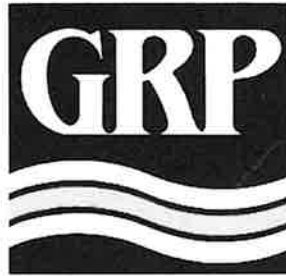


GRP LIMITED



Company No.197701449C

**Financial Statement And Dividend Announcement For Six-Month
Financial Period ended 31 December 2024**

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX-MONTH FINANCIAL PERIOD ENDED 31 DECEMBER 2024**

Note	GROUP			GROUP			
	3 months ended		Increase/ (decrease)	6 months ended		Increase/ (decrease)	
	2Q FY2025	2Q FY2024		31/12/2024	31/12/2023		
	S\$'000	S\$'000	%	S\$'000	S\$'000	%	
Continuing operations							
Revenue	4,780	5,938	(19.5)	9,746	11,030	(11.6)	
Cost of sales	(3,407)	(4,730)	(28.0)	(6,832)	(8,354)	(18.2)	
Gross profit	1,373	1,208	13.7	2,914	2,676	8.9	
Other operating income	101	96	5.2	222	231	(3.9)	
Distribution costs	(490)	(446)	9.9	(953)	(828)	15.1	
Administrative expenses	(482)	(1,291)	(62.7)	(1,669)	(2,345)	(28.8)	
Finance costs	(8)	(8)	-	(21)	(21)	-	
Share of result of associates	-	1	(100.0)	-	-	NM	
Profit before income tax	494	(440)	NM	493	(287)	NM	
Income tax expense	(109)	(112)	(2.7)	(222)	(226)	(1.8)	
Profit from continuing operations, net of tax	385	(552)	NM	271	(513)	NM	
Discontinued operations							
Loss from discontinued operations, net of tax	-	(156)	(100.0)	-	(217)	(100.0)	
Profit/(Loss) for the financial period	385	(708)	NM	271	(730)	NM	
Other comprehensive profit/(loss), net of tax:							
Items that may be reclassified subsequently to profit or loss -							
Exchange differences on translation of foreign operations	(432)	(66)	NM	594	(48)	NM	
Other comprehensive income for the period, net of tax	(432)	(66)	NM	594	(48)	NM	
Total comprehensive profit/(loss) for the period	(47)	(774)	(93.9)	865	(778)	NM	
Profit/(Loss) attributable to:							
Owners of the company	498	(600)	NM	451	(605)	NM	
Non-controlling interest	(113)	(108)	4.6	(180)	(125)	44.0	
	385	(708)	NM	271	(730)	NM	
Profit/(Loss) attributable to owners of the company relates to:							
Profit from continuing operations, net of tax	498	(444)	NM	451	(388)	NM	
Loss from discontinued operations, net of tax	-	(156)	(100.0)	-	(217)	(100.0)	
	498	(600)	NM	451	(605)	NM	
Loss attributable to non-controlling interest of the company relates to:							
Loss from continuing operations, net of tax	(113)	(108)	4.6	(180)	(125)	44.0	
Loss from discontinued operations, net of tax	-	-	-	-	-	-	
	(113)	(108)	4.6	(180)	(125)	44.0	
Total comprehensive profit/(loss) attributable to:							
Owners of the company	66	(666)	NM	1,045	(653)	NM	
Non-controlling interests	(113)	(108)	4.6	(180)	(125)	44.0	
	(47)	(774)	(93.9)	865	(778)	NM	
Profit/(Loss) per share attributable to owners of the company (cents):							
<i>From continuing and discontinued operations (cents)</i>							
Basic and diluted	22	0.28	(0.33)	NM	0.250	(0.336)	NM
<i>From continuing operations (cents)</i>							
Basic and diluted	22	0.28	(0.25)	NM	0.250	(0.215)	NM
<i>From discontinued operations (cents)</i>							
Basic and diluted	22	-	(0.09)	(100.0)	-	(0.120)	(100.0)

* NM - not meaningful

CONDENSED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2024

	Note	GROUP		COMPANY	
		31/12/2024	30/06/2024	31/12/2024	30/06/2024
		\$'000	\$'000	\$'000	\$'000
ASSETS					
Current assets					
Cash and bank balances		18,505	17,567	8,351	7,793
Trade receivables	6	4,093	2,888	9	-
Other receivables & prepayments	7	1,519	2,128	4,299	3,193
Financial assets at fair value through profit or loss		14	16	-	-
Contract asset		981	3,390	-	-
Inventories	8	4,443	4,196	-	-
Development properties	9	3,465	3,275	-	-
Development property expenditure	10	9,507	9,921	-	-
Income tax recoverable		86	77	-	-
Disposal group assets classified as held for sale	24	-	614	-	-
Total current assets		42,613	44,072	12,659	10,986
Non-current assets					
Investment in subsidiaries		-	-	4,776	4,776
Deferred tax assets		77	72	-	-
Intangible asset		22	23	22	23
Right-of-use assets	11	509	653	305	385
Property, plant and equipment	12	498	590	181	218
Total non-current assets		1,106	1,338	5,284	5,402
Total assets		43,719	45,410	17,943	16,388
LIABILITIES AND EQUITY					
Current liabilities					
Bank loans	13	386	382	-	-
Trade payables	14	1,772	3,521	20	35
Lease liabilities	13	294	300	159	157
Other payables	15	1,446	2,339	658	1,252
Provisions	15	2,474	2,420	-	-
Deferred consideration payable	10	2,905	2,644	-	-
Income tax payable		494	380	-	-
Total current liabilities		9,771	11,986	837	1,444
Non-current liabilities					
Bank loans	13	-	194	-	-
Deferred tax liabilities		1	1	-	-
Lease liabilities	13	225	372	150	230
Total non-current liabilities		226	567	150	230
Capital and reserves					
Share capital	16	44,093	44,093	44,093	44,093
Treasury shares	17	(2,382)	(2,382)	(2,382)	(2,382)
Currency translation reserve		(944)	(1,538)	-	-
Accumulated losses		(5,822)	(6,273)	(24,755)	(26,997)
Equity attributable to owners of the company		34,945	33,900	16,956	14,714
Non-controlling interests		(1,223)	(1,043)	-	-
Total equity		33,722	32,857	16,956	14,714
Total liabilities and equity		43,719	45,410	17,943	16,388

