

Unaudited Condensed Interim Financial Statements for the six months ended 30 June 2024

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CONDENSED INTERIM CONSOLIDATED STATEMENT COMPREHENSIVE INCOME

Group							
	Note	1.1.2024 to 30.6.2024	1.1.2023 to 30.6.2023	Change	1.4.2024 to 30.6.2024	1.4.2023 to 30.6.2023	Change
		RMB '000	Restated RMB '000	%	RMB '000	Restated RMB '000	%
Revenue	4	427,263	557,651	(23.4%)	242,089	276,864	(12.6%)
Cost of sales		(353,307)	(459,994)	(23.2%)	(195,270)	(223,685)	(12.7%)
Gross profit		73,956	97,657	(24.3%)	46,819	53,179	(12.0%)
Gross profit margin (%)		17.3%	17.5%	(0.2%)	19.3%	19.2%	0.1%
Other income	5	14,928	7,107	110.0%	7,935	3,793	109.2%
Distribution and selling expenses		(35,701)	(38,473)	(7.2%)	(19,880)	(21,964)	(9.5%)
Administrative expenses		(51,603)	(45,298)	13.9%	(26,605)	(24,413)	9.0%
Other income/(expenses)	6	6,726	1,949	245.1%	453	3,759	(87.9%)
Net provision of impairment losses on trade and other receivables	7	(1,807)	(1,851)	(2.4%)	–	(1,851)	(100.0%)
Results from operating activities		6,499	21,091	(69.2%)	8,722	12,503	(30.2%)
Finance income		6,854	7,977	(14.1%)	3,490	3,383	3.2%
Finance costs		(5,422)	(1,523)	256.0%	(2,838)	(931)	204.8%
Net finance income		1,432	6,454	(77.8%)	652	2,452	(73.4%)
Profit before tax	7	7,931	27,545	(71.2%)	9,374	14,955	(37.3%)
Tax credit/(expense)	8	2,096	(819)	N.M.	1,260	216	483.3%
Profit for the period		10,027	26,726	(62.5%)	10,634	15,171	(29.9%)
Net profit margin (%)		2.3%	4.8%	(2.5)%	4.4%	5.5%	(1.1%)
Profit attributable to:							
Owners of the Company		10,027	26,725	(62.5%)	10,634	15,170	(29.9%)
Non-controlling interests		–	1	N.M.	–	1	N.M.
		10,027	26,726	(62.5%)	10,634	15,171	(29.9%)
Earnings per share (RMB per share)							
- Basic		0.03	0.07		0.03	0.04	
- Diluted		0.03	0.07		0.03	0.04	

N.M. denotes Not Meaningful



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CONDENSED INTERIM CONSOLIDATED STATEMENT COMPREHENSIVE INCOME (CONT'D)

Note	Group					
	1.1.2024 to 30.6.2024	1.1.2023 to 30.6.2023	Change	1.4.2024 to 30.6.2024	1.4.2023 to 30.6.2023	Change
	RMB '000	Restated RMB '000	%	RMB '000	Restated RMB '000	%
Profit for the period	10,027	26,726	(62.5%)	10,634	15,171	(29.9%)
<i>Other comprehensive (loss)/income</i>						
Items that are or may be reclassified subsequently to profit and loss:						
Foreign currency translation differences - foreign operations	(5,896)	8,200	N.M.	320	7,322	(95.6%)
Total comprehensive income for the period	4,131	34,926	(88.2%)	10,954	22,493	(51.3%)
Total comprehensive income attributable to:						
Owners of the company	4,131	34,925	(88.2%)	10,954	22,492	(51.3%)
Non-controlling interests	–	1	N.M.	–	1	N.M.
	4,131	34,926	(88.2%)	10,954	22,493	(51.3%)

N.M. denotes Not Meaningful



CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

	Note	Group		Company	
		30.6.2024 RMB '000	31.12.2023 RMB '000	30.6.2024 RMB '000	31.12.2023 RMB '000
Non-current assets					
Property, plant and equipment	10	663,682	682,303	3,106	–
Investment in subsidiaries		–	–	659,404	662,266
Investment properties	11	147,337	153,050	–	–
Goodwill	12	25,035	25,035	–	–
Intangible assets	13	22,918	26,992	–	–
Deferred tax assets		2,408	2,392	–	–
Other receivables	16	54,152	55,259	–	–
Total non-current assets		915,532	945,031	662,510	662,266
Current assets					
Inventories	14	387,692	352,656	–	–
Trade receivables	15	271,018	307,422	–	–
Other receivables	16	33,069	44,308	–	5,027
Due from related parties (trade)		122,953	84,877	–	–
Due from affiliated company (trade)		–	64	–	–
Due from subsidiaries (non-trade)		–	–	651	501
Cash and cash equivalents	17	281,629	431,549	151,100	201,817
Total current assets		1,096,361	1,220,876	151,751	207,345
Total assets		2,011,893	2,165,907	814,261	869,611
Non-current liabilities					
Deferred tax liabilities		34,674	36,419	–	–
Deferred income from government grants		167	321	–	–
Bank borrowings	20	85,000	90,000	–	–
Lease liabilities		14,879	15,180	–	–
		134,720	141,920	–	–
Current liabilities					
Contract liabilities		95,966	94,576	–	–
Trade payables	18	540,849	524,735	–	–
Other payables	19	162,696	177,113	1,343	1,304
Due to related parties (trade)		6,987	13,456	–	–
Due to affiliated company (trade)		2,941	2,234	–	–
Due to related parties (non-trade)		623	1,033	–	–
Due to a subsidiary (non-trade)		–	–	97,850	7,315
Lease liabilities		1,543	1,543	–	–
Deferred income from government Grants		309	309	–	–
Bank borrowings	20	160,000	160,000	–	–
Income tax payables		3,075	2,935	–	–
Total current liabilities		974,989	977,934	99,193	8,619
Total liabilities		1,109,709	1,119,854	99,193	8,619
Net current assets		121,372	242,942	52,558	198,726
Net assets		902,184	1,046,053	715,068	860,992



CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION (CONT'D)

	Group		Company	
	30.6.2024	31.12.2023	30.6.2024	31.12.2023
	RMB '000	RMB '000	RMB '000	RMB '000
Equity				
Share capital	21	250,660	250,660	250,660
Retained earnings		395,087	389,140	531,709
Currency translation reserve		28,082	75,268	78,623
Statutory reserves		131,258	–	–
Capital reserve		97,097	–	–
Total equity		902,184	715,068	860,992

Aggregate amount of the Group's borrowings and debt securities.

As at 30 June 2024 and 31 December 2023, the Group has borrowings and debt securities as follows:

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	As at 30 June 2024		As at 31 December 2023	
	Secured	Unsecured	Secured	Unsecured
	RMB '000	RMB '000	RMB '000	RMB '000
Non-current liabilities				
Bank borrowings	85,000	–	90,000	–
Current liabilities				
Bank borrowings	160,000	–	160,000	–

Details of any collateral

As at 30 June 2024, bank borrowings comprised the following:

- 1) RMB 96.0 million is secured over the land and building of World Precise Machinery (China) Co., Ltd. (“**WPMC**”) and corporate guarantees issued by Jiangsu World Plant-Protecting Machinery Co., Ltd. (“**JWPPM**”) and Jiangsu World Furniture Co., Ltd., (“**JWFC**”). JWPPM and JWFC are associates of Mr Wang Weiyao, the Executive Chairman of the Company.
- 2) RMB 54.0 million is secured over the land and building of WPMC and corporate guarantees issued by JWPPM and JWFC. JWPPM and JWFC are associates of Mr Wang Weiyao, the Executive Chairman of the Company.
- 3) RMB 95.0 million is secured over the land use rights of Wanning Yinhu Hot Spring Holiday Hotel Co., Ltd., and a corporate guarantee issued by Jiangsu World Machinery & Electronics Group Co., Ltd. (“**JWMEG**”). JWMEG is an associate of Mr Wang Weiyao, the Executive Chairman of the Company.



