	(2,077)
Proceed from disposal of property, plant and equipment	7	-
Proceeds from disposal of investment property	-	-
Proceed from available-for-sales of financial assets	-	-
Interest received	13	21
Net cash generated from/(used in) investing activities	(8)	(2,157)
Cash Flows generated from/(used in) financing activities		
Repayment of bank loans	-	(65)
Proceeds from bank loan	-	-
Loan from/(Repayment to) directors	-	10
Repayment of trust receipts and bills payable	(283)	(452)
Proceeds from disposal of subsidiary	-	-
Advance from /(Repayment to) directors	-	-
Proceeds from finance lease liabilities	-	2,419
Repayment of finance lease liabilities	(576)	(1,727)
Net cash generated from/(used in) financing activities	(859)	185
Net increase/(decrease) in cash & cash equivalents	(630)	(1,454)
Cash & cash equivalents at beginning of the period	(4,017)	(1,704)
Net effect of exchange rate changes on balance of cash and cash equivalents at beginning of the year	(3)	(188)
Cash and cash equivalents at end of the period	(4,650)	(3,346)

Group	
HY ended 30/09/2023	HY ended 30/09/2022
S\$'000	S\$'000
1,498	2,476
-	-
(6,148)	(5,822)
(4,650)	(3,346)

Note 1:

Cash and cash equivalents at end of the period

Cash and bank balances
Fixed deposit
Bank overdraft

1(d)(i) A statement (for the issuer and the 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 equity holders of the Company							
	Exchange Translation Reserves	Statutory Common Reserve	Capital Reserve	Merger Reserve	Fair Value Reserve	Retained earnings	Share Capital	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Group								
2023/2024								
Balance as at 1 Apr 2023	(5,255)	-	838	(3,282)	-	(29,681)	39,949	2,569
Profit/(Loss) for the period	-	-	-	-	-	(635)	-	(635)
Other comprehensive income/(loss)	(338)	-	-	-	-	-	-	(338)
Balance at 30 Sept 2023	(5,593)	-	838	(3,282)	-	(30,316)	39,949	1,596
2022/2023								
Balance as at 1 Apr 2022	(5,505)	-	838	(3,282)	-	(28,353)	39,949	3,647
Profit/(Loss) for the period	-	-	-	-	-	457	-	457
Movement in reserves	-	-	-	-	-	-	-	-
Other comprehensive income/(loss)	(335)	-	-	-	-	-	-	(335)
Balance at 30 Sept 2022	(5,840)	-	838	(3,282)	-	(27,896)	39,949	3,769

Company

2023/2024

Balance as at 1 Apr 2023
Loss for the period
Balance at 30 Sept 2023

2022/2023

Balance as at 1 Apr 2022
Loss for the period
Balance at 30 Sept 2022

Retained earnings	Share Capital	Total Equity
S\$'000	S\$'000	S\$'000
(31,011)	39,949	8,938
(273)	-	(273)
(31,284)	39,949	8,665
(30,635)	39,949	9,314
(98)	-	(98)
(30,733)	39,949	9,216

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

Issue and fully paid	Ordinary Shares
Balance as at 1 April 2023 and 30 September 2023	<u>439,400,466</u>

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.

The Company	At 30/09/2023	At 31/03/2023
Total number of issued shares	439,400,466	439,400,466
Total number of issued shares excluding treasury shares	<u>439,400,466</u>	<u>439,400,466</u>

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

The Company has no treasury shares as at 31 March 2023 and 30 September 2023.

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

The figures have neither been audited nor reviewed by the Company's auditors.

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

Not applicable.

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

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

The latest financial statements have not been audited by the auditors

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

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.

Except as disclosed in the paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of the Group's financial statements for the current reporting period as compared with its audited financial statements for the period ended 31 March 2023.

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 effect of, the change.