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2024**

	The Group		The Group	
	3 months ended		6 months ended	
	31/12/2024	31/12/2023	31/12/2024	31/12/2023
	\$'000	\$'000	\$'000	\$'000
Operating activities:				
Profit before income tax from continuing operations	494	(440)	493	(287)
Loss before income tax from discontinued operations	-	(156)	-	(217)
Loss before income tax	494	(596)	493	(504)
Adjustments for:				
Depreciation of property, plant and equipment	46	43	126	79
Depreciation of right-of-use assets	73	128	146	267
Amortisation of intangible assets	1	1	1	1
Fair value loss on financial assets at fair value through profit or loss	1	2	2	5
Interest income	(93)	(88)	(187)	(202)
Interest expenses	6	8	15	16
Finance expense (income)	53	47	106	95
Loss on disposal of property, plant and equipment	-	11	-	11
(Write back)/Allowance for inventories	25	17	25	23
Write back of impairment loss for non-current advance payment recoverable from the PRC authority	-	(382)	-	(382)
Loss on disposal of discontinued operations	-	-	87	-
Unrealised foreign exchange (gain) loss	(191)	89	(71)	79
Operating cash flows before movements in working capital	415	(720)	743	(512)
Trade receivables	(1,071)	430	(1,205)	(432)
Other receivables & prepayments	87	86	47	133
Non-current advance payment recoverable from the PRC authority	191	382	559	382
Contract asset	2,772	(1,217)	2,409	(1,994)
Inventories	(37)	(317)	(310)	(125)
Development property expenditure	826	616	970	515
Trade payables	(1,590)	453	(1,749)	718
Other payables	(1,242)	(425)	(1,021)	(448)
Cash generated from/(used in) operating activities	351	(712)	443	(1,763)
Income taxes paid	(55)	(73)	(116)	(119)
Net cash generated from/(used in) operating activities	296	(785)	327	(1,882)
Investing activities:				
Proceeds from disposal of property, plant and equipment	-	55	-	55
Purchase of property, plant and equipment	(12)	(277)	(16)	(295)
Proceeds from disposal of discontinued operations	-	-	680	-
Receivable from associates	-	(1)	-	(1)
Interest received	75	88	154	202
Net cash generated from investing activities	63	(135)	818	(39)
Financing activities:				
Interest paid	(6)	(8)	(15)	(16)
Repayment of bank loans	(95)	(94)	(190)	(186)
Payment of lease liabilities	(72)	(129)	(153)	(253)
Net cash used in financing activities	(173)	(231)	(358)	(455)
Net decrease in cash and cash equivalents	186	(1,151)	787	(2,376)
Cash and cash equivalents at beginning of period	18,285	17,683	17,567	18,909
Effect of foreign exchange rate changes on the balance of cash held in foreign currencies	34	(45)	151	(46)
Cash and cash equivalents at end of financial period	18,505	16,487	18,505	16,487

INTERIM CONDENSED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2024

Group	Share capital S\$'000	Treasury Shares S\$'000	Currency		Accumulated losses S\$'000	Attributable to equity holders of the company		Non-controlling interests S\$'000	Total S\$'000
			translation reserve S\$'000	translation reserve S\$'000		S\$'000	S\$'000		
Latest Period									
Balance at 01/07/2024	44,093	(2,382)	(1,538)		(6,273)	33,900		(1,043)	32,857
<i>Total comprehensive loss for the financial period:</i>	-	-	594		451	1,045		(180)	865
Loss for the financial period	-	-	-		451	451		(180)	271
Other comprehensive income (loss):									
Currency translation differences on consolidation	-	-	594		-	594		-	594
Balance at 31/12/2024	44,093	(2,382)	(944)		(5,822)	34,945		(1,223)	33,722

Previous Corresponding Period	Share capital S\$'000	Treasury Shares S\$'000	Currency		Accumulated losses S\$'000	Attributable to equity holders of the company		Non-controlling interests S\$'000	Total S\$'000
			translation reserve S\$'000	translation reserve S\$'000		S\$'000	S\$'000		
Balance at 01/07/2023	44,093	(2,382)	(1,508)		(6,263)	33,940		(220)	33,720
<i>Total comprehensive loss for the financial period:</i>	-	-	(48)		(605)	(653)		(125)	(778)
Loss for the financial period	-	-	-		(605)	(605)		(125)	(730)
Other comprehensive loss:									
Currency translation differences on consolidation	-	-	(48)		-	(48)		-	(48)
Balance at 31/12/2023	44,093	(2,382)	(1,556)		(6,868)	33,287		(345)	32,942

Company	Share capital \$'000	Treasury Shares \$'000	Accumulated losses \$'000	Total \$'000
<u>Latest Period</u>				
Balance at 01/07/2024	44,093	(2,382)	(26,997)	14,714
<i>Total comprehensive loss for the period, represented by:</i>				
- Profit for the period	-	-	2,242	2,242
Balance at 31/12/2024	44,093	(2,382)	(24,755)	16,956
<u>Previous Corresponding Period</u>				
Balance at 01/07/2023	44,093	(2,382)	(9,563)	32,148
<i>Total comprehensive profit for the period, represented by:</i>				
- Loss for the period	-	-	(1,083)	(1,083)
Balance at 31/12/2023	44,093	(2,382)	(10,646)	31,065

Notes to the condensed financial statements

Note 1 Corporate information

GRP Limited (the "**Company**") is incorporated in the Republic of Singapore with its registered office at 30 Cecil Street, #10-01/02 Prudential Tower, Singapore 049712. The Company is listed on the Singapore Exchange Securities Trading Limited. These condensed financial statements for the financial period ended 31 December 2024 comprise the Company and its subsidiaries (collectively, the "**Group**"). The principal activities of the Company is that of investment holding and rental of property.

The principal activities of the Group are:

- (a) Property development;
- (b) Sales of measuring instruments/metrology.

The Group discontinued the Hose and Marine business during financial year ended 30 June 2024.

Note 2 Basis of preparation

The condensed financial statements for the financial period ended 31 December 2024 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last financial statements for the year ended 30 June 2024.

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

The condensed financial statements are presented in Singapore dollars which is the Company's functional currency.

Note 2.1 New and amended standards adopted by the Group

In the current financial period, the Group has adopted all the new and revised SFRS(I) and SFRS(I) Interpretations ("**SFRS(I) INT**") that are relevant to its operations and effective for the current financial year. Changes to the Group's accounting policies have been made as required in accordance with the transitional provisions in the respective SFRS(I) and SFRS(I) INT.

The adoption of these new/revised SFRS(I) and SFRS(I) INT did not have any material effect on the financial results or position of the Group and the Company.

Note 2.2 Use of judgements and estimates

In preparing the condensed financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In addition to the additional significant accounting judgements and estimates as disclosed below, 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 2024.

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

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial period are disclosed as follow or included in the following notes:

- * Note 5 - Fair value of investment in redeemable convertible preference share ("RCPS")
- * Note 6 - Recoverable amount of trade receivables
- * Note 7 - Recoverable amount of non-current advances from PRC authority
- * Notes 9 and 10 - Estimation of net realisable value of development properties and development property expenditure

Fund transfers relating to certain subsidiary of the group in PRC

As at the date of authorisation of these condensed financial statements, no further matter has been raised by the officer-in-charge ("OIC") since December 2020. Management intends to cooperate fully with the OIC on the matter.

Bank of China and Industrial and Commercial Bank of China had frozen certain PRC bank accounts of Tangshan GRP, Chongqing Tianhu Land Co., Ltd ("**Tianhu**") and Chongqing Gangyuan Property Development Co., Ltd ("**Gangyuan**") during the financial year ended 30 June 2020. Tianhu and Gangyuan are indirect wholly-owned subsidiaries of Luminor Financial Holdings Limited ("**LFHL**"). LFHL was a 83.17% indirectly owned subsidiary of the Company until 3 December 2021, when the Company completed a distribution in specie ("**DIS**") of LFHL shares to all shareholders of the Company. With the completion of the DIS distribution, LFHL ceased to be a subsidiary of the Group. As announced on 19 November 2021, Tianhu and Gangyuan had received and decided to accept the Notices of Administrative Penalty ("**Notices**") from the State Administration of Foreign Exchange Hanzhong City Central Branch. The Notices served as a warning not to repeat such transactions and to impose a penalty of 10% of the funds transferred in accordance with Article 45 of the Regulations of the People's Republic of China on Foreign Exchange Administration. With this, LFHL obtained an unqualified audit opinion on their audited financial statements for the financial year ended 31 December 2021.

