



**ATLANTIC NAVIGATION HOLDINGS (SINGAPORE) LIMITED**  
(Company Registration No. 200411055E)

**Condensed Interim Consolidated Financial Statements  
for the Financial Quarter and Year Ended 31 December 2021**

*In view of an Emphasis of Matter relating to "material uncertainty related to going concern" highlighted by the Company's independent auditor, Ernst & Young LLP, on the audited financial statements of the Group for the financial year ended 31 December 2020, the Company is required by the Singapore Exchange Securities Trading Limited ("SGX-ST") to announce its quarterly financial statements pursuant to Rule 705 of the Catalist Rules.*

*This announcement, including the condensed interim consolidated financial statements, has been reviewed by the Company's sponsor, SAC Capital Private Limited ("Sponsor"). This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made, or reports contained in this announcement.*

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**A. Condensed interim consolidated statement of profit or loss and other comprehensive income**

	Note	The Group			The Group		
		3 months ended 31 December 2021	3 months ended 31 December 2020	Increase/ (Decrease) %	12 months ended 31 December 2021	12 months ended 31 December 2020	Increase/ (Decrease) %
		US\$'000	US\$'000	%	US\$'000	US\$'000	%
<b>Revenue</b>	4	<b>13,439</b>	<b>14,519</b>	<b>(7.4)</b>	<b>43,814</b>	<b>64,394</b>	<b>(32.0)</b>
Cost of services <sup>1</sup>		(10,425)	(11,932)	(12.6)	(37,843)	(50,329)	(24.8)
<b>Gross profit</b>		<b>3,014</b>	<b>2,587</b>	<b>16.5</b>	<b>5,971</b>	<b>14,065</b>	<b>(57.5)</b>
<b>Other items of income</b>							
Finance income		-	-	-	-	1	N.M.
Other income		390	304	28.3	390	535	(27.1)
<b>Other items of expense</b>							
Marketing and distribution expenses		-	(2)	N.M.	(8)	(9)	(11.1)
Administrative expenses <sup>1</sup>		(1,557)	(3,568)	(56.4)	(6,085)	(7,764)	(21.6)
Finance costs		(935)	(966)	(3.2)	(4,100)	(4,851)	(15.5)
Other expenses		-	-	-	(1,052)	-	N.M.
Impairment loss on property, vessels and equipment		-	-	-	(8,028)	(5,780)	38.9
Withholding tax expense		(86)	(355)	(75.8)	(336)	(1,650)	(79.6)
<b>Profit/(loss) before tax</b>	6	<b>826</b>	<b>(2,000)</b>	<b>N.M.</b>	<b>(13,248)</b>	<b>(5,453)</b>	<b>&gt;100.0</b>
Income tax expense		-	-	-	-	-	-
<b>Profit/(loss) for the period/year, attributable to owners of the Company</b>		<b>826</b>	<b>(2,000)</b>	<b>N.M.</b>	<b>(13,248)</b>	<b>(5,453)</b>	<b>&gt;100.0</b>
<b>Adjusted EBITDA for the period/year<sup>2</sup></b>		<b>3,804</b>	<b>1,083</b>	<b>&gt;100.0</b>	<b>8,523</b>	<b>13,882</b>	<b>(38.6)</b>

(1) Includes depreciation and amortisation as disclosed in Note 6.1.

(2) Adjusted EBITDA is computed based on the loss before tax, finance costs, depreciation, amortisation, impairment loss on property, vessels and equipment, net loss/(gain) on disposal of property, vessels and equipment.

**Consolidated statement of comprehensive income**

<b>Profit/(loss) for the period/year</b>	826	(2,000)	N.M.	(13,248)	(5,453)	>100.0
<b><u>Items that may be reclassified subsequently to profit or loss</u></b>						
Net fair value changes on cash flow hedges	229	52	>100.0	600	(454)	N.M.
<b>Other comprehensive income for the period/year, net of tax</b>	229	52	>100.0	600	(454)	N.M.
<b>Total comprehensive income for the period/year, attributable to owners of the Company</b>	<b>1,055</b>	<b>(1,948)</b>	<b>N.M.</b>	<b>(12,648)</b>	<b>(5,907)</b>	<b>&gt;100.0</b>

**Profit/(loss) per share for the year attributable to the owners of the Company during the financial period/year:**

Basic (US\$ in cent)	0.16	(0.38)	(2.53)	(1.04)
Diluted (US\$ in cent)	0.16	(0.38)	(2.53)	(1.04)

The share options granted to employees under the existing Atlantic 2008 ESOS and Atlantic 2015 ESOS have not been included in the calculation of diluted loss per share because they are anti-dilutive. All options have expired since 29 January 2020 and 11 May 2020 as disclosed in Note 13.

