



## H2G GREEN LIMITED

**(Company Registration No.199806046G)**  
**(Incorporated in the Republic of Singapore)**

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The contact person for the Sponsor is Mr. Josh Tan - Registered Professional, 36 Robinson Road, #10-6 City House, Singapore 068877, [sponsor@rhtgoc.com](mailto:sponsor@rhtgoc.com)



## H2G GREEN LIMITED

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## H2G GREEN LIMITED

### Condensed Interim Consolidated Statement of Profit or Loss For the Six Months ended 30 September 2023

	Note	Group		Increase/ (Decrease) %
		30.09.2023 S\$'000	30.09.2022 S\$'000	
<b>Revenue</b>	<b>4</b>	<b>4,172</b>	<b>6,959</b>	<b>(40)</b>
Cost of sales		(2,334)	(4,692)	(50)
<b>Gross profit</b>		<b>1,838</b>	<b>2,267</b>	<b>(19)</b>
Other operating income	5	373	150	149
Distribution expenses		(1,258)	(1,115)	13
Administrative expenses		(4,232)	(2,635)	61
<b>Results from operating activities</b>		<b>(3,279)</b>	<b>(1,333)</b>	146
Finance income	6	1	282	(100)
Finance costs	7	(212)	(66)	221
<b>Results from operating activities</b>	<b>8</b>	<b>(3,490)</b>	<b>(1,117)</b>	<b>212</b>
Tax expense		-	-	-
<b>Loss for the period</b>		<b>(3,490)</b>	<b>(1,117)</b>	<b>212</b>
<b>Loss attributable to :</b>				
Owners of the Company		(2,368)	(808)	193
Non-controlling interests		(1,122)	(309)	263
<b>Loss for the period</b>		<b>(3,490)</b>	<b>(1,117)</b>	
<b>Loss per share:</b>				
Basic and diluted loss per share (cents)	9	(0.18)	(0.09)	



## H2G GREEN LIMITED

### Condensed Interim Consolidated Statement of Other Comprehensive Income For the Six Months ended 30 September 2023

	Group		Change %
	30.09.2023	30.09.2022	
	S\$'000	S\$'000	
<b>Loss for the period</b>	<b>(3,490)</b>	<b>(1,117)</b>	<b>212</b>
<b>Other comprehensive income</b> <i>Item that is or may be reclassified subsequently to profit or loss:</i>			
Foreign currency translation differences	185	(122)	N.M.
<b>Other comprehensive income for the period, net of tax</b>	<b>185</b>	<b>(122)</b>	N.M.
<b>Total comprehensive income for the period</b>	<b>(3,305)</b>	<b>(1,239)</b>	N.M.
<b>Total comprehensive income attribute to :</b>			
Owners of the Company	(2,275)	(930)	145
Non-controlling interests	(1,030)	(309)	N.M.
<b>Total comprehensive income for the period</b>	<b>(3,305)</b>	<b>(1,239)</b>	N.M.

## H2G GREEN LIMITED

### Condensed Interim Consolidated Statement of Financial Position

As at 30 September 2023

	Note	Group		Company	
		30.09.2023	31.03.2023	30.09.2023	31.03.2023
		S\$'000	S\$'000	S\$'000	S\$'000
<b>Non-current assets</b>					
Property, plant and equipment	10	8,458	7,568	178	169
Right-of-use assets	11	6,575	6,963	11	3
Intangible assets	12	829	847	119	132
Investment property		-	-	4,112	4,177
Subsidiaries		-	-	21,081	21,081
Other investment	13	162	162	-	-
Trade and other receivables		-	-	2,494	2,873
		<b>16,024</b>	<b>15,540</b>	<b>27,995</b>	<b>28,435</b>
<b>Current assets</b>					
Inventories		4,239	4,244	-	-
Contract assets	4	-	1	-	-
Trade and other receivables		6,927	3,008	265	631
Cash and cash held with financial institutions		12,511	9,626	579	647
		<b>23,677</b>	<b>16,879</b>	<b>844</b>	<b>1,278</b>
<b>Total assets</b>		<b>39,701</b>	<b>32,419</b>	<b>28,839</b>	<b>29,713</b>
<b>Equity</b>					
Share capital		36,981	36,981	36,981	36,981
Currency translation reserve		251	158	-	-
Other reserves		4,351	(6,335)	-	-
Accumulated losses		(17,623)	(15,255)	(12,258)	(11,430)
<b>Equity attributable to owners of the Company</b>		<b>23,960</b>	<b>15,549</b>	<b>24,723</b>	<b>25,551</b>
<b>Non-controlling interests</b>		<b>2,981</b>	<b>3,697</b>	<b>-</b>	<b>-</b>
<b>Total Equity</b>		<b>26,941</b>	<b>19,246</b>	<b>24,723</b>	<b>25,551</b>
<b>Non-current liabilities</b>					
Deferred tax liabilities		100	100	-	-
Provision for reinstatement cost		237	237	-	-
Loans and borrowings	16	3,956	4,212	3,097	3,153
Lease liabilities		1,142	1,235	1	1
		<b>5,435</b>	<b>5,784</b>	<b>3,098</b>	<b>3,154</b>
<b>Current liabilities</b>					
Trade and other payables		1,982	2,266	911	923
Contract liabilities	4	3,445	2,786	-	-
Loans and borrowings	16	555	667	96	83
Lease liabilities		1,343	1,670	11	2
		<b>7,325</b>	<b>7,389</b>	<b>1,018</b>	<b>1,008</b>
<b>Total liabilities</b>		<b>12,760</b>	<b>13,173</b>	<b>4,116</b>	<b>4,162</b>
<b>Total equity and liabilities</b>		<b>39,701</b>	<b>32,419</b>	<b>28,839</b>	<b>29,713</b>

