



A-Smart Holdings Ltd.

(Registration No. 199902058Z)

---

**UNAUDITED RESULTS FOR THE  
FIRST HALF (6 MONTHS) ENDED  
31 JANUARY 2022**

---

**TABLE OF CONTENTS**

Item No.	Description	Page No.
1(a)(i)	Income Statement	1
1(a)(ii)	Statement of Comprehensive Income	2
1(b)(i)	Statement of Financial Position	3
1(b)(ii)	Group Borrowings	4
1(c)	Statement of Cash Flows	5 – 6
1(d)(i)	Statements of Changes in Equity	7 – 8
1(e)(i -vi)	Notes to the condensed interim consolidated financial statements (including business and geographical segments)	9 – 13
1(f)(i -iv)	Share Capital	13 – 14
2 & 3	Audit Statement	14
4 & 5	Accounting Policies	14
6	Earnings Per Share	15
7	Net Asset Value Per Share	15
8	Group Performance Review	16 – 18
9 & 10	Prospects	18 – 19
11 & 12	Dividend	19
13	Interest Person Transactions	20
14	Use of proceeds from rights issue and shares placement	20
15	Negative Assurance Confirmation on Interim Financial Results Under Rule 705(4) of the Listing Manual	20
16	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)	20

**PART I – INFORMATION REQUIRED FOR HALF-YEAR ANNOUNCEMENTS**

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

Note	GROUP 6 MONTHS ENDED		
	31-Jan-22	31-Jan-21	Increase / (decrease)
	\$'000	\$'000	%
Revenue	3,412	3,496	-2.4%
Other income	175	208	-15.9%
<b>Total Revenue</b>	<b>3,587</b>	<b>3,704</b>	<b>-3.2%</b>
<b>Costs and expenses</b>			
Changes in inventories	(55)	(90)	-38.9%
Inventories used	(1,676)	(1,642)	2.1%
Staff costs	(1,378)	(1,458)	-5.5%
Depreciation	(358)	(377)	-5.0%
Foreign currency loss	1	(1)	-200.0%
Impairment loss on financial assets	-	(20)	-100.0%
Other operating expenses	(296)	(325)	-8.9%
Finance costs	(12)	(26)	-53.8%
Share of profit of an associated company	34	23	47.8%
<b>(Loss)/ Profit before taxation</b>	<b>(153)</b>	<b>(212)</b>	<b>-27.8%</b>
Income tax	-	-	-
<b>Net (loss)/ profit for the period</b>	<b>(153)</b>	<b>(212)</b>	<b>-27.8%</b>
<b>Attributable to:</b>			
Equity holders of the parent	(158)	(220)	-28.2%
Non- controlling interests	5	8	-37.5%
<b>Net (loss)/ profit for the period</b>	<b>(153)</b>	<b>(212)</b>	<b>-27.8%</b>

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

	<b>GROUP</b>		
	<b>6 MONTHS ENDED</b>		
	<b>31-Jan-22</b>	<b>31-Jan-21</b>	<b>Increase/ (Decrease)</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>%</b>
<b>Net loss for the period</b>	<b>(153)</b>	<b>(212)</b>	<b>-28%</b>
<b>Other comprehensive loss:</b>			
<b>Items that may be classified subsequently to profit or loss:</b>			
Translation differences arising from translation of foreign operations	<b>2</b>	<b>(39)</b>	<b>-105%</b>
Translation differences arising on monetary items forming part of net investments in foreign operations (*)	<b>(30)</b>	<b>(171)</b>	<b>-82%</b>
	<b>(28)</b>	<b>(210)</b>	<b>-87%</b>
<b>Items that will not be classified subsequently to profit or loss:</b>			
Translation differences arising from translation of foreign operations (**)	-	-	<b>n.a.</b>
<b>Other comprehensive loss for the period</b>	<b>(28)</b>	<b>(210)</b>	<b>-87%</b>
<b>Total comprehensive loss for the period</b>	<b>(181)</b>	<b>(422)</b>	<b>-57%</b>
<b>Total comprehensive loss attributable to:</b>			
Equity holders of the parent	<b>(186)</b>	<b>(430)</b>	<b>-57%</b>
Non-controlling interests	<b>5</b>	<b>8</b>	<b>-38%</b>
<b>Total comprehensive loss for the period</b>	<b>(181)</b>	<b>(422)</b>	<b>-57%</b>

\* Foreign exchange translation differences arising from the Group's intra-company loans denominated in USD.

