



**Ellipsiz Ltd**  
(Co. Reg. No. 199408329R)  
**and its subsidiaries**

Condensed Interim Consolidated Financial Statements  
and Dividend Announcement  
*For the six months and full year ended 30 June 2024*

The following definitions apply throughout this announcement:

- 2H – Second half year from 1 January to 30 June of the respective financial years.
- FY – Financial year ended or ending 30 June, as the case may be.
- NM – Not meaningful.
- SFRS(I) – Singapore Financial Reporting Standards (International).

#### A. Condensed interim consolidated statement of comprehensive income

	Note	Group			Group		
		2HFY2024 \$'000	2HFY2023 \$'000	+ / (-) %	FY2024 \$'000	FY2023 \$'000	+ / (-) %
Revenue	E5	30,017	30,788	(3)	55,063	59,143	(7)
Cost of revenue		<u>(23,265)</u>	<u>(24,821)</u>	(6)	<u>(43,503)</u>	<u>(47,475)</u>	(8)
<b>Gross profit</b>		6,752	5,967	13	11,560	11,668	(1)
Other income	E6	887	544	63	1,428	1,079	32
Fair value gain on investment property	E10	254	327	(22)	254	430	(41)
Distribution expenses		(2,129)	(1,972)	8	(4,069)	(3,772)	8
Administrative expenses		(4,497)	(4,635)	(3)	(8,770)	(9,102)	(4)
Impairment loss on goodwill	E11	(4,183)	-	NM	(5,783)	-	NM
Impairment loss on intangible assets	E11	(524)	-	NM	(524)	-	NM
Impairment loss on right-of-use assets	E12	(425)	-	NM	(425)	-	NM
Impairment loss on trade and other receivables, net		(290)	(33)	>300	(290)	(33)	>300
Other expenses	E6	-	(323)	(100)	(2)	(323)	(99)
<b>Results from operating activities</b>	E6	<u>(4,155)</u>	<u>(125)</u>	>300	<u>(6,621)</u>	<u>(53)</u>	>300
Finance income	E7	802	792	1	1,625	1,249	30
Finance costs		(26)	(17)	53	(50)	(34)	47
Share of results of a joint venture (net of tax)		7	(33)	NM	(12)	(47)	(74)
<b>(Loss)/Profit before tax</b>		<u>(3,372)</u>	<u>617</u>	NM	<u>(5,058)</u>	<u>1,115</u>	NM
Tax expense	E8	(165)	(106)	56	(424)	(417)	2
<b>(Loss)/Profit for the year</b>		<u>(3,537)</u>	<u>511</u>	NM	<u>(5,482)</u>	<u>698</u>	NM
<b>Other comprehensive income</b>							
<i>Item that may be reclassified subsequently to profit or loss (net of tax)</i>							
Exchange differences arising from translation of financial statements of foreign operations		<u>(756)</u>	<u>839</u>	NM	<u>(2,165)</u>	<u>(1,700)</u>	27
<i>Item that will not be reclassified to profit or loss (net of tax)</i>							
Net change in fair value of financial assets at fair value through other comprehensive income		<u>(379)</u>	<u>20</u>	NM	<u>(700)</u>	<u>(590)</u>	19
<b>Total other comprehensive income for the year, net of tax</b>		<u>(1,135)</u>	<u>859</u>	NM	<u>(2,865)</u>	<u>(2,290)</u>	25
<b>Total comprehensive income for the year</b>		<u>(4,672)</u>	<u>1,370</u>	NM	<u>(8,347)</u>	<u>(1,592)</u>	>300

**A. Condensed interim consolidated statement of comprehensive income (cont'd)**

	Group			Group			
Note	2HFY2024	2HFY2023	+ / (-)	FY2024	FY2023	+ / (-)	
	\$'000	\$'000	%	\$'000	\$'000	%	
<b>(Loss)/Profit attributable to:</b>							
Owners of the Company	(2,996)	742	NM	(3,841)	2,048	NM	
Non-controlling interests	(541)	(231)	134	(1,641)	(1,350)	22	
(Loss)/Profit for the year	<u>(3,537)</u>	<u>511</u>	NM	<u>(5,482)</u>	<u>698</u>	NM	
<b>Total comprehensive income attributable to:</b>							
Owners of the Company	(3,946)	1,328	NM	(6,200)	(26)	>300	
Non-controlling interests	(726)	42	NM	(2,147)	(1,566)	37	
Total comprehensive income for the year	<u>(4,672)</u>	<u>1,370</u>	NM	<u>(8,347)</u>	<u>(1,592)</u>	>300	
<b>(Loss)/Earnings per share</b>							
- Basic and diluted (cents)	E19	<u>(1.80)</u>	<u>0.45</u>	NM	<u>(2.31)</u>	<u>1.23</u>	NM

**B. Condensed interim statements of financial position**

	Note	Group		Company	
		30.06.2024 \$'000	30.06.2023 \$'000	30.06.2024 \$'000	30.06.2023 \$'000
<b>Non-current assets</b>					
Plant and equipment	E9	2,327	2,367	10	11
Investment property	E10	22,104	23,855	-	-
Intangible assets and goodwill	E11	15,670	22,190	55	73
Right-of-use assets	E12	6,023	6,659	-	-
Subsidiaries	E13	-	-	44,045	46,243
Joint venture		-	72	-	-
Financial assets	E14	9,430	11,176	7,543	8,143
Amounts due from related parties		-	-	13,993	15,529
Deferred tax assets		14	21	-	-
		<u>55,568</u>	<u>66,340</u>	<u>65,646</u>	<u>69,999</u>
<b>Current assets</b>					
Inventories		2,939	4,567	-	-
Trade and other receivables		12,589	14,065	180	127
Amounts due from related parties		6	356	2,452	1,307
Cash and cash equivalents	E16	54,870	55,189	33,654	31,568
		<u>70,404</u>	<u>74,177</u>	<u>36,286</u>	<u>33,002</u>
<b>Total assets</b>		<u>125,972</u>	<u>140,517</u>	<u>101,932</u>	<u>103,001</u>
<b>Equity attributable to owners of the Company</b>					
Share capital	E17	89,566	89,566	89,566	89,566
Treasury shares	E17	(233)	(233)	(233)	(233)
Reserves		(16,815)	(14,456)	(1,564)	(864)
Retained earnings		26,785	32,288	11,860	12,168
		<u>99,303</u>	<u>107,165</u>	<u>99,629</u>	<u>100,637</u>
Non-controlling interests		10,435	12,558	-	-
<b>Total equity</b>		<u>109,738</u>	<u>119,723</u>	<u>99,629</u>	<u>100,637</u>
<b>Non-current liabilities</b>					
Lease liabilities		232	557	-	-
Provisions		42	174	-	-
Deferred tax liabilities		611	738	22	-
		<u>885</u>	<u>1,469</u>	<u>22</u>	<u>-</u>
<b>Current liabilities</b>					
Trade and other payables		12,404	16,224	861	1,194
Amounts due to related parties		1,537	1,739	1,156	1,159
Lease liabilities		690	375	-	-
Provisions		173	315	-	-
Income tax payable		545	672	264	11
		<u>15,349</u>	<u>19,325</u>	<u>2,281</u>	<u>2,364</u>
<b>Total liabilities</b>		<u>16,234</u>	<u>20,794</u>	<u>2,303</u>	<u>2,364</u>
<b>Total equity and liabilities</b>		<u>125,972</u>	<u>140,517</u>	<u>101,932</u>	<u>103,001</u>