Correspondingly, the Group has provided \$0.8 million (approximately RMB3.6 million) penalty since FY2022. This represented 10% penalty on the fund transfers from subsidiary in Tangshan, PRC.

Note 3 Seasonal operations

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

Note 4 Financial Instruments

The following table sets out the financial instruments as at 31 December 2024 and 30 June 2024:

	Group		Company	
	As at 31/12/2024 \$'000	As at 30/06/2024 \$'000	As at 31/12/2024 \$'000	As at 30/06/2024 \$'000
<u>Financial assets</u>				
Amortised costs:				
- Cash and bank balances	18,505	17,567	8,351	7,793
- Trade receivables	4,093	2,888	9	-
- Other receivables	1,475	2,100	4,279	3,181
	24,073	22,555	12,639	10,974
Financial assets designated at fair value through profit or loss	14	16	-	-
Total	24,087	22,571	12,639	10,974

	Group		Company	
	As at 31/12/2024 \$'000	As at 30/06/2024 \$'000	As at 31/12/2024 \$'000	As at 30/06/2024 \$'000
<u>Financial liabilities</u>				
Amortised cost:				
- Trade payables	1,753	3,471	20	16
- Other payables and Provisions	3,920	4,759	658	1,252
- Loans and borrowings	386	576	-	-
Lease liabilities	519	672	309	387
Total	6,578	9,478	987	1,655

Note 5 Fair value of Financial Instruments

The carrying amounts of all categories of financial assets and liabilities approximate their respective fair values due to the relatively short-term maturity of these financial instruments, except for non-current other receivables and lease liabilities.

The fair value hierarchy adopted in fair value measurements of the group's and the Company's financial assets at fair value through profit or loss is Level 3. The following table gives information about how the fair values of the financial assets at fair value through profit or loss is determined (in particular, the valuation technique and inputs used).

	Fair value		Fair value hierarchy
	As at 31/12/2024 \$'000	As at 30/06/2024 \$'000	
Financial assets at fair value through profit or loss	14	16	Level 1
Investment in redeemable convertible preference shares ("RCPS")	-	-	Level 3

The investment relates to the aggregate principal amount for the subscription of 15,250 redeemable convertible preference shares ("RCPS") issued by Energiser Enterprise Sdn Bhd ("EESB").

EESB was unable to repay the redemption amount and both parties had signed an agreement on 17 June 2020 and agreed on an arrangement by which the outstanding amount will be settled in the future, which incorporates land transfer from EESB to the group, deed of assignment for the account receivables of EESB and joint development of student accommodation units.

Due to uncertainties, the land transfer, deed assignment for the account receivables of EESB and joint development of student accommodation units are not foreseeable in the near future. As announced by the Company on 19 July 2022, the land transfer agreement and its supplemental agreement had expired on 30 June 2022. The Company had decided not to further extend the timeline for the restructuring and will pursue actions to recover the outstanding amount, hence the RCPS amount was assessed at \$Nil value as at 30 June 2022 and subsequent reporting periods. The Company and the other RCPS holders are in negotiation with EESB to reach new settlement terms. The Company will provide update as and when there is material information available.

There were no transfers between Level 1 and Level 2 of the fair value hierarchy during the period ended 31 December 2024 and financial year ended 30 June 2024.

Note 6 Trade receivables

	Group		Company	
	As at 31/12/2024 \$'000	As at 30/06/2024 \$'000	As at 31/12/2024 \$'000	As at 30/06/2024 \$'000
Outside parties	4,068	2,869	-	-
Subsidiaries	-	-	6,179	7,421
Net GST receivable	25	19	9	-
	4,093	2,888	6,188	7,421
Less: Loss allowance				
- Subsidiaries	-	-	(6,179)	(7,421)
	4,093	2,888	9	-

The loss allowance of the Group of Nil (30 June 2024: Nil) and the Company of \$6,179,000 (30 June 2024: \$7,421,000) relate to trade receivables which are past due for more than 360 days.

Note 7 Other receivables and prepayments

	Group		Company	
	As at 31/12/2024 \$'000	As at 30/06/2024 \$'000	As at 31/12/2024 \$'000	As at 30/06/2024 \$'000
<u>Current</u>				
Prepayments	44	28	20	12
Other deposits	97	183	49	72
Sundry receivables	793	771	64	108
Subsidiaries	-	-	28,021	26,566
Advance payment recoverable from the PRC authority (b)	2,710	3,276	-	-
	3,644	4,258	28,154	26,758
Less: Loss allowances				
- Subsidiaries	-	-	(23,855)	(23,565)
- Advance payment recoverable from the PRC authority (b)	(2,125)	(2,130)	-	-
	1,519	2,128	4,299	3,193
Short term loan receivable (a)	1,161	1,161	1,161	1,161
Less: Allowance for short term loan receivable	(1,161)	(1,161)	(1,161)	(1,161)
	1,519	2,128	4,299	3,193

(a): The \$1.161 million short term loan receivable pertained to loan granted in November 2017 to a company owned by Mr David Hsieng Loong Su.

- (b): Amount relates to part of advance payment in accordance with an agreement entered with the People's Government of Kaiping District to obtain the first right of refusal to participate in an integrated mixed development project in Tangshan City, PRC. The amount had been long outstanding and the Company fully impaired the amount in year ended 30 June 2023.

As announced by the Company on 16 November 2023, the PRC Authority has agreed to refund in five instalments by December 2024 to Tangshan GRP Trading Co Ltd ("**Tangshan GRP**"), an indirect wholly-owned subsidiary of the Company, a total of RMB25.44 million (approximately \$4.75 million); and they deemed that Tangshan GRP must pay a land tax plus penalty of RMB1.23 million (approximately \$0.23 million).

To date, four instalments have been received, amounting to RMB10,897,900 (approximately \$2,025,375, at month end exchange rate). The first instalment as announced on 10 November 2023, was received by Tangshan GRP of amount RMB2,047,900 (approximately \$382,404); and has paid the land tax plus penalty of RMB1,233,232 (approximately \$230,281) to the Kaiping District Tax Bureau of PRC on 15 November 2023. The Group had recognised the land tax plus penalty of \$230,281 and reversed the impairment provision of \$382,404 in the month of November 2023.

The second instalment as announced by the Company on 19 April 2024, was received by Tangshan GRP of amount RMB5,850,000 (approximately \$1,092,371) and the Group had reversed the impairment provision of \$1,092,371 in the month of April 2024. The balance recoverable as at 30 June 2024 is RMB17,542,100 (approximately \$3,276,163).

On 30 June 2024, the Group recognised the balance recoverable of RMB17,542,100 (approximately \$3,276,163) as a new financial asset as the advance payment was to be settled in the form of cash repayment from the PRC authority. The Group then assessed the expected credit loss ("ECL") on this receivable using the general approach. Based on the repayment trend of the PRC authority, the Group recognised an ECL allowance of \$2.13 million on the remaining balance of \$3.28 million as of 30 June 2024.

The third instalment as announced by the Company on 8 August 2024, was received by Tangshan GRP of amount RMB2,000,000 (approximately \$370,960). The fourth instalment as announced by the Company on 13 November 2024, was received by Tangshan GRP of amount RMB1,000,000 (approximately \$185,850).