\*\* Less than S\$1,000.00.

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

	<b>Group</b>		<b>Company</b>	
	<b>31-Jan-22</b>	<b>31-Jul-21</b>	<b>31-Jan-22</b>	<b>31-Jul-21</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Non-current assets</b>				
Plant and equipment	1,103	1,215	243	266
Right-of-use assets	437	655	-	-
Long-term loans to subsidiary corporations	-	-	5,019	4,854
Investments in subsidiary corporations	-	-	6,228	6,228
Investment in an associated company	1,505	1,457	-	-
	<b>3,045</b>	<b>3,327</b>	<b>11,490</b>	<b>11,348</b>
<b>Current assets</b>				
Amounts due from subsidiary corporations				
- trade	-	-	427	552
- non-trade	-	-	3,210	3,645
Inventories	274	329	-	-
Development properties - property under construction	4,020	3,965	-	-
Development properties – land held for future development	3,230	3,251	-	-
Trade receivables	1,238	748	-	-
Other receivables	1,779	1,939	583	616
Financial asset – at FVPL	41	41	41	41
Cash and cash equivalents	7,014	7,511	5,179	5,828
	<b>17,596</b>	<b>17,784</b>	<b>9,440</b>	<b>10,682</b>
<b>Total assets</b>	<b>20,641</b>	<b>21,111</b>	<b>20,930</b>	<b>22,030</b>
<b>Equity attributable to equity holders of the parent</b>				
Share capital	147,360	147,360	147,360	147,360
Other reserves	(41)	(13)	25	25
Accumulated losses	(131,670)	(131,512)	(144,052)	(143,559)
	<b>15,649</b>	<b>15,835</b>	<b>3,333</b>	<b>3,826</b>
<b>Non-controlling interests</b>	<b>197</b>	<b>191</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>	<b>15,846</b>	<b>16,026</b>	<b>3,333</b>	<b>3,826</b>
<b>Non-current liabilities</b>				
Lease liabilities	2,568	2,895	39	43
Provision for reinstatement costs	30	30	-	-
	<b>2,598</b>	<b>2,925</b>	<b>39</b>	<b>43</b>
<b>Current liabilities</b>				
Amounts due to subsidiary corporations				
- trade	-	-	183	183
- non-trade	-	-	17,268	17,818
Lease liabilities	518	479	12	12
Trade and other payables	1,679	1,660	95	148
Current income tax liabilities	-	21	-	-
	<b>2,197</b>	<b>2,160</b>	<b>17,558</b>	<b>18,161</b>
<b>Total liabilities</b>	<b>4,795</b>	<b>5,085</b>	<b>17,597</b>	<b>18,204</b>
<b>Total equity and liabilities</b>	<b>20,641</b>	<b>21,111</b>	<b>20,930</b>	<b>22,030</b>

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

Amount repayable in one year or less, or on demand:

As at 31 Jan 2022		As at 31 Jan 2021	
Secured	Unsecured	Secured	Unsecured
<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
58	460	196	406

Amount repayable after one year:

As at 31 Jan 2022		As at 31 Jan 2021	
Secured	Unsecured	Secured	Unsecured
<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
2,503	65	2,332	482

Details of any collateral:

Secured borrowings at 31 Jan 2022 mainly refer to the following:

- a. Lease liabilities amounting to S\$58,000 secured by the motor vehicles and machinery purchased under finance leases; and
- b. Lease rentals of S\$2.5 million secured by development properties – land held for future development, that has a carrying value of S\$0.75 million at 31 Jan 2022.