**C. Condensed interim statements of changes in equity  
For the year ended 30 June 2024**

Group	Share capital \$'000	Treasury shares \$'000	Capital reserve \$'000	Fair value reserve \$'000	Foreign currency translation reserve \$'000	Retained earnings \$'000	Total attributable to owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance as at 1 July 2023	89,566	(233)	(11,648)	(864)	(1,944)	32,288	107,165	12,558	119,723
<b>Total comprehensive income for the year</b>									
Loss for the year	-	-	-	-	-	(3,841)	(3,841)	(1,641)	(5,482)
<b>Other comprehensive income</b>									
Exchange differences arising from translation of financial statements of foreign operations	-	-	-	-	(1,659)	-	(1,659)	(506)	(2,165)
Net change in fair value of financial assets at fair value through other comprehensive income	-	-	-	(700)	-	-	(700)	-	(700)
Total other comprehensive income, net of tax	-	-	-	(700)	(1,659)	-	(2,359)	(506)	(2,865)
<b>Total comprehensive income for the year</b>	-	-	-	(700)	(1,659)	(3,841)	(6,200)	(2,147)	(8,347)
<b>Transactions with owners, recorded directly in equity</b>									
<b>Contributions by and distributions to owners</b>									
Final dividend of 1.00 cent per share in respect of 2023	-	-	-	-	-	(1,662)	(1,662)	-	(1,662)
Total contributions by and distributions to owners	-	-	-	-	-	(1,662)	(1,662)	-	(1,662)
<b>Change in ownership interest in a subsidiary</b>									
Capital injection by a non-controlling interest	-	-	-	-	-	-	-	24	24
Total change in ownership interest in a subsidiary	-	-	-	-	-	-	-	24	24
<b>Total transactions with owners</b>	-	-	-	-	-	(1,662)	(1,662)	24	(1,638)
<b>Balance as at 30 June 2024</b>	89,566	(233)	(11,648)	(1,564)	(3,603)	26,785	99,303	10,435	109,738

**C. Condensed interim statements of changes in equity (cont'd)  
For the year ended 30 June 2023**

Group	Share capital \$'000	Treasury shares \$'000	Capital reserve \$'000	Fair value reserve \$'000	Foreign currency translation reserve \$'000	Retained earnings \$'000	Total attributable to owners of the Company \$'000	Non- controlling interests \$'000	Total equity \$'000
Balance as at 1 July 2022	89,566	(126)	(11,648)	(57)	(460)	36,365	113,640	8,022	121,662
<b>Total comprehensive income for the year</b>									
Profit/(Loss) for the year	-	-	-	-	-	2,048	2,048	(1,350)	698
<b>Other comprehensive income</b>									
Exchange differences arising from translation of financial statements of foreign operations	-	-	-	-	(1,484)	-	(1,484)	(216)	(1,700)
Net change in fair value of financial assets at fair value through other comprehensive income	-	-	-	(590)	-	-	(590)	-	(590)
Transfer of gain on disposal of financial assets at fair value through other comprehensive income to retained earnings	-	-	-	(217)	-	217	-	-	-
Total other comprehensive income, net of tax	-	-	-	(807)	(1,484)	217	(2,074)	(216)	(2,290)
<b>Total comprehensive income for the year</b>	-	-	-	(807)	(1,484)	2,265	(26)	(1,566)	(1,592)
<b>Transactions with owners, recorded directly in equity</b>									
<b>Contributions by and distributions to owners</b>									
Final dividend of 1.00 cent per share in respect of 2022	-	-	-	-	-	(1,666)	(1,666)	-	(1,666)
Purchase of treasury shares	-	(107)	-	-	-	-	(107)	-	(107)
Total contributions by and distributions to owners	-	(107)	-	-	-	(1,666)	(1,773)	-	(1,773)
<b>Changes in ownership interests in subsidiaries</b>									
Capital injections by non-controlling interests	-	-	-	-	-	-	-	5,426	5,426
Acquisition of additional interest in a subsidiary	-	-	-	-	-	(4,676)	(4,676)	676	(4,000)
Total changes in ownership interests in subsidiaries	-	-	-	-	-	(4,676)	(4,676)	6,102	1,426
<b>Total transactions with owners</b>	-	(107)	-	-	-	(6,342)	(6,449)	6,102	(347)
<b>Balance as at 30 June 2023</b>	89,566	(233)	(11,648)	(864)	(1,944)	32,288	107,165	12,558	119,723

**C. Condensed interim statements of changes in equity (cont'd)**  
**For the year ended 30 June 2024**

Company	Share capital \$'000	Treasury shares \$'000	Fair value reserve \$'000	Retained earnings \$'000	Total equity \$'000
Balance as at 1 July 2023	89,566	(233)	(864)	12,168	100,637
<b>Total comprehensive income for the year</b>					
Profit for the year	-	-	-	1,354	1,354
<b>Other comprehensive income</b>					
Net change in fair value of financial assets at fair value through other comprehensive income	-	-	(700)	-	(700)
Total other comprehensive income, net of tax	-	-	(700)	-	(700)
<b>Total comprehensive income for the year</b>	-	-	(700)	1,354	654
<b>Transactions with owners, recorded directly in equity</b>					
<b>Contributions by and distributions to owners</b>					
Final dividend of 1.00 cent per share in respect of 2023	-	-	-	(1,662)	(1,662)
Total contributions by and distributions to owners	-	-	-	(1,662)	(1,662)
<b>Total transactions with owners</b>	-	-	-	(1,662)	(1,662)
<b>Balance as at 30 June 2024</b>	<b>89,566</b>	<b>(233)</b>	<b>(1,564)</b>	<b>11,860</b>	<b>99,629</b>

**For the year ended 30 June 2023**

Company	Share capital \$'000	Treasury shares \$'000	Fair value reserve \$'000	Retained earnings \$'000	Total equity \$'000
Balance as at 1 July 2022	89,566	(126)	107	11,849	101,396
<b>Total comprehensive income for the year</b>					
Profit for the year	-	-	-	1,768	1,768
<b>Other comprehensive income</b>					
Net change in fair value of financial assets at fair value through other comprehensive income	-	-	(754)	-	(754)
Transfer of gain on disposal of financial assets at fair value through other comprehensive income to retained earnings	-	-	(217)	217	-
Total other comprehensive income, net of tax	-	-	(971)	217	(754)
<b>Total comprehensive income for the year</b>	-	-	(971)	1,985	1,014
<b>Transactions with owners, recorded directly in equity</b>					
<b>Contributions by and distributions to owners</b>					
Final dividend of 1.00 cent per share in respect of 2022	-	-	-	(1,666)	(1,666)
Purchase of treasury shares	-	(107)	-	-	(107)
Total contributions by and distributions to owners	-	(107)	-	(1,666)	(1,773)
<b>Total transactions with owners</b>	-	(107)	-	(1,666)	(1,773)
<b>Balance as at 30 June 2023</b>	<b>89,566</b>	<b>(233)</b>	<b>(864)</b>	<b>12,168</b>	<b>100,637</b>

