



**NEW TOYO**  
International Holdings Ltd

**ON THE PATH TO  
GREATER  
SUSTAINABILITY**

**CONDENSED INTERIM FINANCIAL STATEMENTS**

**for the six months and full year ended 31 December 2023**

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## Condensed interim financial statements for the six months and full year ended 31 December 2023

### Condensed interim consolidated statement of profit or loss and other comprehensive income

#### Consolidated Income Statement

	Note	Group 6 months ended			Group 12 months ended		
		31-12-23	31-12-22	Change	31-12-23	31-12-22	Change
		SGD'000	SGD'000	%	SGD'000	SGD'000	%
Revenue	4	164,951	153,410	7.5	306,397	285,735	7.2
Cost of sales		(147,183)	(134,378)	9.5	(271,507)	(249,130)	9.0
<b>Gross profit</b>		<b>17,768</b>	<b>19,032</b>	(6.6)	<b>34,890</b>	<b>36,605</b>	(4.7)
Other income		4,702	4,088	15.0	7,502	8,053	(6.8)
Distribution expenses		(2,453)	(4,992)	(50.9)	(5,057)	(9,969)	(49.3)
Administrative expenses		(9,349)	(8,822)	6.0	(18,284)	(17,691)	3.4
Net foreign exchange (loss)/gain		(195)	(410)	(52.4)	138	(100)	n.m.
Other operating expenses		(883)	(4,441)	(80.1)	(1,171)	(4,921)	(76.2)
<b>Operating profit</b>		<b>9,590</b>	<b>4,455</b>	115.3	<b>18,018</b>	<b>11,977</b>	50.4
Finance income		285	141	102.1	514	229	124.5
Finance costs		(441)	(635)	(30.6)	(831)	(1,175)	(29.3)
<b>Net finance costs</b>		<b>(156)</b>	<b>(494)</b>	(68.4)	<b>(317)</b>	<b>(946)</b>	(66.5)
Share of loss of equity-accounted investees (net of tax)		(102)	(79)	29.1	(371)	(188)	97.3
<b>Profit before tax</b>	6	<b>9,332</b>	<b>3,882</b>	140.4	<b>17,330</b>	<b>10,843</b>	59.8
Income tax expense	8	(1,433)	(1,612)	(11.1)	(3,277)	(2,959)	10.7
<b>Profit for the period / year</b>		<b>7,899</b>	<b>2,270</b>	248.0	<b>14,053</b>	<b>7,884</b>	78.2
<b>Attributable to :</b>							
Owners of the Company		6,942	4,561	52.2	12,809	9,971	28.5
Non-controlling interests		957	(2,291)	n.m.	1,244	(2,087)	n.m.
<b>Profit for the period / year</b>		<b>7,899</b>	<b>2,270</b>	248.0	<b>14,053</b>	<b>7,884</b>	78.2

#### Statement of Comprehensive Income

	Group 6 months ended			Group 12 months ended		
	31-12-23	31-12-22	Change	31-12-23	31-12-22	Change
	SGD'000	SGD'000	%	SGD'000	SGD'000	%
<b>Profit for the period / year</b>	7,899	2,270	248.0	14,053	7,884	78.2
<b>Other comprehensive income</b>						
<b>Items that will not be reclassified subsequently to profit or loss :</b>						
Actuarial gain on defined benefit plans	103	15	586.7	103	15	586.7
<b>Items that are or may be reclassified subsequently to profit or loss :</b>						
Foreign currency translation - foreign operations	(4,269)	(6,420)	(33.5)	(3,328)	(3,847)	(13.5)
<b>Other comprehensive income for the period / year, net of tax</b>	<b>(4,166)</b>	<b>(6,405)</b>	(35.0)	<b>(3,225)</b>	<b>(3,832)</b>	(15.8)
<b>Total comprehensive income for the period / year</b>	<b>3,733</b>	<b>(4,135)</b>	n.m.	<b>10,828</b>	<b>4,052</b>	167.2
<b>Attributable to :</b>						
Owners of the Company	3,668	(208)	n.m.	10,666	7,532	41.6
Non-controlling interests	65	(3,927)	n.m.	162	(3,480)	n.m.
<b>Total comprehensive income for the period / year</b>	<b>3,733</b>	<b>(4,135)</b>	n.m.	<b>10,828</b>	<b>4,052</b>	167.2

	Group 6 months ended		Group 12 months ended	
	31-12-23	31-12-22	31-12-23	31-12-22
	SGD'000	SGD'000	SGD'000	SGD'000
<b>Earnings per share for the period / year attributable to the owners of the Company:</b>				
(a) Based on the average number of ordinary shares	1.58 cts	1.04 cts	2.91 cts	2.27 cts
(b) On a fully diluted basis	1.58 cts	1.04 cts	2.91 cts	2.27 cts

Basic EPS and fully diluted EPS have been calculated based on 439,424,603 shares.

## Condensed interim statements of financial position

	Note	Group		Company	
		31-12-23 SGD'000	31-12-22 SGD'000	31-12-23 SGD'000	31-12-22 SGD'000
<b>Non-current assets</b>					
Property, plant and equipment	12	70,893	63,561	368	215
Right-of-use assets	12	9,324	8,066	166	52
Intangible assets and goodwill		22,652	23,060	-	-
Investment properties		2,638	2,891	-	-
Subsidiaries		-	-	116,616	116,800
Joint ventures		9,057	9,916	-	-
Investment securities		788	830	730	755
Other investments		1,265	1,290	693	693
Deferred tax assets		1,184	1,196	-	-
Trade and other receivables	13	525	312	8,360	6,661
		<b>118,326</b>	<b>111,122</b>	<b>126,933</b>	<b>125,176</b>
<b>Current assets</b>					
Inventories		37,128	41,291	-	-
Trade and other receivables	13	63,882	62,592	9,807	11,368
Cash and bank balances		30,446	28,495	7,665	6,095
Contract assets		3,819	2,586	-	-
		<b>135,275</b>	<b>134,964</b>	<b>17,472</b>	<b>17,463</b>
<b>Total assets</b>		<b>253,601</b>	<b>246,086</b>	<b>144,405</b>	<b>142,639</b>
<b>Current liabilities</b>					
Trade and other payables	14	55,378	48,235	15,425	14,365
Loans and borrowings	15	331	2,426	-	-
Lease liabilities		1,530	1,572	139	39
Current tax liabilities		1,191	1,543	64	88
		<b>58,430</b>	<b>53,776</b>	<b>15,628</b>	<b>14,492</b>
<b>Non-current liabilities</b>					
Trade and other payables	14	797	803	-	-
Lease liabilities		8,827	7,618	45	47
Deferred tax liabilities		1,250	1,208	11	11
		<b>10,874</b>	<b>9,629</b>	<b>56</b>	<b>58</b>
<b>Total liabilities</b>		<b>69,304</b>	<b>63,405</b>	<b>15,684</b>	<b>14,550</b>
<b>Net assets</b>		<b>184,297</b>	<b>182,681</b>	<b>128,721</b>	<b>128,089</b>
<b>Equity attributable to owners of the Company</b>					
Share capital	16	132,102	132,102	132,102	132,102
Reserves		(11,619)	(9,521)	77	77
Retained earnings		28,745	23,954	(3,458)	(4,090)
		<b>149,228</b>	<b>146,535</b>	<b>128,721</b>	<b>128,089</b>
<b>Non-controlling interests</b>		35,069	36,146	-	-
<b>Total equity</b>		<b>184,297</b>	<b>182,681</b>	<b>128,721</b>	<b>128,089</b>
<b>Total equity and liabilities</b>		<b>253,601</b>	<b>246,086</b>	<b>144,405</b>	<b>142,639</b>