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

	Group	
	6 Months Ended	
	31-Jan-22	31-Jan-21
Note	<u>\$'000</u>	<u>\$'000</u>
<b>Cash flows from operating activities</b>		
Operating (loss)/profit before working capital changes	23	85
<b>Changes in working capital:</b>		
Inventories	55	90
Development properties	(85)	(106)
Trade and other receivables	(303)	(601)
Trade and other payables	172	306
Cash used in operations	(138)	(226)
Income tax *	-	-
<b>Cash flows used in operating activities</b>	<b>(138)</b>	<b>(226)</b>
<b>Investing activities</b>		
Interest received	9	13
Purchase of plant and equipment	(28)	(189)
Proceeds from disposal of plant and equipment	-	75
<b>Cash flows generated from/(used in) investing activities</b>	<b>(19)</b>	<b>(101)</b>
<b>Financing activities</b>		
Interest paid	(12)	(27)
Repayment of lease liabilities for plant and equipment	(65)	(160)
Repayment of lease liabilities for right-of-use asset (a)	(241)	(213)
<b>Cash flows generated from financing activities</b>	<b>(318)</b>	<b>(400)</b>
Net (decrease)/ increase in cash and cash equivalents	(475)	(727)
Cash and cash equivalents at beginning of the period	7,511	8,884
Effects of currency translation on cash and cash equivalents	(22)	(81)
<b>Cash and cash equivalents at end of the period (b)</b>	<b>7,014</b>	<b>8,076</b>

\* Amount less than S\$1,000

**1(c) Consolidated Statement of Cash Flows for the period ended (Cont'd)**

	<b>Group</b>	
	<b>6 Months Ended</b>	
	Note	31-Jan-21
	<u>\$'000</u>	<u>\$'000</u>
<b>Reconciliation between profit from operations before taxation and operating cash flows before changes in working capital:</b>		
Profit/(loss) from operations before taxation	(153)	(212)
<b>Adjustments for:</b>		
Interest expense	12	27
Interest income	(36)	(39)
Depreciation of plant and equipment	140	164
Depreciation of right-of-use asset	(a) 218	213
Impairment loss on financial assets	-	20
Gain on disposal of plant and equipment	-	(75)
Employee share option expense	-	10
Share of profit of an associated company	(34)	(23)
Gain on dissolution of a subsidiary	(124)	-
Operating (loss)/ profit before working capital changes	<u>23</u>	<u>85</u>

Explanatory notes to the consolidated cash flow statement

**Note:**

(a) Cash and cash equivalents comprise the following:

	31 Jan 2022	31 Jul 2021
	<u>\$'000</u>	<u>\$'000</u>
Cash at bank and in hand	4,488	4,991
Fixed deposits	2,526	2,520
Cash and cash equivalents in the cash flow statement	<u>7,014</u>	<u>7,511</u>

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

**Statement of Changes in Equity for the Group**

	Share Capital S\$'000	Share Option Reserve S\$'000	Currency translation reserve S\$'000	Accumulated losses S\$'000	Total S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
<b>At 1 August 2021</b>	147,360	25	(38)	(131,512)	15,835	191	16,026
<b>Total comprehensive income for the financial period</b>	-	-	-	(158)	(158)	5	(153)
<i>Profit for the financial period</i>							
<i>Other comprehensive income</i>							
Translation differences arising from translation of foreign subsidiaries	-	-	(28)	-	(28)	1	(27)
Total other comprehensive income	-	-	(28)	-	(28)	1	(27)
<b>Total comprehensive income for the financial period</b>	-	-	(28)	(158)	(186)	6	(180)
<b>At 31 January 2022</b>	147,360	25	(66)	(131,670)	15,649	197	15,846
<b>At 1 August 2020</b>	147,360	15	(14)	(130,811)	16,550	168	16,718
<b>Total comprehensive income for the financial period</b>	-	-	-	(220)	(220)	8	(212)
<i>Loss for the financial period</i>							
<i>Other comprehensive income</i>							
Translation differences arising from translation of foreign subsidiaries	-	-	(210)	-	(210)	-	(210)
Total other comprehensive income	-	-	(210)	-	(210)	-	(210)
<b>Total comprehensive income for the financial period</b>	-	-	(210)	(220)	(430)	8	(422)
Employee share option scheme - value of employee service	-	10	-	-	10	-	10
<b>Total contribution by owners</b>	-	10	-	-	10	-	10
<b>At 31 January 2021</b>	147,360	25	(224)	(131,031)	16,130	176	16,306