**D. Condensed interim consolidated statement of cash flows**

	Note	Group	
		FY2024 \$'000	FY2023 \$'000
<b>Cash flows from operating activities</b>			
(Loss)/Profit for the year		(5,482)	698
Adjustments for:			
Amortisation of intangible assets	E6/E11	216	220
Depreciation of plant and equipment	E6	493	454
Depreciation of right-of-use assets	E6	938	784
Dividend income from financial assets	E6	(432)	(453)
Fair value gain on investment property	E10	(254)	(430)
Fair value (gain)/loss on financial assets at fair value through profit or loss	E6	(704)	323
Finance income	E7	(1,625)	(1,249)
Finance costs		50	34
Gain on disposal of plant and equipment, net	E6	(2)	(22)
Impairment loss on goodwill	E11	5,783	-
Impairment loss on intangible assets	E11	524	-
Impairment loss on right-of-use assets	E12	425	-
Impairment loss on trade and other receivables, net		290	33
Inventories written down	E6	200	81
Loss on termination of a lease	E6	2	-
Provision for onerous contracts	E6	141	236
Provision written back	E6	(75)	-
Share of results of a joint venture (net of tax)		12	47
Tax expense	E8	424	417
<b>Operating cash flows before working capital changes</b>		924	1,173
Changes in:			
Amounts due from/(to) related parties		58	(179)
Inventories		1,151	(191)
Trade and other receivables		1,215	410
Trade and other payables		(4,121)	(1,740)
Cash used in operations		(773)	(527)
Interest received		1,573	1,152
Tax paid		(649)	(254)
<b>Net cash generated from operating activities</b>		151	371
<b>Cash flows from investing activities</b>			
Dividends received from financial assets	E6	432	453
Acquisition of additional interest in a subsidiary		-	(4,000)
Leasehold land and ancillary costs		-	(5,929)
Purchase of intangible assets	E11	(3)	(27)
Purchase of plant and equipment	E9	(217)	(862)
Purchase of financial assets		(1,977)	(902)
Proceeds from government grants		-	70
Proceeds from dissolution of a joint venture		60	-
Proceeds from disposal of plant and equipment		2	25
Proceeds from disposal of financial assets		3,727	1,709
<b>Net cash generated from/(used in) investing activities</b>		2,024	(9,463)



**D. Condensed interim consolidated statement of cash flows (cont'd)**

	Note	Group	
		FY2024	FY2023
		\$'000	\$'000
<b>Cash flows from financing activities</b>			
Capital injections by non-controlling interests		24	5,426
Dividend paid		(1,662)	(1,666)
Proceeds from bank borrowing		-	153
Repayment of bank borrowing		-	(153)
Purchase of treasury shares	E17	-	(107)
Payment of principal portion of lease liabilities		(732)	(594)
Interest paid		(50)	(34)
<b>Net cash (used in)/generated from financing activities</b>		<u>(2,420)</u>	<u>3,025</u>
<b>Net decrease in cash and cash equivalents</b>			
Cash and cash equivalents at beginning of year		55,189	61,681
Effects on exchange rate fluctuations on cash and cash equivalents		(74)	(425)
<b>Cash and cash equivalents at end of year</b>	E16	<u>54,870</u>	<u>55,189</u>

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

### **1. Corporate information**

Ellipsiz Ltd (the “Company”) is incorporated and domiciled in Singapore and is listed on the Singapore Exchange. Its registered office is at 54 Serangoon North Avenue 4 #05-02 Singapore 555854. These condensed interim consolidated financial statements as at and for the full year ended 30 June 2024 comprised the Company and its subsidiaries (collectively, the “Group”).

The principal activities of the Company are the holding of investments and the provision of management services.

The principal activities of its significant subsidiaries are:

- a) provision of solutions for in-circuit and functional testing, distribution and trading of scientific instruments and electronic equipment, provision of related technical services and support, and trading of consumable products;
- b) provision of customised systems and solutions for test automation, high precision automated assembly process for fibre and lens, and full automated wafer level testing;
- c) property investment and development; and
- d) production and distribution of fresh eggs<sup>1</sup>.

### **2. Basis of preparation**

The condensed interim consolidated financial statements 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 its performance since the Company’s last condensed interim consolidated financial statements for the six months period ended 31 December 2023.

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

In preparing the condensed interim consolidated financial statements, the Group has applied the same accounting policies and methods of computation as those of its audited financial statements for the year ended 30 June 2023 which were prepared in accordance with SFRS(I).

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

In the current financial year, the Group has adopted all new and amended standards which are relevant to the Group and are effective for annual financial periods beginning on or after 1 July 2023. The adoption of these standards did not have any material effect on the financial performance or financial position of the Group.

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<sup>1</sup> The development of the egg farm is at its planning stage.

## **E. Notes to the condensed interim consolidated financial statements (cont'd)**

### **2. Basis of preparation (cont'd)**

#### **2.2. Significant accounting judgements, estimates and assumptions**

The preparation of the condensed interim consolidated financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

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 that applied to the consolidated financial statements as at and for the year ended 30 June 2023.

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

The key assumptions concerning future conditions and other key sources of estimation uncertainty at the balance sheet date, which carry a significant risk of causing material adjustments to the carrying amounts of assets are disclosed below:

#### **Impairment assessment of goodwill**

Goodwill related to DSS, APSS and EPD is assessed for impairment annually or whenever there is indication of impairment. Judgements are used in estimating the recoverable amounts of the cash-generating units ("CGUs") to which the goodwill is allocated.

- (i) For DSS and APSS, the forecasted order books and margins assumed in the value-in-use ("VIU") calculations are subject to estimation uncertainties, which may result in significant risks of material adjustments in future periods, particularly given the macroeconomic and geopolitical forces impacting the semiconductor industry. Further details on the assumptions are included in Note E11.
- (ii) For EPD, the forecasted eggs production volumes, margins, and capital expenditure assumed in the VIU calculation are subject to estimation uncertainties, which could lead to significant material adjustments in future periods, considering the current macroeconomic and industry-specific factors affecting the poultry sector. Further details about these assumptions are provided in Note E11.

As at 30 June 2024, impairment indicators for APSS and EPD were identified, as described in (i) and (ii) above. These indicators had resulted in lower recoverable amounts being derived from the discounted cash flows projections carried out by management compared to the carrying values of these CGUs, leading to the full impairment of goodwill of \$1,600,000 (FY2023: Nil) and \$4,183,000 (FY2023: Nil) respectively.

**E. Notes to the condensed interim consolidated financial statements (cont'd)**

**3. Seasonal operations**

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

**4. Operating segments**

The Group has the following reportable segments:

- Distribution and Services Solutions ("DSS")
- Automated Precision System Solutions ("APSS")
- Property Investment and Development
- Egg Production and Distribution ("EPD")

The Group determines its operating segments based on internal reports of the components of the Group that are regularly reviewed by the Group's Chief Executive Officer (the chief operating decision maker) for performance assessment and to determine resources allocation.

E. Notes to the condensed interim consolidated financial statements (cont'd)

4. Operating segments (cont'd)

*Reportable segments*

Group	Distribution and Services Solutions		Automated Precision System Solutions		Property Investment and Development		Egg Production and Distribution		Eliminations		Consolidated	
	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<i>Revenue and expenses</i>												
Total revenue from external customers	49,757	56,095	5,306	3,048	-	-	-	-	-	-	55,063	59,143
Inter-segment revenue	190	28	290	1,907	-	-	-	-	(480)	(1,935)	-	-
	<u>49,947</u>	<u>56,123</u>	<u>5,596</u>	<u>4,955</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(480)</u>	<u>(1,935)</u>	<u>55,063</u>	<u>59,143</u>
Segment results	2,099	3,226	(2,760)	(553)	371	534	(7,047)	(1,780)	-	-	(7,337)	1,427
Unallocated corporate results											716	(1,480)
											<u>(6,621)</u>	<u>(53)</u>
Share of results of a joint venture	(12)	(47)	-	-	-	-	-	-	-	-	(12)	(47)
Loss before finance income/(costs) and tax expense											(6,633)	(100)
Finance income											1,625	1,249
Finance costs											<u>(50)</u>	<u>(34)</u>
(Loss)/Profit before tax											<u>(5,058)</u>	<u>1,115</u>
Tax expense											(424)	(417)
Non-controlling interests											<u>1,641</u>	<u>1,350</u>
(Loss)/Profit for the year attributable to owners of the Company											<u>(3,841)</u>	<u>2,048</u>