## H2G GREEN LIMITED

### Condensed Interim Consolidated Statements of Changes in Equity For the Six Months ended 30 September 2023

	Share capital	Currency translation reserve	Other reserves	Accumulated losses	Equity attributable to owners of the Company	Non-controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Group</b>							
<b>At 1 April 2022</b>	22,798	24	-	(11,939)	10,883	-	10,883
<b>Total comprehensive income for the period</b>							
Loss for the period	-	-	-	(808)	(808)	(309)	(1,117)
<b>Other comprehensive income</b>							
Foreign currency translation difference - foreign operations	-	(122)	-	-	(122)	-	(122)
<b>Total comprehensive income for the period</b>	-	(122)	-	(808)	(930)	(309)	(1,239)
<b>Transactions with owners, recorded directly in equity</b>							
<b>Change in ownership interest in subsidiaries</b>							
Acquisition of non-controlling interest	-	-	-	-	-	1,833	1,833
<b>Total changes in ownership interest in subsidiaries</b>	-	-	-	-	-	1,833	1,833
<b>Contribution by and distribution to owners</b>							
Issuance of ordinary shares related to common control transaction	10,242	-	-	-	10,242	-	10,242
<b>Total transactions with owners</b>	10,242	-	-	-	10,242	-	10,242
<b>At 30 September 2022</b>	<b>33,040</b>	<b>(98)</b>	<b>-</b>	<b>(12,747)</b>	<b>20,195</b>	<b>1,524</b>	<b>21,719</b>
<b>At 1 April 2023</b>	<b>36,981</b>	<b>158</b>	<b>(6,335)</b>	<b>(15,255)</b>	<b>15,549</b>	<b>3,697</b>	<b>19,246</b>
<b>Total comprehensive income for the period</b>							
Loss for the period	-	-	-	(2,368)	(2,368)	(1,122)	(3,490)
<b>Other comprehensive income</b>							
Foreign currency translation difference - foreign operations	-	93	-	-	93	92	185
<b>Total comprehensive income for the period</b>	-	93	-	(2,368)	(2,275)	(1,030)	(3,305)
<b>Transactions with owners, recorded directly in equity</b>							
<b>Change in ownership interest in subsidiaries</b>							
Dilution of interests - GUPL	-	-	4,688	-	4,688	312	5,000
Dilution of interests - GEIH	-	-	5,998	-	5,998	2	6,000
<b>Total changes in ownership interest in subsidiaries</b>	-	-	10,686	-	10,686	314	11,000
<b>At 30 September 2023</b>	<b>36,981</b>	<b>251</b>	<b>4,351</b>	<b>(17,623)</b>	<b>23,960</b>	<b>2,981</b>	<b>26,941</b>

## H2G GREEN LIMITED

### Condensed Interim Consolidated Statements of Changes in Equity (Continued)

For the Six Months ended 30 September 2023

	Share capital	Translation Reserve	Accumulated losses	Total equity
Company	S\$'000	S\$'000	S\$'000	S\$'000
<b>At 1 April 2022</b>	22,798	-	(9,694)	13,104
<b>Total comprehensive income for the period</b>				
Loss for the period	-	-	(759)	(759)
<b>Total comprehensive income for the period</b>	-	-	(759)	(759)
<b>Transactions with owners, recorded directly in equity</b>				
<b>Contribution by and distribution to owners</b>				
Issuance of ordinary shares related to common control transaction	10,242	-	-	10,242
<b>Total transactions with owners</b>	10,242	-	-	10,242
<b>At 30 September 2022</b>	<b>33,040</b>	-	<b>(10,453)</b>	<b>22,587</b>
<b>At 1 April 2023</b>	<b>36,981</b>	-	<b>(11,430)</b>	<b>25,551</b>
<b>Total comprehensive income for the period</b>				
Loss for the period	-	-	(828)	(828)
<b>Total comprehensive income for the period</b>	-	-	(828)	(828)
<b>At 30 September 2023</b>	<b>36,981</b>	-	<b>(12,258)</b>	<b>24,723</b>



## H2G GREEN LIMITED

### Condensed Interim Consolidated Statement of Cash Flows For the Six Months ended 30 September 2023

	Group	
	30.09.2023	30.09.2022
	S\$'000	S\$'000
<b>Cash flows from operating activities</b>		
Loss for the period	(3,490)	(1,117)
<b>Adjustments for:</b>		
Allowance for inventories obsolescence	(3)	-
Depreciation of property, plant and equipment	427	216
Depreciation of right-of-use assets	924	699
Amortisation of intangible assets	19	13
Gain on disposal of property, plant and equipment	(9)	-
Fair value gain on debt investment	-	(9)
Interest expenses	160	66
Interest income	(1)	(2)
	<b>(1,973)</b>	<b>(134)</b>
Change in inventories	8	206
Change in contract assets	1	-
Change in trade and other receivables	(3,940)	(742)
Change in contract liabilities	648	(870)
Change in trade and other payables	(252)	(417)
<b>Cash used in operations</b>	<b>(5,508)</b>	<b>(1,957)</b>
Income tax paid	-	-
<b>Net cash used in operating activities</b>	<b>(5,508)</b>	<b>(1,957)</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(1,237)	(148)
Acquisition of a subsidiary	-	561
Acquisition of right-of-use assets	(67)	-
Acquisition of patent	-	(11)
Proceed from disposal of property, plant and equipment	22	-
Interest received	1	2
<b>Net cash (used in)/from investing activities</b>	<b>(1,281)</b>	<b>404</b>
<b>Cash flows from financing activities</b>		
Fixed deposit pledged with financial institutions	-	(200)
Interest paid	(103)	(43)
Capital contributions from non-controlling interests	11,000	-
Proceeds from bank loan	106	1,000
Payment of interest on lease liabilities	(57)	(23)
Repayment of bank loans	(474)	(154)
Repayment of lease liabilities	(889)	(621)
<b>Net cash from/(used in) financing activities</b>	<b>9,583</b>	<b>(41)</b>



## H2G GREEN LIMITED

### Condensed Interim Consolidated Statement of Cash Flows (Continued) For the Six Months ended 30 September 2023

	Note	S\$'000	S\$'000
<b>Net decrease in cash and cash equivalents</b>		2,794	(1,594)
Cash and cash equivalents at beginning of the period		9,426	5,552
Effects of currency translation on cash and cash equivalents		91	(173)
<b>Cash and cash equivalents at end of the period</b>	<b>(i)</b>	<b>12,311</b>	<b>3,785</b>

	Group	
	30.09.2023 S\$'000	30.09.2022 S\$'000
<b>Note (i):</b>		
Cash at banks and in hand	12,291	3,765
Fixed deposit with banks	220	220
As per disclosed in condensed interim statement of financial position	<b>12,511</b>	<b>3,985</b>
Fixed deposit pledged	(200)	(200)
As per disclosure in condensed interim consolidated statement of cash flows	<b>12,311</b>	<b>3,785</b>



## H2G GREEN LIMITED

### Notes to the Condensed Consolidated Interim Financial Statements For the Six Months ended 30 September 2023

#### 1. Corporate information

H2G Green Limited (the “**Company**”) is incorporated and domiciled in Singapore and whose shares are publicly traded on the Catalist Board of the Singapore Exchange.

The registered office of the Company is at 39 Kaki Bukit Place, Eunos Techpark, Singapore 412617.

These condensed interim financial statements as at and for the six months ended 30 September 2023 comprise the Company and its subsidiaries (collectively, the “**Group**”).

The principal activities of the Company include investment holding and the provision of management services to its subsidiaries. The principal activities of the Company’s subsidiaries are disclosed in Note 4 below.

#### 2. Basis of preparation

The condensed interim financial statements for the six months ended 30 September 2023 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“**SFRS (I)**”) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim financial statement does not include all the information required for a complete set of financial statements and should be read in conjunction with the Group’s annual consolidated financial statements for the financial year ended 31 March 2023. 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 statement for the financial year ended 31 March 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.

The condensed interim financial statements are presented in Singapore Dollars (S\$), which is the Company’s functional currency, and all values are rounded to the nearest thousand (S\$’000), except when otherwise indicated.

##### 2.1 New and amended standards adopted by the Group.

The Group adopted new and amended SFRS(I) and interpretation to SFRS(I) (“**INT SFRS(I)**”) that are relevant to its operation and effective for current financial period. The adoption of the new and amended SFRS(I) did not result in material changes to the Group’s accounting policy and do not have a material effect on the financial statement.