CONDENSED INTERIM CONSOLIDATION STATEMENT OF CASH FLOWS

	Note	Group			
		1H24	1H23	2Q24	2Q23
		1.1.2024 to 30.6.2024	1.1.2023 to 30.6.2023	1.4.2024 to 30.6.2024	1.4.2023 to 30.6.2023
		RMB '000	Restated RMB '000	RMB '000	Restated RMB '000
Cash flow from operating activities					
Profit before tax		7,931	27,545	9,374	14,955
Adjustments for:					
Amortisation of intangible assets	13	4,074	4,074	2,036	2,036
Depreciation for investment properties	11	5,713	137	2,750	69
Depreciation of property, plant and equipment	7	31,013	34,215	15,729	17,579
Interest expense	7	5,232	1,165	2,576	719
Interest income	7	(6,854)	(7,977)	(3,490)	(3,383)
Net provision of impairment losses on trade and other receivables	7	1,807	1,851	–	1,851
Property, plant and equipment written off	6	545	112	4	–
Operating cash flow before working capital changes		49,461	61,122	28,979	33,826
Inventories		(35,037)	(8,320)	(3,513)	(3,898)
Trade and other receivables		7,825	21,907	(24,494)	(43,577)
Trade and other payables		(9,582)	(15,398)	51,443	59,836
Contract liabilities		1,391	(6,921)	(14,010)	146
Cash generated from operations		14,058	52,390	38,405	46,333
Interest received		6,854	2,332	3,490	2,015
Income taxes and withholding tax credit		474	2,027	1,517	1,091
Net cash from operating activities		21,386	56,749	43,412	49,439
Cash flow from investing activities					
Purchases of property, plant and equipment	Note A	(6,869)	(18,751)	2,858	(16,002)
Acquisition of subsidiary	Note B	–	(147,440)	–	(87,548)
Effect of foreign currency re-alignment on investing activities		(11,518)	8,375	(987)	5,884
Net cash used in/(from) investing activities		(18,387)	(157,816)	1,871	(97,666)
Cash flow from financing activities					
Proceed from bank loans		150,000	150,000	150,000	150,000
Repayment of bank loans		(155,000)	–	(150,000)	–
Payment of lease liabilities		(697)	(219)	(349)	(110)
Dividend paid	9	(148,000)	–	(148,000)	–
Interest paid		(4,836)	(1,165)	(2,377)	(719)
Net cash (used in)/from financing activities		(158,533)	148,616	(150,726)	149,171
Net (decrease)/increase in cash and cash equivalents		(155,534)	47,549	(105,443)	100,944
Cash and cash equivalents at beginning of the period		431,074	334,543	385,298	279,536
Effect of exchange rate changes on cash and cash equivalents		5,614	(173)	1,299	1,439
Cash and cash equivalents at end of period		281,154	381,919	281,154	381,919
Cash and cash equivalents per consolidated statement of cash flows		281,154	381,919	281,154	381,919
Bank deposits pledged		475	–	475	–
Cash and cash equivalents as per consolidated financial positions	17	281,629	381,919	281,629	381,919



CONDENSED INTERIM CONSOLIDATION STATEMENT OF CASH FLOWS (CONT'D)

Note A

	Note	1H24	1H23	2Q24	2Q23
		1.1.2024 to 30.6.2024 RMB '000	1.1.2023 to 30.6.2023 RMB '000	1.4.2024 to 30.6.2024 RMB '000	1.4.2023 to 30.6.2023 RMB '000
Total additions to property, plant and equipment		12,930	3,723	790	2,266
Less: changes in unpaid portion		(4,953)	(1,788)	(3,498)	(2,195)
(Less)/add: changes in prepayments		(1,108)	16,816	(150)	15,931
Purchase of plant, property and equipment per consolidated statement of cash flows		6,869	18,751	(2,858)	16,002

Note B

Acquisition of subsidiary

On 1 June 2023, the Group acquired 100% equity interest in Wanning Yinhu Hot Spring Holiday Hotel Co., Ltd. for the purpose of investment, in line with the Group's long-term business and investment strategy so as to utilise cash in excess of the Group's short to medium term budgeted working capital and long term capital expenditure requirements.

Fair values of the identifiable assets and liabilities of Wanning Yinhu Hot Spring Holiday Hotel Co., Ltd. as at the date of acquisition

	Fair value recognised on date of acquisition RMB'000
Assets	
Property, plant and equipment	34,169
Land use rights	122,957
Cash and cash equivalents	23
	<u>157,149</u>
Liabilities	
Other payables	58
Deferred tax liabilities	33,316
	<u>33,374</u>
Net identifiable assets at fair value	<u>123,775</u>
Goodwill arising from acquisition	25,035
Total consideration	<u>148,810</u>

The deferred tax liability mainly comprises the tax effect of the accelerated depreciation for tax purposes of tangible assets.

Transaction costs related to the acquisition of RMB 547,500 have been recognised in the Group's profit or loss for the financial year reported ended 31 December 2023.

From the date of acquisition, Wanning Yinhu Hot Spring Holiday Hotel Co., which is the Group's recent investment, has not commenced operations, and accordingly there is no material financial impact on the results of the Group.



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CONDENSED INTERIM CONSOLIDATION STATEMENT OF CASH FLOWS (CONT'D)

Effects of the acquisition of the subsidiary on cash flows

	RMB'000
Total consideration for 100% equity interest acquired	148,810
Consideration payable in cash (As above)	<u>(1,370)</u>
Consideration paid in cash	147,463
Less: Cash and cash equivalents of subsidiary acquired	<u>(23)</u>
Net cash outflow on acquisition during the financial year ended 31 December 2023	<u>147,440</u>



CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

Group

	Note	Share capital RMB'000	Retained earnings RMB'000	Currency translation reserve RMB'000	Statutory reserves RMB'000	Capital reserve RMB'000	Total equity attributable to owners of the Company RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
Balance as at 1.1.2024		250,660	533,416	33,978	130,902	97,097	1,046,053	–	1,046,053
Total comprehensive income for the period									
Profit for the period		–	10,027	–	–	–	10,027	–	10,027
<i>Other comprehensive loss</i>									
Currency translation differences arising on consolidation		–	–	(5,896)	–	–	(5,896)	–	(5,896)
<i>Total comprehensive income for the period</i>		–	10,027	(5,896)	–	–	4,131	–	4,131
Transactions with owners, recognised directly in equity									
<i>Distributions to owners</i>									
Dividend paid	9	–	(148,000)	–	–	–	(148,000)	–	(148,000)
<i>Total distributions to owners</i>		–	(148,000)	–	–	–	(148,000)	–	(148,000)
Transfer to statutory reserves fund		–	(356)	–	356	–	–	–	–
Balance as at 30.6.2024		250,660	395,087	28,082	131,258	97,097	902,184	–	902,184
Balance as at 1.1.2023		250,660	679,499	18,579	128,801	97,097	1,174,636	–	1,174,636
Total comprehensive income for the period									
Profit for the period		–	26,726	–	–	–	–	(1)	26,725
<i>Other comprehensive income</i>									
Currency translation differences arising on consolidation		–	–	8,200	–	–	8,200	–	8,200
<i>Total comprehensive income for the period</i>		–	26,726	8,200	–	–	34,926	(1)	34,925
Transfer to statutory reserves fund		–	(2,193)	–	2,193	–	–	–	–
Balance as at 30.6.2023		250,660	704,032	26,779	130,994	97,097	1,209,562	(1)	1,209,561



CONDENSED STATEMENTS OF CHANGES IN EQUITY (CONT'D)

Company

	Note	Share capital RMB'000	Retained earnings RMB'000	Currency translation reserve RMB'000	Total Equity RMB'000
Balance as at 1.1.2024		250,660	531,709	78,623	860,992
Total comprehensive income for the period					
Profit for the period		-	5,431	-	5,431
<i>Other comprehensive loss</i>					
Currency translation differences arising from translation into the presentation currency		-	-	(3,355)	(3,355)
<i>Total comprehensive income for the period</i>		-	5,431	(3,355)	2,076
Transactions with owners, recognised directly in equity					
<i>Distributions to owners</i>					
Dividend paid	9	-	(148,000)	-	(148,000)
<i>Total distributions to owners</i>		-	(148,000)	-	(148,000)
Balance as at 30.6.2024		250,660	389,140	75,268	715,068
Balance as at 1.1.2023		250,660	531,828	38,509	820,997
Total comprehensive income for the period					
Profit for the period		-	4,485	-	4,485
<i>Other comprehensive income</i>					
Currency translation differences arising from translation into the presentation currency		-	-	34,572	34,572
<i>Total comprehensive income for the period</i>		-	4,485	34,572	39,057
Balance as at 30.6.2023		250,660	536,313	73,081	860,054

Explanatory Notes:

Capital Reserve

Capital reserve arises from amalgamation of subsidiaries. With effect from 1 December 2015, World Heavy Machine Tools (China) Co., Ltd., World CNC Machine Tool (Jiangsu) Co., Ltd. and World Precise Machinery Company were amalgamated into WPMC. This reserve is non-distributable.



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Statutory Reserves

The non-distributable statutory reserves represent amounts set aside in compliance with the local laws in China where the subsidiaries operate. The subsidiaries are considered a foreign investment enterprise and the percentage of appropriation from the net profit after tax to the various reserve funds are determined by the Board of Directors of the subsidiaries.