N.M.: not meaningful

## B. Condensed interim statements of financial position

	Note	The Group		The Company	
		Unaudited 31 December 2021	Audited 31 December 2020	Unaudited 31 December 2021	Audited 31 December 2020
		US\$'000	US\$'000	US\$'000	US\$'000
<b>ASSETS</b>					
<b>Non-current assets</b>					
Property, vessels and equipment	8	138,539	155,232	-	-
Right-of-use assets		20	85	-	-
Intangible assets		164	183	141	141
Investment in subsidiaries		-	-	67,770	67,770
Advances, deposits and other receivables		-	-	24,471	35,050
Prepayments		-	382	-	-
		<u>138,723</u>	<u>155,882</u>	<u>92,382</u>	<u>102,961</u>
<b>Current assets</b>					
Inventories		700	288	-	-
Advances, deposits and other receivables		1,854	1,826	3,728	5,449
Prepayments		306	767	14	-
Trade receivables	9	11,171	13,790	1,976	3,311
Cash and bank balances		520	886	37	41
Restricted cash		90	94	-	-
		<u>14,641</u>	<u>17,651</u>	<u>5,755</u>	<u>8,801</u>
<b>Total assets</b>		<b>153,364</b>	<b>173,533</b>	<b>98,137</b>	<b>111,762</b>
<b>EQUITY AND LIABILITIES</b>					
<b>Current liabilities</b>					
Loans and borrowings	10	52,682	55,387	18,004	20,087
Trade payables		8,972	13,022	-	1,760
Accruals and other payables		5,574	5,810	292	490
Other non-financial liabilities		130	349	-	-
Amount due to shareholders	11	2,689	960	750	-
Lease liabilities		-	72	-	-
		<u>70,047</u>	<u>75,600</u>	<u>19,046</u>	<u>22,337</u>
<b>Net current liabilities</b>		<b>(55,406)</b>	<b>(57,949)</b>	<b>(13,291)</b>	<b>(13,536)</b>
<b>Non-current liabilities</b>					
Provisions		754	639	-	-
Amount due to shareholders	11	11,370	11,361	11,370	11,361
Derivatives	12	943	1,543	-	-
Loans and borrowings	10	1,248	3,316	-	-
		<u>14,315</u>	<u>16,859</u>	<u>11,370</u>	<u>11,361</u>
<b>Total liabilities</b>		<b>84,362</b>	<b>92,459</b>	<b>30,416</b>	<b>33,698</b>
<b>Net assets</b>	7	<b>69,002</b>	<b>81,074</b>	<b>67,721</b>	<b>78,064</b>
<b>Equity attributable to owners of the Company</b>					
Share capital	13	38,307	38,307	111,471	111,471
Other reserves		5,720	4,544	6,036	5,460
Retained earnings/(accumulated losses)		24,975	38,223	(49,786)	(38,867)
<b>Total equity</b>		<b>69,002</b>	<b>81,074</b>	<b>67,721</b>	<b>78,064</b>
<b>Total equity and liabilities</b>		<b>153,364</b>	<b>173,533</b>	<b>98,137</b>	<b>111,762</b>

### C. Condensed interim statements of changes in equity

The Group	Equity, total	Share capital	Other reserves	Retained earnings
	US\$'000	US\$'000	US\$'000	US\$'000
<b>2021</b>				
<b>Balance at 1 January 2021</b>	<b>81,074</b>	<b>38,307</b>	<b>4,544</b>	<b>38,223</b>
Loss for the year	(13,248)	-	-	(13,248)
<u>Other comprehensive income</u>				
Net fair value changes on cash flow hedges	600	-	600	-
Other comprehensive income for the year, net of tax	600	-	600	-
Transaction with owners of the Company directly recognised in equity*	576	-	576	-
<b>Balance at 31 December 2021</b>	<b>69,002</b>	<b>38,307</b>	<b>5,720</b>	<b>24,975</b>
<b>2020</b>				
<b>Balance at 1 January 2020</b>	<b>85,952</b>	<b>38,307</b>	<b>3,969</b>	<b>43,676</b>
Loss for the year	(5,453)	-	-	(5,453)
<u>Other comprehensive income</u>				
Net fair value changes on cash flow hedges	(454)	-	(454)	-
Other comprehensive income for the year, net of tax	(454)	-	(454)	-
Interest on shareholders' loan waived off	1,029	-	1,029	-
<b>Balance at 31 December 2020</b>	<b>81,074</b>	<b>38,307</b>	<b>4,544</b>	<b>38,223</b>

The Company	Equity, total	Share capital	Other reserves	Accumulated losses
	US\$'000	US\$'000	US\$'000	US\$'000
<b>2021</b>				
<b>Balance at 1 January 2021</b>	<b>78,064</b>	<b>111,471</b>	<b>5,460</b>	<b>(38,867)</b>
Loss for the year, representing total comprehensive income for the year	(10,919)	-	-	(10,919)
Transaction with owners of the company directly recognised in equity*	576	-	576	-
<b>Balance at 31 December 2021</b>	<b>67,721</b>	<b>111,471</b>	<b>6,036</b>	<b>(49,786)</b>
<b>2020</b>				
<b>Balance at 1 January 2020</b>	<b>83,050</b>	<b>111,471</b>	<b>4,431</b>	<b>(32,852)</b>
Loss for the year, representing total comprehensive income for the year	(6,015)	-	-	(6,015)
Interest on shareholders' loan waived off	1,029	-	1,029	-
<b>Balance at 31 December 2020</b>	<b>78,064</b>	<b>111,471</b>	<b>5,460</b>	<b>(38,867)</b>

\* During 1Q2021, a fair value adjustment arising from change of interest rate from 6.0% per annum to 3.0% per annum, being the difference between the carrying amount of loans received from shareholders and the fair value of these loans, was recognised in capital reserve.

## D. Condensed interim consolidated statement of cash flows

	Note	The Group	
		12 months ended 31	12 months ended 31
		December 2021 US\$'000	December 2020 US\$'000
<b>Operating activities</b>			
Loss before tax		(13,248)	(5,453)
Adjustments for:			
Net loss/(gain) on disposal of property, vessels and equipment	6	1,052	(31)
Interest income		-	(1)
Depreciation of property, vessels and equipment	6	8,507	8,651
Amortisation of intangible assets	6	19	19
Depreciation of right-of-use assets	6	65	65
Other receivables written off		-	78
Allowance for doubtful debts, net	6	188	466
Allowances for amount due from a joint operation (non-trade)		-	1,590
Finance costs		4,100	4,851
Provisions		210	144
Impairment loss on property, vessels and equipment	6	8,028	5,780
Total adjustments		22,169	21,612
<b>Operating cash flows before changes in working capital</b>		<b>8,921</b>	<b>16,159</b>
(Increase)/decrease in inventories		(412)	323
Decrease in trade receivables		2,431	6,324
Increase in advances, deposits and other receivables		(28)	(746)
(Increase)/decrease in prepayments		(130)	30
Decrease in trade payables		(4,206)	(6,953)
Increase/(decrease) in accruals and other payables		283	(536)
Decrease in provisions		(95)	(58)
(Decrease)/increase in other non-financial liabilities		(219)	292
Total changes in working capital		(2,376)	(1,324)
<b>Cash generated from operations</b>		<b>6,545</b>	<b>14,835</b>
Interest received		-	1
Interest paid		(4,029)	(4,554)
<b>Net cash flows generated from operating activities</b>		<b>2,516</b>	<b>10,282</b>
<b>Investing activities</b>			
Purchase of property, vessels and equipment		(1,715)	(1,354)
Proceeds from disposal of property, vessels and equipment		-	52
Proceeds from disposal of vessels held for sale		1,950	-
Addition to intangible assets		-	(52)
<b>Net cash flows generated from/(used in) investing activities</b>		<b>235</b>	<b>(1,354)</b>
<b>Financing activities</b>			
Proceeds from shareholders' advance		1,729	142
Proceeds from loans and borrowings		5,668	81
Repayment of loans and borrowings		(12,062)	(10,957)
Repayment of principal portion of lease liabilities		(77)	(78)
Decrease in bank deposits pledged and restricted cash		4	504
<b>Net cash flows used in financing activities</b>		<b>(4,738)</b>	<b>(10,308)</b>
Net decrease in cash and cash equivalents		(1,987)	(1,380)
Cash and cash equivalents at beginning of the year		45	1,425
<b>Cash and cash equivalents at end of the year (Note A)</b>		<b>(1,942)</b>	<b>45</b>