## H2G GREEN LIMITED

### **Notes to the Condensed Consolidated Interim Financial Statements For the Six Months ended 30 September 2023**

#### **2.2 Use of judgements and estimates**

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and 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 financial year ended 31 March 2023.

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

In particular, the information about significant areas of estimation uncertainty in applying accounting policies that have most significant effect on the amount recognized in the financial statements and that have a significant risk of resulting in a material adjustment within the next financial year are as follows:

##### Assessment of impairment of non-financial assets

An impairment exists when the carrying value of the cash-generating unit exceeds its recoverable amount, which is the higher of its fair value less costs to sell and its value-in-use. Where value-in-use calculations are undertaken, management will estimate the expected future cash flows from the cash-generating unit (CGU) and choose a suitable discount rate in order to calculate the present value of those cash flows.

##### Assessment of the allowance for inventory obsolescence or slow-moving inventories or for any shortfall in net realizable value of inventories

The Group has assessed the net realisable value of its inventories on at least a yearly basis. Inventories have been written down to net realisable value to be consistent with the view that assets should not be carried in excess of amounts expected to be realised from their sale or use. Estimates of net realisable value are based on the most reliable evidence available at the balance sheet date. These estimates take into consideration market demand, competition, selling price and cost directly relating to events occurring after the end of the financial year, to the extent that such events confirm conditions existing at the end of the financial year.

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

- Note 13 – fair value measurement



## H2G GREEN LIMITED

### Notes to the Condensed Consolidated Interim Financial Statements For the Six Months ended 30 September 2023

#### 3. Seasonal operations

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

#### 4. Operating segments

The Group is organized into the following main business segments as follows:

Lifestyle	:	Sale and distribution of high-end and mid-range furniture, kitchen and wardrobe systems, decorative and industrial lighting and bespoke carpentry services
Energy	:	Production and sale of advanced biodiesel, activated carbon, and distribution of liquefied natural gas and its related businesses
Investment Holding	:	Investment in entities engages in furniture and green energy related businesses for capital appreciation purpose

These operating segments are reported in a manner consistent with internal reporting provided to the Group's CEO who is responsible for allocating resources and assessing performance of the operating segments.

The table on the following page summarizes the present revenue and results information regarding the Group's business segments for the six-months interim period ended 30 September 2023 and 30 September 2022.

**Notes to the Condensed Consolidated Interim Financial Statements  
For the Six Months ended 30 September 2023**

**4.1 Reportable segments**

	Investment Holding		Lifestyle		Energy		Group	
	30.09.2023	30.09.2022	30.09.2023	30.09.2022	30.09.2023	30.09.2022	30.09.2023	30.09.2022
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Revenue</b>								
Revenue from external parties	-	168	3,121	6,234	1,051	557	4,172	6,959
Inter-segment revenue	-	-	84	431	-	-	84	431
<b>Total segment revenue</b>	<b>-</b>	<b>168</b>	<b>3,205</b>	<b>6,665</b>	<b>1,051</b>	<b>557</b>	<b>4,256</b>	<b>7,390</b>
<b>Results</b>								
Segment results	(652)	(702)	301	985	(1,558)	(688)	(1,909)	(405)
Interest income	1	84	-	-	-	262	1	346
Interest expenses	(63)	(33)	(38)	(84)	(111)	(13)	(212)	(130)
Depreciation and amortization	(114)	(107)	(603)	(532)	(653)	(289)	(1,370)	(928)
<b>Loss before tax</b>	<b>(828)</b>	<b>(758)</b>	<b>(340)</b>	<b>369</b>	<b>(2,322)</b>	<b>(728)</b>	<b>(3,490)</b>	<b>(1,117)</b>
Income tax expenses	-	-	-	-	-	-	-	-
<b>Reportable segment loss after tax</b>	<b>(828)</b>	<b>(758)</b>	<b>(340)</b>	<b>369</b>	<b>(2,322)</b>	<b>(728)</b>	<b>(3,490)</b>	<b>(1,117)</b>
<b>Other material non-cash items:</b>								
Written back allowance for inventory obsolescence	-	-	3	-	-	-	3	-
<b>Other segment information</b>								
<b>Capital Expenditure</b>	<b>43</b>	<b>11</b>	<b>13</b>	<b>12</b>	<b>1,181</b>	<b>125</b>	<b>1,237</b>	<b>148</b>
<b>Reportable segment assets</b>	<b>5,928</b>	<b>5,668</b>	<b>7,670</b>	<b>10,029</b>	<b>26,103</b>	<b>12,419</b>	<b>39,701</b>	<b>28,116</b>
<b>Reportable segment liabilities</b>	<b>3,636</b>	<b>3,515</b>	<b>5,424</b>	<b>7,323</b>	<b>3,700</b>	<b>6,097</b>	<b>12,760</b>	<b>16,935</b>



## H2G GREEN LIMITED

### Notes to the Condensed Consolidated Interim Financial Statements For the Six Months ended 30 September 2023

#### 4.1 Reportable segments (continued)

##### Geographical information

Segment revenue and segment assets information are based on the geographical location of business operations and geographical location of the assets respectively for the six months financial period ended 30 September 2023 and 30 September 2022 are as follows:

	External revenues		Non-current assets	
	30.09.2023	30.09.2022	30.09.2023	30.09.2022
	S\$'000	S\$'000	S\$'000	S\$'000
Singapore	4,072	6,555	15,790	18,620
Indonesia	-	3	234	278
Malaysia	100	359	-	-
Other Countries	-	42	-	-
	<u>4,172</u>	<u>6,959</u>	<u>16,024</u>	<u>18,898</u>



## H2G GREEN LIMITED

### Notes to the Condensed Consolidated Interim Financial Statements For the Six Months ended 30 September 2023

#### 4.2 Disaggregation of Revenue

In the following table, revenue is disaggregated by primary geographical markets, major products and service lines and timing of revenue recognition.

	Lifestyle		Energy		Investment Holding		Total	
	30.09.2023	30.09.2022	30.09.2023	30.09.2022	30.09.2023	30.09.2022	30.09.2023	30.09.2022
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Primary geographical markets</b>								
Singapore	3,021	5,858	1,051	529	-	168	4,072	6,555
Other Countries	100	376	-	28	-	-	100	404
<hr/>								
<b>Major products/service line</b>								
Sales of goods	3,121	6,234	1,051	557	-	-	4,172	6,791
Management fee income from affiliated companies	-	-	-	-	-	168	-	168
<hr/>								
	3,121	6,234	1,051	557	-	168	4,172	6,959
<hr/>								
<b>Timing of revenue recognition</b>								
Products transferred at a point in time	3,121	6,234	1,051	557	-	168	4,172	6,959
Products and services transferred over time	-	-	-	-	-	-	-	-
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	3,121	6,234	1,051	557	-	168	4,172	6,959
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## H2G GREEN LIMITED

### Notes to the Condensed Consolidated Interim Financial Statements For the Six Months ended 30 September 2023

#### 4.3 Contract balance

The following table provides information about receivables, contract assets and contract liabilities from contracts with customers.