E. Notes to the condensed interim consolidated financial statements (cont'd)

4. Operating segments (cont'd)

*Reportable segments (cont'd)*

Group	Distribution and Services Solutions		Automated Precision System Solutions		Property Investment and Development		Egg Production and Distribution		Eliminations		Consolidated	
	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Assets and liabilities</b>												
Segment assets	41,348	44,255	2,517	6,327	26,211	28,747	16,262	22,887	(110)	(551)	86,228	101,665
Investment in a joint venture	-	72	-	-	-	-	-	-	-	-	-	72
Tax recoverables	124	92	-	-	-	-	-	-	-	-	124	92
Deferred tax assets	14	21	-	-	-	-	-	-	-	-	14	21
Unallocated corporate and other assets											39,606	38,667
Total assets											<u>125,972</u>	<u>140,517</u>
Segment liabilities	11,230	13,960	880	2,300	429	423	1,787	2,036	(110)	(551)	14,216	18,168
Income tax payable	278	659	1	1	2	1	-	-	-	-	281	661
Deferred tax liabilities	10	-	26	142	553	596	-	-	-	-	589	738
Unallocated corporate and other liabilities											1,148	1,227
Total liabilities											<u>16,234</u>	<u>20,794</u>
Capital expenditure												
- allocated to reportable segments	176	29	14	11	-	-	46	816	-	-	236	856
- unallocated corporate and others											4	33
Total capital expenditure											<u>240</u>	<u>889</u>

E. Notes to the condensed interim consolidated financial statements (cont'd)

4. Operating segments (cont'd)

*Reportable segments (cont'd)*

Group	Distribution and Services Solutions		Automated Precision System Solutions		Property Investment and Development		Egg Production and Distribution		Eliminations		Consolidated	
	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Other items</b>												
Amortisation of intangible assets												
- allocated to reportable segments	(21)	(29)	(176)	(171)	-	-	(1)	-	-	-	(198)	(200)
- unallocated corporate expenses											(18)	(20)
											<u>(216)</u>	<u>(220)</u>
Dividend income from financial assets												
- allocated to reportable segments	-	-	-	-	206	241	-	-	-	-	206	241
- unallocated corporate income											226	212
											<u>432</u>	<u>453</u>
Depreciation of plant and equipment												
- allocated to reportable segments	(381)	(161)	(61)	(53)	-	-	(46)	(20)	-	-	(488)	(234)
- unallocated corporate expenses											(5)	(220)
											<u>(493)</u>	<u>(454)</u>
Depreciation of right-of-use assets	(478)	(378)	(124)	(124)	-	-	(336)	(282)	-	-	(938)	(784)
Fair value gain/(loss) on financial assets at fair value through profit or loss	-	-	-	-	-	-	-	-	-	-	704	(323)
Fair value gain on investment property	-	-	-	-	254	430	-	-	-	-	254	430

E. Notes to the condensed interim consolidated financial statements (cont'd)

4. Operating segments (cont'd)

*Reportable segments (cont'd)*

Group	Distribution and Services Solutions		Automated Precision System Solutions		Property Investment and Development		Egg Production and Distribution		Eliminations		Consolidated	
	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023	FY2024	FY2023
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Impairment loss on goodwill	-	-	(1,600)	-	-	-	(4,183)	-	-	-	(5,783)	-
Impairment loss on intangible assets	-	-	(524)	-	-	-	-	-	-	-	(524)	-
Impairment loss on right-of-use assets	-	-	-	-	-	-	(425)	-	-	-	(425)	-
Impairment loss on trade and other receivables, net	10	45	(300)	(78)	-	-	-	-	-	-	(290)	(33)
Government grants and subsidies												
- allocated to reportable segments	35	150	22	42	-	-	-	21	-	-	57	213
- unallocated corporate income											2	9
											<u>59</u>	<u>222</u>



E. Notes to the condensed interim consolidated financial statements (cont'd)

4. Operating segments (cont'd)

**Geographical information**

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers and segment assets are based on the geographical location of the assets.

Group	Singapore		Malaysia		China		Taiwan		Indonesia		Other Regions		Consolidated	
	FY2024 \$'000	FY2023 \$'000	FY2024 \$'000	FY2023 \$'000	FY2024 \$'000	FY2023 \$'000	FY2024 \$'000	FY2023 \$'000	FY2024 \$'000	FY2023 \$'000	FY2024 \$'000	FY2023 \$'000	FY2024 \$'000	FY2023 \$'000
Total revenue from external customers	27,910	32,867	5,357	5,777	12,652	15,490	3,652	4,185	-	-	5,492	824	55,063	59,143
Non-current segment assets	23,655	30,795	60	87	85	81	220	325	-	-	-	-	24,020	31,288
Investment property	-	-	-	-	-	-	-	-	22,104	23,855	-	-	22,104	23,855
Financial assets	9,430	11,176	-	-	-	-	-	-	-	-	-	-	9,430	11,176
Deferred tax assets	10	10	-	-	-	-	4	11	-	-	-	-	14	21
<b>Total non-current assets</b>	<b>33,095</b>	<b>41,981</b>	<b>60</b>	<b>87</b>	<b>85</b>	<b>81</b>	<b>224</b>	<b>336</b>	<b>22,104</b>	<b>23,855</b>	<b>-</b>	<b>-</b>	<b>55,568</b>	<b>66,340</b>
Capital expenditure	190	881	7	5	14	3	29	-	-	-	-	-	240	889

**E. Notes to the condensed interim consolidated financial statements (cont'd)**

**5. Revenue**

	Group		Group	
	2HFY2024	2HFY2023	FY2024	FY2023
	\$'000	\$'000	\$'000	\$'000
Sale of goods	28,309	29,222	51,777	55,900
Service income	1,583	1,540	3,129	3,187
Commission income	125	26	157	56
	<u>30,017</u>	<u>30,788</u>	<u>55,063</u>	<u>59,143</u>
<b>Timing of revenue recognition</b>				
At a point in time	24,881	28,965	47,411	55,673
Over time	5,136	1,823	7,652	3,470
	<u>30,017</u>	<u>30,788</u>	<u>55,063</u>	<u>59,143</u>

**6. Results from operating activities**

**Significant items**

	Group		Group	
	2HFY2024	2HFY2023	FY2024	FY2023
	\$'000	\$'000	\$'000	\$'000
<b>Other income</b>				
Dividend income from financial assets	158	209	432	453
Exchange gain, net	245	206	91	344
Fair value gain on financial assets at fair value through profit or loss	390	-	704	-
Gain on disposal of plant and equipment, net	-	22	2	22
Government grants and subsidies	49	72	59	222
Provisions written back	-	-	75	-
Sundry income	45	35	65	38
	<u>887</u>	<u>544</u>	<u>1,428</u>	<u>1,079</u>
<b>Other expenses</b>				
Fair value loss on financial assets at fair value through profit or loss	-	323	-	323
Loss on termination of a lease	-	-	2	-
	<u>-</u>	<u>323</u>	<u>2</u>	<u>323</u>
Amortisation of intangible assets	107	106	216	220
Depreciation of plant and equipment	252	231	493	454
Depreciation of right-of-use assets	497	366	938	784
Inventories written down	200	81	200	81
Operating lease expenses	15	121	105	170
Provision for onerous contracts	110	102	141	236

**E. Notes to the condensed interim consolidated financial statements (cont'd)**

**7. Finance income**

	Group		Group	
	2HFY2024	2HFY2023	FY2024	FY2023
	\$'000	\$'000	\$'000	\$'000
Interest income from financial institutions	802	792	1,625	1,249

**8. Tax expense**

	Group		Group	
	2HFY2024	2HFY2023	FY2024	FY2023
	\$'000	\$'000	\$'000	\$'000
<b>Current tax expense</b>				
Current year	309	274	569	614
Withholding tax	1	4	3	10
Over provision in respect of prior years	(87)	(153)	(76)	(153)
	<u>223</u>	<u>125</u>	<u>496</u>	<u>471</u>
<b>Deferred tax credit</b>				
Origination and reversal of temporary differences	(58)	(19)	(72)	(54)
Tax expense recognised in profit or loss	<u>165</u>	<u>106</u>	<u>424</u>	<u>417</u>

**9. Plant and equipment**

The Group acquired assets amounting to \$237,000 (FY2023: \$862,000) during the financial year, of which \$20,000 (FY2023: Nil) was in relation to provision for reinstatement cost. There was an asset of \$226,000 (FY2023: Nil) reclassified from inventories.