**1(d)(i) (Cont'd) - Statement of Changes in Equity for the Company**

	Share Capital	Share Option Reserve	Accumulated losses	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000
<b>At 1 August 2021</b>	147,360	25	(143,559)	3,826
Total comprehensive loss for the period	-	-	(493)	(493)
<b>At 31 January 2022</b>	<b>147,360</b>	<b>25</b>	<b>(144,052)</b>	<b>3,333</b>
<b>At 1 August 2020</b>	147,360	15	(142,569)	4,806
Total comprehensive loss for the period	-	-	(570)	(570)
Employee share option scheme	-	10	-	10
- value of employee service	-	-	-	-
<b>At 31 January 2021</b>	<b>147,360</b>	<b>25</b>	<b>(143,139)</b>	<b>4,246</b>

## 1(e) Notes to the condensed interim consolidated financial statements

### i. Corporate information

A-Smart Holdings Ltd (the “Company”) is incorporated and domiciled in Singapore and whose shares are publicly traded on the Mainboard of the Singapore Exchange. These condensed interim consolidated financial statements as at 31 Jan 2022 and for the 6 months from 1 August 2021 to 31 Jan 2022 respectively, comprise the Company and its subsidiaries (collectively, the Group). The primary activities of the Company are those relating to long term investment holding.

The principal activities of the Group are:

- (a) Property development and real estate investment; and
- (b) Smart technologies; and
- (c) Print and media; and
- (d) Other investments.

### ii. Basis of preparation

The condensed interim financial statements for the six months (first half ending 31 Jan 2022 or 1H2022) have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed 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 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 July 2021.

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 Section 5 on page 14.

The condensed interim financial statements are presented in Singapore dollar which is the Company’s functional currency.

### iii. 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, 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 applied to the consolidated financial statements as at and for the year ended 31 July 2021.

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

Information about critical judgements, assumptions and estimation uncertainties that have the most significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial period are:

- Impairment of non-financial assets – property, plant and equipment, investment in subsidiaries, and investment in associated company; and
- Useful lives of property, plant and equipment; and
- Impairment of trade and other receivables.

### iv. Seasonal operations

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

**1(e) Notes to the condensed interim consolidated financial statements (Cont'd)**

**(v) Segment and revenue information**

**(v.1) Business Segments**

For 6 months ending 31 January

	Print and Media		Property		Corporate and others		Smart technologies		Eliminations		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	\$'000		\$'000		\$'000		\$'000		\$'000		\$'000	
<b>Revenue and expenses</b>												
Sales to external customers	3,094	2,886	-	-	-	-	319	610	-	-	3,413	3,496
Inter-segment sales	-	58	-	-	-	-	32	-	(32)	(58)	-	-
<b>Total revenue</b>	<b>3,094</b>	<b>2,944</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>351</b>	<b>610</b>	<b>(32)</b>	<b>(58)</b>	<b>3,413</b>	<b>3,496</b>
<b>Segment results</b>	<b>163</b>	<b>84</b>	<b>20</b>	<b>19</b>	<b>(290)</b>	<b>(370)</b>	<b>(68)</b>	<b>116</b>	<b>-</b>	<b>(58)</b>	<b>(175)</b>	<b>(209)</b>
Finance costs											(12)	(26)
Share of profit of an associated company											34	23
(Loss)/profit before taxation											(153)	(212)
Income tax											-	-
<b>Net (loss)/profit for the year</b>											<b>(153)</b>	<b>(212)</b>
<b>Assets and liabilities</b>												
Segment assets	2,856	3,298	7,926	7,340	2,373	2,415	472	680	-	-	13,627	13,733
Unallocated assets											7,014	8,076
<b>Total assets</b>											<b>20,641</b>	<b>21,809</b>
Segment liabilities	520	711	343	339	782	854	63	192	-	-	1,708	2,096
Current income tax liabilities											-	21
Unallocated liabilities											3,087	3,386
<b>Total liabilities</b>											<b>4,795</b>	<b>5,503</b>