	Group	
	30.09.2023 S\$'000	31.03.2023 S\$'000
Trade receivables, net	1,143	1,235
Contract assets	-	1
Contract liabilities	(3,445)	(2,786)

The contract assets primarily relate to the Group's rights to consideration for work completed but not billed at the reporting date for lighting and bespoke carpentry works. The contract assets are transferred to trade receivables when the rights become unconditional. This usually occurs when the Group invoices the customers.

The contract liabilities primarily relate to advance consideration received from customers for sale of furniture, kitchen and wardrobe system, and lightings.

#### 5. Other operating income

	Note	Group		%
		30.09.2023 S\$'000	30.09.2022 S\$'000	Increase/ (Decrease)
Gain on disposal of property, plant, and equipment		9	-	N.M
Government grants	(a)	29	55	(47)
Miscellaneous income	(b)	185	59	214
Rental Income		40	36	11
Marketing Income	(c)	107	-	N.M
Written back allowance of inventories obsolescence		3	-	N.M
		373	150	

Notes:

- (a) Government grants refer to grants mainly under the Senior Employment Credit, Job Growth Incentive (JGI) and other government grants.
- (b) Miscellaneous income related mainly to ISO tank management fee, services income to affiliated company insurance claim for damage shipment.
- (c) Marketing, sponsorship fees and sales incentive received from supplier.

#### 6. Finance income

	Group		%
	30.09.2023 S\$'000	30.09.2022 S\$'000	Increase/ (Decrease)
Fair value gain on debt investment	-	10	N.M
Interest income	1	2	(50)
Net foreign exchange gain	-	270	N.M
	1	282	



## H2G GREEN LIMITED

### Notes to the Condensed Consolidated Interim Financial Statements For the Six Months ended 30 September 2023

#### 7. Finance costs

	Group		%
	30.09.2023	30.09.2022	Increase/ (Decrease)
	S\$'000	S\$'000	
Interest expense on lease liabilities	57	23	148
Interest expense on secured bank loan	71	33	115
Interest expense on unsecured bank loan	32	10	220
Net foreign exchange loss	52	-	N.M
	<u>212</u>	<u>66</u>	

#### 8. Loss before tax

The following items have been included in arriving at loss before tax:

	Group		Increase/ (Decrease)
	30.09.2023	30.09.2022	
	S\$'000	S\$'000	
Written back allowance for inventory	3	-	N.M
Depreciation of property, plant and equipment	(427)	(216)	98
Depreciation of right-of-use assets	(924)	(699)	32
Depreciation of intangible assets	(19)	(13)	46
	<u>(1,367)</u>	<u>(928)</u>	

#### 9. Loss per share

	Group	
	30.09.2023	30.09.2022
Net loss attributable to shareholders (S\$'000)	(2,368)	(808)
Weighted average number of ordinary shares in issue		
-Basic and diluted	1,288,776,669	902,195,768
Basic and diluted loss per share (cents)	<u>(0.18)</u>	<u>(0.09)</u>



## H2G GREEN LIMITED

### Notes to the Condensed Consolidated Interim Financial Statements For the Six Months ended 30 September 2023

#### 10. Property, plant and equipment

During the six months ended 30 September 2023, the Group had additions to property, plant and equipment of S\$1,237,117 (30 September 2022: S\$147,917) and disposal of property, plant and equipment amounting to S\$15,538. (30 September 2022: S\$ Nil).

#### 11. Right-of-use assets

During the six months ended 30 September 2023, the Group had additions to right-of-use assets amounting to S\$535,823 (30 September 2022: S\$2,244,563).

The leasehold land and building with a carrying amount of S\$4,112,079 (30 September 2022: S\$4,242,275) is under mortgage with bank (Note 16).

#### 12. Intangible assets

As at 30 September 2023, intangible assets included intellectual properties of S\$632,348 (31 March 2023: S\$637,200), goodwill of S\$77,367 (31 March 2023: S\$77,367) and ERP Software of S\$118,980 (31 March 2023: S\$132,200).

The Group performed its annual impairment test in March 2023 when circumstances indicated that the carrying amount may be impaired. The recoverable amount is determine based on the higher of value in use and fair value less costs of disposal. For the financial year ended 31 March 2023, the recoverable amount is the fair value less costs of disposal. Management had engaged independent professional valuers to carry out valuations on the intangible assets having considered the appropriate professional qualifications and recent experience of the valuers in the category of the intangible assets being valued. In determining the fair value of the intangible assets, the valuers used the cost approach, which is a fair value hierarchy Level 3 measurement.

No impairment loss was required for intangible assets for the financial year ended 31 March 2023 and there were no indicators of impairment as at 30 September 2023.

#### 13. Other investment

	Group	
	30.09.2023	31.03.2023
	S\$'000	S\$'000
Unlisted Investment - Keyman Insurance contract – mandatorily at fair value through profit or loss	162	162

The Group acquired a keyman insurance contract, which was used to guarantee the banking facilities of Gashubunited Utility Private Limited. The insurance contract was initially recognized at the amount of the premium paid and subsequently carried at fair value at the end of each reporting period. The keyman insurance contract relates to an insurance policy insured for Mr Lim Shao-Lin, a director of the Company, guaranteeing businesses loans or banking facilities.

#### **Fair value measurement**

The fair value of the key-man insurance is based on total surrender value of the contract stated in the statement of the policy, which is categorized within Level 3 of the fair value hierarchy.



## H2G GREEN LIMITED

### Notes to the Condensed Consolidated Interim Financial Statements For the Six Months ended 30 September 2023

#### 14. Acquisition of a subsidiary

- (a) On 28 June 2022, the Company completed its acquisition of approximately 51% equity interest in Gashubunited Utility Private Limited (“GUPL”) for a purchase consideration of S\$10,241,803 via issuance of new ordinary shares of the Company at a fair value of S\$0.025 per share.

The acquisition represents an opportunity for the Group and the Company to further grow and venture into the energy and natural gas-related business.

Prior to the acquisition, GUPL was a wholly owned subsidiary of the vendor. As Mr Lim Shao-Lin is a director and a majority shareholder of the vendor and is also the Executive Director and Chief Executive Officer, and a substantial controlling shareholder of the Company, management has assessed and determined that Mr Lim Shao-Lin is a common controlling shareholder of GUPL and the Company before and after the corporate exercise.

Accordingly, the transaction has been accounted for under the merger accounting (pooling of interests) method. Under merger accounting, net assets injected would be “pooled” with the Group’s assets at their book carrying value. The difference between the purchase consideration (at fair value) and the net assets injected (at book carrying value) would be recorded as a merger reserve (surplus or deficit).