**Condensed interim consolidated statement of cash flows**

	6 months ended		12 months ended	
	31-12-23	31-12-22	31-12-23	31-12-22
	SGD'000	SGD'000	SGD'000	SGD'000
<b>Operating activities</b>				
Profit before tax	9,332	3,882	17,330	10,843
<b>Adjustments for :</b>				
Amortisation of other investments	2	2	5	5
Depreciation and amortisation	6,370	7,616	13,176	15,686
Net change in fair value of equity securities	40	122	42	122
Dividend income from quoted securities	(3)	(4)	(4)	(6)
(Gain)/loss on disposal of property, plant and equipment	(66)	2	(76)	(25)
Gain on disposal of right-of-use assets	-	-	-	(7)
Impairment loss on trade/non-trade receivables	432	44	502	44
Impairment loss on right-of-use asset	-	474	-	474
(Reversal of impairment loss)/impairment loss on property, plant and equipment	(2,538)	3,083	(2,538)	3,083
Finance income	(285)	(141)	(514)	(229)
Finance costs	441	635	831	1,175
Property, plant and equipment written-off	285	1	297	2
Provision for termination benefits	97	-	97	-
Share of loss of equity-accounted investees (net of tax)	102	79	371	188
Unrealised (gain)/loss on foreign exchange differences	(859)	(2,432)	25	(1,245)
<b>Operating profit before working capital changes</b>	<b>13,350</b>	<b>13,363</b>	<b>29,544</b>	<b>30,110</b>
<b>Changes in working capital :</b>				
Inventories	(436)	9,501	4,034	(788)
Contract assets	2	2,401	(1,161)	1,125
Trade and other receivables	1,247	(262)	(2,620)	(6,249)
Trade and other payables	4,303	(2,578)	7,096	4,487
Employee benefits	(179)	(129)	(288)	(10)
<b>Cash flows from operations</b>	<b>18,287</b>	<b>22,296</b>	<b>36,605</b>	<b>28,675</b>
Income taxes paid	(1,741)	(1,287)	(3,450)	(2,250)
<b>Cash flows from operating activities</b>	<b>16,546</b>	<b>21,009</b>	<b>33,155</b>	<b>26,425</b>
<b>Investing activities</b>				
Dividends received from quoted securities	3	4	4	6
Interest received	285	141	514	229
Acquisition of property, plant and equipment	(8,509)	(2,308)	(17,320)	(6,993)
Proceeds from disposal of property, plant and equipment	487	2	507	26
Placement of deposit with maturity periods more than 3 months	28	(19)	301	62
<b>Cash flows used in investing activities</b>	<b>(7,706)</b>	<b>(2,180)</b>	<b>(15,994)</b>	<b>(6,670)</b>
<b>Financing activities</b>				
Dividends paid to owners of the Company	(3,955)	(3,955)	(7,910)	(7,910)
Dividends paid to non-controlling shareholders	(1,095)	(1,127)	(1,284)	(1,127)
Interest paid	(441)	(635)	(831)	(1,175)
Payment of lease liabilities	(1,240)	(1,450)	(2,054)	(2,410)
Proceeds from bank borrowings	2,054	5,429	3,907	9,772
Repayments of bank borrowings	(3,627)	(19,082)	(5,983)	(25,000)
<b>Cash flows used in financing activities</b>	<b>(8,304)</b>	<b>(20,820)</b>	<b>(14,155)</b>	<b>(27,850)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>536</b>	<b>(1,991)</b>	<b>3,006</b>	<b>(8,095)</b>
<b>Cash and cash equivalents at beginning of period / year</b>	<b>25,058</b>	<b>25,712</b>	<b>22,843</b>	<b>31,648</b>
<b>Effect of exchange rate fluctuations on cash held</b>	<b>(499)</b>	<b>(878)</b>	<b>(754)</b>	<b>(710)</b>
<b>Cash and cash equivalents at end of period / year</b>	<b>25,095</b>	<b>22,843</b>	<b>25,095</b>	<b>22,843</b>
Short-term deposits	8,949	8,106	8,949	8,106
Cash and bank balances	21,497	20,389	21,497	20,389
	30,446	28,495	30,446	28,495
Placement of deposit with maturity periods more than 3 months	(5,351)	(5,652)	(5,351)	(5,652)
	25,095	22,843	25,095	22,843