In accordance with the Foreign Enterprise Law applicable to subsidiaries in China, the subsidiaries are required to make appropriation to a Statutory Reserve Fund (“**SRF**”). At least 10 per cent of the statutory after tax profits as determined in accordance with the applicable Chinese accounting standards and regulations must be allocated to the SRF until the cumulative total of the SRF reaches 50% of the registered capital of the respective subsidiaries.

The SRF may be used to offset accumulated losses or increase the registered capital of the company, subject to approval from relevant Chinese authorities and is not available for dividend distribution to the shareholders. The Chinese enterprises are prohibited from distributing dividends unless the losses (if any) of previous years have been made good.



NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1. Corporate information

World Precision Machinery Limited (the “**Company**”) is a company incorporated in the Republic of Singapore and listed on the Main Board of the Singapore Exchange Securities Trading Limited.

These condensed interim consolidated financial statements as at and for the six months ended 30 June 2024 comprised the Company and its subsidiaries (collectively, the “**Group**”).

The principal activity of the Company is that of investment holding. The principal activities of its subsidiaries are as follows: -

Name of subsidiaries	Principal activities	Country of incorporation and place of business	Ownership interest held	
			30 June 2024 %	31 December 2023 %
<i>Held by the Company</i>				
World Precise Machinery (China) Co., Ltd.	Manufacture and supply of stamping machines and metal parts	People's Republic of China (“ PRC ”)	100	100
World Precise Machinery (Shenyang) Co., Ltd.	Manufacture and supply of stamping machines and metal parts	PRC	100	100
World Precise Machinery Parts (Jiangsu) Co., Ltd.	Research and development, and manufacturing of key components of all types of precision machine tools	PRC	100	100
Hainan World Tourism Investment Co., Ltd.	Hotel investment and management services.	PRC	100	100
World Precise Machinery (Thailand) Co., Ltd.	Manufacture and supply of stamping machines and metal parts	Thailand	5	5



1. Corporate information (cont'd)

Name of subsidiaries	Principal activities	Country of incorporation and place of business	Ownership interest held	
			30 June 2024	31 December 2023
			%	%
<i>Held by World Precise Machinery (China) Co., Ltd.</i>				
Jiangsu World Tourism Investment Management Co., Ltd.	Hotel investment and management services.	PRC	100	100
World Precise Machinery (Thailand) Co., Ltd.	Manufacture and supply of stamping machines and metal parts	Thailand	90	90
<i>Held by World Precise Machinery Parts (Jiangsu) Co., Ltd.</i>				
World Precise Machinery (Thailand) Co., Ltd.	Manufacture and supply of stamping machines and metal parts	Thailand	5	5
<i>Held by Hainan World Tourism Investment Co., Ltd.</i>				
Wanning Yinhu Hot Spring Holiday Hotel Co., Ltd.	Hotel operator and management services.	PRC	100	100

2. Basis of preparation

The condensed interim financial statements for the six months ended 30 June 2024 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 2023.

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 2.1.



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2. Basis of preparation (cont'd)

The condensed interim financial statements are presented in Chinese Renminbi (“**RMB**”) and all values in the tables are rounded to the nearest thousand (\$'000), except when otherwise indicated.

The functional currency of the Company and its principal entities in the PRC is Singapore dollar (“**SGD**”) and RMB respectively.

2.1 New and amended standards adopted by the Group

The Group has adopted all the new and revised Singapore Financial Reporting Standards (International) (“**SFRS(I)**”) and SFRS(I) Interpretations (“**SFRS(I) INTs**”) that are relevant to its operations and effective for annual periods beginning on or after 1 January 2024, where applicable. The adoption of these standards from the effective date has not resulted in material adjustments to the financial position, results of operations or cash flows of the Group for 1H24. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards

2.2 Use of estimates and judgements

The Group made judgements, estimates and assumptions about the carrying amounts of assets and liabilities that were not readily apparent from other sources in the application of the Group’s accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors that are considered to be reasonable under the circumstances. Actual results may differ from the estimates.

2.2.1 Critical judgements in applying the entity’s accounting policies.

The following are critical judgements, apart from those involving estimations (see below) that management has made in the process of applying the Group’s accounting policies and which have a significant effect on the amounts recognised in the financial statements.

(i) Determination of functional currency

The Group translates foreign currency items into the respective functional currencies of the Company and its subsidiaries. In determining the functional currencies of the respective entities, judgement is used by the Group to determine the currency of the primary economic environment in which the respective entities operate. Consideration factors include the currency that mainly influences sales prices of goods and services and the currency of the country whose competitive forces and regulations mainly determines the sales prices of its goods and services.

2.2.2 Key sources of estimation uncertainty

The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.



2.2 Use of estimates and judgements (cont'd)

2.2.2 Key sources of estimation uncertainty (cont'd)

(i) Measurement of ECL of trade receivables

The Group uses an allowance matrix to measure ECL for trade receivables. The ECL rates are based on the Group's historical loss experience of the customers, for the last 3 years prior to the reporting date for various customer groups that are assessed by geographical locations, product types and internal ratings, adjusted for forward looking factors, including their best estimate of the impact of COVID-19, specific to the debtors and the economic environment which could affect the ability of the debtors to settle the trade receivables. In considering the impact of the economic environment on the ECL rates, the Group assesses, for example, the gross domestic production growth rates of the countries and the growth rates of the major industries in which its customers operate. The Group adjusts the allowance matrix at each reporting date. Such estimation of the ECL rates may not be representative of the actual default in the future. The expected loss allowance on the Group's trade receivables as at 30 June 2024 was RMB20,310,000 (2023: RMB18,503,000) (Note 15).

(ii) Measurement of ECL of other receivables

The Company held other receivables due from a subsidiary. The Company uses an approach that is based on an assessment of qualitative and quantitative factors that are indicative of the risk of default. Loss allowances for amount due from employees are measured at an amount equal to lifetime ECLs. ECLs on these financial assets are estimated using a provision matrix based on the Group's historical credit loss experience, adjusted for factors that are specific to the employee and an assessment of both the current and forecast general economic conditions at the reporting date. Impairment on loan to a third party has been measured on a 12-month expected loss basis and reflects the short maturities of the exposures. The Group's assessment is based on qualitative and quantitative factors that are indicative of the risk of default. Remaining other receivables loss rates are based on actual credit loss experience over the past three years. These rates are multiplied by scalar factors to reflect differences between economic conditions during the period over which the historic data has been collected, current conditions and the Group's view of economic conditions over the expected lives of the receivables. The expected loss allowance on the Group's other receivables as at 30 June 2024 was RMB2,258,000 (2023: RMB2,258,000) (Note 16).



2.2 Use of estimates and judgements (cont'd)

2.2.2 Key sources of estimation uncertainty (cont'd)

- (iii) Valuation of property, plant and equipment, investment property and intangible assets

Property, plant and equipment, investment property and intangible assets are assessed at the end of each financial year to ascertain whether there is an indication of impairment, if such indications are found, the recoverable amounts of the assets are estimated in order to determine the extent of the impairment loss, if any. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. Such impairment loss is recognised in profit or loss.

Management judgement is required in the area of asset impairment, particularly in assessing (i) whether an event has occurred that may indicate that the related asset values may not been recoverable; (ii) whether the carrying value of an asset can be supported by the market value or the net present value of future cash flows which are estimated based upon the continued use of the asset in the business; and (iii) the appropriate key inputs and assumptions to be applied in estimating the market value of preparing the cash flow projections including whether these cash flow projections are discounted using an appropriate rate. Changing the assumptions selected by management to determine the level of impairment, could materially affect the net present value used in the impairment test and as a result may potentially affect the Group's results. The carrying amount of the Group's property, plant and equipment, investment property and intangible assets as at 30 June 2024 was RMB663,682,000 (2023: RMB682,303,000), RMB147,337,000 (2023: RMB153,050,000) and RMB22,918,000 (2023: RMB26,992,000) respectively.

- (iv) Depreciation of property, plant and equipment

The Group depreciates the property, plant and equipment over their estimated useful lives after taking into account of their estimated residual values. The estimated useful life reflects management's estimate of the period that the Group intends to derive future economic benefits from the use of the Group's property, plant and equipment. The residual value reflects management's estimated amount that the Group would currently obtain from the disposal of the asset, after deducting the estimated costs of disposal, as if the asset were already of the age and in the condition expected at the end of its useful life. Changes in the expected level of usage and technological developments could affect the economics, useful lives and the residual values of these assets which could then consequentially impact future depreciation charges. The carrying amount of the Group's property, plant and equipment as at 30 June 2024 was RMB663,682,000 (2023: RMB682,303,000).