### Note A:

Cash and cash equivalents comprise the following at the end of the reporting year:

Cash and bank balances	520	886
Bank overdrafts	(2,462)	(841)
<b>Net balance</b>	<b>(1,942)</b>	<b>45</b>

## E. Notes to the condensed interim consolidated financial statements

### 1. Corporate information

Atlantic Navigation Holdings (Singapore) Limited (the “Company”, and together with its subsidiaries, the “Group”) is a limited liability company incorporated in Singapore and is listed on the Catalist board of Singapore Exchange Securities Trading Limited (the “SGX-ST”). The former name of the Company is Fastube Limited, and upon the completion of a reverse acquisition on 31 July 2012, the Company’s name has changed to Atlantic Navigation Holdings (Singapore) Limited.

The immediate and ultimate holding company is Saeed Investment Pte. Ltd., which is incorporated in Singapore. The change in control took place when the Company issued new shares to Saeed Investment Pte. Ltd. resulting in approximately 50.2% stake in the Company pursuant to the cash-for-equity subscription agreement which was completed in December 2018.

The registered office of the Company is at 30 Cecil Street, #19-08 Prudential Tower, Singapore 049712. The principal place of business of the Group is located at Plot No. HD-02, P. O. Box 6653, Hamriyah Free Zone, Sharjah, United Arab Emirates.

The principal activity of the Company is that of investment holding. The principal activities of the subsidiaries are ship owner, commercial and administrative manager of the Group’s marine logistics services business and provider of ship repair, fabrication and other marine services and ship management.

### 2. Basis of preparation

The condensed interim consolidated financial statements as at and for the full year ended 31 December 2021 (“FY2021”) and for the fourth quarter ended 31 December 2021 (“4Q2021”) have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim consolidated financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2020.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with Singapore Reporting Standards (International) (“SFRS(I)s”), except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim consolidated financial statements are presented in United States Dollars (“USD” or “US\$”) and all values are rounded to the nearest thousand (US\$’000), except when otherwise indicated.

#### Going concern uncertainty

For FY2021, the Group incurred a net loss of US\$13,248,000 (FY2020: net loss of US\$5,453,000) which includes impairment charges recognised on vessels of US\$8,028,000 (FY2020: US\$5,780,000) and net loss on disposal of vessels of US\$1,052,000 (FY2020: Nil). As at 31 December 2021, the Group has reported a net current liabilities position of US\$55,406,000 (31 December 2020: US\$57,949,000) and net assets of US\$69,002,000 (31 December 2020: US\$81,074,000).

The Group had vessels with a carrying value of US\$133,448,000 as at 31 December 2021 (31 December 2020: US\$150,712,000) that have been pledged with the financial institutions to secure the Group’s bank loans. The Group’s financial performance continued to be affected by the challenging global market conditions mainly due to the COVID-19 pandemic over the course of the year 2021. While the Group had re-profiled certain portions of its secured loan obligations by end May 2021, it was unable to fulfil certain commercial requirements with one of its two principal banks (the “Relevant bank”) and did not comply with certain principal repayments with the Relevant bank. Accordingly, the secured loans from both banks continued to be classified as current liabilities as at 31 December 2021 as disclosed in Note 10.

Subsequent to the year end, following progress updates from the Group and further discussions, the Relevant Bank has consented to the Group’s request to refinance or repay the outstanding secured loans from the sale proceeds by 30 June 2022. The total secured loan outstanding with the Relevant bank was US\$18.0 million which are secured by mortgages of vessels with aggregate carrying values US\$64.9 million, or Loan-to-Value of 27.7% as at 31 December 2021. The Relevant bank meanwhile continues to render financial support for the operations of the Group.

The Group had prepared the financial statements on a going concern basis in the next 12 months in view of the following main supporting factors:

- (i) The Group are in discussions to sell certain vessel(s) at a reasonable price which the Group is confident of concluding within a reasonable time-frame,
- (ii) The Group is engaging in ongoing discussions to obtain refinancing facilities backed by vessels with secured contracts, and
- (iii) The expected cash flows from operations in an improving offshore market condition in the Middle East (please see Note 5 of Section F on page 17 of this announcement).

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

During FY2021, the Group has considered the following new and amendments to SFRS(I)s which took effect from financial year beginning 1 January 2021:

- Amendments to SFRS(I) 16 Leases: COVID-19 Related Rent Concessions
- Amendments to SFRS(I) 9 Financial Instruments
- Amendments to SFRS(I) 1-39 Financial Instruments: Recognition and Measurement
- Amendments to SFRS(I) 7 Financial Instruments: Disclosures
- Amendments to SFRS(I) 4 Insurance Contracts
- Amendments to SFRS(I) 16 Leases: Interest Rate Benchmark Reform – Phase 2

The above new and amendments to the SFRS(I)s do not have any material effect on the financial statements of the Group.