## Condensed interim statements of changes in equity

	Note	Other reserves				Retained earnings SGD'000	Total SGD'000	Non- controlling interests SGD'000	Total equity SGD'000
		Share capital SGD'000	Capital reserve SGD'000	Other reserve SGD'000	Translation reserve SGD'000				
<b>Group</b>									
<b>At 1 January 2022</b>		132,102	874	327	(8,327)	21,987	<b>146,963</b>	40,709	<b>187,672</b>
Profit for the year		-	-	-	-	9,971	<b>9,971</b>	(2,087)	<b>7,884</b>
<u>Other comprehensive income</u>									
Actuarial gain on defined benefit plans		-	-	11	-	-	11	4	15
Foreign currency translation differences		-	-	-	(2,450)	-	(2,450)	(1,397)	(3,847)
Other comprehensive income for the year		-	-	11	(2,450)	-	<b>(2,439)</b>	(1,393)	<b>(3,832)</b>
Total comprehensive income for the year		-	-	11	(2,450)	9,971	<b>7,532</b>	(3,480)	<b>4,052</b>
<u>Contributions by and distributions to owners</u>									
Dividends paid	9	-	-	-	-	(7,910)	(7,910)	-	(7,910)
Dividends paid to non-controlling interests		-	-	-	-	-	-	(1,127)	(1,127)
Total contributions by and distributions to owners		-	-	-	-	(7,910)	<b>(7,910)</b>	(1,127)	<b>(9,037)</b>
<u>Others</u>									
Change in development reserve fund		-	-	44	-	(94)	(50)	44	(6)
		-	-	44	-	(94)	<b>(50)</b>	44	<b>(6)</b>
<b>At 31 December 2022</b>		<b>132,102</b>	<b>874</b>	<b>382</b>	<b>(10,777)</b>	<b>23,954</b>	<b>146,535</b>	<b>36,146</b>	<b>182,681</b>
<b>At 1 January 2023</b>		132,102	874	382	(10,777)	23,954	<b>146,535</b>	36,146	<b>182,681</b>
Profit for the year		-	-	-	-	12,809	<b>12,809</b>	1,244	<b>14,053</b>
<u>Other comprehensive income</u>									
Actuarial gain on defined benefit plans		-	-	79	-	-	79	24	103
Foreign currency translation differences		-	-	-	(2,222)	-	(2,222)	(1,106)	(3,328)
Other comprehensive income for the year		-	-	79	(2,222)	-	<b>(2,143)</b>	(1,082)	<b>(3,225)</b>
Total comprehensive income for the year		-	-	79	(2,222)	12,809	<b>10,666</b>	162	<b>10,828</b>
<u>Contributions by and distributions to owners</u>									
Dividends paid	9	-	-	-	-	(7,910)	(7,910)	-	(7,910)
Dividends paid to non-controlling interests		-	-	-	-	-	-	(1,284)	(1,284)
Total contributions by and distributions to owners		-	-	-	-	(7,910)	<b>(7,910)</b>	(1,284)	<b>(9,194)</b>
<u>Others</u>									
Change in development reserve fund		-	-	45	-	(108)	(63)	45	(18)
		-	-	45	-	(108)	<b>(63)</b>	45	<b>(18)</b>
<b>At 31 December 2023</b>		<b>132,102</b>	<b>874</b>	<b>506</b>	<b>(12,999)</b>	<b>28,745</b>	<b>149,228</b>	<b>35,069</b>	<b>184,297</b>
<b>Company</b>									
<b>At 1 January 2022</b>		132,102	-	77	-	(4,365)	<b>127,814</b>	-	<b>127,814</b>
Dividends paid	9	-	-	-	-	(7,910)	<b>(7,910)</b>	-	<b>(7,910)</b>
Total comprehensive income for the year		-	-	-	-	8,185	<b>8,185</b>	-	<b>8,185</b>
<b>At 31 December 2022</b>		<b>132,102</b>	<b>-</b>	<b>77</b>	<b>-</b>	<b>(4,090)</b>	<b>128,089</b>	<b>-</b>	<b>128,089</b>
<b>At 1 January 2023</b>		132,102	-	77	-	(4,090)	<b>128,089</b>	-	<b>128,089</b>
Dividends paid	9	-	-	-	-	(7,910)	<b>(7,910)</b>	-	<b>(7,910)</b>
Total comprehensive income for the year		-	-	-	-	8,542	<b>8,542</b>	-	<b>8,542</b>
<b>At 31 December 2023</b>		<b>132,102</b>	<b>-</b>	<b>77</b>	<b>-</b>	<b>(3,458)</b>	<b>128,721</b>	<b>-</b>	<b>128,721</b>

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

### **1 Corporate information**

New Toyo International Holdings Ltd (the "Company") is a limited liability company incorporated and domiciled in Singapore and is listed on the Singapore Exchange Securities Trading Limited ("SGX – ST").

These condensed interim consolidated financial statements as at and for the six months ended 31 December 2023 comprise the Company and its subsidiaries (collectively, the "Group").

The principal activity of the Company is that of an investment holding company. The principal activities of the Group are (i) the production and supply of specialty packaging materials including coated and laminated papers and boards for packaging industries; (ii) the production and supply of gravure and offset printed materials for fast moving consumer goods and (iii) the trading business including the sale and purchase of tissue paper materials and products.

### **2 Summary of significant accounting policies**

#### **2.1 Basis of preparation**

The condensed interim consolidated financial statements for the six months ended 31 December 2023 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)") 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim consolidated financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2022.

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 2.2.

The condensed interim consolidated financial statements are presented in Singapore dollar ("SGD" or "\$") which is the Company's functional currency and all values are rounded to the nearest thousand (SGD'000) except when otherwise indicated.

- 2.2** The accounting policies adopted by the Group in the preparation of the condensed interim consolidated financial statements are consistent with those followed in the preparation of the Group's audited financial statements for the financial year ended 31 December 2022, except for the adoption of new and revised standards effective as of 1 January 2023.

The adoption of these new or amended SFRS(I)s, SFRS (I) Interpretations and amendments to SFRS(I)s did not have any significant impact on the condensed interim consolidated financial statements of the Group.

#### **2.3 Use of judgements and estimates**

The preparation of the condensed interim consolidated financial statements in conformity with SFRS(I) requires management to made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

In the process of applying the Group's accounting policies, management is of the opinion that there is no significant judgement made in applying accounting policies. 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 31 December 2022.

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.

### **3 Seasonal operations**

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

#### 4 Segment and revenue information

The Group is organised into business segments based on their products and services, and has four reportable segments as follows:

- Specialty papers: The manufacture and sale of coated and laminated paper products and other packaging products.
- Printed cartons and labels: The printing and sale of paper packaging materials.
- Trading: The sale of raw materials, paper products, equipment and tissue paper related products. Tissue paper segment is included in Trading segment.
- Investment holding: Investing activities, including investment in investment properties.

Other segment includes corrugated containers business. This is not included within the reportable operating segments. The results of the operation is included in "other segment".

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

##### 4.1 Reportable segments

###### 6 months ended 31 December 2023

	Specialty Papers SGD'000	Printed Cartons and Labels SGD'000	Trading SGD'000	Investment Holding SGD'000	Total SGD'000
<b>Revenue and Expenses</b>					
Total revenue from external customers	51,134	37,690	72,637	-	161,461
Inter-segment revenue	9,101	16,331	431	-	25,863
<b>Total revenue</b>	<b>60,235</b>	<b>54,021</b>	<b>73,068</b>	<b>-</b>	<b>187,324</b>
Segment results	6,831	2,379	437	705	10,352
Share of loss of equity-accounted investees	-	-	-	(102)	(102)
Other material non-cash items :					
- Amortisation	2	202	-	-	204
- Depreciation	963	4,853	7	266	6,089
- Change in fair value of equity shares	15	-	-	25	40
- Impairment loss on trade receivables	206	-	-	-	206
- Reversal of impairment loss on property, plant and equipment	(2,052)	(486)	-	-	(2,538)
Capital expenditure	1,752	6,622	-	1	8,375
Investment in equity-accounted investees	-	-	-	9,057	9,057
Reportable segment assets	67,669	125,578	31,726	3,521	228,494
Reportable segment liabilities	22,546	23,566	18,622	94	64,828