**1(e) Notes to the condensed interim consolidated financial statements (Cont'd)**

**(v.2) Other segment information**

	Print and media		Property		Corporate and others		Smart technologies		Eliminations		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
For 6 months ending 31 January	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Capital expenditure – plant and equipment	28	22	-	-	-	166	-	1	-	-	28	189
Depreciation of property, plant and equipment	333	356	-	-	23	21	2	-	-	-	358	377
Interest expense	11	25	-	-	1	1	-	-	-	-	12	26
Gain on disposal of plant and equipment	-	-	-	-	-	(75)	-	-	-	-	-	(75)
Impairment loss on financial assets	-	20	-	-	-	-	-	-	-	-	-	20
Gain on dissolution of subsidiary corporations	(124)	-	-	-	-	-	-	-	-	-	(124)	-

**For 6 months ending 31 January**

	Revenue from external customers		Segment assets		Capital expenditure	
	2022	2021	2022	2021	2022	2021
Geographical Segments	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Singapore	3,412	3,496	10,717	12,587	28	189
China	-	-	1,505	1,397	-	-
Timor-Leste	-	-	7,933	7,356	-	-
Others	-	-	486	469	-	-
	<b>3,412</b>	<b>3,496</b>	<b>20,641</b>	<b>21,809</b>	<b>28</b>	<b>189</b>

**1(e) Notes to the condensed interim consolidated financial statements (Cont'd)**

**(v.3) Disaggregation of Revenue**

	Print and media		Smart technologies		Property		Corporate and others		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>For 6 months ending 31 January</b>	<b>3,093</b>	<b>2,886</b>	<b>319</b>	<b>610</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,412</b>	<b>3,496</b>
Type of goods or service:										
Sale of goods	-	-	291	606	-	-	-	-	291	606
Services rendered	3,093	2,886	28	4	-	-	-	-	3,121	2,890
Total revenue	3,093	2,886	319	610	-	-	-	-	3,412	3,496
Timing of revenue recognition:										
At a point in time	3,093	2,886	291	606	-	-	-	-	3,384	3,492
Over time	-	-	28	4	-	-	-	-	28	4
Total revenue	3,093	2,886	319	610	-	-	-	-	3,412	3,496
Geographical information:										
Singapore	3,093	2,886	319	610	-	-	-	-	3,412	3,496
Timor-Leste	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-
	3,093	2,886	319	610	-	-	-	-	3,412	3,496

**1(e) Notes to the condensed interim consolidated financial statements (Cont'd)**

**(vi) Profit before taxation - significant items**

	<b>6 MONTHS ENDED</b>	
	<b>31-Jan-22</b>	<b>31-Jan-21</b>
	<u>\$'000</u>	<u>\$'000</u>
<b>Other income</b>		
Rental income	15	12
Gain on disposal of plant and equipment	-	75
Government grants	-	82
Interest income	36	39
Gain on dissolution of subsidiary	124	-
	<u>175</u>	<u>208</u>
<b>Finance costs</b>		
Interest on finance lease	(12)	(26)
	<u>(12)</u>	<u>(26)</u>
<b>Other expenses include:</b>		
Legal, professional and compliance expenses	(138)	(85)
Repair and maintenance of equipment	(24)	(23)
Utilities	(42)	(35)
Upkeep of motor vehicles	(24)	(23)

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

Ordinary shares

During the 6 months or first half ended 31 Jan 2022 ("1H2022"), the Company did not issue any new ordinary shares (1H2021: Nil).

As at 31 Jan 2022, there were no subsidiary holdings.

Share options

At 31 Jan 2022, there were 1,542,000 share options outstanding and unexercised (31 Jan 2021: 1,640,000 share options outstanding).

**1(f)(ii) 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 total number of issued shares as at 31 Jan 2021 was 149,062,362 (31 Jan 2021: 149,062,362). There were no treasury shares held by the Company at 31 Jan 2022 (31 Jan 2021: Nil).

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

Not applicable.

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

During the financial period, there was no transaction pertaining to subsidiary holdings.

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

The figures have not been audited or reviewed by the auditors of the Company.

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

Not applicable.