The merger reserve deficit and net assets acquired, and liabilities assumed are tabulated as follows:

<b>28 June 2022</b>	<b>S\$’000</b>
409,672,131 new shares measured at fair value on acquisition date at S\$0.025 per share	10,241
Share of net assets value acquired at 51%	(1,008)
Merger reserve deficit recognised	<u>9,233</u>
<b>Assets acquired and liabilities assumed</b>	
Cash and cash equivalents	561
Property, plant and equipment, at net book value	4,095
Right-of-use assets	337
Inventories	4
Trade and other receivables	513
Trade and other payable	(3,246)
Lease liabilities	<u>(287)</u>
	<u>1,977</u>
<b>Effects on cash flows of the Group</b>	
Cash consideration paid	-
Less: Cash and cash equivalents of subsidiary acquired	561
Net cash inflows on acquisition	<u>561</u>

On 21 March 2023, the Company acquired additional 2.76% equity interest in GUPL for a cash consideration of S\$3,800,000 from the additional share placement by GUPL.



## H2G GREEN LIMITED

### Notes to the Condensed Consolidated Interim Financial Statements For the Six Months ended 30 September 2023

#### 14. Acquisition of a subsidiary (continued)

##### (b) Dilution in equity interest in a subsidiary, Green Energy Investment Holding Private Limited (“GEIH”)

On 17 August 2023, GEIH issued 1 Class A Preference Shares (Second Tranche) to an investor for a cash consideration of S\$6,000,000 while another 2 Class A Preference Shares will be issued pending the achievement of the business milestones.

Following the completion of the Second Tranche, the Company's equity interest was diluted from 50.18% as at 31 March 2023 to 50.15% as at 30 September 2023 and potentially to 50.10% based on the total number of shares (including ordinary shares and Class A preference shares) of GEIH on a fully diluted and as-converted basis.

	S\$'000
Net assets value disposed by issuing 1 preference shares, being share of non-controlling interest of 0.03%	2
Capital contribution from non-controlling interests	<u>(6,000)</u>
Difference recognized in capital reserve	<u>(5,998)</u>

##### (c) Dilution in equity interest in a subsidiary, Gashubunited Utility Private Limited (“GUPL”)

On 31 August 2023, GUPL issued 1,495,215 shares in the capital of GUPL to an investor for a cash consideration of S\$5,000,000. The allotted Shares represent approximately 13.82% of the total enlarged number of issued GUPL Shares. Following the completion of the share subscription of investor, GUPL will become a 46.33%-owned subsidiary of the Company.

	S\$'000
Net assets value disposed by issuing 1,495,215 shares, being share of non-controlling interest at 7.43%	312
Capital contribution from non-controlling interests	<u>(5,000)</u>
Difference recognised in capital reserve	<u>(4,688)</u>

##### ***Significant judgment in determining control by the Company over GUPL notwithstanding becoming a 46.33% - owned subsidiary.***

The Company has assessed whether the Company continues to exercise control over GUPL, in accordance with SFRS(I) 10, Consolidated Financial Statements, through the rights, to variable returns from its involvement with the investee and could affect those returns through its power over the investee.

Notwithstanding the significant divestment of interest to an investor, the Company has determined that the Company has control over GUPL (i) through its executive control over the running of the daily operations, (ii) through Board Control and the Chairman of GUPL is appointed from the Group with a



## H2G GREEN LIMITED

### Notes to the Condensed Consolidated Interim Financial Statements For the Six Months ended 30 September 2023

#### 14. Acquisition of a subsidiary (continued)

##### (d) Dilution in equity interest in a subsidiary, Gashubunited Utility Private Limited (“GUPL”) (continue)

casting vote; and (iii) through common control of shareholder by Mr Lim Shao-Lin. As Mr Lim Shao-Lin is a director and a majority shareholder of Gashubunited Holding Private Limited (a shareholder of GUPL) and is also the Executive Director and Chief Executive Officer, and a controlling shareholder of the Company, management has assessed and determined that Mr Lim Shao-Lin is a common controlling shareholder of GUPL and the Company.

#### 15. Share capital

	Group and Company			
	30.09.2023		31.03.2023	
	Number of shares '000	Amount S\$'000	Number of shares '000	Amount S\$'000
End of interim period	1,288,777	36,981	1,288,777	36,981

The Company did not hold any treasury shares as at 30 September 2023.

The Company subsidiaries do not hold any shares in the Company as at 30 September 2023.

#### 16. Loans and borrowings

	Group		Company	
	30.09.2023 S\$'000	31.03.2023 S\$'000	30.09.2023 S\$'000	31.03.2023 S\$'000
<b>Current</b>				
Secured	96	83	96	83
Unsecured	459	584	-	-
	<u>555</u>	<u>667</u>	<u>96</u>	<u>83</u>
<b>Non-current</b>				
Secured	3,097	3,153	3,097	3,153
Unsecured	859	1,059	-	-
	<u>3,956</u>	<u>4,212</u>	<u>3,097</u>	<u>3,153</u>
<b>Total</b>	<u>4,511</u>	<u>4,879</u>	<u>3,193</u>	<u>3,236</u>

Loans and borrowings are secured by:

- Legal mortgages over leasehold land and building,
- corporate guarantees provided by the Company and shareholders of subsidiary,
- personal guarantees provided by director for certain banking facilities; and
- keyman insurance contract of director.



## H2G GREEN LIMITED

### Notes to the Condensed Consolidated Interim Financial Statements For the Six Months ended 30 September 2023

#### 17. Net asset value per share

	Group		Company	
	30.09.2023 S\$	31.03.2023 S\$	30.09.2023 S\$	31.03.2023 S\$
Net asset value per ordinary share (in cents)	2.03	1.43	1.91	1.97
Total number of issued shares	1,288,776,669	1,288,776,669	1,288,776,669	1,288,776,669

#### 18. Related parties

	Transactions for the six months ended	
	30.09.2023 S\$'000	30.09.2022 S\$'000
<b>Affiliated companies</b>		
I. Management fee income	-	168
II. Rental Income	36	36
II. Supply of labour, material & equipment from affiliated company	31	-

#### 19. Subsequent events

There are no known subsequent events which had led to adjustments to this set of condensed interim financial statements.



## H2G GREEN LIMITED

### Other information Required by Appendix 7C of the Catalist Rules

#### 1. Review

The condensed consolidated statement of financial position of H2G Green Limited and its subsidiaries as at 30 September 2023 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for six-month period then ended and certain explanatory notes have not been audited or reviewed.

#### 2. Review of performance of the Group

##### Review of Condensed Interim Consolidated Statement of Profit or Loss

The Group operates in both the lifestyle (“**Lifestyle Business**”) and the renewable and sustainable energy segments (“**Energy Business**”).

The Group generated revenue of S\$4.2 million for 6 months ended 30 September 2023 (“**1HFY2024**”), a decrease of S\$2.8 million, or 40% compared to S\$7.0 million for the 6 months ended 30 September 2022 (“**1HFY2023**”). The decrease was mainly due to lower revenue from Lifestyle Business which contributes 80% of the Group’s revenue.