## 2.2. Use of judgements and estimates

The preparation of the Group's condensed interim consolidated financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the end of each reporting year. Uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future years.

### (a) Judgments made in applying accounting policies

#### (i) Proportionate consolidation of investment in a joint operation

The Group formed Atlantic Venture Inc. ("AVI"), to acquire a vessel and provide charter services with 51% equity interests. The Group has equal representation on the board of directors and unanimous consent is required from both the Group and the third-party partner for all major operational decisions. Both the Group and the third-party partner, in accordance with their respective participating equity interests, would have the rights to the assets and obligations to the liabilities of AVI. Based on these facts and circumstances, management concluded that the Group has joint control over AVI and, therefore, recognised its share of the assets and the liabilities in respect of its interest in the joint operation in its financial statements.

#### (ii) Leases – Determining the lease term of contracts with renewal and termination options

The application of SFRS(I) 16 requires the Group to make judgements that affect the valuation of the lease liabilities and the valuation of right-of-use assets. These include determining contracts in scope of SFRS(I) 16 and determining the contract term. The Group determines the lease term as the non-cancellable term of the lease, together with any years covered by the option to extend the lease if it is reasonably certain to be exercised, or any years covered by an option to terminate the lease, if it is reasonably certain not to be exercised. The Group has lease contracts that include extension and termination options. The Group applies judgement in evaluating whether it is reasonably certain whether to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the Group reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate.

### (b) Key sources of estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting year are discussed below. The Group based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

#### (i) Residual values and useful lives of vessels and machinery and equipment

The Group reviews the residual values and useful lives of vessels and machinery and equipment at the end of each reporting year. The cost of the vessels and machinery and equipment is depreciated on a straight-line basis over the vessels, machinery and equipment's estimated useful lives. Management estimates the useful lives of the vessels to be within 10 to 25 years and machinery and equipment to be within 3 to 5 years. Changes in the expected level of usage and technological developments could impact the economic useful lives of the vessels and machinery and equipment; therefore future depreciation charges could be revised. The carrying amount of the Group's vessels, machinery and equipment as at 31 December 2021 was US\$133,464,000 (31 December 2020: US\$150,745,000). A 10% difference in the expected useful lives of these assets from management's estimates would result in approximately US\$851,000 (FY2020: US\$747,000) variance in the Group's loss before tax for the year ended 31 December 2021.

#### (ii) Impairment of non-financial assets

An impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. At least at each year end, the Group assesses whether there is any indication that its vessels may be impaired. If such indicator exists, the Group estimates the recoverable amount of the vessel. The Group engages independent professional valuation expert to perform valuations of the recoverable amount of its vessels based on fair value less costs of disposal. The impairment charge for FY2021 was US\$8,028,000 (FY2020: US\$5,780,000). If the fair value less costs of disposal decrease by 10% from the fair value based on valuation reports, the impairment charges will increase by US\$11,235,000 (FY2020: US\$9,393,000) for the year ended 31 December 2021.

#### (iii) Allowance for expected credit losses ("ECLs") on trade receivables

The Group uses a provision matrix to calculate ECLs for trade receivables. The provision rates are based on days past due for groupings of various customer segments that have similar loss patterns. The provision matrix is initially based on the Group's historical observed default rates. The Group will calibrate the matrix to adjust historical credit loss experience with forward-looking information. At every reporting date, historical default rates are updated and changes in the forward-looking estimates are analysed. The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of the customer's actual default in the future. The carrying amount of trade receivables as at 31 December 2021 was US\$11,171,000 (31 December 2020: US\$13,790,000).

## 3. Seasonal operations

The Group's businesses are not significantly affected by seasonal or cyclical factors during the financial year ended 31 December 2021.





## 4.2. Disaggregation of revenue

	The Group			The Group		
	3 months ended 31 December 2021			12 months ended 31 December 2021		
	MLS	SRM	Total	MLS	SRM	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Types of goods or services:						
Time charter - lease revenue	7,425	-	7,425	22,354	-	22,354
Other ancillary time charter revenue	5,588	-	5,588	19,558	-	19,558
Ship repair, fabrication and other related marine services	-	426	426	-	1,902	1,902
<b>Total revenue</b>	<b>13,013</b>	<b>426</b>	<b>13,439</b>	<b>41,912</b>	<b>1,902</b>	<b>43,814</b>
Geographical information:						
Saudi Arabia	5,946	12	5,958	18,680	64	18,744
Qatar	4,004	-	4,004	10,544	-	10,544
Oman	829	-	829	4,072	-	4,072
Singapore	431	10	441	2,898	92	2,990
United Arab Emirates	1,256	310	1,566	2,842	1,343	4,185
Sudan	529	-	529	1,510	-	1,510
Malta	-	-	-	1,243	-	1,243
Others	18	94	112	123	403	526
<b>Total revenue</b>	<b>13,013</b>	<b>426</b>	<b>13,439</b>	<b>41,912</b>	<b>1,902</b>	<b>43,814</b>

	The Group			The Group		
	3 months ended 31 December 2020			12 months ended 31 December 2020		
	MLS	SRM	Total	MLS	SRM	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Types of services:						
Time charter - lease revenue	8,083	-	8,083	42,732	-	42,732
Other ancillary time charter revenue	6,226	-	6,226	20,183	-	20,183
Ship repair, fabrication and other related marine services	-	210	210	-	1,479	1,479
<b>Total revenue</b>	<b>14,309</b>	<b>210</b>	<b>14,519</b>	<b>62,915</b>	<b>1,479</b>	<b>64,394</b>
Geographical information:						
Saudi Arabia	8,198	-	8,198	42,081	1	42,082
Qatar	3,137	-	3,137	8,560	-	8,560
United Arab Emirates	696	167	863	5,141	608	5,749
Oman	1,372	-	1,372	4,488	-	4,488
Singapore	829	26	855	2,389	656	3,045
Malta	70	-	70	240	-	240
Others	7	17	24	16	214	230
<b>Total revenue</b>	<b>14,309</b>	<b>210</b>	<b>14,519</b>	<b>62,915</b>	<b>1,479</b>	<b>64,394</b>

The Group's non-current assets are located in the UAE.