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial period compared with the unaudited annual financial statements for the financial year ended 31 March 2022, except for the adoption of certain new and revised Financial Reporting Standards ("FRS") and Interpretations to FRS ("INT FRS") that became effective for the annual period beginning on or after 1 January 2023.

The adoption of these new and revised FRS and INT FRS from the effective date is not expected to result in any material adjustments or substantial impact to the financial statements of the Group for the current financial reporting period reported on.

6. Profit/(Loss) 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.

Profit/(Loss) per ordinary share:

Based on weighted average number of ordinary shares in issue

- On fully diluted basis

Group	
Half Year ended 30 Sept 2023	Half Year ended 30 Sept 2022
(0.14) cents	0.10 cents
(0.14) cents	0.10 cents

The earnings per share of the Group for the period ended 30 September 2022 was computed based on the weighted average number of shares in issue of 439,400,466 (30 September 2022: 439,400,466)

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

Group		Company	
30.09.2023	31.03.2023	30.09.2023	31.03.2023
0.36 cents	0.58 cents	1.97 cents	2.03 cents

Net asset value per share for the period based on the number of shares in issue.

The net asset value per ordinary share is based on the number of shares in issue of 439,400,466 as at 30 September 2022 (31 March 2023: 439,400,466).

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 commentary on income statement for period ended 30 September 2023

Revenue

The Group registered a lower revenue amounting to S\$8.11 million for the six months ended 30 September 2023 ("HY2024") compared to S\$11.67 million in the previous corresponding period ("HY2023"). The decrease in revenue of S\$3.56 million was due to lower revenue generated from its Furniture segment. This was attributable to lower sales generated from all its business units in Singapore, Malaysia and Taiwan. The lower sales were due to decreased retail and export sales made during the period under review arising from lower demand for furniture from both local and export customers. No revenue was generated by its Building material segment for HY2024

Cost of Goods Sold and Gross Profit

Cost of sales decreased by S\$1.95 million from S\$5.92 million to S\$3.96 million. The lower cost of sales was mainly due to lower material consumed and lesser purchases of finished goods arising from reduction in sales volume during the six months period under review. Gross profit also decreased by S\$1.61 million in HY2024 compared to HY2023 because of lower sales volume.

Other operating income

Other operating income decreased by S\$0.06 million to S\$0.43 million in HY2024 compared to S\$0.49 million in HY2023. The decrease was mainly attributed to increase in gain on foreign exchange differences offset by decrease in transportation income, interest income and sundry income.

Administrative expense

Administrative expense increased by S\$0.57 million compared to S\$2.87 million in HY2023. The increase was mainly due to lesser reclassification of rental expenses to lease liabilities for ROU assets in its Malaysia and Taiwan business units according to accounting standard SFRS 16 on Leases for the period under review.

Distribution and Marketing costs

Distribution and Marketing cost was S\$0.12 million lower than S\$0.90 million in HY2023. The decrease was the results of lower distribution cost in its Malaysia and Taiwan business units offset by higher distribution cost in its Singapore business unit.

Other operating expense

Other operating expense decreased by S\$1.09 million from S\$1.73 million in HY2023 to S\$0.64 million in HY2024. This was mainly attributable to lower amortisation of right of use assets, depreciation of property, plant and equipment, loss in foreign exchange differences and allowance for stock obsolescences for the period under review.

Finance cost

Finance cost decrease slightly at S\$0.01 million in HY2024. This was due to lower lease interest for rights-of use assets recognised in the period under review.

Taxation

Income tax expense of the Group increased by S\$0.07 million for the period under review compared to HY2023. This was mainly attributable to tax paid by its business unit in Taiwan.

Loss for the period

The Group reported a loss of \$0.64 million in HY2024 compared to a profit of S\$0.46 million in HY2023. The factors attributing to the loss were explained above.

Balance Sheet

Non-Current Assets

Non-current assets of the Group decreased by S\$0.61 million from S\$4.99 million as at 31 March 2023 to S\$1.38 million as at 30 September 2023. This was mainly attributable to depreciation charges of property, plant and equipment and right of use assets.