Lifestyle Business recorded a decrease in revenue of S\$3.1 million or 50% in 1HY2024 from S\$6.2 million in 1HFY2023. The decrease in revenue was mainly due to the renovation of two showrooms and was partially offset by the increase in revenue from the Energy Business of approximately S\$0.5 million, or 83% compared to S\$0.6 million in 1HFY2023. This was due to the recognition of 6 months revenue in 1HFY2024 as compared to 3 months revenue in 1HFY2023 from the acquisition of GUPL which was completed on 28 June 2022.

Cost of sales decreased by S\$2.4 million to S\$2.3 million in 1HFY2024 as compared to S\$4.7 million in 1HFY2023, due mainly to the decrease in sales of the Lifestyle Business.

Distribution expenses increased by 13% or S\$0.2 million mainly due to the increase in the number of sales staffs of GUPL as compared to 1HFY2023.

Administrative expenses increased by 61% or S\$1.6 million to S\$4.2 million mainly due to additional cost incurred from the business expansion of Energy Business of S\$2.0 million. An investor invested approximated S\$20 million via 4 tranches as announced on 23 February 2023(1<sup>st</sup> tranche) and 17 August 2023 (2<sup>nd</sup> tranche), it has increased resources available to accelerate growth in the Energy Business, and the business combination due to acquisition of GUPL on 28 June 2022 of which recognition of 6 months expenses for 1HFY2024 as compared to 3 months expenses in 1HFY2023. The increased was partially offset by decrease in administration expenses of Lifestyle Business of S\$0.3 million.

Net Finance costs of S\$0.2 million in 1HFY2024 included interest on bank loans of S\$0.1 million and lease liabilities of approximately S\$0.1 million.

Overall, the Group’s loss for 1HFY2024 amounted to S\$3.5 million.



## H2G GREEN LIMITED

### Other information Required by Appendix 7C of the Catalyst Rules

#### 2. Review of performance of the Group (Continued)

##### Review of Condensed Interim Consolidated Statement of Financial Position

The net assets of the Group amounted to approximately S\$26.1 million as at 30 September 2023 as compared to approximately S\$18.4 million as at 31 March 2023. The overall increase in net assets was mainly attributable to:

- (A) Property, plant and equipment of the Group increased by S\$0.8 million to S\$8.5 million mainly due to acquisition of equipment, cylinders and plant & equipment for the Energy Business of approximately S\$1.2 million and partially offset due to depreciation charges of approximately S\$0.4 million.
- (B) Right-of-use assets decreased by S\$0.4 million to S\$6.6 million as at 30 September 2023 from S\$7.0 million as at 31 March 2023. The depreciation charges for six-month period ended 30 September 2023 amounted to approximately S\$0.9 million and the decrease was partially offset by additional acquisition Right-of-use assets approximately S\$0.5 million which comprise of (1) purchase a truck under Energy Business, and (2) leasing of a warehouse under Lifestyle Business.
- (C) Trade and other receivables of the Group increased by S\$3.9 million or 130% to S\$6.9 million as at 30 September 2023 due to payment of deposit of S\$4.0 million, being 25% of the purchase consideration of proposed acquisition of a subsidiary under Energy Business, and offset by decrease in trade debtor of approximately S\$0.1 million.
- (D) Trade and other payables of the Group decreased by S\$0.3 million or 13.0% to S\$2.0 million as at 30 September 2023 due lesser purchase from suppliers in line with the decrease in Group's revenue.
- (E) Contract liabilities of the Group increased by S\$0.6 million or 21.4% to S\$3.4 million as at 30 September 2023 due to the recognition of deposits received from the customers, and pending completion of the projects.
- (F) Loans and borrowings of the Group decreased by S\$0.4 million or 8.2% to S\$4.5 million as at 30 September 2023 mainly due to repayment of bank loan.
- (G) As at 30 September 2023, the Group had net current assets of S\$16.4 million. The Group currently has sufficient cash resources and banking facilities to meet its current liabilities.



## H2G GREEN LIMITED

### Other information required by Appendix 7C of the Catalyst Rules

#### 2. Review of performance of the Group (Continued)

##### Review of condensed interim consolidated statement of cash flows

The Group's cash and cash equivalent increased from approximately S\$3.8 million as at 30 September 2022 to S\$12.3 million as at 30 September 2023 due to:

- (A) The net cash outflows from operating activities of approximately S\$5.5 million consists of change in trade and other receivables amounting to S\$3.9 million, trade and other payables of S\$0.2 million, and net cash outflows before changes in working capital of S\$2.0 million. These were offset by the increase in contract liabilities of S\$0.6 million.
- (B) The net cash used in investing activities amounting to approximately S\$1.3 million mainly due to cash used for acquisition of property, plant and equipment under Energy Business; and
- (C) The net cash inflow in financing activities amounting to approximately S\$9.6 million mainly due to proceeds from share subscription from investors amounting to S\$11.0 million and partially offset by repayment of bank loan of S\$0.5 million and lease liabilities of S\$0.9 million.

As at 30 September 2023, the Group's cash and cash equivalents amounted to S\$12.3 million (31 March 2023: S\$9.4 million).

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

No forecast has been disclosed.

#### 4. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next operating period and the next 12 months.

##### Energy Business

The Group's twin-engine energy business unit focuses on bringing energy to Singapore. Singapore's commitments under the UN's 2030 Sustainable Development Agenda and Paris Agreement position to achieve its long-term net zero emissions aspiration by 2050 which is a positive catalyst for the Group's energy business in the long-term.

##### *(i) Gashubunited Utility Private Limited ("GUPL")*

The first business unit, Gashubunited Utility Private Limited (GUPL), distributes and breakbulk Liquefied Natural Gas (LNG) from tankers and bunkers into smaller 210L Dewar Cylinders to various industries that use traditional carbon intensive fuel such as diesel and Liquefied Petroleum Gas (LPG). As Liquefied Natural Gas (LNG) emits 30% lesser CO<sub>2</sub> than diesel, it is identified as a suitable transition fuel. Singapore aims for a second LNG import terminal by end of the decade to enhance the city-state's energy security and position as a key LNG trading hub.

In Singapore, we consume more than a billion dollar (S\$1B) of diesel per year (excluding transportation vehicles of any type and power generation). The Group's GUPL business unit sees a potential for growth in Southeast Asia as detailed below.



## H2G GREEN LIMITED

### Other information required by Appendix 7C of the Catalyst Rules

**(4) A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next operating period and the next 12 months. (continued)**

**(i) Gashubunited Utility Private Limited (“GUPL”) (continued)**

#### Liquefied Natural Gas (LNG) – Regional Outlook and Projections

The business outlook for LNG in Southeast Asia is positive, as the region is projected to experience strong growth in LNG demand and supply in the next decade. According to Mordor Intelligence<sup>1</sup>, the Southeast Asia LNG market is expected to grow from US\$74.60 billion in 2023 to US\$103.41 billion by 2028, with a CAGR of over 8%. The main factors driving the market growth are the increasing demand for gas power generation and a rising number of LNG-fueled fleets in the region.