###### 6 months ended 31 December 2022

	Specialty Papers SGD'000	Printed Cartons and Labels SGD'000	Trading SGD'000	Investment Holding SGD'000	Total SGD'000
<b>Revenue and Expenses</b>					
Total revenue from external customers	67,360	34,482	47,635	-	149,477
Inter-segment revenue	13,024	17,075	1,091	-	31,190
<b>Total revenue</b>	<b>80,384</b>	<b>51,557</b>	<b>48,726</b>	<b>-</b>	<b>180,667</b>
Segment results	6,725	(4,792)	2,464	213	4,610
Share of loss of equity-accounted investees	-	-	-	(79)	(79)
Other material non-cash items :					
- Amortisation	2	460	-	-	462
- Depreciation	1,214	5,687	10	255	7,166
- Change in fair value of equity shares	22	-	-	100	122
- Impairment loss on right-of-use asset	-	474	-	-	474
- Impairment loss on property, plant and equipment	-	3,083	-	-	3,083
Capital expenditure	264	2,026	-	-	2,290
Investment in equity-accounted investees	-	-	-	9,916	9,916
Reportable segment assets	75,046	119,581	22,781	4,382	221,790
Reportable segment liabilities	30,452	17,463	10,403	109	58,427



#### 4.1 Reportable segments (Cont'd)

##### Reconciliations of reportable segment revenues, profit or loss

	6 months ended 31-12-23 SGD'000	6 months ended 31-12-22 SGD'000
<b>Revenue</b>		
Total revenue of reportable segments	187,324	180,667
Other revenue	3,490	3,933
Elimination of inter-segment revenue	(25,863)	(31,190)
<b>Consolidated revenue</b>	<b>164,951</b>	<b>153,410</b>
<b>Profit or loss</b>		
Total profit for reportable segments	10,352	4,610
Other profit or loss	62	(34)
	10,414	4,576
Elimination of inter-segment profits	1,506	1,998
Share of loss of equity-accounted investees	(102)	(79)
Unallocated amounts :		
- Other corporate expenses	(2,486)	(2,613)
<b>Consolidated profit before income tax</b>	<b>9,332</b>	<b>3,882</b>
<b>Depreciation</b>		
Total depreciation of reportable segments	6,089	7,166
Others	79	(10)
<b>Consolidated depreciation</b>	<b>6,168</b>	<b>7,156</b>
<b>Capital expenditure</b>		
Total capital expenditure of reportable segments	8,375	2,290
Others	134	18
<b>Consolidated capital expenditure</b>	<b>8,509</b>	<b>2,308</b>
<b>Assets</b>		
Total assets for reportable segments	228,494	221,790
Other assets	3,942	4,242
Investment in equity-accounted investees	9,057	9,916
Unallocated amounts		
- Other corporate assets	10,904	8,654
- Income tax assets	1,204	1,484
<b>Consolidated total assets</b>	<b>253,601</b>	<b>246,086</b>
<b>Liabilities</b>		
Total liabilities for reportable segments	64,828	58,427
Other liabilities	1,065	1,493
Unallocated amounts		
- Other corporate liabilities	970	734
- Income tax liabilities	2,441	2,751
<b>Consolidated total liabilities</b>	<b>69,304</b>	<b>63,405</b>

##### 12 months ended 31 December 2023

	Specialty Papers SGD'000	Printed Cartons and Labels SGD'000	Trading SGD'000	Investment holding SGD'000	Total SGD'000
<b>Revenue and Expenses</b>					
Total revenue from external customers	102,758	74,144	123,087	-	299,989
Inter-segment revenue	20,248	33,840	561	-	54,649
<b>Total revenue</b>	<b>123,006</b>	<b>107,984</b>	<b>123,648</b>	<b>-</b>	<b>354,638</b>
<b>Segment results</b>	<b>13,185</b>	<b>4,084</b>	<b>997</b>	<b>1,535</b>	<b>19,801</b>
Share of loss of equity-accounted investees	-	-	-	(371)	(371)
Other material non-cash items :					
- Amortisation	5	406	-	-	411
- Depreciation	2,038	10,090	16	487	12,631
- Change in fair value of equity shares	17	-	-	25	42
- Impairment loss on trade receivables	276	-	-	-	276
- Reversal of impairment loss on property, plant and equipment	(2,052)	(486)	-	-	(2,538)
Capital expenditure	2,276	14,741	-	23	17,040
Investment in equity-accounted investees	-	-	-	9,057	9,057
Reportable segment assets	67,669	125,578	31,726	3,521	228,494
Reportable segment liabilities	22,546	23,566	18,622	94	64,828

**4.1 Reportable segments (Cont'd)**

**12 months ended 31 December 2022**

	Specialty Papers SGD'000	Printed Cartons and Labels SGD'000	Trading SGD'000	Investment holding SGD'000	Total SGD'000
<b>Revenue and Expenses</b>					
Total revenue from external customers	126,645	75,682	75,701	-	278,028
Inter-segment revenue	23,984	39,619	7,472	-	71,075
<b>Total revenue</b>	<b>150,629</b>	<b>115,301</b>	<b>83,173</b>	<b>-</b>	<b>349,103</b>
<b>Segment results</b>	<b>13,695</b>	<b>(4,198)</b>	<b>2,061</b>	<b>666</b>	<b>12,224</b>
Share of profit of equity-accounted investees	-	-	-	(188)	(188)
Other material non-cash items :					
- Amortisation	5	913	-	-	918
- Depreciation	2,481	11,763	20	399	14,663
- Change in fair value of equity shares	22	-	-	100	122
- Impairment loss on right-of-use asset	-	474	-	-	474
- Impairment loss on property, plant and equipment	-	3,083	-	-	3,083
Capital expenditure	474	6,449	-	-	6,923
Investment in equity-accounted investees	-	-	-	9,916	9,916
Reportable segment assets	75,046	119,581	22,781	4,382	221,790
Reportable segment liabilities	30,452	17,463	10,403	109	58,427

**Reconciliations of reportable segment revenues, profit or loss**

	12 months ended 31-12-23 SGD'000	12 months ended 31-12-22 SGD'000
<b>Revenue</b>		
Total revenue of reportable segments	354,638	349,103
Other revenue	6,408	7,707
Elimination of inter-segment revenue	(54,649)	(71,075)
<b>Consolidated revenue</b>	<b>306,397</b>	<b>285,735</b>
<b>Profit or loss</b>		
Total profit for reportable segments	19,801	12,224
Other profit or loss	93	(79)
	19,894	12,145
Elimination of inter-segment profits	2,872	3,404
Share of loss of equity-accounted investees	(371)	(188)
Unallocated amounts :		
- Other corporate expenses	(5,065)	(4,518)
<b>Consolidated profit before income tax</b>	<b>17,330</b>	<b>10,843</b>
<b>Depreciation</b>		
Total depreciation of reportable segments	12,631	14,663
Others	139	111
<b>Consolidated depreciation</b>	<b>12,770</b>	<b>14,774</b>
<b>Capital expenditure</b>		
Total capital expenditure of reportable segments	17,040	6,923
Others	280	70
<b>Consolidated capital expenditure</b>	<b>17,320</b>	<b>6,993</b>
<b>Assets</b>		
Total assets for reportable segments	228,494	221,790
Other assets	3,942	4,242
Investment in equity-accounted investees	9,057	9,916
Unallocated amounts		
- Other corporate assets	10,904	8,654
- Income tax assets	1,204	1,484
<b>Consolidated total assets</b>	<b>253,601</b>	<b>246,086</b>
<b>Liabilities</b>		
Total liabilities for reportable segments	64,828	58,427
Other liabilities	1,065	1,493
Unallocated amounts		
- Other corporate liabilities	970	734
- Income tax liabilities	2,441	2,751
<b>Consolidated total liabilities</b>	<b>69,304</b>	<b>63,405</b>

#### 4.2 Disaggregation of Revenue

In the following table, revenue from contracts with customers is disaggregated by primary geographical location of business operations. The table also includes a reconciliation of the disaggregated revenue with the Group's reportable segments (see Note 4.1).