The Group accounts for the lease of vessels and time charter under SFRS(I) 16 Leases as lease revenue. Time charter comprises of lease of vessels and provision of other ancillary services. Other ancillary services include provision of crew and other services under the time charter contracts. The Group separates the lease and non-lease components of time charter by allocating the transaction price based on their relative stand-alone selling prices. The stand-alone selling prices are determined based on cost plus approach where management determined the cost for the leases of vessels and services and apply a margin based on the Group's business pricing strategies and practices.

## 5. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 December 2021 and 31 December 2020:

	Group		Company	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	US\$'000	US\$'000	US\$'000	US\$'000
<b>Financial Assets</b>				
Trade receivables	11,171	13,790	1,976	3,311
Advances, deposits and other receivables	1,854	1,826	28,199	40,499
Cash and bank balances	520	886	37	41
Restricted cash	90	94	-	-
	<u>13,635</u>	<u>16,596</u>	<u>30,212</u>	<u>43,851</u>
<b>Financial Liabilities</b>				
Trade payables	8,972	13,022	-	1,760
Accruals and other payables	5,574	5,810	292	490
Amount due to shareholders	14,059	12,321	12,120	11,361
Lease liabilities	-	72	-	-
Loans and borrowings	53,930	58,703	18,004	20,087
Derivatives	943	1,543	-	-
	<u>83,478</u>	<u>91,471</u>	<u>30,416</u>	<u>33,698</u>

## 6. Loss before tax

### 6.1. Significant items

	The Group		The Group	
	3 months ended 31 December 2021	3 months ended 31 December 2020	12 months ended 31 December 2021	12 months ended 31 December 2020
	US\$'000	US\$'000	US\$'000	US\$'000
<b>Income</b>				
Accounts payable written off	330	143	330	143
Net gain on disposal of property, vessels and equipment	-	-	-	31
Reversal of allowance for doubtful debts, net	-	-	-	199
<b>Expenses</b>				
Depreciation of property, vessels and equipment (included in cost of services)	(2,016)	(2,090)	(8,487)	(8,635)
Depreciation of property, vessels and equipment (included in administrative expenses)	(5)	(6)	(20)	(16)
Depreciation of right-of-use assets (included in administrative expenses)	(17)	(16)	(65)	(65)
Amortisation of intangible assets (included in administrative expenses)	(5)	(5)	(19)	(19)
Impairment loss on property, vessels and equipment	-	-	(8,028)	(5,780)
Loss on disposal of vessels	-	-	(1,052)	-

### 6.2. Related party transactions

#### (a) Sale and purchase of goods and services

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

	Group	
	12 months ended 31 December 2021	12 months ended 31 December 2020
	US\$'000	US\$'000
Payment to director-related company for services rendered	65	65
Interest on shareholders loans	314	630

## 6.2. Related party transactions (continued)

### (b) Compensation of key management personnel

	Group	
	12 months ended 31 December 2021	12 months ended 31 December 2020
	US\$'000	US\$'000
Short-term employee benefits	1,210	984
Others	429	335
	<u>1,639</u>	<u>1,319</u>
Comprises amounts paid to:		
Directors of the Company	599	603
Other key management personnel	1,040	716
	<u>1,639</u>	<u>1,319</u>

## 7. Net asset value

	Group		Company	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	US\$ cent	US\$ cent	US\$ cent	US\$ cent
Net asset value per ordinary share	13.18	15.49	12.94	14.91

The net asset value per ordinary share of the Company and the Group were calculated based on 523,512,144 shares (excluding treasury shares) as at 31 December 2021 and 31 December 2020.

## 8. Property, vessels and equipment

During FY2021, the Group capitalised dry-dock expense on certain vessels amounting to US\$1,715,000 (FY2020: US\$1,354,000), did not purchase any vehicle (FY2020: US\$96,000) and disposed of assets amounting to US\$2,846,000 (FY2020: US\$21,000).

### Impairment of assets

During FY2021, the Group recognised impairment loss on 3 vessels of US\$8,028,000 (FY2020: on 6 vessels of US\$5,780,000) considering the main factors of age and uncertainty in visibility of utilisation of these vessels, with valuation reports being obtained from the independent professional valuers.

## 9. Trade receivables

	Group		Company	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	US\$'000	US\$'000	US\$'000	US\$'000
<b>Trade receivables</b>				
Trade receivables	9,910	8,379	1,976	3,311
Retention receivables	1,223	5,135	-	-
Unbilled receivables	38	276	-	-
<b>Total trade receivables</b>	<b>11,171</b>	<b>13,790</b>	<b>1,976</b>	<b>3,311</b>

### Trade receivables

Trade receivables are non-interest bearing and are generally on 30 to 90 days' terms. They are recognised at their original invoice amounts which represent their fair values on initial recognition.

### Retention receivables

Retention receivables represent the retention of 10% of the invoice amounts from one of the debtors. The amount is repayable in cash to the Group upon tax clearance from the Saudi Arabian tax authorities generally within 6 months from the close of the financial year end.

### Unbilled receivables

Unbilled trade receivables relate to the Group's right to consideration for charter hire earned but not yet billed at the reporting date.