**(b) Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:**

**i) Updates on the efforts taken to resolve each outstanding audit issue.**

**ii) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.**

**This is not required for any audit issue that is a material uncertainty relating to going concern.**

Not applicable.

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

Except as disclosed in Section 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period compared with those of the audited financial statements as at 31 July 2021.

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

On 1 August 2021, the Group and the Company adopted all the revised SFRS(I) pronouncements that are relevant to its operations. The adoption of these new/revised SFRS(I) pronouncements does not result in changes to the Group's and the Company's accounting policies and has no material financial effect on the amounts reported for the current or prior years

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

Earnings per ordinary share of the Group, after deducting any provision for preference dividends:	Group	
	2nd Half (6 Months)	
	31 Jan 2022	31 Jan 2021
6(a) Based on the weighted average number of ordinary shares on issue (in cents)	(0.10)	(0.14)
Weighted average number of ordinary shares (in million)	149.06	149.06
6(b) On a fully diluted basis (in cents)	(0.10)	(0.14)
Weighted average number of ordinary shares (in million)	149.06	149.06

\* As loss was recorded for 1H2022, the dilutive potential shares from convertible securities outstanding at the end of the financial periods were anti-dilutive and hence no changes were made to the dilutive loss per share.

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

	Group		Company	
	31 Jan 2022	31 Jul 2021	31 Jan 2022	31 Jul 2021
<b>Net asset value per ordinary share based on issued share capital at the end of the financial period / year (in cents)</b>	<b>10.63</b>	10.75	<b>2.24</b>	2.57

Net asset value per ordinary share as at 31 Jan 2022 is calculated based on the existing issued share capital of 149,062,362 ordinary shares outstanding as at 31 Jan 2022 (31 Jul 2021: 149,062,362).

- 8 **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

### **INCOME STATEMENT**

#### **Revenue**

<b>Business Activity</b>	<b>First Half ended (6 months)</b>			
	<b>31 Jan 22</b>	<b>31 Jan 21</b>	<b>+ / (-)</b>	<b>+ / (-)</b>
	<b>S\$'mil</b>	<b>S\$'mil</b>	<b>S\$'mil</b>	<b>%</b>
Printing and media	<b>3.09</b>	2.89	0.2	6.9%
Smart Technologies	<b>0.32</b>	0.61	(0.29)	(47.5%)
<b>Total revenue</b>	<b>3.41</b>	3.50	(0.09)	(2.6%)

Revenue for 1H2022 declined 2.6% compared with 1H2021. This was mainly due to the lower sale of food waste digester machines in 1H2022, partially offset by the increase in sales from Print and Media, which handled the supply and installations for Chinatown Mid-Autumn Festival 2021 lighting decorations.

#### **Raw materials and consumables used and changes in inventories of finished goods and work-in-progress**

Raw materials and consumables used, including changes in inventories, in 1H2022 was \$1.73 million, which was comparable with that recorded for 1H2021.

#### **Other income**

Other income decreased by 15.9% in 1H2022 compared with 1H2021 mainly because the Covid-19 related government grants and gain on disposal of plant and equipment in 1H2021 were not repeated in 1H2022. However, the decline was partially offset by a gain on dissolution of the Group's Vietnam subsidiary.

#### **Staff costs**

Staff costs for 1H2022 was S\$1.38 million, 5.5% lower compared with 1H2021 mainly due to lower manpower headcount in 1H2022.

#### **Depreciation**

Depreciation charges for 1H2022 decreased by 5% compared to 1H2021 mainly due to certain assets fully depreciated during 1H2022.

#### **Impairment of financial assets**

There was no significant increase in expected credit loss on financial assets, mainly trade and other receivables, arising from the Group's impairment assessment in 1H2022.

#### **Other operating expenses**

The operating expenses was 8.9% lower for 1H2022 compared to 1H2021, mainly due to the cost control measures implemented across the Group.

### **Finance costs**

Finance costs for 1H2022 was 53.8% lower compared with 1H2021 because certain finance leases were fully repaid in the previous financial year.

### **Share of results of an associated company**

The Group's equity accounted for the results of its 10% stake in its associated company, Sheng Siong (China) Supermarket Co. Ltd ("SSC").