Some of the key trends and developments in the Southeast Asia LNG market are:

- Vietnam, the Philippines, and Singapore are expected to be the pivotal drivers of the LNG market in Southeast Asia by 2030, as they have recently started importing LNG or have plans to do so in the near future. Vietnam, in particular, is expected to see strong growth in LNG demand due to its government’s policy to convert or retire all coal plants by 2050.
- Southeast Asia’s LNG investments are predicted to peak by 2040, with Thailand, the Philippines, and Vietnam leading the charge in proposed natural gas projects, which could thwart climate mitigation, warns a new study by the Asia Research & Engagement. The report also suggests that the region should shift to renewable energy sources and energy efficiency measures to reduce its carbon footprint and meet its Paris Agreement commitments.
- Southeast Asia is forecast to experience a high number of LNG regasification projects/development plans in the upcoming years, underpinned by the growing LNG demand, leading to the creation of several opportunities for the market players, thus, making an emerging LNG market. For instance, in September 2022, Indonesian national oil company Pertamina announced the acquisition of Shell’s stake in the Inpex-operated proposed Abadi 9.5 million tonnes per annum liquefied natural gas mega-project in the country’s remote eastern area.
- Southeast Asia is also expected to play a more important role in the global LNG trade, as it has the potential to become a regional LNG hub, especially Singapore, which has a strategic location, a well-developed infrastructure, and a liberalized gas market. Singapore is also actively promoting the use of LNG as a marine fuel, as part of its efforts to become a leading LNG bunkering port in the world.

**(ii) Green Energy Investment Holding Pte Ltd (“GEIH”)**

The Group’s other energy business unit, Green Energy Investment Holding Private Limited (“GEIH”), is engaged in the development of processing plants for the conversion of non-food cellulosic biomass waste, horticulture and agriculture waste from tree pruning around our green city of Singapore into green hydrogen and other useful products (e.g. activated carbon and renewable fuel).

The Group uses proprietary and industry-leading pyrolysis technology from the USA to truly achieve a carbon negative and zero-landfill solution.

<sup>1</sup> <https://www.mordorintelligence.com/industry-reports/southeast-asia-lng-market>



## H2G GREEN LIMITED

### Other information required by Appendix 7C of the Catalist Rules

**(4) A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next operating period and the next 12 months. (continued)**

**(ii) Green Energy Investment Holding Pte Ltd (“GEIH”) (continued)**

#### Hydrogen – Regional Outlook and Projections

The business outlook for hydrogen in Southeast Asia is promising, as the region is expected to see a growing demand and supply of low-carbon hydrogen in the next decade. Low-carbon hydrogen, especially green hydrogen, can help the region achieve its net-zero emissions targets by 2050<sup>2</sup>, as well as diversify its energy mix and create new economic opportunities. Here are some key points from the web search results:

- According to a report by Deloitte<sup>3</sup>, the global green hydrogen market is projected to grow from US\$74.60 billion in 2023 to US\$103.41 billion by 2028, with a CAGR of over 8%. The report also predicts that Asia will capture 55% of the market by 2030, driven by skyrocketing demand in China, India, and Indonesia.
- Singapore has recently announced its National Hydrogen Strategy<sup>4</sup>, which outlines its vision and plans to develop a low-carbon hydrogen economy. Singapore aims to use hydrogen to complement and diversify its power mix, as well as to support the decarbonisation of the maritime and aviation sectors. Singapore also intends to pursue international collaborations, invest in research and development, and support workforce training and development in the hydrogen sector.
- However, green hydrogen in Southeast Asia also faces some challenges, such as high costs, technological barriers, infrastructure gaps, and policy uncertainties. A recent analysis by Gas Outlook<sup>5</sup> suggests that green hydrogen will need to compete with other low-carbon energy sources, such as solar, wind, and nuclear, as well as with fossil fuels, such as natural gas and coal, which are still abundant and cheap in the region.
- The International Energy Agency (IEA) has also published its Southeast Asia Energy Outlook 2022<sup>6</sup>, which provides a comprehensive analysis of the energy trends and challenges in the region. The report highlights the potential of hydrogen to decarbonise hard-to-abate sectors, such as industry and transport, as well as to enhance energy security and resilience. The report also explores the opportunities and risks for Southeast Asia to participate in the global clean energy supply chains, especially for critical minerals and hydrogen.

<sup>2</sup> <https://www.iea.org/reports/global-energy-and-climate-model/net-zero-emissions-by-2050-scenario-nze>

<sup>3</sup> <https://www2.deloitte.com/sg/en/pages/about-deloitte/articles/emerging-green-hydrogen-market.html>

<sup>4</sup> <https://www.mti.gov.sg/Industries/Hydrogen>

<sup>5</sup> <https://gasoutlook.com/analysis/green-hydrogen-in-se-asia-faces-big-hurdles/>

<sup>6</sup> [https://www.siew.gov.sg/docs/default-source/slides/2022/siew-global-launch-2022-tim-gould---report-presentation-by-iea\\_southeast-asia-energy-outlook-2022.pdf?sfvrsn=a3381679\\_0](https://www.siew.gov.sg/docs/default-source/slides/2022/siew-global-launch-2022-tim-gould---report-presentation-by-iea_southeast-asia-energy-outlook-2022.pdf?sfvrsn=a3381679_0)



## H2G GREEN LIMITED

### Other information required by Appendix 7C of the Catalist Rules

- (4) A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next operating period and the next 12 months. (continued)**

#### **(iii) Lifestyle Business**

The Group is constantly finding ways to reduce costs, improve productivity, and tap on new customer segments. The furniture market is expected to exhibit growth in the future. Despite ongoing economic uncertainty, the furniture market is projected to grow by 5.2% between 2023-2028<sup>7</sup>.

Additionally, the global luxury furniture market is projected to reach a value of US\$32.6 billion by 2027, indicating a growing customer preference for bespoke, high-quality furniture<sup>8</sup>.

It is important to note that the unexpected COVID-19 pandemic has significantly impacted the furniture industry, leading to changes in the market landscape<sup>9</sup>.

With the recent FY2023 revamped showrooms in Winsland House and Henderson in the Group's push to go green, the Group is well positioned with the well-known brands it represents which are fully sustainable and cater to the niche market segments in terms of quality, sustainable living with style.

The Group's focus is on kitchen and wardrobe, which the Group sees a great potential to grow and possibly replace the local bespoke market in future which will be saddled with high labour costs and quality issues.

Recently secured premium luxury projects for the design, supply and installation of Molteni & C system such as Park Nova and Les Maisons Nassim under developer, Shun Tak Holdings, have propelled the brand of Molteni & C to greater awareness for the high-end and more affluent customers.

Besides the above, an upcoming project, Sky Waters residences, as well as 8 Shenton Way, the tallest sustainable building in Singapore with award-winning developer, are projects which the Group has proudly secured to design, supply and install system wardrobes for their units. For these projects, Molteni & C has joined force with the Group's lifestyle dedicated teams to tailor-made the projects with the most advanced technology and methods, with a deep knowledge of materials to guarantee the quality of its results.