## 10. Borrowings

	Group	
	31 December 2021 US\$'000	31 December 2020 US\$'000
<b>Amount repayable within one year or on demand</b>		
Secured	52,682	55,387
Unsecured	-	-
<b>Amount repayable after one year</b>		
Secured	1,248	3,316
Unsecured	-	-
<b>Total borrowings and securities</b>	<b>53,930</b>	<b>58,703</b>

The above credit facilities including overdraft are secured by one or several of the following:

- (i) Mortgage over certain vessels, as well as corporate guarantees and pledges over the shares of the respective companies owning the vessels mortgaged;
- (ii) Assignment of earnings/charter proceeds, insurances and requisition compensation of mortgaged vessels;
- (iii) Assignment of all rights, titles and interests of mortgaged vessels' charters;
- (iv) Bank deposits pledged in a retention account;
- (v) Financial covenant which requires the Group to maintain Tangible Net Worth of at least US\$50 million;
- (vi) Financial covenant which requires the Group to maintain Adjusted Tangible Net Worth of at least US\$80 million (which includes loans and advances from shareholders in its determination);
- (vii) Adjusted leverage ratio as updated to be maintained at 1.75:1 or below. The ratio will be calculated as total liabilities (excluding cash margin and fixed deposits under lien i.e. cash encumbered for liabilities included in total liabilities) to Tangible Net Worth; and
- (viii) The Loan to Value ("LTV") to be 75%, 70% and 65% or below at all times as updated on respective loan facilities amounts.

The amounts reflected at the table above do not include the loans and advances from shareholders of US\$14,059,000 as at 31 December 2021 (31 December 2020: US\$12,321,000) which are unsecured as disclosed under Note 11.

With reference to Note 2 with details as disclosed, the secured loans from both banks continued to be classified as current liabilities as at 31 December 2021.

## 11. Amount due to shareholders

	Group		Company	
	31 December 2021 US\$'000	31 December 2020 US\$'000	31 December 2021 US\$'000	31 December 2020 US\$'000
<b>Current:</b>				
Short term loans due to shareholders <sup>(1)</sup>	2,689	960	750	-
	2,689	960	750	-
<b>Non-current:</b>				
Loans due to a shareholder <sup>(2)</sup>	6,923	7,332	6,923	7,332
Accrued interest on loans due to a shareholder <sup>(2)</sup>	1,284	869	1,284	869
Advances from a shareholder <sup>(3)</sup>	2,833	3,000	2,833	3,000
Accrued interest on advances from a shareholder <sup>(3)</sup>	330	160	330	160
	11,370	11,361	11,370	11,361

## 11. Amount due to shareholders (continued)

- (1) Short term loans due to shareholders are unsecured and non-interest bearing and are to be settled in cash.
- (2) Loans due to a shareholder is unsecured and to be settled in cash. During the year, there was a change in interest rate on the loans due to a shareholder from 6.0% per annum to 3.0% per annum. As at the date of change in interest rate, the loans due to a shareholder was recalculated to the net present value of the future payments discounted at a market rate of interest for a similar debt instrument assessed to be at 6.0% per annum. The loans due to a shareholder together with accrued interest mature on 31 December 2023.
- (3) Advances from a shareholder is unsecured and to be settled in cash. During the year, there was a change in interest rate on the advances from a shareholder from 6.0% per annum to 3.0% per annum. As at the date of change in interest rate, the advances from a shareholder was recalculated to the net present value of the future payments discounted at a market rate of interest for a similar debt instrument assessed to be at 6.0% per annum. Advances from a shareholder together with accrued interest mature on 31 December 2023.

## 12. Derivatives

	Group			
	31 December 2021	31 December 2021	31 December 2020	31 December 2020
	Contract/ Notional Amount	Fair Value - Liabilities	Contract/ Notional Amount	Fair Value - Liabilities
	US\$'000	US\$'000	US\$'000	US\$'000
Interest rate swap	15,973	(943)	19,966	(1,543)

The fair value of interest rate swaps as shown above is determined with reference to marked-to-market values provided by counterparties.

Hedge accounting has been applied for interest rate swaps that are assessed by the Group to be highly effective hedges.

The Group determines the economic relationship between the loans and borrowings and the derivative by matching the critical terms of the hedging instrument with the terms of the hedged item. The hedge ratio (the ratio between notional amount of the derivative financial instrument to the amount of the loans and borrowings being hedged) is determined to be 1:1.

Under the terms of the interest rate swaps, the Group pays a fixed rate interest of 3.50% (FY2020: 2.95% - 3.50%) per annum and receives floating interest at 3-month LIBOR plus margin. The interest rate swaps mature on 3 October 2025. The Group uses the interest rate swaps to hedge against the exposure to variability in cash flows from related borrowings which are pegged to US Dollar LIBOR.

The hedge is classified as cash flow hedges and the fair value changes of the interest rate swaps is recognised in in other comprehensive income.

## 13. Share capital

	Group		Company	
	Number of shares	Amount	Number of shares	Amount
	'000	US\$'000	'000	US\$'000
As at 1 January 2021, 31 March 2021, 30 June 2021, 30 September 2021 and 31 December 2021	523,512	38,307	523,512	111,471

During the quarter and year ended 31 December 2021, there were no changes in the issued and paid-up share capital of the Company.

There were no outstanding convertibles, treasury shares and subsidiary holdings as at 31 December 2021 and 31 December 2020.

There were no sales, transfers, cancellation and/or use of treasury shares or subsidiary holdings during FY2021.

## F. Other Information required by Catalyst Rules Appendix 7C

### 1. Review

The condensed interim statements of financial position of Atlantic Navigation Holdings (Singapore) Limited and its subsidiaries as at 31 December 2021 and the related condensed interim consolidated profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed consolidated statement of cash flows for the financial year then ended and certain explanatory notes have not been audited or reviewed by the Company's auditors.

### 2. Review of performance of the Group

#### (a) Review of results of operations

##### (i) Revenue by business segments

	3 months ended			12 months ended		
	31	31	Increase/ (Decrease)	31	31	Increase/ (Decrease)
	December 2021	December 2020		December 2021	December 2020	
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
MLS	13,013	14,309	(9.1)	41,912	62,915	(33.4)
SRM	898	775	15.9	3,438	2,616	31.4
Inter-segment revenue	(472)	(565)	(16.5)	(1,536)	(1,137)	35.1
Group revenue	13,439	14,519	(7.4)	43,814	64,394	(32.0)

The Group's revenue for the MLS segment for the FY2021 decreased by US\$21.0 million or 33.4% compared to FY2020. The decrease in revenue was mainly due to a US\$9.4 million reduction in contribution from its lift-boats, one of which was on charter from December 2021. Revenue was further impacted by lower utilisation and daily charter rates on certain vessels which were spot chartered in FY2021 versus time chartered in FY2020, resulting in a decrease of US\$5.4 million. A re-delivery of two cross chartered vessels in December 2020 further resulted in a reduction in revenue of US\$9.0 million in FY2021 as compared to FY2020. These were partially offset by higher revenue other OSVs vessels of in aggregate of US\$2.8 million.