2.2 Use of estimates and judgements (cont'd)

2.2.2 Key sources of estimation uncertainty (cont'd)

(v) Inventory valuation method

Inventory is valued at the lower of cost and net realisable value. Management reviews the Group's inventory levels in order to identify slow-moving and obsolete inventory and identifies items of inventory which have a market price, being the selling price quoted from the market of similar items, that is lower than its carrying amount. Management then estimates the amount of inventory loss as an allowance on inventory. Changes in demand levels, technological developments and pricing competition could affect the saleability and values of the inventory which could then consequentially impact the Group's and Company's results, cash flows and financial position. The carrying amount of the Group's inventories as at 30 June 2024 was RMB 387,692,000 (2023: RMB352,656,000). The allowance on the Group's inventory as at 30 June 2024 was RMB18,071,000 (2023: RMB18,071,000).

(vi) Provision for income taxes

The Group mainly has exposure to income taxes in the PRC. Due to its inherent nature, judgement is involved in determining the Group's provisions for income taxes. The Group recognised liabilities for expected tax issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recognised, such differences will impact the income tax and deferred tax provision in the financial year in which such determination is made. The carrying amount of the Group's current income tax payables as at 30 June 2024 was RMB3,075,000 (2023: RMB2,935,000).

(vi) Impairment of goodwill

The Group tests goodwill for impairment at least on an annual basis. Determining whether goodwill is impaired requires an estimation of the value-in-use of the cash-generating units (CGU) to which goodwill has been allocated. The value-in-use calculation requires the entity to estimate the future cash flows expected to arise from the CGU and a suitable discount rate in order to calculate present value. No impairment loss was recognised during the financial period. The carrying amount of goodwill as at 30 June 2024 was RMB25,035,000 (2023: RMB25,035,000).

3. Seasonal operations

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

4. Segment and revenue information

The Group is principally engaged in manufacturing and sale of conventional and high performance and high tonnage stamping machines and metal parts. All business activities are of a similar nature and subject to similar risks and returns. Accordingly, the Group's operating activities are mainly attributable to a single reportable operating segment.



4. Segment and revenue information (cont'd)

Geographical information

The Group's revenue, expenses, results, assets and liabilities and capital expenditures are predominantly attributable to a single geographical region, the PRC, which is the Group's principal place of business and operations. Therefore, no analysis by geographical region is presented.

Information about major customer

No external customers individually contributed 10% or more of the Group's total revenue.

4.1 Disaggregation of revenue

Revenue comprises sales of conventional stamping machines, high performance and high tonnage stamping machines and metal parts. All sales are recognised at a point in time.

	1.1.2024 to 30.6.2024 RMB'000	1.1.2023 to 30.6.2023 RMB'000	Group 1.4.2024 to 30.6.2024 RMB'000	1.4.2023 to 30.6.2023 RMB'000
Conventional stamping machines	8,101	12,418	4,333	7,470
High performance and high tonnage stamping machines	352,034	491,431	200,190	250,966
Metal parts	67,128	53,802	37,566	18,428
	<u>427,263</u>	<u>557,651</u>	<u>242,089</u>	<u>276,864</u>

5. Other income

	1.1.2024 to 30.6.2024 RMB'000	1.1.2023 to 30.6.2023 Restated RMB'000	Group 1.4.2024 to 30.6.2024 RMB'000	1.4.2023 to 30.6.2023 Restated RMB'000
Sales of raw and scrap materials	3,624	3,442	2,242	1,649
Cost of raw and scrap materials sold	(2,401)	(2,758)	(1,650)	(1,234)
Gain/(loss) from disposals of raw and scrap materials	1,223	684	592	415
Government grants and subsidies	8,319	5,295	2,649	2,970
Processing income	757	802	493	332
Rental income, net	541	234	129	117
Gain on stock count	4,045	–	4,045	–
Others	43	92	27	(41)
	<u>14,928</u>	<u>7,107</u>	<u>7,935</u>	<u>3,793</u>

6. Other (income)/expenses

	1.1.2024 to 30.6.2024 RMB'000	1.1.2023 to 30.6.2023 RMB'000	Group 1.4.2024 to 30.6.2024 RMB'000	1.4.2023 to 30.6.2023 RMB'000
Government comprehensive fund	148	148	–	148
(Gain)/loss on foreign currency exchange	(6,907)	(2,218)	61	(3,760)
Property, plant and equipment written off	545	112	4	–
Others	(512)	9	(518)	(147)
	<u>(6,726)</u>	<u>(1,949)</u>	<u>(453)</u>	<u>(3,759)</u>



7. Profit before tax

	Group			
	1.1.2024 to 30.6.2024 RMB'000	1.1.2023 to 30.6.2023 RMB'000	1.4.2024 to 30.6.2024 RMB'000	1.4.2023 to 30.6.2023 RMB'000
Income				
Interest income	6,854	7,977	3,490	3,383
Expenses				
Amortisation of intangible assets	4,074	4,074	2,036	2,036
Depreciation of investment properties	5,713	137	2,750	69
Depreciation of property, plant and equipment	31,013	34,215	15,729	17,579
Interest expense	5,232	1,165	2,576	719
Net provision of impairment losses on trade and other receivables	1,807	1,851	–	1,851

7.1 Related party transactions

In addition to the information disclosed elsewhere in the financial statements, the following related party transactions took place between the Group and related parties during the financial year on terms agreed by the parties concerned:

	Group			
	1.1.2024 to 30.6.2024 RMB'000	1.1.2023 to 30.6.2023 RMB'000	1.4.2024 to 30.6.2024 RMB'000	1.4.2023 to 30.6.2023 RMB'000
Related companies				
Income				
Sales to related companies	68,164	54,489	38,591	18,999
Processing services to related companies	1,308	1,504	844	656
Expenses				
Lease of premises from a related company	300	300	150	200
Processing services from related companies	2,795	3,039	1,558	504
Purchases of machineries and parts from related companies	2,768	195	253	34
Purchases of raw materials from related companies	6,203	21,169	2,730	10,768
Purchases of scrap materials from related companies	16,729	10,876	9,729	5,614
Affiliated companies				
Income				
Sales to affiliated companies	724	526	608	511
Processing services to affiliated companies	–	8	–	7
Expenses				
Purchases of raw materials from affiliated companies	52	385	140	216
Purchases of scrap materials from affiliated companies	2,282	543	2,240	248



7.1 Related party transactions (cont'd)

Key management personnel compensation

Key management personnel compensation is analysed as follows:

	Group			
	1.1.2024 to 30.6.2024 RMB'000	1.1.2023 to 30.6.2023 RMB'000	1.4.2024 to 30.6.2024 RMB'000	1.4.2023 to 30.6.2023 RMB'000
Directors of the Company:				
- short-term employee benefits	960	218	480	110
- defined contribution benefits	26	18	13	10
- directors' fees	536	654	268	266
	<u>1,522</u>	<u>890</u>	<u>761</u>	<u>386</u>
Other key management personnel:				
- short-term employee benefits	2,108	2,000	1,054	1,001
- defined contribution benefits	74	80	37	42
	<u>2,182</u>	<u>2,080</u>	<u>1,091</u>	<u>1,043</u>
	<u>3,704</u>	<u>2,970</u>	<u>1,852</u>	<u>1,429</u>

8. Tax expense

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	Group			
	1.1.2024 to 30.6.2024 RMB'000	1.1.2023 to 30.6.2023 RMB'000	1.4.2024 to 30.6.2024 RMB'000	1.4.2023 to 30.6.2023 RMB'000
Income tax				
- Current year	979	1,649	414	106
- Under provision in respect of prior years	146	-	146	-
Deferred tax credit				
- origination and reversal of temporary differences	(3,119)	(830)	(2,289)	(322)
Withholding tax	(102)	-	469	-
	<u>(2,096)</u>	<u>819</u>	<u>(1,260)</u>	<u>(216)</u>

9. Dividends

The following tax exempt (one-tier) dividends were declared and paid by the Group and Company:

	Group & Company			
	1.1.2024 to 30.6.2024 RMB'000	1.1.2023 to 30.6.2023 RMB'000	1.4.2024 to 30.6.2024 RMB'000	1.4.2023 to 30.6.2023 RMB'000
<i>Paid by the Company to owners of the Company</i>				
RMB 37.0 cents per qualifying ordinary share (2023: nil cents)	148,000	-	148,000	-



10. Property, plant and equipment

During the six months ended 30 June 2024, the Group acquired assets at cost amounting to RMB7.9 million (2023: RMB17.4 million) and disposed of assets at cost amounting to RMB1.6 million (2023: RMB0.3 million).

Impairment of property, plant and equipment and intangible assets

The Group reviews the carrying amounts of the assets as at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are determined based on the greater of its value in use and its fair value less costs of disposal for the allocated CGU.