Current Assets

<u>Other receivables</u>	30/9/2023	31/3/2023	Variance
	S\$'000	S\$'000	S\$'000
Other debtors	7,211	7,189	22
Deposits	944	925	19
Advance to suppliers	98	35	63
Prepayments	160	192	(32)
Tax recoverable	92	92	-
	<u>8,505</u>	<u>8,433</u>	72

The Group's reported current assets amounted to approximately S\$19.02 million as at 30 September 2023. (31 March 2023: S\$19.43 million). This was mainly due to increase in inventories offset by decrease in operating receivables and cash and cash equivalents.

The increase in inventories was mainly due to lower allowance for stock obsolescence during the six months period.

The increase of other receivables was due to the higher other debtors, deposits paid and advance to supplier offset by lower prepayments.

Non-Current Liabilities

The Group's non-current liabilities decreased to S\$0.78 million from S\$1.05 million as at 31 March 2023. This was mainly due to decrease in non-current portion of bank borrowings.

Current Liabilities

<u>Other payables</u>	30/9/2023	31/3/2023	Variance
	S\$'000	S\$'000	S\$'000
Other creditors	2,843	2,913	(70)
Deposits received	-	25	(25)
Accruals	5,117	4,712	405
	<u>7,960</u>	<u>7,650</u>	310

The Group's current liabilities position increased from S\$20.80 million as at 31 March 2023 to S\$21.04 million as at 30 September 2023. This was mainly attributable to increase in trade payables, other payables and contract liabilities offset by decrease in amount due to directors and bank borrowings.

The increase in trade payables was attributable to lesser payment of trade payables for the six months period.

The increase in other payables was due to increase in accruals offset by decrease in other creditors and deposit received.

Capital and Reserves

As at 30 September 2023, the Group had a shareholders' equity of S\$1.59 million compared to S\$2.57 million at 31 March 2023. This was due to adverse results achieved during the six months period.

Cash flow Statement

For the six months period under review, the Group generated cash from its operating activities amounted to S\$0.24 million compared to S\$0.52 million in HY2023. This was due to the negative movement in inventories offset by positive movements in operating receivable, operating payables and contract liabilities.

The Group reported a Net cash used in investing activities of S\$8,000 compared to S\$2.16 million in the corresponding period. This was mainly due to recognition of right of use asset in HY2023.

The Group reported a Net cash flow used in financing activities of S\$0.86 million compared to a net cash flow generated from financing activities of S\$0.18 million in HY 2023. This arose mainly from net proceeds from finance lease liabilities of S\$0.69 million in HY2023.

Cash and cash equivalents decreased by S\$0.63 million mainly as a result of net cash used in investing activities and financing activities offset by net cash generated from operating activities.

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

Not applicable

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.

As mentioned in the previous quarter, the Group expects the weak consumer demand for furniture to persist for the next six months due to the uncertain economic climate in the countries it operates in. It would remain a challenge for the Group to record a profit for the financial year ending 31 March 2024.

It will however continue to manage its overall cost structures and to improve its production efficiency to manage the business challenges it faces.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on?

None

(b) Corresponding Period of the Immediately Preceding Financial Year

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

None

(c) Date payable

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared or recommended for the financial period reported on as the Group currently has no sufficient reserves available for distribution.

13. 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.

There is no IPT for the reporting period ended 30 September 2023.

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

The Board of Directors has confirmed that to the best of its knowledge, nothing has come to the attention which may render the Group's unaudited financial statements for the first half ended 30 September 2023 to be false or misleading in any material aspect.

15. Confirmation pursuant to Rule 720(1) of the Listing Manual

The Company has procured undertakings from its Directors and Executive Officers pursuant to Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD

Lim Pang Hern
Executive Director
14 November 2023

Jimmy Soh King Bin
Independent and Non Executive Director