The Group's revenue for the SRM segment for FY2021 increased by US\$0.8 million as compared to FY2020 mainly due to the higher level of repair works undertaken in FY2021.

##### (ii) Gross profit and gross profit margin

	3 months ended			12 months ended		
	31	31	Increase/ (Decrease)	31	31	Increase/ (Decrease)
	December 2021	December 2020		December 2021	December 2020	
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
MLS	2,587	2,201	17.5	4,658	13,127	(64.5)
SRM	427	386	10.6	1,313	938	(40.0)
Group gross profit	3,014	2,587	16.5	5,971	14,065	(57.5)

	3 months ended		12 months ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
MLS	19.9%	15.4%	11.1%	20.9%
SRM	47.6%	49.8%	38.2%	35.9%
Group gross profit margin	22.4%	17.8%	13.6%	21.8%

The Group reported gross profit of US\$4.7 million for the MLS segment during FY2021, compared to a gross profit of US\$13.1 million in FY2020. The MLS segment recorded a gross profit margin of 11.1% in FY2021 as compared to a gross profit margin of 20.9% in FY2020. The decrease in gross profit and gross profit margin of the MLS segment were mainly due to aggregate losses which resulted from the largely non-deployment of the two lift-boats, and lower contribution from cross chartered vessels.

The Group's gross profit and gross profit margin of SRM segment for FY2021 increased by US\$0.4 million and 2.3 percentage points respectively as compared to FY2020 mainly due to increase volume of repair jobs with higher margins.

##### (iii) Other income

Other income for FY2021 was mainly due to accounts payable written off amounting to US\$0.3 million and costs awarded from favourable legal judgements obtained of US\$0.1 million.

**(iv) Administrative expenses**

Administrative expenses for FY2021 decreased by US\$1.7 million or 21.6% as compared to FY2020 mainly due to absence of further allowances for doubtful debts due from joint operation in FY2021 compared to US\$1.6 million in FY2020 (see page 13 of the FY2020 SGX results announcement).

**(v) Finance costs**

Finance cost decreased by US\$0.8 million or 15.5% to US\$4.1 million in FY2021 as compared to US\$4.9 million in FY2020 corresponding to the lower amount of bank borrowings and reference rate.

**(vi) Other expenses**

Other expenses for FY2021 relate to loss on disposal of vessels.

**(vii) Impairment on property, vessels and equipment**

Impairment losses of US\$8.0 million in total was recognised on 3 vessels in FY2021 as compared to US\$5.8 million in total on 6 vessels in FY2020, considering the main factors of age and uncertainty in visibility of utilisation of these vessels, with valuation reports being obtained from the independent professional valuers.

**(viii) Withholding tax expense**

The withholding tax expense relates to withholding tax on foreign charter income.

**(ix) Loss before tax**

As a result of above, the Group recorded a loss before tax of US\$13.2 million in FY2021 compared to US\$5.5 million in FY2020.

**(x) Income tax expense**

There is no income tax expense for both FY2021 and FY2020 as the Group's significant subsidiaries are incorporated in jurisdictions where such taxes are either exempted or not applicable.

**(b) Review of financial position****(i) Non-current assets**

Non-current assets decreased by US\$17.2 million from US\$155.9 million as at 31 December 2020 to US\$138.7 million as at 31 December 2021. This was mainly due to impairment charges recognised on certain vessels of US\$8.0 million, depreciation charges of US\$8.5 million, and disposal of two vessels with net book value of US\$2.8 million, partially offset by capitalisation of dry dock expenses of US\$1.7 million and other costs previously prepaid of US\$0.6 million.

**(ii) Current assets**

Current assets decreased by US\$3.0 million from US\$17.7 million as at 31 December 2020 to US\$14.6 million as at 31 December 2021. This was mainly due to decrease in trade receivables of US\$2.6 million after the repayment of contractual retention, decrease in prepayment of US\$0.5 million and decrease in cash and bank balance and restricted cash of US\$0.4 million, partially offset by increase in inventories of US\$0.4 million.

**(iii) Non-current liabilities**

Non-current liabilities decreased by US\$2.5 million from US\$16.8 million as at 31 December 2020 to US\$14.3 million as at 31 December 2021. This was mainly due to decrease in loans and borrowings of US\$2.1 million, and decrease in derivatives of US\$0.6 million, partially offset by increase in provisions of US\$0.1 million.

**(iv) Current liabilities**

Current liabilities decreased by US\$5.6 million from US\$75.6 million as at 31 December 2020 to US\$70.0 million as at 31 December 2021, mainly due to decrease in trade payables of US\$4.1 million due to decrease in corresponding business activities in FY2021, decrease in accruals and other payables of US\$0.2 million, decrease in other non-financial liabilities of US\$0.2 million and decrease in the current portion of the loans and borrowings of US\$2.7 million, partially offset by increase in amount due to shareholders of US\$1.7 million.

**(v) Net current liabilities**

Net current liabilities decreased by US\$2.5 million from US\$57.9 million as at 31 December 2020 to US\$55.4 million as at 31 December 2021, mainly due to decrease in current liabilities of US\$5.0 million, partially offset by decrease in current assets of US\$2.5 million.

Barring unforeseen circumstances, the Group is expected to be able to operate as a going concern after taking into consideration factors mentioned in Note 2 to the condensed interim consolidated financial statements.