The share of the associated company's results in 1H2022 was S\$34,000, 47.8% higher than the share recorded in 1H2021 as a new fourth store was added to SSC's supermarket operations in Kunming, China in 1H2022.

### **Taxation**

There was no taxation for the Group's current year results as the Group is in a tax loss position for 1H2022.

## **STATEMENT OF FINANCIAL POSITION**

### **Plant and equipment**

The Group's plant and equipment decreased by S\$0.11 million in 1H2022, mainly due to the depreciation charge in 1H2022.

### **Right-of-use asset**

The Group's right-of-use assets refer to its occupied premises on long-term lease contracts. The decline in right-of-use assets in 1H2022 were due to the depreciation charge in 1H2022.

### **Investment in an associate company**

The investment in an associated company refers to the 10% interest that the Group holds in Sheng Siong (China) Supermarket Co., Ltd.

The carrying amount of the investment increased by S\$0.03 million in 1H2022 mainly due to the share of the associated company's profit for 1H2022 and exchange translation differences.

### **Inventories**

The Group's inventory level declined by S\$0.06 million in 1H2022 mainly due to the drawdown of inventory for sale in 1H2022.

### **Development properties**

The Group's Development properties – property under construction, increased by S\$0.05 million during 1H2022 mainly due to development costs incurred for Project Timor Marina Square, as well as exchange rate translation differences.

Development properties – land held for future development, increased by S\$0.02 million during 1H2022 mainly due to exchange rate translation differences.

### **Trade and other receivables**

Trade receivables increased by S\$0.49 million in 1H2022 mainly due to higher sales recorded for December 2021 and January 2022 and these were not due for collection at 31 Jan 2022.

Other receivables decreased by S\$0.16 million in 1H2022 as the advances to suppliers in the previous financial year were realized as costs in 1H2022.

### **Trade and other payables**

There was no significant variance in the Group's trade and other payables in 1H2022.

### **Lease liabilities**

Lease liabilities decreased by S\$0.29 million in 1H2022, mainly due to instalment repayments in 1H2022.

## **REVIEW OF CASH FLOWS**

The Group recorded a net cash outflow of S\$0.48 million in 1H2022. This was mainly due to S\$0.14 million used in operating activities and S\$0.32 million used to repay lease liabilities.

Aside from the above, there are no other material factors that affected the results, cash flow and the statement of financial position of the Group during the current period reported on.

## **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**

### **Print and media**

The emergence of the highly infectious Omicron COVID-19 variant has unfortunately caused further delays to the easing of social restrictions as previously announced by the government. To a certain extent, this has adversely affected the re-opening of the economy as well as other international markets, which was initially slated for the beginning of the year. Moreover, the government grants which were initially handed out to help affected businesses have all ceased. While these are challenging times, the Group is confident that it shall be able to steer ahead and resume its business activities soon.

The Government has since announced that the Omicron wave of COVID-19 infections has peaked and is likely to stabilize in the near term. Gradual easing of Safe Management Measures (SMM) by the government will increase in pace, and the Print demand will correspondingly pick up with more physical meetings planned for fully vaccinated individuals. In the interim, the Group will continue to implement the appropriate measures to mitigate the overall effect, such as maximizing efficiency to manufacture low-margin-high-volume commercial products such as printing jobs, and other high-margin-low-volume ones such as packaging and publishing.

Furthermore, the Group has seen an uptick in the number of queries for Event Management following the successful conclusion of some of our high-profile large scale public events. These events have all received rave reviews from the general public and this has propelled demand for more of such events. The Group has now confirmed a few other large scale public events to be held in the following months.

### **Smart technologies**

As the deadline for legislative actions draws nearer, the government is now fully focused on efforts to improve

resource sustainability and climate conservation. Endorsed by the NEA as one of its few approved vendors, clients from a wide spectrum of industries have been reaching out to enquire about the Group's comprehensive food waste digester systems.

While the Group's initial focus on market penetration has paid early dividends, it is now also engaged in various discussions, specifically complicated contracts with larger values require a longer time to conclude due to the profound level of planning. The Group is optimistic that more tender contracts will be awarded to us in due course.