**10. Investment property**

	Group	
	30.06.2024	30.06.2023
	\$'000	\$'000
At 1 July	23,855	24,202
Gain from fair value adjustment recognised in profit or loss	254	430
Exchange differences	(2,005)	(777)
At 30 June	<u>22,104</u>	<u>23,855</u>

Valuation of investment property

The investment property is stated at fair value, which was determined based on a valuation performed at the end of the financial year. The valuation was carried out by Kantor Jasa Penilai Publik (KJPP) Willson dan Rekan in association with Knight Frank, an independent professional valuer. Details of the valuation techniques and inputs used are disclosed in Note E15 on page 26.

E. Notes to the condensed interim consolidated financial statements (cont'd)

11. Intangible assets and goodwill

Group	Computer software \$'000	Customer relationships \$'000	Goodwill \$'000	Total \$'000
<b>Cost</b>				
At 1 July 2022	668	1,420	21,380	23,468
Additions	27	-	-	27
Government grants	(70)	-	-	(70)
Exchange differences	(1)	-	(2)	(3)
At 30 June 2023 and 1 July 2023	624	1,420	21,378	23,422
Additions	3	-	-	3
Write-offs upon dissolution of a subsidiary company	-	-	(206)	(206)
Exchange differences	(4)	-	(1)	(5)
At 30 June 2024	623	1,420	21,171	23,214
<b>Accumulated amortisation and impairment</b>				
At 1 July 2022	380	427	206	1,013
Charge for the year	62	158	-	220
Exchange differences	(1)	-	-	(1)
At 30 June 2023 and 1 July 2023	441	585	206	1,232
Charge for the year	58	158	-	216
Impairment losses	-	524	5,783	6,307
Write-offs upon dissolution of a subsidiary company	-	-	(206)	(206)
Exchange differences	(5)	-	-	(5)
At 30 June 2024	494	1,267	5,783	7,544
<b>Carrying amounts</b>				
At 30 June 2023	183	835	21,172	22,190
At 30 June 2024	129	153	15,388	15,670

E. Notes to the condensed interim consolidated financial statements (cont'd)

11. Intangible assets and goodwill (cont'd)

<b>Company</b>	<b>Computer software \$'000</b>
<b>Cost</b>	
At 1 July 2022	101
Additions	22
Government grants	(30)
At 30 June 2023, 1 July 2023 and 30 June 2024	<u>93</u>
<b>Accumulated amortisation</b>	
At 1 July 2022	-
Charge for the year	20
At 30 June 2023 and 1 July 2023	<u>20</u>
Charge for the year	18
At 30 June 2024	<u>38</u>
<b>Carrying amounts</b>	
At 30 June 2023	<u>73</u>
At 30 June 2024	<u>55</u>

Goodwill impairment assessment

Goodwill is allocated to the Group's CGUs as follows:

	<b>Group</b>	
	<b>30.06.2024</b>	<b>30.06.2023</b>
	<b>\$'000</b>	<b>\$'000</b>
DSS	15,388	15,389
APSS	-	1,600
EPD	-	4,183
	<u>15,388</u>	<u>21,172</u>

The recoverable amounts of the CGUs are determined based on VIU calculation. The VIU calculation uses cash flow projections based on financial forecasts approved by management.

*APSS and EPD*

At the reporting date, there were indicators of impairment for APSS and EPD and the recoverable amounts of these CGUs were determined to be lower than their carrying amounts. The impairment losses on goodwill recognised for APSS and EPD were \$1,600,000 (FY2023: Nil) and \$4,183,000 (FY2023: Nil) respectively.

## E. Notes to the condensed interim consolidated financial statements (cont'd)

### 11. Intangible assets and goodwill (cont'd)

#### Key assumptions used for VIU calculations

For the purpose of estimating the recoverable amounts of the CGUs, management used the following key assumptions for the cash flow projections:

Group	Cash flows projection period	Average revenue growth rate %	Post-tax discount rate %	Terminal growth rate %
<b>FY2024</b>				
DSS	Five-year	3.0	12.0	1.3
APSS	Five-year	9.2	14.0	2.0
EPD	Ten-year	3.1	12.3	1.8
<b>FY2023</b>				
DSS	Five-year	3.0	12.0	1.3
APSS	Five-year	10.7	14.0	2.0
EPD	Ten-year	7.4	12.0	1.3

The calculations of VIU for the CGUs are most sensitive to the following assumptions:

#### *Revenue growth rates*

The average revenue growth rates per annum used are based on past and expected performance as well as forecasts outlined in industry reports, serving as a benchmark. Management determined gross profit growth rate per annum based on past performance and its expectations of market developments.

#### *Post-tax discount rates*

Discount rates represent the current market assessment of the risks specific to each CGU, in relation to the time value of money and individual risks of the underlying assets which have not been incorporated in the cash flow estimates. The discount rate calculations are based on the specific circumstances of the Group and its CGUs and are derived from its weighted average cost of capital.

#### *Terminal growth rates*

The terminal growth rates are based on the relevant industry outlook and do not exceed the long-term average growth rates for the industries relevant to the CGUs.

## **E. Notes to the condensed interim consolidated financial statements (cont'd)**

### **11. Intangible assets and goodwill (cont'd)**

#### Sensitivity to changes in assumptions

##### *DSS*

Management believes that no reasonably possible changes in any of the above key assumptions would cause the carrying value to materially exceed the recoverable amount.

##### *APSS and EPD*

Management believes that reasonably possible changes in any of the above key assumptions could result in the carrying value materially exceeding the recoverable amount of each CGU. With goodwill for both CGUs already being fully impaired during the financial year, this could potentially lead to further impairments of the other assets within each CGU.

### **12. Right-of-use assets**

As of 30 June 2024 and 30 June 2023, the right-of-use assets comprised mainly the land premium paid to Singapore Food Agency for alienation of 3 plots of land to ISE Foods Holdings Pte Ltd ("IFH"). The lease term for the 3 plots of land is 30 years, commencing on 18 July 2022. During the financial year, an impairment loss of \$425,000 (FY2023: Nil) was recognised as the recoverable amount of this right-of-use asset was determined to be lower than its carrying amount.

### **13. Subsidiaries**

#### Impairment assessment for investments in subsidiaries

During the financial year, the Company had performed impairment assessments for its investments in subsidiaries due to impairment indicators noted, such as, declining financial performance and adverse market conditions. Impairment losses of \$2,270,000 (FY2023: \$361,000) and Nil (FY2023: \$598,000) were recognised for the Company's investments in Axis-Tec Pte. Ltd. ("ATPL") and Ellipsiz Investments Pte. Ltd. ("EIPL") respectively.