## **(vi) Other disclosures**

In relation to the Group's 51% interest in Atlantic Venture Inc. ("AVI"), with the repayment of 49% share of the final instalment by the other co-guarantor (the "Co-Guarantor") of US\$0.432 million in October 2021 pursuant to the final judgment in favour of the mortgagee bank, the debt secured against a vessel as at 31 December 2021 had been fully repaid. The Co-Guarantor had then served its claim on AVI on 3 November 2021 relating to this payment and costs awarded to the mortgagee bank. AVI had consented to judgement on 18 February 2022 and the Co-Guarantor had demanded payment in aggregate of US\$0.440 million from AVI on 28 February 2022.

As disclosed in the Company's 3Q2021 financial results announcement dated 14 November 2021, while the Co-Guarantor had on 8 November 2021 withdrawn the appeal on the favourable judgment on claim of US\$0.51 million which was paid to the Company on 29 June 2021, the Co-Guarantor had also commenced a claim on AVI for the payment made to the Company as the co-guarantor and costs on 23 January 2022.

The Group will update the market when there are material developments.

## **(c) Liquidity and capital resources**

### **(i) Net cash flows generated from operating activities**

Net cash flows generated from operating activities amounted to US\$2.5 million in FY2021. This was mainly due to operating cash flows before changes in working capital of US\$8.9 million, partially offset by negative changes in working capital of US\$2.4 million and interest paid of US\$4.0 million.

### **(ii) Net cash flows generated from investing activities**

Net cash flows generated from investing activities of US\$0.2 million in FY2021 was mainly due to proceed from disposal of vessels of US\$2.0 million, offset by capitalised dry dock expenses of US\$1.7 million.

### **(iii) Net cash flows used in financing activities**

Net cash flows used in financing activities of US\$4.7 million in FY2021 was mainly due to principal repayment of loans and borrowings of US\$12.1 million, partially offset by proceeds from loans and borrowings of US\$5.7 million and proceeds from shareholders' advances of US\$1.7 million.

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

Not applicable. No forecast or prospect statement was disclosed to shareholders previously.

## **5. 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 year and the next 12 months**

The Group achieved vessel utilisation rate in 4Q2021 of 84.0% compared to 3Q2021 of 76.7%, with corresponding full year 2021 utilisation of 73.7% compared to 80.7% in FY2020.

The offshore industry in the Middle East region has continued to show signs of improving market environment corresponding to the increase in global oil prices, coupled with the general expectation of an abating of severity of the ongoing COVID-19 pandemic. This has led to an increase in enquiries for the chartering as well as purchase interests of our Group's vessels.

The Group had entered into advanced discussions with a Middle Eastern contractor for one of its liftboats with the charterparty agreement being finalised with salient terms being agreed for a mid-term duration. The liftboat has been on standby rate since 1 February 2022 with delivery notice accepted by the said contractor. As an update, the other lift-boat had already been on spot contract with another Middle Eastern contractor since 1 December 2021 which is expected to expire by end April 2022 with potential monthly extensions of up to six months. Being at its present location in the Middle East with various ongoing and imminent projects, the Group is already in discussions for contracts with varying durations from 3 months to 2 years.

At the date of this announcement, while the Russia/Ukraine conflict and the geopolitical tensions in the Middle East have not materially impacted our Group operations, the Group will continue to closely monitor these evolving developments.

## **6. Dividend information**

No dividend recommended or declared for FY2021 (FY2020: Nil) in view of the operational and financial requirements of the Group.

## 7. Breakdown of sales

	Group	
	FY2021 US\$'000	FY2020 US\$'000
Revenue for the first half year	18,849	35,563
Loss after tax before deducting non-controlling interests for the first half year	(12,791)	(2,207)
Revenue for the second half year	24,965	28,831
Loss after tax before deducting non-controlling interests for the second half year	(457)	(3,246)

## 8. Interested person transactions

The Company has established review and approval procedures to ensure that interested person transactions entered into by the Group are conducted on normal terms and are not prejudicial to the interests of shareholders. In the event that a member of the Audit Committee of the Company ("AC") is involved in any interested person transaction, he will abstain from reviewing that particular transaction.

The AC has reviewed the rationale for and terms of the Group's interested person transactions and is of the view that the interested person transactions are entered on normal terms and are not prejudicial to the interests of shareholders.

Name of Interested Person	Aggregate value of all interested person transactions entered into during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the Catalist Rules)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 of the Catalist Rules (excluding transactions less than S\$100,000)
Wong Siew Cheong <sup>(1)</sup>	US\$223,007 (Approximately S\$301,506)	-
Kum Soh Har <sup>(2)</sup>	US\$91,250 (Approximately S\$123,370)	-

### Notes:

- (1) As at 31 December 2021, Mr. Wong Siew Cheong, the Executive Director and CEO, had provided an aggregate of US\$7.3 million loan to the Group (the "Loan") where the Loan is unsecured, interest-bearing at an interest rate of 3.0% per annum, and advances of US\$1.5 million which is unsecured, non-interest bearing, both sums to be settled in cash.
- (2) As at 31 December 2021, Mr. Kum Soh Har, Michael, the Non-Executive Non-Independent Chairman, had provided an aggregate of US\$3.0 million shareholder advance (the "Advance") through Saeed Investment Pte. Ltd., the Controlling Shareholder of the Company, to the Group where the Advance is unsecured, interest-bearing at an interest rate of 3.0% per annum, and further advance of US\$0.8 million which is unsecured and non-interest bearing, both sums to be settled in cash.

The Group does not have any interested person transaction general mandate from shareholders pursuant to Rule 920 of the Catalist Rules.

## 9. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Catalist Rules

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 Catalist Rules.

## 10. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) of the Catalist Rules

There is no person occupying a managerial position in the Company or any of its principal subsidiaries who is also a relative of a Director or chief executive officer or substantial shareholder of the Company.

**11. Disclosures on acquisitions and sale of shares pursuant to Rule 706A of the Catalist Rules**

There were no acquisition or sale of shares in any of the Group's subsidiary or associated company nor incorporation or winding up or striking off of any subsidiary or associated company by the Company or any of the Group's entities during fourth quarter of FY2021.

**BY ORDER OF THE BOARD**

Wong Siew Cheong  
Executive Director and Chief Executive Officer

1 March 2022