The Group had announced on 2 January 2025 that the Consultant, appointed by management to facilitate the recovery, had contacted the PRC authority and is of the view that the balance amount of RMB14.55 million (approximately \$2.71 million) would be recovered in 2025. The Group had also responded to queries from the Singapore Exchange Securities Trading Limited on 9 January 2025 that the Consultant when communicated with the Mayor of Kaiping District, PRC was given the assurance that the remaining balance of RMB14.55 million (approximately \$2.71 million) had been included in their 2025 budget for payment and that the Group is expecting the remaining balance to be fully recovered by 31 December 2025.

The Group will provide update as and when subsequent instalments are received or when there is material information available.

Note 8 Inventories

	Group	
	As at	As at
	31/12/2024	30/06/2024
	\$'000	\$'000
Finished goods	4,443	4,196
<u>Movement in allowance for inventories:</u>		
Balance at beginning of the period	1,035	2,654
Increase/(decrease) in allowance recognised in profit or loss	25	(206)
Exchange realignment	15	(3)
Reclassified to disposal group assets held for sale	-	(1,410)
Balance at end of the period	1,075	1,035

Note 9 Development properties

	Group	
	As at	As at
	31/12/2024	30/06/2024
	\$'000	\$'000
Development properties located in		
- Malaysia	3,465	3,275
	3,465	3,275

Note 10 Development property expenditure

	Group	
	As at	As at
	31/12/2024	30/06/2024
	\$'000	\$'000
Balance at beginning of the financial period	9,921	9,712
Additions	1,485	8,649
Recognised in profit or loss during the financial period	(2,455)	(8,345)
Exchange realignment	556	(95)
Balance at end of the financial period	9,507	9,921
Comprising joint venture development agreement with:		
- Lembaga Perumahan Dan Hartanah, Perak ("LPHP")	9,507	9,921
	9,507	9,921
Deferred consideration payable		
Joint venture development agreement with LPHP	2,905	2,644

Note 11 Right-of-use assets

	Group		Company	
	As at 31/12/2024	As at 30/06/2024	As at 31/12/2024	As at 30/06/2024
	\$'000	\$'000	\$'000	\$'000
<u>Cost:</u>				
At opening balance	1,716	1,075	478	231
Exchange realignment	2	-	-	-
Addition	-	872	-	478
Termination of leases	(845)	(231)	-	(231)
At closing balance	873	1,716	478	478
<u>Accumulated depreciation:</u>				
At opening balance	1,063	616	93	70
Exchange realignment	-	-	-	-
Depreciation	146	552	80	128
Termination of leases	(845)	(105)	-	(105)
At closing balance	364	1,063	173	93
Carrying value	509	653	305	385

Note 12 Property, plant and equipment

	Group		Company	
	As at 31/12/2024	As at 30/06/2024	As at 31/12/2024	As at 30/06/2024
	\$'000	\$'000	\$'000	\$'000
<u>Cost:</u>				
At opening balance	1,854	2,079	364	232
Exchange realignment	47	(7)	-	-
Additions	16	317	11	268
Disposals	(252)	(209)	(3)	(136)
Disposal group reclassified as held for sale	-	(326)	-	-
At closing balance	1,665	1,854	372	364
<u>Accumulated depreciation:</u>				
At opening balance	1,264	1,497	146	153
Exchange realignment	29	(5)	-	-
Depreciation	126	187	48	62
Disposals	(252)	(140)	(3)	(69)
Disposal group reclassified as held for sale	-	(275)	-	-
At closing balance	1,167	1,264	191	146
Carrying value	498	590	181	218

Note 13 Bank loans and lease liabilities

	Group		Company	
	As at 31/12/2024 \$'000	As at 30/06/2024 \$'000	As at 31/12/2024 \$'000	As at 30/06/2024 \$'000
Amount repayable in one year or less, or on demand				
- Secured	294	300	159	157
- Unsecured	386	382	-	-
	680	682	159	157
Amount repayable after one year				
- Secured	225	372	150	230
- Unsecured	-	194	-	-
	225	566	150	230

	01/07/2024 \$'000	Financing cash flows (i) \$'000	Other non cash charges(ii) \$'000	Termination/ Additions \$'000	31/12/2024 \$'000
Bank loans	576	(190)	-	-	386
Lease liabilities	672	(153)	-	-	519
	1,248	(343)	-	-	905

	01/07/2023 \$'000	Financing cash flows (i) \$'000	Other non cash charges(ii) \$'000	Termination/ Additions \$'000	30/06/2024 \$'000
Bank loans	951	(391)	16	-	576
Lease liabilities	463	(557)	20	746	672
	1,414	(948)	36	746	1,248

(i) The cash flows make up the net amount of new/repayments of borrowings and lease liabilities in the consolidated statement of cash flows.

(ii) Other non cash charges include lease liabilities interest expense on lease liabilities.

Details of any collateral

Secured borrowings relate to lease liabilities which are secured over the right-of-use assets.

The unsecured borrowings relate to drawdown of the Enterprise Financing Scheme Temporary Bridging Loan ("EFS TBL") facility of \$1,500,000 in December 2020. This loan facility is guaranteed by GRP Limited. The loan is for 5 years. Monthly principal repayment commenced in January 2022, 12 months from drawdown date.

Note 14 Trade payables

	Group		Company	
	As at 31/12/2024	As at 30/06/2024	As at 31/12/2024	As at 30/06/2024
	\$'000	\$'000	\$'000	\$'000
Outside parties	1,753	3,471	20	16
Net GST payable	19	50	-	19
	1,772	3,521	20	35

The credit period on purchases of goods range from 30 to 90 days (30 June 2024: 30 to 90 days).

Note 15 Other payables/Provisions

	Group		Company	
	As at 31/12/2024	As at 30/06/2024	As at 31/12/2024	As at 30/06/2024
	\$'000	\$'000	\$'000	\$'000
<u>Other payables</u>				
Employee benefits	410	1,154	244	685
Operating expenses	814	782	411	487
Trade deposits from contractors	129	39	-	-
Other current liabilities	93	364	3	80
	1,446	2,339	658	1,252
<u>Provisions</u>				
Provision for penalty	671	673	-	-
Provision for liquidated and ascertained damages	1,803	1,747	-	-
	2,474	2,420	-	-

Note 16 Share capital

	Group and Company			
	As at 31/12/2024	As at 30/06/2024	As at 31/12/2024	As at 30/06/2024
	Number of ordinary shares		\$'000	\$'000
Issued and paid up capital:				
At the beginning/end of the period	193,701,610	193,701,610	44,093	44,093

Fully paid ordinary shares, carry one vote per share and a fixed right to dividends as and when declared by the Company.

The Company has no subsidiary holdings as at 31 December 2024.

Note 17 Treasury shares

	Group and Company			
	As at	As at	As at	As at
	31/12/2024	30/06/2024	31/12/2024	30/06/2024
	Number of ordinary shares		\$'000	\$'000
At the beginning/end of the period	13,504,600	13,504,600	2,382	2,382

All the shares acquired are held as treasury-shares. The Company has 13,504,600 treasury shares as at 31 December 2024 (30 June 2024: 13,504,600).