11. Investment properties

	Group	
	30.06.2024 RMB '000	31.12.2023 RMB '000
Cost		
At beginning and end of the period	165,269	7,208
Additions	–	818
Additions from acquisition of a new subsidiary	–	157,126
	165,269	165,152
Accumulated amortisation		
At beginning of the period	12,219	4,383
Charge for the period	5,713	7,719
At end of the period	17,932	12,102
Net carrying value		
At end of the period	147,337	153,050
Fair value		
At end of the period	173,388	173,388

Investment property comprises a commercial property that is leased to the third parties. The lease contains a non-cancellable period varying from 3 to 6 years (2023: 3 to 6 years), with a fixed annual rent.

Fair value hierarchy

The fair value of the investment property was determined by the Group using management's valuation using the direct comparison method with reference to other similar properties.

The fair value measurement for the investment property has been categorised as a Level 3 fair value based on the input to the valuation techniques used. The significant unobservable input includes price per square foot of RMB22,733 (2023: RMB22,733). A decrease in the price per square foot would result in a lower fair value. The fair value of the Group's investment properties is approximately RMB173,388,000 (2023: RMB173,388,000).

12. Goodwill

	Group	
	30.6.2024 RMB '000	31.12.2023 RMB '000
Cost		
At beginning of the period	25,035	–
Additions	–	25,035
At end of the period	25,035	25,035
Carrying amount		
At end of the period	25,035	25,035



12. Goodwill (cont'd)

Goodwill acquired in a business combination is allocated to the CGU that are expected to benefit from the business combination.

During the financial year ended 31 December 2023, goodwill with carrying amount of RMB25,035,000 was acquired through the purchase of Wanning Yinhu Hot Spring Holiday Hotel Co., Ltd.

The Group tests CGU for impairment annually, or more frequently when there is an indication for impairment.

The Group has measured the recoverable amount of the CGU, which comprised the land and property, plant and equipment acquired on the business combination, based on fair value less cost of disposal. The Group has determined the fair value of CGU based on the valuation performed by an external professional valuer. The valuer has appropriate recognised professional qualifications and recent experience in the location and category of assets being valued. In relying on the valuation reports, the Group has exercised its judgement and is satisfied that the valuation method and estimates are reflective of current market conditions. The fair value measurement was categorised as a Level 3 in the fair value hierarchy as it is derived from unobservable inputs.

Details of valuation techniques and key inputs for the estimation of the recoverable amounts of CGU based on fair value less cost of disposal:

Type	Valuation technique and significant unobservable inputs	Inter-relationship between key unobservable inputs and fair value measurement
<ul style="list-style-type: none"> • Leasehold buildings • Plant and machinery • Electrical fittings • Tools and equipment • Motor vehicles 	<p>Depreciated replacement cost method:</p> <p>Aggregated amount of gross replacement cost of the building and plant and machinery from which appropriate deductions may then be made for the age, condition, economic or functional obsolescence and environmental factors.</p>	<p>The estimated fair value would increase/(decrease) if:</p> <ul style="list-style-type: none"> • replacement cost is higher/(lower); or • depreciation is lower/(higher).
Leasehold land	<p>Direct comparison method:</p> <p>The direct comparison method involves the analysis of comparable sales of similar properties and adjusting the sales price to those reflective of the leasehold land.</p>	<p>The estimated fair value would increase/(decrease) if price psm was higher/(lower).</p>

Management is of the view that no reasonable possible changes in any of the key assumptions would cause the CGU's carrying amount to exceed its recoverable amount or result in the CGU's carrying amount to be equal to its recoverable amount.

There is no impairment for goodwill identified by the management for the financial period.



13. Intangible assets

	Group	
	30.6.2024 RMB '000	31.12.2023 RMB '000
Development costs		
Cost		
At beginning of the period	106,193	102,304
Additions	–	3,889
At end of the period	<u>106,193</u>	<u>106,193</u>
Accumulated amortisation		
At beginning of the period	79,201	71,052
Amortisation charge for the period	4,074	8,149
At end of the period	<u>83,275</u>	<u>79,201</u>
Net carrying value		
At end of the period	<u>22,918</u>	<u>26,992</u>

Impairment of intangible assets

The Group reviews the carrying amounts of the assets as at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amount is determined based on the greater of its value in use and its fair value less costs of disposal for the allocated CGU.

14. Inventories

	Group	
	30.6.2024 RMB'000	31.12.2023 RMB'000
Finished goods	76,135	89,238
Work-in-progress and components parts	248,821	194,204
Raw materials	62,736	69,214
	<u>387,692</u>	<u>352,656</u>

Write-down for slow-moving and obsolete inventories

The Group performs assessment on the condition of its inventories at the end of each reporting period and write down slow-moving and obsolete inventories identified. Management considers future demand, expected selling prices and ageing analysis of the inventories as part of its assessment process to arrive at their best estimate of the net realisable value of inventories. Such evaluation process requires significant judgement and may affect the carrying amount of inventories at the balance sheet date.

In 1H24, a write-down for slow-moving and obsolete inventories to net realisable value amounting to RMB nil (2023: RMB 1,986,000) was recognised in "cost of sales" due to slow-moving inventories and obsolete raw materials.



15. Trade receivables

	Group		Company	
	30.6.2024 RMB'000	31.12.2023 RMB'000	30.6.2024 RMB'000	31.12.2023 RMB'000
Trade receivables	150,242	152,613	–	–
Less: allowance for expected credit losses	(20,310)	(18,503)	–	–
	129,932	134,110	–	–
Bills receivables	141,086	173,312	–	–
	271,018	307,422	–	–

The movements in allowance for impairment in respect of trade receivables during the financial period were as follows:

	Group		Company	
	30.6.2024 RMB'000	31.12.2023 RMB'000	30.6.2024 RMB'000	31.12.2023 RMB'000
At beginning of the period	18,503	19,570	–	–
Allowance for impairment losses	1,807	–	–	–
Reversal of allowance for impairment losses	–	(1,067)	–	–
At end of the period	20,310	18,503	–	–

The following sets out the Group's internal credit evaluation practices and basis for recognition and measurement of expected credit losses:

<u>Description of evaluation of financial assets</u>	<u>Basis for recognition and measurement of ECL</u>
Debtors has a low risk of default and does not have any past due amount	12-month ECL
Contractual payments are more than 30 days past due or where there has been a significant increase in credit risk since initial recognition	Lifetime ECL - not credit-impaired
Contractual payments are more than 90 days past due or there is evidence of credit impairment	Lifetime ECL - credit-impaired
There is evidence indicating that the Group has no reasonable expectation of recovery of payments such as when the debtor has been placed under liquidation or has entered into bankruptcy proceedings	Write-off

In assessing whether the credit risk on a financial asset has increased significantly since initial recognition, the Group compares the risk of a default occurring on the financial asset as at the reporting date with the risk of a default occurring on the financial asset as at the date of initial recognition. In making this assessment, the Group considers both quantitative and qualitative information that is reasonable and supportable, including historical experience and forward-looking information, such as future economic and industry outlook, that is available without undue cost or effort.

In particular, the Group considers the following information when assessing whether credit risk has increased significantly since initial recognition:

- historical and current payment patterns of the debtors;
- existing or forecast adverse changes in business, financial or economic conditions that are expected to cause a significant decrease in the debtor's ability to meet its debt obligations; and
- an actual or expected significant deterioration in the operating results/key financial performance ratios of the debtors.



15. Trade receivables (cont'd)

The Group regularly monitors the effectiveness of the criteria used to identify whether there has been a significant increase in credit risk and revises them as appropriate to ensure that the criteria are capable of identifying significant increase in credit risk before the amount becomes past due.

Regardless of the evaluation of the above factors, the Group presumes that the credit risk on a financial asset has increased significantly since initial recognition when contractual payments are more than 180 days past due, unless the Group has reasonable and supportable information that demonstrates otherwise.

The Group also assumes that the credit risk on a financial instrument has not increased significantly since initial recognition if the financial asset is determined to have low credit risk at the reporting date. A financial instrument is determined to have low credit risk if it has an internal or external credit rating of "investment grade" as per globally understood definition, or the financial asset has a low risk of default; the borrower has a strong capacity to meet its contractual cash flow obligations in the near term; and adverse changes in economic and business conditions in the longer term may, but will not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations.