Additionally, the Group had gained valuable insights and experience from its accumulated sales and deployment of its systems in multiple locations across the country. It is constantly devising strategies to enhance the existing system and streamline its processes. Equipped with the necessary knowledge, the Group is also exploring new markets to bring our products overseas and to scale internationally. The Group is also conducting its own R&D to develop other eco-friendly and sustainable products to introduce into the market, creating new business verticals.

The Group firmly believes that this business segment will contribute positively to the country's conservation efforts towards a more sustainable future.

#### Property development

The Group's maiden mixed property development project, Timor Marina Square ("TMS"), in Timor-Leste has recently received full approval from the relevant Timorese authorities to proceed. Construction activities are set to resume in 2022 following the recent lifting of travel restrictions including quarantine for all incoming visitors. A groundbreaking ceremony to be graced by the Prime Minister of Timor-Leste is also planned for May 2022 followed with foundation works thereafter. Sales launch will begin in earnest and the Group foresees that the reception will be good based on the encouraging early signs.

#### Long-term investments – Associated Company

The Group's associated company, Sheng Siong China (SSC), now has four operational Sheng Siong supermarket stores in Kunming, China. SSC will continue the strategy of gradually expanding the chain of supermarket stores, while promoting the "Sheng Siong" brand across the entire Chinese market.

The stores continue to be profitable and the associated Sheng Siong branding is now very well received by the locals, based on the findings on consumer awareness in Kunming, China.

#### Summary

As the world's population get vaccinated, countries are beginning to open up their borders and ease social restrictions altogether. The Group foresees that economic recovery is currently underway and it is eager to resume its business activities to pre-covid levels to ride on the wave.

Coupled with the successful conclusions of new sales and projects, the Group is optimistic that businesses will be picking up in the near future.

The Board remains confident that the Group's restructuring will continue to yield positive results in view of the early signs of recovery. The worst of the COVID-19 pandemic may now be over, and barring any unforeseen circumstances, the Group feels that it is in a good position now to capture new market share and seize new opportunities in the post-covid era.

## 11 Dividend

**(a) Current financial period reported on**

Any dividend declared for the present financial period?  
No.

**(b) Corresponding period of the immediately preceding financial year**

Any dividend declared for the previous corresponding period?  
No.

**(c) Date payable**

Not Applicable.

**(d) Book closure date**

Not Applicable.

**12 If no dividend has been declared or recommended, a statement to that effect**

No dividend has been declared or recommended for the current financial period in order as the Group incurred a loss for the 6 months ending 31 January 2022.

**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 interested person transaction which is valued at more than S\$100,000 during the year under review and the Company has not obtained any general mandate pursuant to Rule 920 of the Listing Manual.

**14 Use of proceeds from rights issue and shares placement**

Further to the disclosure in page 16 of the Company's results announcement for 1H2021, the total net proceeds of S\$8,201,000 from the issuance of i) 8,950,000 new shares pursuant to the exercise of 8,950,000 Share Warrants by the warrant holder on 15 February 2019; and ii) 20,336,000 new shares pursuant to the exercise of 20,336,000 Share Warrants by the warrant holder on 20 July 2020. To-date the net proceeds have been partially utilised as follows:

	<b>Use of Proceeds from Share Placement</b>
	<b>(S\$'000)</b>
Balance proceeds from the last announced (page 35 of the Company's annual report for FY2021)	<b>7,009</b>
Less utilisation:	
<u>Investment</u>	
<ul style="list-style-type: none"> <li>• Working capital loan to subsidiary – payment for the cost of land for Timor City Square S.A. in Dili, Timor-Leste</li> </ul>	<b>(525)</b>
<b>Total net proceeds balance from the Placement</b>	<b>6,484</b>

**15 Confirmation by the Board**

The Board of Directors hereby confirm that, to the best of their knowledge, nothing has come to its attention of which may render the interim financial statement for the financial period ended 31 January 2022 to be false or misleading in any material aspect.

**16 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 hereby confirms that it has procured undertakings from all its directors and executive officers under Rule 720(1) of the Listing Manual.

**BY ORDER OF THE BOARD**

Lim Huan Chiang  
Executive Director and Chief Executive Officer  
15 March 2022