Note 17.1 Total number of issued shares excluding treasury shares

	As at	As at
	31/12/2024	30/06/2024
	Number of ordinary shares	
At the beginning/end of the period	180,197,010	180,197,010

Note 18 Profit / Loss before taxation**Note 18.1 Significant items**

	Group		Group	
	3 months ended	3 months ended	6 months ended	6 months ended
	31/12/2024	31/12/2023	31/12/2024	31/12/2023
	\$'000	\$'000	\$'000	\$'000
Depreciation of property, plant and equipment	(46)	(32)	(126)	(57)
Depreciation of right-of-use assets	(73)	(58)	(146)	(110)
Amortisation of intangible assets	(1)	(1)	(1)	(1)
(Allowance) write back for inventories	(25)	32	(25)	32
Fair value loss on financial assets at fair value through profit or loss	(1)	(2)	(2)	(5)
Loss on disposal of property, plant and equipment	-	(11)	-	(11)
Write back (impairment loss) of financial assets	-	382	-	382
Land tax plus penalty paid to PRC authority	-	(230)	-	(230)
Interest expenses	(6)	(6)	(15)	(12)
Finance expense	(53)	(47)	(106)	(95)
Net foreign currency exchange adjustment gain (loss)	199	(181)	358	(176)
Loss on disposal of discontinued operations	-	-	(87)	-
Interest income	93	88	187	202
Other income	8	8	35	29

Note 18.2 Related party transactions

	Group		Group	
	3 months ended	3 months ended	6 months ended	6 months ended
	31/12/2024	31/12/2023	31/12/2024	31/12/2023
	\$'000	\$'000	\$'000	\$'000
Rental expenses paid to LFHL for the financial period (a)	-	(16)	-	(40)

- (a) With the completion of the distribution in specie of shares in LFHL on 3 December 2021, LFHL ceased to be a subsidiary of the Group. Mr Kwan Chee Seng is the substantial shareholder and Non-Executive Director of both the Company and LFHL. The rental agreement with LFHL is terminated on 30 November 2023.

Note 19 Income Tax Expenses

	Group		Group	
	3 months ended	3 months ended	6 months ended	6 months ended
	31/12/2024	31/12/2023	31/12/2024	31/12/2023
	\$'000	\$'000	\$'000	\$'000
Current income tax expense	(109)	(112)	(222)	(226)
Deferred income tax expense	-	-	-	-
	(109)	(112)	(222)	(226)

Note 20 Dividends

In respect of the current financial period, no dividend is proposed.

Note 21 Net Asset Value

	As at 31/12/2024	As at 30/06/2024
	Cents	
The Group	19.39	18.81
The Company	9.41	8.17

Net asset value per share attributable to the owners of the Company is calculated based on 180,197,010 (30 June 2024: 180,197,010) ordinary shares issued at the end of the current period under review and of the immediately preceding financial year.

Note 22 Profit (Loss) Per Ordinary Share

The calculation of the basic and diluted loss per ordinary share attributable to the ordinary owners of the Company is based on the following data:

	Group		Group	
	3 months ended 31/12/2024	3 months ended 31/12/2023	6 months ended 31/12/2024	6 months ended 31/12/2023
	\$'000	\$'000	\$'000	\$'000
Profit (loss) from continuing operations	498	(444)	451	(388)
Loss from discontinued operations	-	(156)	-	(217)
Net profit (loss) attributable to owners of the company	498	(600)	451	(605)

	Group	
	As at 31/12/2024	As at 30/06/2024
	Number of shares	Number of shares
Weighted average number of ordinary shares for purpose of basic profit (loss) and diluted profit (loss) per share	180,197,010	180,197,010

Note 23 Reportable Segments

	Measuring instruments / metrology				Property				Total continuing operations				Total discontinued operations				Total			
	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended	6 months ended
	31/12/2024	31/12/2023	31/12/2023	31/12/2023	31/12/2024	31/12/2023	31/12/2023	31/12/2023	31/12/2024	31/12/2023	31/12/2023	31/12/2023	31/12/2024	31/12/2023	31/12/2023	31/12/2023	31/12/2024	31/12/2024	31/12/2024	31/12/2023
S\$'000																				
Revenue																				
External sales	7,059	6,364		4,666	2,687				9,746	11,030			-	1,462			9,746		12,492	
Result																				
Segment gross contribution	2,682	2,453		223	232				2,914	2,676			-	415			2,914		3,091	
Other operating income	34	29		202	188				222	231			-	9			222		240	
Direct expenses	(1,287)	(1,161)		(739)	(474)				(1,761)	(1,900)			-	(641)			(1,761)		(2,541)	
Segment net contribution	1,429	1,321		(314)	(54)				1,375	1,007			-	(217)			1,375		790	
Direct expenses - Corporate									(882)	(1,294)			-	-			(882)		(1,294)	
Share of result of associate									-	-			-	-			-		-	
Loss before income tax									493	(287)			-	(217)			493		(504)	
Income tax expense									(222)	(226)			-	-			(222)		(226)	
Loss for the period									271	(513)			-	(217)			271		(730)	

Depreciation of property, plant and equipment and amortisation	19	17		40	107				126	57			-	22			126		79	
Depreciation of right-of-use- assets	66	61		49	80				146	110			-	157			146		267	

Note 23.1 Segment information

	Measuring instruments / metrology			Property			Inter-segment elimination			Total continuing operations			Total discontinued Operations			Total	
	As at 31/12/2024	As at 30/06/2024	As at 31/12/2024	As at 31/12/2024	As at 30/06/2024	As at 31/12/2024	As at 31/12/2024	As at 30/06/2024	As at 31/12/2024	As at 31/12/2024	As at 30/06/2024	As at 31/12/2024	As at 30/06/2024	As at 31/12/2024	As at 30/06/2024	As at 31/12/2024	As at 30/06/2024
	31/12/2024	30/06/2024	31/12/2024	31/12/2024	30/06/2024	30/06/2024	31/12/2024	30/06/2024	31/12/2024	31/12/2024	30/06/2024	31/12/2024	30/06/2024	31/12/2024	30/06/2024	31/12/2024	30/06/2024
55'000																	
Other information																	
Segment Assets	9,672	9,714	25,007	25,509			-	-	34,679	35,223	1,600	34,679	36,823				
Unallocated corporate assets									9,040	8,587	-	9,040	8,587				
Consolidated total assets									43,719	43,810	1,600	43,719	45,410				
Segment liabilities	1,951	1,914	7,122	8,581			-	-	9,073	10,495	446	9,073	10,941				
Inter-segment liabilities	-	-	33,728	30,784	(33,728)	(36,685)			-	(5,901)	5,901	-	-				
Unallocated corporate liabilities									924	1,612	-	924	1,612				
Consolidated total liabilities									9,997	6,206	6,347	9,997	12,553				
Capital expenditure	5	46	11	270			-	-	16	316	1	16	317				

Note 23.2 Geographical segments by location of customers

	Revenue	
	6 months ended 31/12/2024 \$'000	6 months ended 31/12/2023 \$'000
<u>Continuing operations</u>		
Singapore	3,443	2,854
Malaysia	5,904	7,719
Indonesia	318	386
Other ASEAN countries	24	42
Other Asian countries	10	2
Middle Eastern countries	8	-
People's Republic of China	6	-
Others	33	27
	9,746	11,030
<u>Discontinued operations</u>		
Singapore	-	1,306
Malaysia	-	7
Indonesia	-	78
Other ASEAN countries	-	15
Middle Eastern countries	-	3
People's Republic of China	-	53
	-	1,462
Total	9,746	12,492

Information about major customers

In 2Q FY2025 and 2Q FY2024, no single customer contributed to more than 10% of the group's total revenue.