The assessment of recoverable amount for ATPL was based on cash flows projection derived from financial forecasts approved by management. The key assumptions for the VIU calculation comprised the revenue growth rate, terminal growth rate and the post-tax discount rate as disclosed in Note E11 above. The assessment of recoverable amount for EIPL was based on net assets approach as management determined that the net assets value is representative of the recoverable amount.

**E. Notes to the condensed interim consolidated financial statements (cont'd)**

**14. Financial instruments by category**

An analysis of the Group's and the Company's financial instruments is set out below.

Group	Financial assets at fair value through other comprehensive income <sup>1</sup> \$'000	Financial assets at fair value through profit or loss ("FVPL") \$'000	Financial assets at amortised cost \$'000	Financial liabilities at amortised cost \$'000	Total \$'000
<b>30.06.2024</b>					
<b>Assets</b>					
Financial assets	7,543	1,887	-	-	9,430
Trade and other receivables <sup>2</sup>	-	-	10,993	-	10,993
Amounts due from related parties	-	-	6	-	6
Cash and cash equivalents	-	-	54,870	-	54,870
	<u>7,543</u>	<u>1,887</u>	<u>65,869</u>	<u>-</u>	<u>75,299</u>
<b>Liabilities</b>					
Trade and other payables <sup>3</sup>	-	-	-	(9,970)	(9,970)
Amounts due to related parties	-	-	-	(1,537)	(1,537)
Lease liabilities	-	-	-	(922)	(922)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(12,429)</u>	<u>(12,429)</u>
<b>30.06.2023</b>					
<b>Assets</b>					
Financial assets	8,143	3,033	-	-	11,176
Trade and other receivables <sup>2</sup>	-	-	11,557	-	11,557
Amounts due from related parties	-	-	356	-	356
Cash and cash equivalents	-	-	55,189	-	55,189
	<u>8,143</u>	<u>3,033</u>	<u>67,102</u>	<u>-</u>	<u>78,278</u>
<b>Liabilities</b>					
Trade and other payables <sup>3</sup>	-	-	-	(13,085)	(13,085)
Amounts due to related parties	-	-	-	(1,739)	(1,739)
Lease liabilities	-	-	-	(932)	(932)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(15,756)</u>	<u>(15,756)</u>



E. Notes to the condensed interim consolidated financial statements (cont'd)

14. Financial instruments by category (cont'd)

Company	Financial assets at fair value through other comprehensive income <sup>1</sup> \$'000	Financial assets at amortised cost \$'000	Financial liabilities at amortised cost \$'000	Total \$'000
<b>30.06.2024</b>				
<b>Assets</b>				
Financial assets	7,543	-	-	7,543
Trade and other receivables <sup>2</sup>	-	137	-	137
Amounts due from related parties	-	16,445	-	16,445
Cash and cash equivalents	-	33,654	-	33,654
	<u>7,543</u>	<u>50,236</u>	<u>-</u>	<u>57,779</u>
<b>Liabilities</b>				
Trade and other payables <sup>3</sup>	-	-	(830)	(830)
Amounts due to related parties	-	-	(1,156)	(1,156)
	<u>-</u>	<u>-</u>	<u>(1,986)</u>	<u>(1,986)</u>
<b>30.06.2023</b>				
<b>Assets</b>				
Financial assets	8,143	-	-	8,143
Trade and other receivables <sup>2</sup>	-	91	-	91
Amounts due from related parties	-	16,836	-	16,836
Cash and cash equivalents	-	31,568	-	31,568
	<u>8,143</u>	<u>48,495</u>	<u>-</u>	<u>56,638</u>
<b>Liabilities</b>				
Trade and other payables <sup>3</sup>	-	-	(1,175)	(1,175)
Amounts due to related parties	-	-	(1,159)	(1,159)
	<u>-</u>	<u>-</u>	<u>(2,334)</u>	<u>(2,334)</u>

<sup>1</sup> Financial assets that are measured at fair value through other comprehensive income ("FVOCI") relate to investments in equity securities. The Group has elected to designate these financial assets at FVOCI as the Group intends to hold them for long-term investment purposes to generate returns and for capital appreciation. The dividend income recognised during the financial year for equity securities held at the end of the reporting period amounted to \$385,000 (FY2023: \$405,000).

There was no disposal of equity securities during the financial year. In the preceding financial year, the Group had disposed of certain equity securities for \$1,709,000 as part of its portfolio rebalancing strategy and the cumulative gain arising on disposals of \$217,000 was reclassified from fair value reserve to retained earnings. The dividend income recognised in the preceding financial year for equity securities derecognised amounted to \$13,000.

<sup>2</sup> Excludes contract assets, tax recoverables, sales tax receivables and prepayments.

<sup>3</sup> Excludes contract liabilities and sales tax payables.

**E. Notes to the condensed interim consolidated financial statements (cont'd)**

**15. Fair value of assets and liabilities**

Fair value hierarchy

The Group categorises fair value measurement using a fair value hierarchy that is dependent on the valuation inputs used as follows:

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities that can be accessed at the measurement date;

Level 2 – inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

There has been no transfer between Level 1 and Level 2 and no transfer into or out of Level 3 during the financial years ended 30 June 2024 and 30 June 2023.

Assets and liabilities measured at fair value

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Group</b>				
<b>30.06.2024</b>				
<b>Financial assets</b>				
Investments at FVOCI	7,543	-	-	7,543
Investment at FVPL	-	-	1,887	1,887
<b>Non-financial asset</b>				
Investment property	-	-	22,104	22,104
	<u>7,543</u>	<u>-</u>	<u>23,991</u>	<u>31,534</u>
<b>30.06.2023</b>				
<b>Financial assets</b>				
Investments at FVOCI	8,143	-	-	8,143
Investments at FVPL	1,414	-	1,619	3,033
<b>Non-financial asset</b>				
Investment property	-	-	23,855	23,855
	<u>9,557</u>	<u>-</u>	<u>25,474</u>	<u>35,031</u>
<b>Company</b>				
<b>30.06.2024</b>				
<b>Financial asset</b>				
Investments at FVOCI	<u>7,543</u>	<u>-</u>	<u>-</u>	<u>7,543</u>
<b>30.06.2023</b>				
<b>Financial asset</b>				
Investments at FVOCI	<u>8,143</u>	<u>-</u>	<u>-</u>	<u>8,143</u>

The fair values of investments at FVOCI and FVPL categorised under Level 1 of the fair value hierarchy were based on respective last quoted market prices at the reporting date.

**E. Notes to the condensed interim consolidated financial statements (cont'd)**

**15. Fair value of assets and liabilities (cont'd)**

Level 3 fair value measurements

The following table presents the valuation techniques and key inputs used to determine the fair values of investments at FVPL and investment property categorised under Level 3 of the fair value hierarchy.

Description	Fair value at 30.06.2024 \$'000	Valuation techniques	Unobservable inputs	Range of unobservable inputs	Relationship of unobservable inputs to fair value
Investments - Debt security (unquoted)	1,887	Quoted market prices, valuations or quotes adjusted to reflect market spreads or modelled prices	Adjustments to quotes	Not applicable	Not applicable
Investment property	22,104	Market approach with percentage / plus and minus method	Price of comparable properties	Indonesian Rupiah 300,000 per sqm – Indonesian Rupiah 375,000 per sqm	The higher the price of comparable properties, the higher the fair value

Description	Fair value at 30.06.2023 \$'000	Valuation techniques	Unobservable inputs	Range of unobservable inputs	Relationship of unobservable inputs to fair value
Investments - Debt security (unquoted)	1,619	Quoted market prices, valuations or quotes adjusted to reflect market spreads or modelled prices	Adjustments to quotes	Not applicable	Not applicable
Investment property	23,855	Market approach with percentage / plus and minus method	Price of comparable properties	Indonesian Rupiah 300,000 per sqm – Indonesian Rupiah 375,000 per sqm	The higher the price of comparable properties, the higher the fair value

The fair value of investments categorised under Level 3 of the fair value hierarchy is generally sensitive to the unobservable inputs set out above.