##### 6 months ended

	Specialty Papers		Printed Cartons and Labels		Trading		Total	
	31-12-23	31-12-22	31-12-23	31-12-22	31-12-23	31-12-22	31-12-23	31-12-22
	SGD'000	SGD'000	SGD'000	SGD'000	SGD'000	SGD'000	SGD'000	SGD'000
<u>Primary geographical location of business operations</u>								
Hong Kong	-	-	16,111	21,409	56,662	37,908	72,773	59,317
Vietnam	19,883	21,408	1,583	(1,081)	-	-	21,466	20,327
Malaysia	10,873	17,788	320	-	486	1,078	11,679	18,866
Indonesia	-	-	7,977	6,770	-	-	7,977	6,770
Singapore	14,261	20,659	-	-	15,489	8,649	29,750	29,308
Dubai	6,117	7,505	11,699	7,384	-	-	17,816	14,889
External revenues	51,134	67,360	37,690	34,482	72,637	47,635	161,461	149,477
<u>Timing of revenue recognition</u>								
At a point in time	50,996	65,734	-	-	72,637	47,635	123,633	113,369
Overtime	138	1,626	37,690	34,482	-	-	37,828	36,108
External revenues	51,134	67,360	37,690	34,482	72,637	47,635	161,461	149,477

##### 12 months ended

	Specialty Papers		Printed Cartons and Labels		Trading		Total	
	31-12-23	31-12-22	31-12-23	31-12-22	31-12-23	31-12-22	31-12-23	31-12-22
	SGD'000	SGD'000	SGD'000	SGD'000	SGD'000	SGD'000	SGD'000	SGD'000
<u>Primary geographical location of business operations</u>								
Hong Kong	-	-	33,850	44,467	95,530	53,850	129,380	98,317
Vietnam	38,109	41,567	5,090	6,678	-	-	43,199	48,245
Malaysia	22,848	31,556	320	-	1,463	2,023	24,631	33,579
Indonesia	-	-	17,936	14,222	-	-	17,936	14,222
Singapore	30,384	40,845	-	-	26,094	19,828	56,478	60,673
Dubai	11,417	12,677	16,948	10,315	-	-	28,365	22,992
External revenues	102,758	126,645	74,144	75,682	123,087	75,701	299,989	278,028
<u>Timing of revenue recognition</u>								
At a point in time	101,970	125,015	-	-	123,087	75,701	225,057	200,716
Overtime	788	1,630	74,144	75,682	-	-	74,932	77,312
External revenues	102,758	126,645	74,144	75,682	123,087	75,701	299,989	278,028

#### 4.3 A breakdown of sales

	Group		
	31/12/23	31/12/22	Change
	SGD'000	SGD'000	%
Sales reported for 1 <sup>st</sup> half year	141,446	132,325	6.9
Operating profit after tax before deducting non-controlling interests reported for 1 <sup>st</sup> half year	6,154	5,614	9.6
Sales reported for 2 <sup>nd</sup> half year	164,951	153,410	7.5
Operating profit after tax before deducting non-controlling interests reported for 2 <sup>nd</sup> half year	7,899	2,270	248.0

## 5 Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities as at 31 December 2023 and 31 December 2022:

	Note	Group		Company	
		31-12-23	31-12-22	31-12-23	31-12-22
		SGD'000	SGD'000	SGD'000	SGD'000
<b>Financial assets</b>					
Equity instruments at FVTPL	11	788	830	730	755
Trade and other receivables*		60,054	60,159	18,112	17,956
Cash and bank balances		30,446	28,495	7,665	6,095
Contract assets		3,819	2,586	-	-
<b>Total undiscounted financial assets</b>		<b>95,107</b>	<b>92,070</b>	<b>26,507</b>	<b>24,806</b>
<b>Non-derivative financial liabilities</b>					
Trade and other payables**		(55,283)	(48,048)	(15,386)	(14,298)
Loans and borrowings		(331)	(2,426)	-	-
<b>Total undiscounted financial liabilities</b>		<b>(55,614)</b>	<b>(50,474)</b>	<b>(15,386)</b>	<b>(14,298)</b>
<b>Total net undiscounted financial assets</b>		<b>39,493</b>	<b>41,596</b>	<b>11,121</b>	<b>10,508</b>

\* Excludes prepayments, tax recoverable, deferred cost, GST/VAT input tax and certain non-current other receivables

\*\* Excludes employee benefits, deferred income and GST/VAT output tax

## 6 Profit before tax

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

	Group		Group	
	6 months ended		12 months ended	
	31-12-23	31-12-22	31-12-23	31-12-22
	SGD'000	SGD'000	SGD'000	SGD'000
Other income, including finance income	4,921	4,231	7,940	8,250
Interest on borrowings	(441)	(635)	(831)	(1,175)
Allowance for inventory obsolescence	(82)	(352)	(264)	(454)
Depreciation and amortisation	(6,372)	(7,618)	(13,181)	(15,691)
Gain on disposal of right-of-use assets	-	-	-	7
Gain/(loss) on disposal of property, plant and equipment	66	(2)	76	25
Impairment loss on trade/non-trade receivables	(432)	(44)	(502)	(44)
Impairment loss on right-of-use assets	-	(474)	-	(474)
Reversal of impairment loss/(impairment loss) on property, plant and equipment	2,538	(3,083)	2,538	(3,083)
Net change in fair value of equity securities	(40)	(122)	(42)	(122)
Inventory written-off	(9)	(18)	(9)	(18)
Inventory write-back	-	(1)	-	-
Property, plant and equipment written off	(285)	(1)	(297)	(2)

## 7 Related party transactions

For the purposes of these interim financial statements, parties are considered to be related to the Group, if the Group has the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

The following significant transactions took place between the Group and related parties at terms agreed between the parties:

	Group		Group	
	6 months ended		12 months ended	
	31-12-23	31-12-22	31-12-23	31-12-22
	SGD'000	SGD'000	SGD'000	SGD'000
<i>With companies in which certain directors and substantial shareholders have significant influence</i>				
Sale of raw materials/finished goods	7,058	5,274	10,436	14,814
Purchase of raw materials/finished goods	(30)	(51)	(30)	(51)
Sale of scrap	277	332	546	653
Rental paid/payable	(57)	-	(85)	-
Rental received/receivable	23	48	70	95
Purchase of tissue papers	(2)	(3)	(4)	(4)
Recharge of demurrage fee paid/payable	(9)	7	(9)	(17)
Sale of plant and equipment	6	-	6	-
<i>With companies in which certain directors have significant influence</i>				
Professional fees paid/payable	(3)	(3)	(6)	(6)
<i>With companies in which certain directors of subsidiaries have significant influence</i>				
Sale of raw materials/finished goods	85	119	161	278
Purchase of raw materials/finished goods	(73)	(343)	(74)	(878)
Processing fee received/receivable	10	10	19	20
Rental received/receivable	25	25	49	50
Sale of plant and equipment	1	-	1	-
<i>With joint ventures</i>				
Sale of raw materials/finished goods	-	1	-	1
Purchase of raw materials	-	(2)	-	(171)
Purchase of plant and equipment	(7)	61	(3,225)	(3,135)
Payables written off	-	82	-	82
Receivables written off	-	(173)	-	(173)
Rental received/receivable	42	-	335	-

## 8 Taxation

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	<b>Group</b>		<b>Group</b>	
	<b>6 months ended</b>		<b>12 months ended</b>	
	<b>31-12-23</b>	<b>31-12-22</b>	<b>31-12-23</b>	<b>31-12-22</b>
	<b>SGD'000</b>	<b>SGD'000</b>	<b>SGD'000</b>	<b>SGD'000</b>
<u>Current income tax</u>				
- Current period / year	1,452	1,637	3,143	2,997
- Under provision in respect of previous period / year	11	241	59	123
<u>Deferred tax</u>				
- Origination and reversal of temporary differences	(5)	(103)	94	(41)
- Over provision in respect of previous period / year	(25)	(163)	(19)	(120)
	<u>1,433</u>	<u>1,612</u>	<u>3,277</u>	<u>2,959</u>

## 9 Dividends

	<b>Group and Company</b>		<b>Group and Company</b>	
	<b>6 months ended</b>		<b>12 months ended</b>	
	<b>31-12-23</b>	<b>31-12-22</b>	<b>31-12-23</b>	<b>31-12-22</b>
	<b>SGD'000</b>	<b>SGD'000</b>	<b>SGD'000</b>	<b>SGD'000</b>
Ordinary dividends paid:				
Tax-exempt (one-tier) final dividend of 0.90 cents per ordinary share for the year 2022 (2021: 0.90 cents)	-	-	3,955	3,955
Tax-exempt (one-tier) interim dividend of 0.90 cents per ordinary share for the year 2023 (2022: 0.90 cents)	3,955	3,955	3,955	3,955
	<u>3,955</u>	<u>3,955</u>	<u>7,910</u>	<u>7,910</u>
Dividend per share (net of tax) in cents	0.90	0.90	1.80	1.80

## 10 Net asset value

	Group		Company	
	As at 31-12-23	As at 31-12-22	As at 31-12-23	As at 31-12-22
Net asset value per ordinary share based on existing share capital	33.96 cts	33.35 cts	29.29 cts	29.15 cts

The net asset value per ordinary share has been calculated based on 439,424,603 shares.

## 11 Fair value of financial assets and liabilities

The fair value of a financial instrument is the amount at which the instrument could be exchanged or settled between knowledgeable and willing parties in an arm's length transaction, other than in a forced or liquidation sale.

The Group categorises fair value measurements 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 the Group can access 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 or indirectly, and
- Level 3: Unobservable inputs for the asset and liability

The carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy are as follows.

	Fair Value			Total SGD'000
	Level 1 SGD'000	Level 2 SGD'000	Level 3 SGD'000	
<b>Group</b>				
<b>Financial Assets</b>				
At 31 December 2023				
Equity investments at FVTPL				
Quoted equity securities	58	-	-	58
Unquoted equity securities	-	-	730	730
	<u>58</u>	<u>-</u>	<u>730</u>	<u>788</u>
<b>Group</b>				
<b>Financial Assets</b>				
At 31 December 2022				
Equity investments at FVTPL				
Quoted equity securities	75	-	-	75
Unquoted equity securities	-	-	755	755
	<u>75</u>	<u>-</u>	<u>755</u>	<u>830</u>

The following summarises the significant methods and assumptions used in estimating the fair values of financial instruments of the Group and Company.

### *Equity investments – at FVTPL (2022: Equity investments – at FVTPL)*

The fair value of quoted securities is determined by reference to their quoted prices (unadjusted) in active markets for identical assets.

### *Unquoted equity securities (2022: Unquoted equity securities)*

The fair value of unquoted equity securities is determined based on the net tangible assets, which approximate fair value, of the investees. The net intangible assets are then adjusted for the fair value of the property held which is based on independent valuations obtained by property valuers on an open market value basis.

The fair value of unquoted equity securities based on significant unobservable inputs (Level 3) will be measured by every end of the financial year.

### *Investment properties*

Investment properties are measured at cost less accumulated depreciation and accumulated impairment losses. Fair value of investment properties will be measured and disclosed by every end of financial year based on independent valuations by property valuers on an open market value basis. The valuers used direct comparison and capitalisation methods. The market value has been categorised as a Level 3 valuation method.

### *Other financial assets and liabilities*

The carrying amounts of financial assets and liabilities with a maturity of or reprice within one year (including trade and other receivables, cash and cash equivalents, financial liabilities and trade and other payables) are assumed to approximate their fair values because of the short period to maturity or repricing.

## 12 Property, plant and equipment and right-of-use assets

During the year ended 31 December 2023, the Group acquired property, plant and equipment, and right-of-use assets amounting to \$17,320,000 (31 December 2022: \$6,993,000) and \$3,132,000 (31 December 2022: \$678,000) respectively. Cash payment of \$17,320,000 (31 December 2022: \$6,993,000) were made to purchase property, plant and equipment. Property, plant and equipment, and right-of-use assets disposed/written off during the year ended 31 December 2023 amounted to \$728,000 (31 December 2022: \$1,000) and \$79,000 (31 December 2022: \$39,000) respectively.

## 13 Trade and other receivables

	Group		Company	
	31-12-23 SGD'000	31-12-22 SGD'000	31-12-23 SGD'000	31-12-22 SGD'000
<u>Non-current</u>				
Amount due from subsidiaries				
- trade	-	-	276	54
- non-trade	-	-	8,084	6,607
Other receivables	525	119	-	-
Tax recoverable	-	193	-	-
	525	312	8,360	6,661
<u>Current</u>				
Trade receivables	52,445	49,457	-	-
Impairment losses	(664)	(406)	-	-
	51,781	49,051	-	-
Deposits	1,156	2,863	33	-
Tax recoverable	20	95	-	-
Consideration receivables	1,229	1,525	-	-
GST/VAT input tax	560	875	10	9
Other receivables	1,598	993	-	23
Amounts due from subsidiaries, net				
- trade	-	-	924	757
- non-trade	-	-	550	168
Amounts due from other related corporations*				
- trade	3,955	5,383	-	-
- non-trade	335	344	-	-
Loans to subsidiaries	-	-	8,245	10,347
	60,634	61,129	9,762	11,304
Deferred cost	18	13	-	-
Prepayments	3,230	1,450	45	64
	63,882	62,592	9,807	11,368
Total trade and other receivables	64,407	62,904	18,167	18,029

\* The amounts due from other related corporations also include amounts receivables from entities which are partially-owned by a substantial shareholder.