## 5. Dividend information

- (a) Any dividend recommended for the current financial period reported on?**

No

- (b) Corresponding Period of the Immediately Preceding Financial Year**

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

No

<sup>7</sup> <https://www.furnituretoday.com/business-news/how-2023-is-shaping-up-for-the-furniture-industry/>

<sup>8</sup> <https://www.minimalandmodern.com/blogs/minimal-lifestyle/the-future-of-furniture-emerging-trends-for-2023-and-beyond>

<sup>9</sup> <https://www.mordorintelligence.com/industry-reports/furniture-market>



## H2G GREEN LIMITED

### Other information required by Appendix 7C of the Catalyst Rules

#### 5. Dividend information (continued)

##### (c) Date payable

Not applicable

##### (d) Books Closure Date

Not applicable

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

No dividend had been declared for the half year ended 30 September 2023 as the Group had incurred a loss.

#### 7. Interested person transactions.

The Company has not obtained a general mandate from shareholders for interested person transactions (“IPT”). There were no IPTs of S\$100,000 and above being entered into by the Group during 1HFY2024.

#### 8. Use of Placement Proceeds

##### (i) Placement of 189,580,095 new ordinary shares

- (a) Placement of 142,180,095 new ordinary shares to Hongkong China Treasury Limited (“HCT”).
- (b) Placement of 47,400,000 new ordinary shares to 2 individuals.

The Company received net proceeds amounting to approximately S\$3.955 million from the completion of the placement of 189,580,095 new ordinary shares as announced on 14 December 2022, 15 December 2022, 8 March 2023 and 14 March 2023. On 8 March 2023, at the extraordinary general meeting of the Company, Shareholders approved the further share subscription of 1,162,080 new shares into GUPL with a cash consideration of S\$3.8 million. For further information, refer to the Company’s announcements on 18 February 2023 and 21 March 2023, the Company’s circular dated 20 February 2023 and Company’s annual report for FY2023.

The net proceeds as at the date of this announcement have yet to be utilized and the allocation is as follows:



## H2G GREEN LIMITED

### Other information required by Appendix 7C of the Catalist Rules

#### 8. Use of Placement Proceeds (continued)

Use of net proceeds from Placement	Amount allocated (S\$'000)	Amount allocated to GUPL (S\$'000)	Utilised as at 31 March 2023 (S\$'000)	Variation Letter (S\$'000)**	Utilised as at date of this announcement (S\$'000)	Unutilised amount as at the date of this announcement (S\$'000)
Capital expenditure of GUPL	2,965	2,849	(696)	(1,500)	(410)	243
General working capital of GUPL (including meeting general overheads and operating expenses of GUPL) <sup>##</sup>	990	951	(929)	1,500	(1,435)	87
<b>Total</b>	<b>3,955</b>	<b>3,800</b>	<b>(1,625)</b>	<b>-</b>	<b>(1,845)</b>	<b>330</b>

\*\* The Company and the subscriber (HCT) mutually agreed to reallocate the utilisation of placement proceed of S\$1,500,000 from capital expenditure to general working capital.

#### General Working Capital <sup>##</sup>

- (i) Purchases from suppliers and subcontractors
- (ii) Rental Expenses
- (ii) Other operating expenses\*

\* Comprising mainly payroll related expenses, professional & consultant fees and others office expenses)

	Amount utilised as at 31 March 2023 (S\$'000)	Utilised as at date of this announcement (S\$'000)
(i) Purchases from suppliers and subcontractors	447	524
(ii) Rental Expenses	94	248
(ii) Other operating expenses*	388	663
	<u>929</u>	<u>1,435</u>

#### (ii) Share Subscription in Green Energy Investment Holding Private Limited ("GEIH")

The Company entered into a share subscription agreement with RD Property Holdings Pte. Ltd. ("RD") and Mr Lim Shao-Lin on 14 December 2022 and subsequently obtained Shareholder's approval on 16 January 2023 via an extraordinary general meeting for a subscription of an aggregate of 998 Class A convertible preference shares in the capital of GEIH via four investment tranches for an aggregate amount of S\$20 million. The total consideration is S\$20 million ("Consideration") and will be disbursed by RD into 4 tranches, subject to the respective milestone's conditions. The Company announced on 23 February 2023 and 17 August 2023 that GEIH received the first and second tranche of the Consideration, amounting to S\$5 million and S\$6,000,000. For further information, refer to the Company's announcements dated 14 December 2022, 30 December 2022, 16 January 2023, 6 February 2023 and 23 February 2023, 15 September 2023, the Company's circular dated 30 December 2022 and Company's annual report for FY2023.

## H2G GREEN LIMITED

### Other information required by Appendix 7C of the Catalyst Rules

#### 8. Use of Placement Proceeds (continued)

The net proceeds as at the date of this announcement have yet to be utilized and the allocation is as follows:

Use of net proceeds	Allocation of aggregate amount of Net Proceeds (\$'000)	Allocation of Net Proceeds received under First Tranche (\$'000) <sup>(1)</sup>	Amount utilised as at 31 March 2023 (\$'000)	Allocation of Net Proceeds received under Second Tranche (\$'000) <sup>(2)</sup>	Amount utilised from 1 April 2023 till date of this announcement (\$'000)	Unutilized Amount of Net Proceeds received as at the date of this announcement (\$'000)
Property, plant & equipment	13,000	3,151	(194)	3,939	(4,410)	2,486
General working capital of GEIH (including meeting general overheads and operating expenses of GEIH) <sup>##</sup>	6,800	1,649	(262)	2,061	(1,107)	2,341
<b>Total</b>	<b>19,800</b>	<b>4,800</b>	<b>(456)</b>	<b>6,000</b>	<b>(5,517)</b>	<b>4,827</b>

Amount utilised as at 31 March 2023 (\$'000)	Amount utilised from 1 April 2023 till date of this announcement (\$'000)
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#### General Working Capital

<sup>##</sup>

(i) Payroll Costs	99	553
(ii) Rental Expenses	48	100
(ii) Other operating expenses*	115	454
	<hr/>	<hr/>
	262	1,107
	<hr/>	<hr/>

\* Comprising mainly office expenses, professional, consultant fees and others



## H2G GREEN LIMITED

### **Other information required by Appendix 7C of the Catalyst Rules**

#### **(8) Use of Placement Proceeds (continued)**

**Notes:**

- (1) Net Proceeds received pursuant to the completion of the First Tranche on 23 February 2023 amounting to S\$4,800,000 (after deducting professional fees and related estimated expenses pertaining to the Proposed Investment of approximately S\$200,000).
- (2) Net Proceeds received pursuant to the completion of the Second Tranche on 17 August 2023 amounting to S\$6,000,000.

#### **(D) Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7H) under Catalyst Rule 720(1)**

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7H under Rule 720(1) of the Catalyst Rules

#### **(E) Confirmation by Directors pursuant to Catalyst Rule 705(5)**

The Board of the Company hereby confirms that, to the best of its knowledge, nothing has come to the attention of the Board which may render the condensed interim financial statements for the half year ended 30 September 2023 to be false or misleading in any material aspect.

#### **On behalf of the Board**

**Lim Shao-Lin**  
Executive Director, CEO

**Koh Beng Leong**  
Executive Director - Finance

Singapore  
11 November 2023