Fair value of financial instruments by classes that are not carried at fair value and whose carrying amounts are reasonable approximation of fair value

*Trade and other receivables, amounts due from/(to) related parties, cash and cash equivalents and trade and other payables*

The carrying amounts of financial assets and liabilities with maturity of one year or less were assumed to approximate their fair values because of the short period to maturity or that they were repriced frequently.

*Amounts due from related parties*

The carrying amounts of financial assets with maturity of more than one year were assumed to approximate their fair values as they are subject to interest rates approximating market rates of interest for similar arrangements with financial institutions.

**E. Notes to the condensed interim consolidated financial statements (cont'd)**

**16. Cash and cash equivalents**

	<b>Group</b>		<b>Company</b>	
	<b>30.06.2024</b>	<b>30.06.2023</b>	<b>30.06.2024</b>	<b>30.06.2023</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Cash at banks and in hand	12,006	9,610	317	626
Short-term deposits	42,864	45,579	33,337	30,942
	<u>54,870</u>	<u>55,189</u>	<u>33,654</u>	<u>31,568</u>

**17. Share capital and treasury shares**

	<b>Company</b>			
	<b>No. of shares</b>		<b>Amount</b>	
	<b>Issued share capital</b>	<b>Treasury shares</b>	<b>Issued share capital</b>	<b>Treasury shares</b>
	<b>'000</b>	<b>'000</b>	<b>\$'000</b>	<b>\$'000</b>
At 1 July 2022, 30 June 2023, 1 July 2023 and 30 June 2024	<u>167,128</u>	<u>(914)</u>	<u>89,566</u>	<u>(233)</u>

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. Fully paid ordinary shares carry one vote per share without restrictions. The ordinary shares have no par value.

The Company's issued and fully paid-up shares as at 30 June 2024 comprised 166,213,885 (31 December 2023 and 30 June 2023: 166,213,885) ordinary shares with voting rights and 914,300 (31 December 2023 and 30 June 2023: 914,300) ordinary shares (treasury shares) with no voting rights.

There were no outstanding convertibles and subsidiary holdings as at 30 June 2024 and 30 June 2023.

Treasury shares

Treasury shares are ordinary shares of the Company that are purchased and held by the Company and are presented as a component within shareholders' equity.

In the preceding financial year, the Company acquired 454,400 of its ordinary shares for \$107,000 by way of on-market purchases.

The treasury shares held by the Company represented 0.55% (30 June 2023: 0.55%) of the total number of issued shares. There was no sale, transfer, cancellation and/or use of treasury shares as at the end of the current financial year.

**18. Borrowings**

The Group had no borrowings or debt securities as at 30 June 2024 and 30 June 2023.

**E. Notes to the condensed interim consolidated financial statements (cont'd)**

**19. Earnings per share – basic and diluted**

	<b>Group</b>		<b>Group</b>	
	<b>2HFY2024</b>	<b>2HFY2023</b>	<b>FY2024</b>	<b>FY2023</b>
(Loss)/Earnings per share (cents)				
- basic and diluted	<u>(1.80)</u>	<u>0.45</u>	<u>(2.31)</u>	<u>1.23</u>

Diluted (loss)/earnings per share was the same as basic (loss)/earnings per share as there were no potentially dilutive ordinary shares for both the current and preceding financial periods.

**20. Net asset value per share**

	<b>Group</b>		<b>Company</b>	
	<b>30.06.2024</b>	<b>30.06.2023</b>	<b>30.06.2024</b>	<b>30.06.2023</b>
Net asset value per share (cents)	<u>59.74</u>	<u>64.47</u>	<u>59.94</u>	<u>60.55</u>

Net asset is defined as total equity less non-controlling interests.

**21. Significant related party transactions**

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

	<b>Group</b>		<b>Group</b>	
	<b>2HFY2024</b>	<b>2HFY2023</b>	<b>FY2024</b>	<b>FY2023</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Service fee received/receivable from a joint venture	-	25	12	25
Service fees paid/payable to related parties	(102)	(157)	(103)	(249)
Lease paid/payable to a related party	(38)	(29)	(76)	(29)
Consultancy fee paid/payable to a director of the Company	<u>(51)</u>	<u>(50)</u>	<u>(102)</u>	<u>(96)</u>

**22. Subsequent event**

There is no known event subsequent to 30 June 2024.

## **F. Other information**

### **1. Review**

The condensed interim consolidated financial statements have not been audited or reviewed by the Company's auditor.

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

#### **2HFY2024 vs 2HFY2023**

The revenue of the Group for 2HFY2024 of \$30.0 million was 3% lower than \$30.8 million recorded in 2HFY2023 mainly due to lower sales of consumables. Gross profit however had increased by 13% from \$6.0 million in 2HFY2023 to \$6.8 million in 2HFY2024 because of higher gross profit margin which had increased from 19% to 22% due to a change in revenue mix.

Other income of \$0.9 million in 2HFY2024 was \$0.4 million higher than \$0.5 million in 2HFY2023. The breakdown of other income is provided in Note E6 on page 17.

Based on valuations carried out by an independent professional valuer as at 30 June 2024 and 30 June 2023, the Group had recorded fair value gains on investment property of \$0.3 million in both 2HFY2024 and 2HFY2023.

The Group's distribution and administrative expenses of \$6.6 million in 2HFY2024 was comparable to 2HFY2023.

The impairment losses on goodwill of \$4.2 million (2HFY2023: Nil) and right-of-use assets of \$0.4 million (2HFY2023: Nil) were in respect of EPD and the impairment loss on intangible assets of \$0.5 million (2HFY2023: Nil) was in respect of APSS. The recoverable amounts of both these CGUs were determined to be lower than their carrying amounts. Further details on impairment assessment are provided in Note E11 on page 20.

The increase was due to higher impairment loss on trade and other receivables (net), caused by certain long overdue receivables related to APSS.

The breakdown of other expenses was provided in Note E6 on page 17.

The finance income of \$0.8 million in 2HFY2024 was comparable to 2HFY2023.

The Group's share of results of a joint venture for both 2HFY2024 and 2HFY2023 were in respect of Adell Solutions Pte Ltd. This joint venture is dormant and had submitted an application to the Registrar of Companies to strike off its name from the register under Section 344A of the Companies Act 1967 ("Striking Off Application").

The Group recorded a net loss after tax of \$3.5 million in 2HFY2024 compared to a net profit after tax of \$0.5 million in 2HFY2023. Excluding the non-recurring impairment losses on goodwill, intangible assets and right-of-use assets of \$4.2 million, \$0.5 million and \$0.4 million respectively, the Group's results was a profit of \$1.6 million in 2HFY2024.

#### **FY2024 vs FY2023**

The Group's FY2024 revenue of \$55.1 million was 7% lower than \$59.1 million recorded in FY2023 mainly due to lower sales of equipment and consumables. Gross profit margin had increased marginally by 1% from 20% in FY2023 to 21% in FY2024 due to a change in revenue mix.

Other income of \$1.4 million in FY2024 was \$0.3 million higher than \$1.1 million in FY2023. The breakdown of other income is provided in Note E6 on page 17.