## 14 Trade and other payables

	Group		Company	
	31-12-23 SGD'000	31-12-22 SGD'000	31-12-23 SGD'000	31-12-22 SGD'000
<u>Non-current</u>				
Employee benefits	642	637	-	-
Other payables	155	166	-	-
	797	803	-	-



**14 Trade and other payables (cont'd)**

	<b>Group</b>		<b>Company</b>	
	<b>31-12-23</b>	<b>31-12-22</b>	<b>31-12-23</b>	<b>31-12-22</b>
	<b>SGD'000</b>	<b>SGD'000</b>	<b>SGD'000</b>	<b>SGD'000</b>
<u>Current</u>				
Trade payables	43,585	40,166	-	-
Loans from subsidiaries	-	-	7,016	7,086
Amounts due to subsidiaries				
- non-trade	-	-	7,616	6,632
Amounts due to joint venture				
- non-trade	2,094	190	-	-
Amounts due to other related corporations				
- trade	28	73	-	-
- non-trade	-	34	-	-
Accrued operating expenses	3,816	4,091	720	567
Employee benefits	136	187	39	67
GST/VAT output tax	114	166	-	-
Other payables	5,605	3,328	34	13
	<b>55,378</b>	<b>48,235</b>	<b>15,425</b>	<b>14,365</b>
Total trade and other payables	<b>56,175</b>	<b>49,038</b>	<b>15,425</b>	<b>14,365</b>

**15 Loans and borrowings**

	<b>Group</b>		<b>Company</b>	
	<b>31-12-23</b>	<b>31-12-22</b>	<b>31-12-23</b>	<b>31-12-22</b>
	<b>SGD'000</b>	<b>SGD'000</b>	<b>SGD'000</b>	<b>SGD'000</b>
<u>Amount repayable in one year or less, or on demand</u>				
Secured	-	639	-	-
Unsecured	331	1,787	-	-
<u>Amount repayable after one year</u>				
Secured	-	-	-	-
Unsecured	-	-	-	-

**Details of any collateral**

Secured borrowings are bank loans secured on inventories and by a charge over the assets and shares in a subsidiary, and finance lease liabilities secured by rights to the leased assets.

**16 Share capital**

	<b>Group and Company</b>	
	<b>31-12-23</b>	<b>31-12-22</b>
	<b>SGD'000</b>	<b>SGD'000</b>
<b><i>Issued and fully paid ordinary shares</i></b>		
At 31 December 2022 and 2023 439,424,603 shares	132,102	132,102

The Company did not hold any treasury shares as at 31 December 2023 and 31 December 2022.

**17 Capital commitments**

	<b>Group</b>	
	<b>12 months ended</b>	<b>12 months ended</b>
	<b>31-12-23</b>	<b>31-12-22</b>
	<b>SGD'000</b>	<b>SGD'000</b>
Contracted but not provided for		
- Property, plant and equipment	1,567	3,622

**18 Changes in contingent liabilities**

There were no material changes to contingent liabilities disclosed in the last audited financial statements as at 31 December 2022.

**19 Items of unusual nature**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period.

**20 Subsequent events**

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

## **Other Information Required by Listing Rule Appendix 7.2**

### **1 Review**

The condensed statements of financial position of New Toyo International Holdings Ltd and its subsidiaries as at 31 December 2023 and the related condensed interim consolidated profit or loss and other comprehensive income, condensed interim consolidated statement of cash flows for the six months period and year then ended and condensed interim statements of changes in equity for the year then ended and certain explanatory notes have not been audited or reviewed by the Company's auditors.

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

#### **Consolidated Statement of Profit or Loss**

##### **2H 2023 vs 2H 2022**

The overall revenue registered in 2H 2023 of S\$164.95 million was higher by S\$11.54 million or 7.5% than its corresponding period in 2022, mainly attributable to higher revenue from Printed Cartons and Labels ("PCL") and Trading divisions, offset by lower revenue from Specialty Papers ("SP") division. Increase in Trading division was due to higher demand of raw materials offset by lower sale of virgin pulp and jumbo reels to Vietnam. Higher PCL revenue contribution was mainly due to higher demand from Middle East operations, while SP recorded a reduced revenue against a higher base last year and customers' inventory destocking.

Gross profit for 2H 2023 decreased by S\$1.26 million to S\$17.77 million compared to S\$19.03 million in 2H 2022. Gross profit margin down slightly to 10.8% in 2H 2023 from 12.4% in its corresponding period in 2022, primarily due to higher Trading sales which yielded lower margin.

Other income increased by S\$0.61 million to S\$4.70 million in 2H 2023 compared to S\$4.09 million in 2H 2022 mainly due to reversal of impairment loss on property, plant and equipment ("PPE") in Dubai of S\$2.54 million, offset by lower freight income in 2H 2023. Distribution expenses decreased by S\$2.54 million mainly due to lower freight cost. Other operating expenses decreased in 2H 2023 due to an impairment loss on PPE amounting to S\$3.56 million in 2H 2022.

Net foreign exchange loss in 2H 2023 decreased by S\$0.22 million was mainly due to favourable foreign currency exchange rates.

Higher finance income was attributable to higher interest rates on deposits offered by financial institutions. Lower finance costs in 2H 2023 mainly due to reduced loans and borrowings. Tax expenses was lower in 2H 2023 as lower taxable profits.

The Group posted a profit before tax of S\$9.33 million in 2H 2023 (2H 2022: S\$3.88 million).

Overall, the Group reported a profit after tax attributable to owners of the Company of S\$6.94 million in 2H 2023 (2H 2022: S\$4.56 million). Excluding the reversal of impairment loss, profit before tax and profit after tax attributable to owners of the Company would have been S\$6.79 million and S\$4.63 million respectively.

##### **FY 2023 vs FY 2022**

For FY 2023, the Group's turnover increased from S\$285.74 million to S\$306.40 million mainly due to higher revenue from Trading division, offset by lower revenue from PCL and SP divisions. Trading division increased due to higher demand of raw materials offset by lower sale of virgin pulp and jumbo reels to Vietnam. Lower demand from customers contributed to the reductions in PCL and SP divisions, mitigated by better Middle East operations.

Gross profit decreased from S\$36.61 million in FY 2022 to S\$34.89 million in FY 2023. Gross profit margin for FY 2023 declined to 11.4% as compared to 12.8% in FY 2022 due to higher Trading sales which yielding lower margin.