16. Other receivables

	Group		Company	
	30.6.2024 RMB'000	31.12.2023 RMB'000	30.6.2024 RMB'000	31.12.2023 RMB'000
Amount due from employees	5,708	4,474	–	–
Less: allowance for expected credit losses	(2,258)	(2,258)	–	–
	3,450	2,216	–	–
Advance payments to suppliers	6,577	14,288	–	–
VAT receivables	–	527	–	–
Other prepayments	779	582	–	–
Prepayments for property, plant and equipment	54,152	55,259	–	–
Interest receivable	–	5,027	–	5,027
Tax recoverable	25	–	–	–
Other receivables	22,238	21,668	–	–
	<u>87,221</u>	<u>99,567</u>	<u>–</u>	<u>5,027</u>
Non-current	54,152	55,259	–	–
Current	33,069	44,308	–	5,027
	<u>87,221</u>	<u>99,567</u>	<u>–</u>	<u>5,027</u>

The movements in allowance for impairment in respect of other receivables during the financial period were as follows:

	Group		Company	
	30.6.2024 RMB'000	31.12.2023 RMB'000	30.6.2024 RMB'000	31.12.2023 RMB'000
At beginning of the period	2,258	1,725	–	–
Allowance for impairment loss	–	533	–	–
At end of the period	<u>2,258</u>	<u>2,258</u>	<u>–</u>	<u>–</u>



16. Other receivables (cont'd)

Loss allowances for amount due from employees are measured at an amount equal to lifetime ECLs. ECLs on these financial assets are estimated using a provision matrix based on the Group's historical credit loss experience, adjusted for factors that are specific to the employee and an assessment of both the current and forecast general economic conditions at the reporting date.

17. Cash and cash equivalents

	Group		Company	
	30.6.2024 RMB'000	31.12.2023 RMB'000	30.6.2024 RMB'000	31.12.2023 RMB'000
Cash at banks and on hand	281,629	127,223	151,100	2,880
Fixed deposit	–	304,326	–	198,937
	<u>281,629</u>	<u>431,549</u>	<u>151,100</u>	<u>201,817</u>

As at 31 December 2023, the Group's fixed deposit placed with a financial institution matured within 1 month (2022: 1 month) from the end of the reporting period. The interest rate is 5.18% (2022: 3.10%) per annum.

18. Trade payables

	Group		Company	
	30.6.2024 RMB'000	31.12.2023 RMB'000	30.6.2024 RMB'000	31.12.2023 RMB'000
Trade payables	<u>540,849</u>	<u>524,735</u>	<u>–</u>	<u>–</u>

Trade payables included reclassification of bill receivables of RMB117,633,000 (2023: RMB128,286,000)

Trade payables are non-interest bearing with credit periods ranging from 3 to 6 months (2023: 3 to 6 months).

19. Other payables

	Group		Company	
	30.6.2024 RMB'000	31.12.2023 RMB'000	30.6.2024 RMB'000	31.12.2023 RMB'000
Accrued operating expenses	119,053	137,295	1,343	1,304
VAT payables	3,262	19,570	–	–
Other tax payables	749	1,056	–	–
Bonus payables	24,537	8,924	–	–
Payables relating to property, plant and equipment	15,095	10,268	–	–
	<u>162,696</u>	<u>177,113</u>	<u>1,343</u>	<u>1,304</u>



20. Bank borrowings

	Group		Company	
	30.6.2024 RMB'000	31.12.2023 RMB'000	30.6.2024 RMB'000	31.12.2023 RMB'000
Secured			–	–
Bank borrowings	245,000	250,000	–	–
Less: Amount due for settlement within 12 months (shown under current liabilities)	(160,000)	(160,000)	–	–
Amount due for settlement after 12 months	85,000	90,000	–	–

The Group's secured bank borrowings consist mainly of the following loans:

- (i) Bank loan A relates to a RMB96,000,000 bank loan that is secured over land and building of WPMC and corporate guarantees issued by associates of the Executive Chairman of the Company. The effective interest rate of the bank loans at the reporting date is 3.75% (2023: 3.95%) per annum and repayable in full 1 year from drawdown date.
- (ii) Bank loan B relates to a RMB54,000,000 bank loan that is secured over land and building of WPMC and corporate guarantees issued by associates of the Executive Chairman of the Company. The effective interest rate of the bank loans at the reporting date is 3.75% (2023: 3.95%) per annum and repayable in full 1 year from drawdown date.
- (iii) Bank loan C relates to a RMB95,000,000 (2023: RMB100,000,000) bank loan that is secured over land use rights of Wanning Yinhu Hot Spring Holiday Hotel Co., Ltd. and a corporate guarantee issued by an associate of the Executive Chairman of the Company. The effective interest rate of the bank loans at the reporting date is 3.65% (2023: 3.65%) per annum. Repayment commenced on 21 March 2024 with the final repayment on 21 September 2025.

The carrying amount of bank loans approximate their fair values due to either the relatively short-term maturity of these loans or the interest rates approximate the market rates prevailing at end of the financial year.

21. Share capital

	Group and Company			
	30.6.2024 No. of shares '000	30.6.2024 RMB'000	31.12.2023 No. of shares '000	31.12.2023 RMB'000
Issued and fully paid ordinary shares, with no par value				
At beginning and end of period	400,000	250,660	400,000	250,660

All issued shares are fully paid ordinary shares with no par value.

The holders of the ordinary shares are entitled to receive dividend as and when declared by the Company. All ordinary shares carry one vote per share without restrictions.



22. Accounting classifications and fair values

The carrying amount of the different categories of financial instruments is disclosed on the face of the statements of financial position and as follows:

	Note	Group		Company	
		30.6.2024 RMB '000	31.12.2023 RMB '000	30.6.2024 RMB '000	31.12.2023 RMB '000
<i>Financial assets at amortised cost</i>					
Trade receivables	15	129,932	134,110	–	–
Other receivables*	16	25,688	28,911	–	5,027
Due from related parties (trade)		122,953	84,877	–	–
Due from affiliated company (trade)		–	64	–	–
Due from subsidiaries (non-trade)		–	–	651	501
Cash and cash equivalents	17	281,629	431,549	151,100	201,817
		<u>560,202</u>	<u>679,511</u>	<u>151,751</u>	<u>207,345</u>
<i>Financial assets measured at FVOCI</i>					
Bill receivables	15	<u>141,086</u>	<u>173,312</u>	–	–
<i>Financial liabilities at amortised cost</i>					
Trade payables	18	540,849	524,735	–	–
Other payables #	19	158,685	156,487	1,343	1,304
Due to related parties (trade)		6,987	13,456	–	–
Due to affiliated company (trade)		2,941	2,234	–	–
Due to subsidiaries (non-trade)		–	–	97,850	7,315
Due to related parties (non-trade)		623	1,543	–	–
Lease liabilities		16,422	16,723	–	–
Bank borrowings	20	245,000	250,000	–	–
		<u>971,507</u>	<u>965,178</u>	<u>99,193</u>	<u>8,619</u>

* Excludes VAT receivables, advance payments to suppliers, prepayments and tax recoverable

Excludes VAT payables, other tax payables and deferred income.

Estimation the fair value

The fair values of applicable assets and liabilities are determined and categorised using a fair value hierarchy as follows:

(a) Level 1 – the fair values of assets and liabilities with standard terms and conditions and which trade in active liquid markets that the Group can access at the measurement date are determined with reference to quoted market prices (unadjusted).

(b) Level 2 – in the absence of quoted market prices, the fair values of the assets and liabilities (excluding derivative instruments) are determined using the other observable, either directly or indirectly, inputs such as quoted prices for similar assets/liabilities in active markets, quoted prices for identical or similar assets/liabilities in non-active markets.

(c) Level 3 – in the absence of quoted market prices included within Level 1 and observable inputs included within Level 2, the fair values of the remaining assets and liabilities are determined in accordance with generally accepted pricing models.

Fair value measurements that use inputs of different hierarchy levels are categorised in Its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.



22. Accounting classifications and fair values (cont'd)

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

	<u>Level 1</u> RMB '000	<u>Level 2</u> RMB '000	<u>Level 3</u> RMB '000
<u>Recurring Fair Value Measurement</u>			
<u>Group</u>			
<u>2024</u>			
Financial assets:			
Bills receivables	-	141,086	-
<u>2023</u>			
Financial assets:			
Bills receivables	-	173,312	-

Except as disclosed in the respective notes, the carrying amounts of the current financial assets and financial liabilities approximate their respective fair values.

The fair values of the bills receivable in Level 2 have been calculated by discounting the expected future cash flows using rates currently available for instruments with similar terms, credit risk and remaining maturities. The fair values have been assessed to be approximate to their carrying amounts.



OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2

- 1(a) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, 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.**

During the six months ended 30 June 2024, there has been no change in the issued and paid-up share capital of the Company. There are also no outstanding convertibles 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.

The Company does not have any treasury shares and there are no subsidiary holdings.

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

	As at 30 June 2024	As at 31 December 2023
Total number of issued shares	400,000,000	400,000,000
Less: treasury shares	-	-
Total number of issued shares excluding treasury shares	<u>400,000,000</u>	<u>400,000,000</u>

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

The Company does not have any outstanding treasury shares as at the end of the current financial period reported on.