	Total non-current assets	
	As at 31/12/2024 \$'000	As at 30/06/2024 \$'000
<u>Continuing operations</u>		
Singapore	730	951
Malaysia	299	315
Total	1,029	1,266

Note 24 Discontinued operations and disposal group assets classified as held for sale

An analysis of the results of discontinued operations, and the result recognised on the measurement of disposal group is as follows:

	Group		Group	
	3 months ended		6 months ended	
	31/12/2024	31/12/2023	31/12/2024	31/12/2023
	\$'000	\$'000	\$'000	\$'000
Revenue	-	339	-	1,462
Expenses	-	(495)	-	(1,679)
Loss before tax from discontinued operations	-	(156)	-	(217)
Income tax expense	-	-	-	-
Loss after tax from discontinued operations	-	(156)	-	(217)
<u>Revenue from:</u>				
Sale of goods (at a point of time)	-	339	-	1,462

Loss before tax from discontinued operations has been arrived at after charging (crediting):

	Group		Group	
	3 months ended		6 months ended	
	31/12/2024	31/12/2023	31/12/2024	31/12/2023
	\$'000	\$'000	\$'000	\$'000
Allowance for inventories	-	(49)	-	(55)
Depreciation of property, plant and equipment	-	(11)	-	(22)
Depreciation of right-of-use assets	-	(70)	-	(157)
Net foreign exchange gain (loss)	-	(4)	-	(5)
Interest expense	-	(2)	-	(4)
Other income	-	1	-	9

	Group	
	As at	As at
	31/12/2024	30/06/2024
	\$'000	\$'000
Details of disposal group assets classified as held for sale:		
Inventories	-	563
Plant and equipment	-	51
	-	614

As announced by the Company on 18 July 2024, the net book value of the assets disposed is \$726,411, which is inclusive of the above plus a \$112,878 worth of inventory where purchase order has been placed with supplier but goods are not delivered as at 30 June 2024.

Note 25 Subsequent events

The Company announced on 7 January 2025 that it had executed a non-binding heads of agreement with its Independent Non-Executive Chairman, Mr Chua Seng Kiat, Francis (the "**Vendor**") and Bintan Investment Management Pte Ltd (the "**Target**") to explore the proposed acquisition of a minority stake in the Target, a developer of an integrated industrial park to cover projects such as solar and agriculture facilities, in Bintan Island, Indonesia (the "**Proposed Acquisition**"). The Company has also established a Related Party Transaction Committee ("**RPTC**") on 7 January 2025 to review, explore and further negotiate the terms of the Proposed Acquisition with the Vendor. With the Proposed Acquisition the Company intends to diversify its business into the renewable energy and agriculture industries, which are strategic sectors due to the increased global awareness of the damage caused by climate change. This is part of the Company's ongoing strategic corporate strategy to enter into industries with high-growth opportunities. The Company will also undertake a free warrants rights issue to be offered to all shareholders, at a ratio of 1 warrant to 1 existing ordinary share at an exercise price to be announced in due course.

As announced by the Company on 10 February 2025, Ratus Nautika had provided notice to EESB as main contractor to, *inter alia*, rectify various defects and defaults in relation to the affordable housing project located in Seri Iskandar, Perak, Malaysia. As EESB had not done so within the contractual cure period, Ratus Nautika had issued a notice of determination dated 10 February 2025 terminating EESB's appointment with immediate effect. The Group is currently sourcing for a new contractor to carry on and complete the project works, and is also in consultation with its legal advisers on the appropriate actions to be taken subsequently.

The Group will provide updates as and when there is material information available.

1. **Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)**

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

2. **Whether the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)**

Not applicable.

- 3A. **Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:-**

- (a) **Updates on the efforts taken to resolve each outstanding audit issue.**
(b) **Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.**

In respect of the financial statements of the Group for the financial year ended 30 June 2024 ("FY2024"), the auditors, Messrs Baker Tilly TFW LLP had issued an "except for" qualified audit opinion, for the opening balances of recoverability of certain assets from the PRC authorities. The basis for the "except for" qualified opinion is contained in the Auditor's Report, pages 99 to 104 of the Company Annual Report for FY2024.

In relation to the matters, the Board and the management of the Company provide their comments and update as follows:

- 1) Non-current advance payment recoverable from the PRC authority

The Management of the Company has been pursuing the recovery of the receivables from the PRC authority. Management has communicated with the relevant authorities, and has obtained written acknowledgement from the PRC authority with regard to their liability.

As announced by the Company on 16 November 2023, the PRC Authority has agreed to refund in five instalments by December 2024 to Tangshan GRP Trading Co Ltd ("**Tangshan GRP**"), an indirect wholly-owned subsidiary of the Company, a total of RMB25.44 million (approximately \$4.75 million); and they deemed that Tangshan GRP must pay a land tax plus penalty of RMB1.23 million (approximately \$0.23 million).

To date, four instalments have been received, amounting to RMB10,897,900 (approximately \$2,025,375, at month end exchange rate). The first instalment as announced on 10 November 2023, was received by Tangshan GRP of amount RMB2,047,900 (approximately \$382,404), and has paid the land tax plus penalty of RMB1,233,232 (approximately \$230,281) to the Kaiping District Tax Bureau of PRC on 15 November 2023. The Group had recognised the land tax plus penalty of \$230,281 and reversed the impairment provision of \$382,404 in the month of November 2023.

The second instalment as announced by the Company on 19 April 2024, was received by Tangshan GRP of amount RMB5,850,000 (approximately \$1,092,371) and the Group had reversed the impairment provision of \$1,092,371 in the month of April 2024. The balance recoverable as at 30 June 2024 is RMB17,542,100 (approximately \$3,276,163).

The third instalment as announced by the Company on 8 August 2024, was received by Tangshan GRP of amount RMB2,000,000 (approximately \$370,960). The fourth instalment as announced by the Company on 13 November 2024, was received by Tangshan GRP of amount RMB1,000,000 (approximately \$185,850).

The Group had announced on 2 January 2025 that the Consultant, appointed by management to facilitate the recovery, had contacted the PRC authority and is of the view that the balance amount of RMB14.55 million (approximately \$2.71 million) would be recovered in 2025. The Group had also responded to queries from the Singapore Exchange Securities Trading Limited on 9 January 2025 that the Consultant when communicated with the Mayor of Kaiping District, PRC was given the assurance that the remaining balance of RMB14.55 million (approximately \$2.71 million) had been included in their 2025 budget for payment and that the Group is expecting the remaining balance to be fully recovered by 31 December 2025.

Based on current available information, the Board confirms that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

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

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as that of the audited financial statements for the year ended 30 June 2024.

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

Not applicable.

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

6 months ended 31/12/2024	6 months ended 31/12/2023
---------------------------------	---------------------------------

Earning/(Loss) per ordinary share attributable to the owners of the company for the period:

For continuing and discontinued operations

(i) Based on weighted average number of ordinary share in issue (Cents)	0.250	(0.336)
(ii) On a fully diluted basis (Cents)	0.250	(0.336)

For continuing operations

(i) Based on weighted average number of ordinary share in issue (Cents)	0.250	(0.215)
(ii) On a fully diluted basis (Cents)	0.250	(0.215)

For discontinued operations

(i) Based on weighted average number of ordinary share in issue (Cents)	-	(0.120)
(ii) On a fully diluted basis (Cents)	-	(0.120)

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year

	As at 31/12/2024	As at 30/06/2024
	Cents	
The Group	19.39	18.81
The Company	9.41	8.17

Net asset value per share attributable to the owners of the company is calculated based on 180,197,010 (30 June 2024: 180,197,010) ordinary shares issued at the end of the current period under review and of the immediately preceding financial year.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

- Three months ended 31 December 2024 ("2QFY2025") vs Three months ended 31 December 2023 ("2QFY2024"); and
- Six months ended 31 December 2024 ("1HFY2025") vs Six months ended 31 December 2023 ("1HFY2024").