Lower other income in FY 2023 was attributed to lower freight income, offset by reversal of impairment loss on property, plant and equipment ("PPE") in Dubai of S\$2.54 million. Distribution expenses decreased by S\$4.91 million in FY 2023 mainly due to lower freight cost incurred. Administrative expenses increased by S\$0.59 million mainly due to higher staff cost and overseas travelling cost.

Decrease in other operating expenses and lower finance costs for FY 2023 were due to the same factors mentioned above.

Higher tax expenses in FY 2023 were attributable to higher taxable profits.

The Group registered a profit before tax of S\$17.33 million for FY 2023 (FY 2022: S\$10.84 million). Overall, the Group reported a profit after tax attributable to owners of the Company of S\$12.81 million for FY 2023 (FY 2022: S\$9.97 million). Excluding the reversal of impairment loss, profit before tax and profit after tax attributable to owners of the Company would have been S\$14.79 million and S\$10.49 million respectively.

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

### **Consolidated Statement of Financial Position**

Total assets (Group) as at 31 December 2023 were S\$253.60 million, increased by \$7.51 million from \$246.09 million as at 31 December 2022.

The increase in total assets were due to:

- increase in property, plant and equipment by S\$7.33 million and right-of-use assets by S\$1.26 million due to additions of plant and machineries and right-of-use assets, reversal of impairment of property, plant and equipment of S\$2.54 million offset by depreciation charge during the period. In FY2023, capital expenditure includes acquiring a new Middle East factory and transferring machinery from Vietnam to Indonesia and Middle East by PCL division, aligning with customer production footprint.
- increase in cash and bank balances by S\$1.95 million.
- increase in trade and other receivables by S\$1.50 million attributable to more sales towards end of 2H 2023.

The above was partially offset by:

- decrease in inventories by S\$4.16 million as a result of utilising stocked up raw materials.

Total liabilities (Group) as at 31 December 2023 were S\$69.30 million, increased by \$5.89 million from \$63.41 million as at 31 December 2022.

The increase in total liabilities was due to:

- increase in trade and other payables by S\$7.14 million as a result of timing of repayments to suppliers.
- increase in lease liabilities by S\$1.17 million due to new leases entered during the period.

The above was partially offset by:

- decrease in loans and borrowings by S\$2.10 million due to repayment of bank borrowings.

### **Consolidated Statement of Cash Flows**

Lower cash flows from operating activities in 2H 2023 as compared to the corresponding period in 2022 was mainly due to changes in working capital.

Negative cash flows from investing activities in 2H 2023 was mainly due to higher capital expenditure incurred for property, plant and equipment.

Lower cash flows used in financing activities in 2H 2023 was mainly lower repayments of interest, loans and borrowings.

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

Not applicable. The Group did not make any forecast previously.

## **4 A commentary at the date of the announcement of the significant trend 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.**

Amid the current global economic uncertainty, the outlook remains challenging. The Group is committed to continuously evaluating and adapting its strategy to enhance resilience and ensure sustainable growth in a dynamic global environment. This includes actively exploring new business opportunities to drive expansion. The Group will also strengthen its core business by optimising production capabilities and efficiency. The Group aims to align its production footprint with our customers so as to better meet the needs and expectations of our clients. This is evident from PCL Division's acquisition of a new factory in the Middle East in FY2023 and the transfer of machineries from Vietnam to Indonesia and Middle East by 2024.

**5 Dividend information**

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

<b>2023 Ordinary</b>		
<b>Name of Dividend :</b>	Interim	Final
<b>Dividend Type :</b>	Cash	Cash
<b>Dividend per share :</b>	0.90 cts per ordinary share	1.00 cts per ordinary share
<b>Tax Rate :</b>	Tax exempt (one-tier)	Tax exempt (one-tier)

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

<b>2022 Ordinary</b>		
<b>Name of Dividend :</b>	Interim	Final
<b>Dividend Type :</b>	Cash	Cash
<b>Dividend per share :</b>	0.90 cts per ordinary share	0.90 cts per ordinary share
<b>Tax Rate :</b>	Tax exempt (one-tier)	Tax exempt (one-tier)

**(c) Date payable**

To be advised

**(d) Books closure date**

To be advised

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

Not applicable

**7 If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions are required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Group has obtained a general mandate from shareholders of the Company for Interested Person Transactions. The disclosures of the IPTs conducted for the year ended 31 December 2023 are presented as follows:

	Name of interested person and description of interested person transactions	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) SGD'000	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) SGD'000
	<b>New Toyo Pulppy (Vietnam) Co., Ltd. ("NTPVN")</b>		
I	Sale of jumbo reels by a Group entity to NTPVN	-	5,308
II	Sale of chipboard, duplex board and core by a Group entity to NTPVN	301	-
III	Sale of virgin pulp by a Group entity to NTPVN	-	5,683
	<b>Yen &amp; Son Holdings Pte Ltd ("YSHPL")</b>		
IV	Rental of office space from YSHPL	255	-
	<b>New Ocean Beijing Duck Restaurant Sdn. Bhd. ("NOBD")</b>		
V	Acquisition of all the shares in NOBD (inclusive of liabilities and debts waiver)	286	-
VI	Trading of furniture, equipment and renovation materials by a Group entity to NOBD	1,924	-

Note: NTPVN and YSHPL are associates of Mr Yen Wen Hwa, the Executive Chairman and controlling shareholder of the Company. NOBD was previously an associate of Mr Yen Wen Hwa until it was acquired by Toyoma Non-Carbon Paper Manufacturer Sdn Bhd, a wholly owned subsidiary of the Company, on 27 December 2023.

**8 Review of performance of the Group - turnover and earnings**

Please refer to paragraph 2 above for additional information.

**9 Confirmation pursuant to Rule 720(1).**

The Company has procured undertakings from all its directors and executive officers under Rule 720(1) of the Listing Manual.

**10 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(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>
Lu Le Nhi	73	Spouse of Mr Yen Wen Hwa	Executive Director of New Toyo Aluminium Paper Products Co. (Pte) Ltd since 2021.  Responsible in advising on the company's operational effectiveness.	N/A
Nhan Huc Quan	58	Niece of Mr Yen Wen Hwa	General Manager of New Toyo (Vietnam) Aluminium Paper Packaging Co Ltd since 2006.  Responsible for the company's operations.	N/A
Chua Siok Huay	60	Niece-in-law of Mr Yen Wen Hwa	Treasury Manager of New Toyo International Holdings Ltd since 1997.  Reviews monthly treasury reports submitted by operating units and prepares reports to Chief Financial Officer.  Oversees the Group's funding and bank relationships.	N/A
Wang Yi Feng	62	Nephew-in-law of Mr Yen Wen Hwa	General Manager of New Toyo Paper Products (Shanghai) Co., Ltd since 2003.  Responsible for the company's operations.	N/A

BY ORDER OF THE BOARD

**Lee Wei Hsiung**  
Company Secretary  
29 February 2024