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

Not applicable as the Company does not have any subsidiary that holds shares issued by the Company.

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

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



3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications 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.

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

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

Not applicable.

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

Except as disclosed in Note 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those of the most recently audited annual financial statements.

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

The Group has adopted all new and revised and interpretations of Singapore Financial Standards (International) ("SFRS(I)") that are relevant to its operations and effective for annual periods beginning after 1 January 2024. The adoption of these new and revised SFRS(I) did not result in significant changes to the Group's accounting policies and amounts reported for the current and prior periods.

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.

	1.1.2024 to 30.6.2024	1.1.2023 to 30.6.2023	1.4.2024 to 30.6.2024	1.4.2023 to 30.6.2023
(a) Based on weighted average number of ordinary share on issue (RMB); and	0.03	0.07	0.03	0.04
(b) On a fully diluted basis (RMB)	0.03	0.07	0.03	0.04
Weighted average number of shares	400,000,000	400,000,000	400,000,000	400,000,000



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	
	30.6.2024	31.12.2023	30.6.2024	31.12.2023
	RMB	RMB	RMB	RMB
Net asset value (“NAV”) per ordinary share based on issued share capital at the end of the respective periods:	2.26	2.62	1.79	2.15
No. of shares in computing NAV	400,000,000	400,000,000	400,000,000	400,000,000

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

REVIEW OF PERFORMANCE

(A) Consolidated Statement of Profit or Loss and Other Comprehensive Income

(i) Revenue

For the 3 months ended 30 June 2024 (“2Q24”), the Group’s turnover decreased by 12.6% to RMB242.1 million from RMB276.9 million for the 3 months ended 30 June 2023 (“2Q23”).

In terms of sales performance for 2Q24, sales of conventional stamping machines decreased by 42.0% while sales of high performance and high tonnage stamping machines decreased by 20.2% compared to 2Q23 respectively.

For the 6 months ended 30 June 2024 (“1H24”), the Group’s turnover decreased by 23.4% to RMB427.3 million from RMB557.7 million for the 6 months ended 30 June 2023 (“1H23”).

In terms of sales performance for 1H24, sales of conventional stamping machines decreased by 34.8% while sales of high performance and high tonnage stamping machines decreased by 28.4% compared to 1H23 respectively.

Overall, the decrease in number of units sold in conventional stamping machines and high performance and high tonnage stamping machines and a downward revision in the average selling prices of the stamping machines, contributed to the overall decrease in turnover.

The Group’s turnover was mainly derived from sales in Jiangsu, Zhejiang, Guangdong and Guangxi.



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(ii) Gross Profit

The Group's gross profit for 2Q24 decreased by 12.0% to RMB46.8 million from RMB53.2 million in 2Q23. The gross profit margin increased by 0.1% to 19.3% in 2Q24 from 19.2% in 2Q23.

In terms of gross profit margin for 2Q24, gross profit margin for conventional stamping machines decreased by 7.2% to 17.7% from 24.9% in 2Q23 while gross profit margin for high performance and high tonnage stamping machines increased by 1.9% to 21.2% from 19.3% in 2Q23.

The Group's gross profit for 1H24 decreased by 24.3% to RMB74.0 million from RMB97.7 million in 1H23. The gross profit margin for 1H24 decreased by 0.2% to 17.3% from 17.5% in 1H23.

In terms of gross profit margin for 1H24, gross profit margin for conventional stamping machines decreased by 5.9% to 16.1% from 22.0% in 1H23 while gross profit margin for high performance and high tonnage stamping machines increased by 0.5% to 18.3% from 17.8% in 1H23.

Overall, the decrease in the Group's gross profit margin for 1H24 was mainly due to a decrease in production of conventional stamping machines, high performance and high tonnage stamping machines and a downward revision in the average selling prices of the stamping machines which were partially offset by a decrease in raw materials costs.

(iii) Other Income

In 2Q24, other income increased by 109.2% to RMB7.9 million from RMB3.8 million in 2Q23.

In 1H24, other income increased by 110.0% to RMB14.9 million from RMB7.1 million in 1H23.

The increase was mainly due to an increase in government grants and subsidies received and a gain on stock count.

(iv) Distribution and Selling Expenses

In 2Q24, distribution and selling expenses decreased by 9.5% to RMB19.9 million from RMB22.0 million in 2Q23.

In 1H24, distribution and selling expenses decreased by 7.2% to RMB35.7 million from RMB38.5 million in 1H23 in tandem with the decrease in revenue. As a percentage of total revenue, distribution and selling expenses increased by 1.5% to 8.4% in 1H24 from 6.9% in 1H23.

Overall, the decrease was mainly due to a decrease in sales commission payable to sales personnel and entertainment expenses which were partially offset by an increase in advertising and marketing expenses, after sales services and repair and maintenance expenses.



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(v) Administrative Expenses

In 2Q24, administrative expenses increased by 9.0% to RMB26.6 million from RMB24.4 million in 2Q23.

In 1H24, administrative expenses increased by 13.9% to RMB51.6 million from RMB45.3 million in 1H23. As a percentage of total revenue, administrative expenses increased by 4.0% to 12.1% in 1H24 from 8.1% in 1H23.

Overall, the increase was mainly due to an increase in staff salaries, depreciation and amortisation, travelling and entertainment expenses.

(vi) Depreciation and Amortisation Expenses

In 2Q24, depreciation and amortisation expenses increased by 4.2% to RMB20.5 million from RMB19.7 million in 2Q23.

In 1H24, depreciation and amortisation expenses increased by 6.2% to RMB40.8 million from RMB38.4 million in 1H23.

The increase was mainly due to additional depreciation and amortisation of new property, plant and equipment and intangible assets acquired, which was partially offset by certain property, plant and equipment and intangible assets being fully depreciated and amortised during the period.

(vii) Other (Income)/Expenses

In 2Q24, other (income)/expenses decreased by 87.9% to RMB0.5 million from RMB3.8 million in 2Q23.

In 1H24, other (income)/expenses increased by 245.1% to RMB6.7 million from RMB1.9 million in 1H23.

The gain was mainly due to an increase in foreign currency translation gain.

(viii) Net Provision of Impairment Losses on Trade and Other Receivables

In 2Q24, net provision of impairment losses on trade and other receivables decreased by 100% to RMB nil from RMB1.9 million in 2Q23.

In 1H24, net provision of impairment losses on trade and other receivables decreased by 2.4% to RMB1.8 million from RMB1.9 million in 1H23.

Overall, there was a decrease in a net provision of impairment losses on trade and other receivables mainly due to lesser provision of impairment losses after management assessment on trade and other receivables during the period.

(ix) Net Financial Income/(Costs)

In 2Q24, the Group's finance income recorded an increase by 3.2% to RMB3.5 million from RMB3.4 million in 2Q23.



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In 1H24, the Group's finance income recorded a decrease by 14.1% to RMB6.9 million from RMB8.0 million in 1H23,

The decrease was mainly due to a reduction in the quantum of funds allocated to interest bearing bank accounts and/or fixed deposits placed within financial institutions to earn interest income.

In 2Q24, the Group's finance costs recorded an increase by 204.8% to RMB2.8 million from RMB0.9 million in 2Q23.

In 1H24, the Group's finance costs recorded an increase by 256.0% to RMB5.4 million from RMB1.5 million in 1H23.

The increase was mainly due to interest paid for bank borrowings and early redemption of bills receivables.

Overall, the Group achieved a net finance income mainly due to interest income from interest bearing bank accounts and/or fixed deposits which was partially offset by interest paid for early redemption of bills receivables.

(x) Profit Before Tax

In 2Q24, the Group's profit before tax ("**PBT**") decreased by 37.3% to RMB9.4 million from RMB15.0 million in 2Q23.

In 1H24, the Group's PBT decreased by 71.2% to RMB7.9 million from RMB27.5 million in 1H23.

(xi) Tax Credit/(Expense)

In 2Q24, the Group's tax credit increased by 483.3% to RMB1.3 million from RMB0.2 million in 2Q23.

In 1H24, the Group's tax expense recorded a credit of RMB2.1 million whereas in 1H23 the Group's tax expense recorded an expense of RMB0.8 million.

Overall, the increase was mainly due to an increase in deferred tax assets and reversal of withholding tax and over provision of income tax in respect of prior years.

World Precise Machinery (China) Co., Ltd. ("**WPMC**") and World Precise Machinery (Shenyang) Co., Ltd. ("**WPMS**") enjoyed preferential income tax rate of 15% as WPMC and WPMS have been regarded as a High-Tech Enterprise.