2QFY2025 vs 2QFY2024

Continuing operations

The Group's revenue of \$4.78 million for 2QFY2025, is 19.5% lower than the \$5.94 million revenue for 2QFY2024. Revenue for the Group's Property segment decreased by \$1.53 million (-55.4%), partially offset by increased revenue from Measuring Instruments segment by \$0.37 million (11.6%).

The progress of the Property segment has been delayed and the contractor, Energiser Enterprise Sdn Bhd ("EESB") had served a winding up petition on the Company's indirect 70%-owned subsidiary, Ratus Nautika Sdn Bhd ("Ratus Nautika") on 5 August 2024. Nonetheless, as announced by the Company on 13 December 2024, EESB had withdrawn the winding up petition against Ratus Nautika after the hearing on 11 December 2024. The winding up petition against the Company has therefore been struck off and dismissed. The improved revenue for Measuring Instruments segment is due to the stronger demand in 2QFY2025.

The Group's gross profit increased to \$1.37 million in 2QFY2025 from \$1.21 million in 2QFY2024. The increase is largely due to the improved revenue of the Measuring Instruments segment in 2QFY2025.

Distribution costs increased to \$0.49 million in 2QFY2025 as compared to \$0.45 million in 2QFY2024. The increase is in line with the increased revenue from Measuring Instruments segment in 2QFY2025.

Administrative expenses decreased to \$0.48 million in 2QFY2025 as compared to \$1.29 million in 2QFY2024. The decrease is mainly due to (a) \$0.16 million write back of reinstatement cost for the discontinued factory facility where the lease was terminated in October 2024; (b) \$0.38 million improvement in exchange difference in 2QFY2025 vis-a-vis 2QFY2024. This is mainly due to strengthening of Malaysia Ringgit against Singapore dollar in 2QFY2025 (RM3.2846: S\$1) as compared to 2QFY2024 (RM3.4819:S\$1); (c) \$0.32 million lower payroll cost in 2QFY2025 as compared to 2QFY2024; (d) \$0.23 million non-recurring land tax plus penalty paid to the PRC authority in 2QFY2024; partially offset by (e) \$0.38 million non-recurring write back of impairment loss for advance payment recoverable from the PRC authority in 2QFY2024.

Consequently, the Group recorded a profit before tax of \$0.49 million in 2QFY2025 as compared to a loss before tax of \$0.44 million in 2QFY2024.

Other comprehensive loss for the period, net of tax amounted to \$0.43 million in 2QFY2025. This is a result of the exchange rate fluctuation between end of 1QFY2025 (September 2024) and 2QFY2025 (December 2024). Comparing December 2024 to September 2024, the Malaysia Ringgit has weakened against Singapore dollar in December 2024 (RM3.2846:\$1) as compared to September 2024 (RM3.2160:\$1).

1HFY2025 vs 1HFY2024

Continuing operations

The Group's revenue of \$9.75 million for 1HFY2025, is 11.6% lower than the \$11.03 million revenue for 1HFY2024. Revenue for the Group's Property segment decreased by \$1.98 million (-42.4%), partially offset by increased revenue from Measuring Instruments segment by \$0.70 million (10.9%).

The progress of the Property segment has been delayed and the contractor, Energiser Enterprise Sdn Bhd ("EESB") had served a winding up petition on the Company's indirect 70%-owned subsidiary, Ratus Nautika Sdn Bhd ("Ratus Nautika") on 5 August 2024. Nonetheless, as announced by the Company on 13 December 2024, EESB had withdrawn the winding up petition against Ratus Nautika after the hearing on 11 December 2024. The winding up petition against the Company has therefore been struck off and dismissed. The improved revenue for Measuring Instruments segment is due to the stronger demand in 1HFY2025.

The Group's gross profit increased to \$2.91 million in 1HFY2025 from \$2.68 million in 1HFY2024. The increase is largely due to the improved revenue of the Measuring Instruments segment in 1HFY2025.

Distribution costs increased to \$0.95 million in 1HFY2025 as compared to \$0.83 million in 1HFY2024. The increase is in line with the increased revenue from Measuring Instruments segment in 1HFY2025.

Administrative expenses decreased to \$1.67 million in 1HFY2025 as compared to \$2.35 million in 1HFY2024. The decrease is mainly due to (a) \$0.16 million write back of reinstatement cost for the discontinued factory facility where the lease was terminated in October 2024; (b) \$0.53 million improvement in exchange difference as a result of the strengthening of Malaysia Ringgit against Singapore dollar in 1HFY2025 vis-a-vis 1HFY2024; (c) \$0.33 million lower payroll cost in 1HFY2025 as compared to 1HFY2024; (d) \$0.23 million non-recurring land tax plus penalty paid to the PRC authority in 1HFY2024; partially offset by (e) \$0.38 million non-recurring write back of impairment loss for advance payment recoverable from the PRC authority in 1HFY2024.

Consequently, the Group recorded a profit before tax of \$0.49 million in 1HFY2025 as compared to a loss before tax of \$0.29 million in 1HFY2024.

Other comprehensive profit for the period, net of tax amounted to \$0.59 million in 1HFY2025 is mainly a result of the strengthening of Malaysia Ringgit against Singapore dollar in 1HFY2025 (RM3.2846:\$1) as compared to 30 June 2024 (RM3.4758:\$1).

Statement of financial position and Statement of cashflows

The Group's financial position remains healthy with current ratio of approximately 4.36 times as at 31 December 2024 as compared to 3.67 times at the end of June 2024 ("**30 June 2024**"). As at 31 December 2024 the Group had cash and bank balances amounting to \$18.51 million (out of which \$5.50 million, approximately RMB29.54 million is maintained in PRC). This is \$0.94 million higher than the cash and bank balances as at 30 June 2024. The increase is largely due to (a) \$0.56 million collected from the PRC authority, (b) \$0.68 million proceed from disposal of fixed assets and inventories of the discontinued operations and (c) partially offset by \$0.36 million net cash used in financing activities, in the period ended 31 December 2024.

Trade receivables increased to \$4.09 million as at 31 December 2024 from \$2.89 million as at 30 June 2024. This is mainly due to increase sale billing of the affordable housing project in Perak, Malaysia. Ratus Nautika has been focusing its efforts in getting the housing project certified as so to convert the accrued progress sale billing to actual sale billing in period under review.

Other receivables & prepayments decreased to \$1.52 million as at 31 December 2024 from \$2.13 million as at 30 June 2024. This is mainly due to total collection of RMB3 million (approximately \$0.56 million) advance payment recoverable from the PRC authority in 1HFY2025.

Contract asset decreased to \$0.98 million as at 31 December 2024 from \$3.39 million as at 30 June 2024. As mentioned above, as a result of efforts put in by Ratus Nautika more accrued progress sale billing has been converted to actual sale billing in 1HFY2025.

Inventories increased to \$4.44 million as at 31 December 2024 from \$4.20 million as at 30 June 2024. The increase is mainly due to increase inventory holding by the Measuring Instruments segment in 1HFY2025.