## **F. Other information (cont'd)**

### **2. Review of performance of the Group (cont'd)**

#### **FY2024 vs FY2023 (cont'd)**

Based on valuations carried out by an independent professional valuer as at 30 June 2024 and 30 June 2023, the Group had recorded fair value gains on investment property of \$0.3 million and \$0.4 million in FY2024 and FY2023 respectively.

The Group's distribution and administrative expenses of \$12.8 million in FY2024 was comparable to FY2023.

The impairment loss on goodwill of \$5.8 million (FY2023: Nil) recognised in FY2024 comprised \$4.2 million for EPD and \$1.6 million for APSS. The impairment losses on intangible assets of \$0.5 million and right-of-use assets of \$0.4 million were in respect of APSS and EPD respectively. The recoverable amounts of both these CGUs were determined to be lower than their carrying amounts. Further details on impairment assessment are provided in Note E11 on page 20.

The increase was due to higher impairment loss on trade and other receivables (net), caused by certain long overdue receivables related to APSS.

The breakdown of other expenses was provided in Note E6 on page 17.

The finance income of \$1.6 million in FY2024 was \$0.4 million higher than \$1.2 million in FY2023 mainly due to higher interest rate environment.

The Group's share of results of a joint venture for both FY2024 and FY2023 were in respect of Adell Solutions Pte Ltd. As mentioned above, this joint venture is dormant and had submitted a Striking Off Application.

Overall, the Group recorded a net loss after tax of \$5.5 million in FY2024 compared to a net profit after tax of \$0.7 million in FY2023. Excluding the non-recurring impairment losses on goodwill, intangible assets and right-of-use assets of \$5.8 million, \$0.5 million and \$0.4 million respectively, the Group's results was a profit of \$1.2 million in FY2024.

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

The actual results are in line with the profit guidance released by the Company on 15 August 2024.

### **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 reporting period and the next 12 months.**

The Group's DSS business had faced challenges in FY2024 with low utilisation rate and delayed shipment and installation by customers due to a downturn in the semiconductor market in 2023.

Looking ahead, the World Semiconductor Trade Statistics re-forecast has raised the 2024 global semiconductor market, anticipating significant growth and reflecting stronger performance in the last two quarters of 2024, particularly in the computing end-market. The forecasts for two sectors, namely, logic and memory indicate double digit growth. Significant growth is projected in both America and Asia Pacific, with notable increase anticipated for each region.

**F. Other information (cont'd)**

**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 reporting period and the next 12 months (cont'd).**

Despite the positive market outlook which primarily benefits certain sectors of the semiconductor industry, as the Group moves into FY2025, it will continue to monitor and evaluate the evolving market situation and business environment. The Group remains committed to addressing challenges and will seek opportunities to broaden its product range and to venture into new markets.

Similarly, the Company is navigating challenges in its egg farm project. In an announcement last month, it was noted that several factors have necessitated an adjustment to the development timeline. The primary issues include the ongoing impact of the COVID-19 pandemic, supply chain disruptions and inflationary pressures due to geopolitical tensions, and the need to enhance biosecurity measures in response to increased disease incidents in the region. These challenges have caused development costs to rise significantly above initial estimates, impacting project execution and causing delays.

To address these challenges, IFH is in discussions with Singapore Food Agency on matters relating to higher funding support, further land allocation for IFH to accommodate increased biosecurity measures, development timelines and lease extensions.

It is expected that a considerable amount of time and effort will be required to address these issues. Under such circumstances, a re-evaluation of the viability of the project by the Company in consultation with Singapore Food Agency may also be required.

The Group is focused on proactive management and strategic adjustments to navigate complex challenges in both the semiconductor sector and the egg farm development. By staying agile and responsive, the Group aims to strengthen its position in both sectors and secure long-term growth.

**5. Dividend information**

**(a) Current Financial Period Reported On.**

Any dividend declared for the current financial period report on?

Name of dividend	Final (Proposed)
Dividend type	Cash
Dividend rate	1.00 cent
Tax rate	Tax exempt (one-tier)

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

Name of dividend	Final
Dividend type	Cash
Dividend rate	1.00 cent
Tax rate	Tax exempt (one-tier)

**(c) Date payable.**

To be announced.



**F. Other information (cont'd)**

**5. Dividend information (cont'd)**

**(d) Book closure date.**

To be announced.

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

Not applicable.

**7. Confirmation pursuant to Rule 920(1)(a)(ii) of the Listing Manual.**

The Company has not obtained a general mandate from shareholders of the Company for interested person transactions.

**8. Confirmation by the Board pursuant to Rule 705(5) of the Listing Manual.**

Not applicable for full year results announcement.

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

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1) of the Listing Manual.

**10. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

DSS segment revenue had dropped by \$6.3 million from \$56.1 million in FY2023 to \$49.8 million in FY2024 which was attributed mainly to lower sales of equipment and consumables in Singapore and China. In line with the lower revenue, the segment results had decreased by \$1.1 million from \$3.2 million in FY2023 to \$2.1 million in FY2024.

The revenue of APSS segment of \$5.3 million in FY2024 was \$2.3 million higher than \$3.0 million in FY2023 mainly because of higher equipment sales. Excluding non-recurring impairment losses on goodwill and intangible assets of \$2.1 million, the segment loss in FY2024 was comparable to FY2023. Despite higher revenue, the segment performance remains comparable to FY2023 mainly because of higher provisions recorded in FY2024.

The results of property investment and development segment for both FY2024 and FY2023 were mainly attributed to the fair value gain on investment property.

The segment loss of EPD in FY2024 of \$7.0 million was higher by \$5.2 million compared to FY2023 mainly because of the non-recurring impairment losses on goodwill and right-of-use assets of \$4.2 million and \$0.4 million respectively.

**F. Other information (cont'd)**

**11. A breakdown of sales and profit after tax and before deducting non-controlling interests**

<b>Group</b>	<b>FY2024 \$'000</b>	<b>FY2023 \$'000</b>	<b>Change %</b>
Revenue reported for first half-year	25,046	28,355	(12)
(Loss)/Profit after tax before deducting non-controlling interests reported for first half-year	(1,945)	187	NM
Revenue reported for second half-year	30,017	30,788	(3)
(Loss)/Profit after tax before deducting non-controlling interests reported for second half-year	(3,537)	511	NM

**12. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.**

	<b>FY2024 \$'000</b>	<b>FY2023 \$'000</b>
<b>Ordinary shares</b>		
Final dividend	1,662 <sup>(1)</sup>	1,662

(1) The proposed final dividend for FY2024 of \$1,662,000 is estimated based on the total number of ordinary shares in issue (excluding treasury shares) as at 30 June 2024. The proposed final dividend is subject to shareholders' approval at the annual general meeting and is not recognised as a liability as at 30 June 2024.

**13. 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(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

<b>Name</b>	<b>Age</b>	<b>Family relationship with any director and/or substantial shareholder</b>	<b>Current position and duties, and the year the position was held</b>	<b>Details of changes in duties and position held, if any, during the year</b>
Kelvin Lum Wen-Sum	49	Son of David Lum Kok Seng, the legal and beneficial owner of Bevrian Pte Ltd, a substantial shareholder of the Company.  Brother of Adrian Lum Wen-Hong, a non-independent non-executive director of the Company.	Chief Executive Officer (with effect from 8 August 2018)  Providing leadership to the Group's operations, charting the Group's corporate directions, implementing growth strategies and managing investment activities.  Note: Kelvin Lum Wen-Sum has tendered his resignation as Chief Executive Officer and Executive Director with effect from 13 September 2024.	Not applicable.

**BY ORDER OF THE BOARD**

Lim Poh Yeow  
Company Secretary  
26 August 2024