World Precise Machinery Parts (Jiangsu) Co., Ltd., Jiangsu World Tourism Investment Management Co., Ltd., Hainan World Tourism Investment Co., Ltd. and Wanning Yinhu Hot Spring Holiday Hotel Co., Ltd., all are PRC incorporated companies, was subjected to tax at the statutory tax rate of 25%.

World Precise Machinery (Thailand) Co., Ltd., a Thailand incorporated company, enjoyed a preferential income tax treatment under scheme of Board of Investment Thailand.

World Precision Machinery Limited, a Singapore incorporated company, was subjected to tax at the statutory tax rate of 17%.



(xii) Net Profit After Tax

In 2Q24, the Group's net profit after tax ("NPAT") decreased by 29.9% to RMB10.6 million from RMB15.2 million in 2Q23. Net profit margin decreased by 1.1% to 4.4% from 5.5% in 2Q23.

In 1H24, the Group's NPAT decreased by 62.5% to RMB10.0 million from RMB26.7 million in 1H23. Net profit margin decreased by 2.5% to 2.3% from 4.8% in 1H23.

(B) Consolidated Statement of Financial Position (30 June 2024 vs 31 December 2023)

For the period under review, the Group's non-current assets decreased by approximately RMB29.5 million mainly due to an increase in the depreciation and amortisation expenses net of purchases of property, plant and equipment.

For the period under review, the Group's non-current liabilities decreased by RMB7.2 million due to a decrease in deferred tax liabilities and repayment of bank borrowings.

The Group's total current assets decreased by approximately RMB124.5 million from RMB1,220.9 million as at 31 December 2023 to RMB1,096.4 million as at 30 June 2024. This was attributable to a decrease in trade receivables (mainly due to a decrease in bill receivables and sales in June 2024), other receivables (mainly due to a decrease in advance payment to suppliers and interest receivables) and cash and cash equivalents (as explained in the consolidated statement of cash flows) which was partially offset by an increase in inventories (mainly due to a decrease in sales in June 2024) and amounts due from related parties (trade)

The Group's total current liabilities decreased by approximately RMB2.9 million from RMB977.9 million as at 31 December 2023 to RMB975.0 million as at 30 June 2024. This was attributable to a decrease in other payables (mainly due to a decrease in accrued operating expenses and VAT payables which was partially offset by an increase in bonus payables and payables relating to property, plant and equipment) and amounts due to related parties (trade) which was partially offset by an increase in trade payables (mainly due to slow payment to suppliers which was partially offset by a decrease in reclassification of bill receivables).

The Group is in a net current assets position as at 30 June 2024 of RMB121.4 million.

(C) Consolidated Statement of Cash Flows

For the 3 months ended 30 June 2024, the Group recorded a net cash decrease of approximately RMB105.4 million. This was mainly due to: -

- a) the net cash inflow arising from operating activities which amounted to RMB43.4 million. The reasons were disclosed in the commentary under consolidated statement of profit or loss and other comprehensive income and consolidated statement of financial position.
- b) the net cash inflow arising from investing activities which amounted to RMB1.9 million mainly due to the reversal of purchases of property, plant and equipment which was partially offset by effect of foreign currency re-alignment on investing activities.
- c) the net cash inflow arising from financing activities which amounted to RMB150.7 million mainly due to dividend paid and interest paid.



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For the 6 months ended 30 June 2024, the Group recorded a net cash decrease of approximately RMB155.5 million. This was mainly due to: -

- a) the net cash inflow arising from operating activities which amounted to RMB21.4 million. The reasons were disclosed in the commentary under consolidated statement of profit or loss and other comprehensive income and consolidated statement of financial position.
- b) the net cash outflow arising from investing activities which amounted to RM18.4 million mainly due to the purchases of property, plant and equipment and foreign currency re-alignment on investing activities.
- b) the net cash outflow arising from financing activities which amounted to RMB158.5 million mainly due to repayment of bank borrowings, dividend paid and interest paid.

Cash and cash equivalents as at 30 June 2024 stood at RMB281.6 million (of which RMB 0.5 million was pledged for letter of guarantee).

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

The 1H24 Financial Results announcement is in line with the statement made in Paragraph 10 disclosed in the 1Q24 Financial Results announcement dated 30 April 2024, i.e. "Barring any unforeseen circumstances, the Group is cautiously optimistic to remain profitable in FY2024."

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.

FY2024 will be a challenging year for the Group, with China's domestic economy still hampered by sluggish consumer and business sentiment, while international geopolitical conflicts, including the Russia-Ukraine War and the Israel-Hamas conflict, continues to fuel an inflationary and more unstable external environment. As a result of these various pressures, the Group's business outlook will remain subdued in FY2024.

The management is monitoring the development of business environment closely and will adjust its existing business strategies to better mitigate these challenges.

Nonetheless, barring any unforeseen circumstances, the Group is cautiously optimistic to remain profitable in FY2024.

The Group's order book stood at RMB440.9 million as at 9 August 2024.

11. Dividend

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

No interim dividend was declared or recommended.

(b) (i) Amount per share

Not applicable.



(ii) Previous corresponding period

Name of dividend	Special interim dividend
Dividend type	Cash
Dividend amount per share	RMB0.375
Tax rate	Tax-exempt (one-tier)

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

Not applicable.

(d) **The date the dividend is payable.**

Not applicable.

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

Not applicable.

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

No dividend has been declared / recommended for the current financial period reported on as dividend, if any, will be declared at the full year results announcement.

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.**

The Group has obtained a general mandate from shareholders for IPTs.

The IPTs for 1H24 are as follows: -

Name of Interested Person	Nature of relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandates pursuant to Rule 920 (excluding transactions less than \$100,000)
		(RMB'000)	(RMB'000)



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<u>Jiangsu World Machinery and Electronics Group Co., Ltd.</u> Processing fees received and sale of raw materials and parts. Processing fees paid	Associate of the Controlling Shareholder	N/A	203 1,537
<u>Jiangsu World Plant-Protecting Machinery Co., Ltd.</u> Processing fee received and sale of raw materials and parts. Purchase of raw materials and scrap materials.	Associate of the Controlling Shareholder	N/A	23 1,789
<u>Jiangsu World Agriculture Machinery Co., Ltd.</u> Processing fees received and sale of raw materials, parts and machineries. Purchase of raw materials and scrap materials.	Associate of the Controlling Shareholder	N/A	27,805 2,320
<u>Jiangsu World Agriculture Machinery & Parts Manufacturing Co., Ltd.</u> Processing fees received and sale of raw materials and parts. Processing fees paid and purchase of raw materials and scrap materials.	Associate of the Controlling Shareholder	N/A	1,148 2,813
<u>World Agriculture (Shenyang) Co., Ltd.</u> Processing fees received and sale of raw materials, scrap materials and parts.	Associate of the Controlling Shareholder	N/A	1,804



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Processing fees paid and purchase of parts.			241
<u>World Heavy Industry (China) Co., Ltd.</u> Processing fee received and sale of parts. Processing fee paid and purchase of raw materials, scrap materials and equipment.	Associate of the Controlling Shareholder	N/A	2,083 7,736
<u>Jiangsu World Crane Co., Ltd.</u> Processing fees paid and purchase of equipment.	Associate of the Controlling Shareholder	N/A	263
<u>Jiangsu World Precise Machinery Co., Ltd.</u> Land rental paid.	Associate of the Controlling Shareholder	N/A	300
<u>Jiangsu World Furniture Co., Ltd.</u> Sale of raw materials, parts and machineries. Purchase of scrap materials.	Associate of the Controlling Shareholder	N/A	390 2,128
<u>Jiangsu World High End Agriculture Equipment Co., Ltd.</u> Processing fees received and sale of raw materials and parts. Processing fees paid and purchase of scrap materials.	Associate of the Controlling Shareholder	N/A	36,389 8,237
<u>Danyang World Machinery Parts Manufacturing Co., Ltd.</u> Sale of raw materials and parts.	Associate of the Controlling Shareholder	334	N/A



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Purchase of raw materials and scrap materials.		205	
<u>World High Precision Complete Equipment Co., Ltd.</u>	Associate of the Controlling Shareholder		N/A
Processing fee received and sale of parts.		16	
Purchase of raw materials.		3,561	
Total		4,116	97,209

14. 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) of Listing Manual

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

15. Statement Pursuant to Rule 705(5) of the Listing Manual

The Directors confirm that, to the best of their knowledge and belief, nothing has come to the attention of the Board of Directors which may render the unaudited half year and second quarter results of the Group for the financial period ended 30 June 2024 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Wang Weiyao
Executive Chairman

Shao Jianjun
Non-Executive and Non-Independent Director

BY ORDER OF THE BOARD

Wang Weiyao
Executive Chairman
13 August 2024