Development property expenditure decreased to \$9.51 million as at 31 December 2024 from \$9.92 million as at 30 June 2024. The decrease is mainly due to delay in the progress of the affordable housing project in Perak, Malaysia.

Disposal group assets classified as held for sale relate to (a) Hose & Marine inventories of \$0.56 million and (b) fixed assets of \$0.05 million as at 30 June 2024. The inventories and fixed assets were disposed and transferred to the Purchaser on 1 August 2024.

Right-of-use assets decreased to \$0.51 million as at 31 December 2024 from \$0.65 million as at 30 June 2024. This is mainly due to the depreciation charge of the Right-of-use assets for the half year ended 31 December 2024.

Property, plant and equipment decreased to \$0.50 million as at 31 December 2024 from \$0.59 million as at 30 June 2024. This is mainly due to the depreciation charge of the property, plant and equipment for the half year ended 31 December 2024.

Total bank loans decreased to \$0.39 million as at 31 December 2024 from \$0.58 million as at 30 June 2024. This is mainly due to the repayment of the bank loan during the 6 months ended 31 December 2024.

Trade payables decreased to \$1.77 million as at 31 December 2024 from \$3.52 million as at 30 June 2024. This is mainly due to decrease trade payable for the affordable housing project in Perak, Malaysia on 31 December 2024 as compared to 30 June 2024 as the progress of the project has been delayed.

Total lease liabilities decreased to \$0.52 million as at 31 December 2024 from \$0.67 million as at 30 June 2024. This is mainly due to the repayment of the lease liabilities during the 6 months ended 31 December 2024.

Other payables decreased to \$1.45 million as at 31 December 2024 from \$2.34 million as at 30 June 2024. This is mainly due to decrease in accrued employee benefits expenses as accrued bonuses had been paid in December 2024.

Provisions increased to \$2.47 million as at 31 December 2024 from \$2.42 million as at 30 June 2024. This increase is largely due to strengthening of Malaysia Ringgit against Singapore dollar as at 31 December 2024 as compared to 30 June 2024.

Deferred consideration payable increased to \$2.91 million as at 31 December 2024 from \$2.64 million as at 30 June 2024. This increase is largely due to strengthening of Malaysia Ringgit against Singapore dollar as at 31 December 2024 as compared to 30 June 2024.

Tax payable increased to \$0.49 million as at 31 December 2024 from \$0.38 million as at 30 June 2023. This is mainly due to tax payable by the Measuring Instruments segment for 1HFY2025.

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

No forecast or prospect statement has been issued previously.

10. A commentary at the date of the announcement of the 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 market condition remains challenging. As announced by the Company on 10 February 2025, Ratus Nautika had provided notice to EESB as main contractor to, *inter alia*, rectify various defects and defaults in relation to the affordable housing project located in Seri Iskandar, Perak, Malaysia. As EESB had not done so within the contractual cure period, Ratus Nautika had issued a notice of determination dated 10 February 2025 terminating EESB's appointment with immediate effect. The Group is currently sourcing for a new contractor to carry on and complete the project works, and is also in consultation with its legal advisers on the appropriate actions to be taken subsequently.

The Company announced on 7 January 2025 that it had executed a non-binding heads of agreement with its Independent Non-Executive Chairman, Mr Chua Seng Kiat, Francis (the "**Vendor**") and Bintan Investment Management Pte Ltd (the "**Target**") to explore the proposed acquisition of a minority stake in the Target, a developer of an integrated industrial park to cover projects such as solar and agriculture facilities, in Bintan Island, Indonesia (the "**Proposed Acquisition**"). With the Proposed Acquisition, the Company intends to diversify its business into the renewable energy and agriculture industries, which are strategic sectors due to the increased global awareness of the damage caused by the climate change. This is part of the Company's ongoing strategic corporate strategy to enter into industries of high-growth opportunities.

11. Dividend

If a decision regarding dividend has been made:-

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

No dividend has been declared for the period ended 31 December 2024.

(b) Amount per share (cents) and previous corresponding period (cents)

No dividend declared for the period ended 31 December 2024.

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

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect

No dividend is declared for period ended 31 December 2024.

The Company does not have a formal dividend policy. In view of the uncertainty in market conditions and the delay in the development and construction of the affordable housing project, the Company will be preserving its cash and bank balances.

13. Interested person transactions

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST").

There is no interested person transaction, as defined in Chapter 9 of the Listing Manual of the SGX-ST, entered into by the Group or by the Company for the six-months ended 31 December 2024.

As announced by the Company on 7 January 2025, a Related Party Transaction Committee ("**RPTC**") has been established to review, explore and further negotiate the terms of the agreements to be entered between the Company and its Independent Non-Executive Chairman, Mr Chua Seng Kiat, Francis (the "**Vendor**") of whom will be an "Interested Person Transaction" as defined under Chapter 9 of the Listing Manual, and Bintan Investment Management Pte Ltd (the "**Target**") to explore the proposed acquisition of a minority stake in the Target (the "**Proposed Acquisition**").

Among others, the objectives of the RPTC are to assist the Board of Directors (the "**Board**") to:

- (a) continuously evaluate existing relationships between and among businesses and counterparties to ensure that all related parties are continuously identified, related party transactions are monitored and subsequent changes in relationships are captured;
- (b) evaluate all related party transactions to ensure that these are not undertaken on more favourable economic terms than similar transactions with non-related parties;
- (c) recommend for approval of the Board the related party transaction if it determines in good faith that such transaction is in the best interests of the Company and all its shareholders.

14. Confirmation by the Board of Directors

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited financial statements for the six-month ended 31 December 2024 to be false or misleading in any material aspect.

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1)

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 of the Singapore Exchange Securities Trading Limited.

16. Use of proceeds from rights issue and exercise of warrants

As at the date of this announcement, the status of the use of net proceeds from the rights shares is as below.

Use of Net Proceeds	Allocation of Net Proceeds \$'000	Reallocation \$'000	Net Proceeds utilised as at the date of this announcement \$'000	Balance of Net Proceeds as at the date of this announcement \$'000
<u>2013 Rights issues</u>				
Proceeds from rights issue:				
- Proposed new business	28,000	-	(28,000)	-
- General working capital	5,000	-	(5,000)	-
	33,000	-	(33,000)	-
Proceeds from exercise of warrants:				
- Proposed new business	8,974	-	(8,974)	-
Total	41,974	-	(41,974)	-
<u>2016 Rights issues</u>				
Proceeds from rights issue:				
- Proposed new business	12,348	(5,976)	(6,372)	-
- General working capital	841	5,976	(2,508)	4,309
	13,189	-	(8,880)	4,309
Proceeds from exercise of warrants:				
- Proposed new business	6	(6)	-	-
- General working capital	-	6	-	6
Total	13,195	-	(8,880)	4,315
Cumulative Total	55,169	-	(50,854)	4,315
Breakdown of general working capital is as follows:				
Capital contribution	-	-	(570)	-
Project construction costs	-	-	(3,605)	-
Rental expenses	-	-	(34)	-
Professional fees	-	-	(125)	-
General administrative expenses	-	-	(3,174)	-
Total	-	-	(7,508)	-

Note: The Group had fully utilised the proceed from the 2013 Rights issues.

17. Acquisition or sale of shares in subsidiaries and/or associated companies under Rule 706(A)

None for the quarter ended 31 December 2024.

BY ORDER OF THE BOARD

Goh Lik Kok
Executive Director and Chief Executive Officer
11 February 2025