

**Press Release**

## **Newly-Listed Mooreast Holdings Ltd. Records FY2021 Revenue of S\$14.2 Million; Accelerates Renewable Strategy**

- FY2021 revenue declined to S\$14.2 million from S\$19.7 million, mainly due to slowdown in Mooring Division projects amid the pandemic
- Including one-off IPO expenses, the Group recorded a loss of S\$2.3 million (loss of S\$1.0 million excluding IPO expenses) compared to a profit of S\$3.8 million a year ago
- Balance sheet strengthened significantly by pre-IPO funding from EDBI and net proceeds from listing on SGX Catalist completed last November.

S\$'000	2HFY2021	2HFY2020	Change %	FY2021	FY2020	Change %
Revenue	7,009	10,352	(32)	14,200	19,678	(28)
Gross Profit	2,991	4,119	(27)	6,014	7,784	(23)
Gross Profit margin (%)	42.7	39.8	2.9 ppt*	42.4	39.6	2.8 ppt
Profit/(Loss) before IPO Expenses	(1,878)	1,448	NM <sup>^</sup>	(1,024)	3,787	NM
IPO Expenses	810	–	NM	1,271	–	NM
Net Profit/(Loss) After Tax	(2,688)	1,448	NM	(2,295)	3,787	NM
Earnings/(Loss) Per Share (Singapore cents)**	(5)	2	NM	(7)	11	NM

\* ppt denotes percentage points

<sup>^</sup> NM denotes Not Meaningful

\*\*As the Company was only incorporated on 8 June 2021, for the purpose of comparison, the basic earnings per share have been computed based on the weighted-average number of ordinary shares for the 6-month period and 12-month period ended 31 December 2021

**25 February 2022, Singapore** – Newly listed Mooreast Holdings Ltd. (“**Mooreast**” or the “**Company**”), which is pursuing opportunities in the floating renewable energy sector, announced today that it recorded lower revenue of S\$14.2 million for the financial year ended 31 December 2021 (“**FY2021**”) due to disruptions caused by the pandemic.

Releasing its first set of financial results after its listing on SGX Catalist on 24 November 2021, the homegrown total mooring solutions specialist said its topline was impacted by project slowdowns at its Mooring Division due to the effects of the pandemic, as well as lower revenue contribution from its Renewable Energy Division.

This was offset by improved performance from its Marine Supplies and Services and Rigging and Heavy Lifting divisions, as well as maiden contribution from its new Yard Division which was set up after the Group relocated to substantially larger premises at 51 Shipyard Road last year. The Yard Division offers on-board fabrication, repairs and testing of components for marine vessels that dock at the waterfront of the yard.

In line with lower revenue, gross profit for FY2021 declined 23% to S\$6.0 million from S\$7.8 million in FY2020, while gross profit margin remained relatively stable at 42% compared to 40% in FY2020. For the six months ended 31 December 2021 (“2HFY2021”), gross profit declined 27% to S\$3.0 million from S\$4.1 million for the comparative period a year ago.

With IPO expenses totalling S\$1.3 million, the Group recorded a net loss after tax of S\$2.3 million for FY2021. Excluding the one-off IPO expenses, net loss for 2HFY2021 and FY2021 would have been S\$1.9 million and S\$1.0 million, respectively.

As a result of the loss, loss per share stood at 7.0 Singapore cents in FY2021 compared to earnings per share of 11.0 Singapore cents in FY2020 while net asset value per share was 8.4 Singapore cents as at 31 December 2021 compared to 9.9 Singapore cents as at 31 December 2020.

The Group’s balance sheet has strengthened substantially over FY2021. Non-current assets increased significantly to S\$43.0 million at 31 December 2021 from S\$13.0 million a year earlier after factoring in S\$30.4 million of right-of-use assets arising from its acquisition of the 51 Shipyard Road site.

Current assets rose to S\$33.2 million as at 31 December 2021 from S\$21.1 million a year ago, mainly due to an increase in cash and bank balances of S\$17.0 million.

Apart from cash flow from operations of S\$7.9 million in FY2021, Mooreast received net IPO proceeds of S\$6.7 million and investment of S\$10.0 million from EDBI.

Despite the challenging environment, the Group will utilise the proceeds to develop and grow the Renewable Energy Division, expand and upgrade the facility at 51 Shipyard Road as well as diversify its product and service offerings through, *inter alia*, investments mergers and acquisitions, joint ventures and/or strategic collaborations.

Mr Sim Koon Lam, founder, Executive Director, CEO and Deputy Chairman of Mooreast, said, “Mooreast successfully listed on the SGX Catalist Board despite the challenges of COVID-19. While our FY2021 performance was impacted by the pandemic, we see significant potential in the renewables sector, and are focusing on efforts to capture opportunities in the floating renewable energy sector.”

**\*\*\*End of Press Release\*\*\***

**This press release has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, W Capital Markets Pte. Ltd. (the “Sponsor”). This press release has not been examined or approved by the Singapore Exchange Securities Trading Limited (the “SGX-ST”) and the SGX-ST assumes no responsibility for the contents of this press release, including the correctness of any of the statements or opinions made or reports contained in this press release.**



The contact person for the Sponsor is Mr Chia Beng Kwan, Registered Professional, W Capital Markets Pte. Ltd., at 65 Chulia Street, #43-01 OCBC Centre, Singapore 049513, Telephone (65) 6513 3541.

*Issued for and on behalf of Mooreast Holdings Ltd. by WeR1 Consultants Pte Ltd.*

**About Mooreast Holdings Ltd.**

Mooreast is a total mooring solutions specialist, serving mainly the offshore oil & gas (“O&G”), marine and offshore renewable energy industries, with operations primarily in Singapore, and through its wholly-owned subsidiary, Mooreast Europe, a European sales office in Rotterdam, the Netherlands.

Mooreast’s solutions include the design, engineering, fabrication, supply and logistics, installation and commissioning of mooring systems. Mooreast is applying its experience and expertise in mooring solutions to floating renewable energy projects, in particular floating offshore wind farms. It has successfully participated in developmental and prototype projects for floating offshore wind turbines in Japan and Europe.

For more information, please visit <https://mooreast.com/>

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The information in this press release is based on information found in the Offer Document of Mooreast Holdings Ltd. dated 17 November 2021 (the “Offer Document”) that has been registered by the Singapore Exchange Securities Trading Limited (the “SGX-ST”) acting as agent on behalf of the Monetary Authority of Singapore. Words and expression, unless otherwise defined in this press release, shall bear the same meanings assigned to them in the Offer Document.

This press release does not purport to be complete and the information and views expressed herein are based on, and is qualified in its entirety by, and should be read in conjunction with, the full text of the Offer Document, including but not limited to the section entitled “Risk Factors” and “Cautionary Note Regarding Forward-Looking Statements” of the Offer Document. The information contained in this press release should not be relied on as any representation or warranty by Mooreast Holdings Ltd.