



Spindex Industries Limited  
(Incorporated in the Republic of Singapore)  
(Registration No. 198701451M)

Condensed Interim Financial Statements  
For 6 months ended 31 December 2021

## TABLE OF CONTENTS

<b>Item No</b>	<b>Description</b>	<b>Page No.</b>
A	Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income	3
B	Condensed Interim Statements of Financial Position	4
C	Condensed Interim Consolidated Statement of Cash Flows	5
D	Condensed Interim Statements of Changes in Equity	6
E	Notes to the Condensed Interim Consolidated Financial Statements	7
F	Other Information Required by Listing Rule Appendix 7.2	14

**A. Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income**

	Note	GROUP		Increase/ (Decrease) %
		6 mths ended 31 Dec 2021 \$'000	6 mths ended 31 Dec 2020 \$'000	
<b>Revenue</b>	4	108,477	98,864	9.7
<b>Cost of sales</b>		(87,418)	(74,745)	17.0
<b>Gross profit</b>		21,059	24,119	(12.7)
Other income		2,300	1,725	33.3
Reversal of/(impairment) loss on trade receivables		8	(182)	NM
Distribution and selling expenses		(1,866)	(1,738)	7.4
Administrative expenses		(10,236)	(11,583)	(11.6)
<b>Profit from operations</b>		11,265	12,341	(8.7)
Financial expenses		(167)	(75)	122.7
Share of loss in joint venture		(64)	(91)	(29.7)
<b>Profit before tax</b>	5	11,034	12,175	(9.4)
Income tax expense	6	(2,178)	(2,584)	(15.7)
<b>Profit for the period</b>		8,856	9,591	(7.7)
<b>Other comprehensive income:</b>				
Foreign currency translation		1,513	785	92.7
<b>Total comprehensive income attributable to:</b>				
Owners of the Company		10,369	10,376	(0.1)
<b>Earnings per share attributable to owners of the Company (cents per share)</b>				
- Basic		7.68	8.31	
- Diluted		7.68	8.31	

Note: NM – Not Meaningful

## B. Condensed Interim Statements of Financial Position

	Note	GROUP		COMPANY	
		31 Dec 2021 \$'000	30 Jun 2021 \$'000	31 Dec 2021 \$'000	30 Jun 2021 \$'000
<b>Non-current assets</b>					
Property, plant and equipment	9	87,697	77,662	465	508
Right-of-use assets		8,568	9,074	132	179
Deferred tax assets		357	351	-	-
Investment in subsidiaries		-	-	43,815	33,039
Investment in joint venture		1,368	1,431	1,681	1,681
		<u>97,990</u>	<u>88,518</u>	<u>46,093</u>	<u>35,407</u>
<b>Current assets</b>					
Inventories		47,168	39,496	2,389	1,728
Trade receivables		43,481	39,960	7,196	7,318
Other receivables and deposits		3,226	2,116	106	132
Prepayments		3,697	5,804	22	63
Due from subsidiaries (non-trade)		-	-	317	367
Due from subsidiaries (trade)		-	-	24	17
Cash and cash equivalents		37,530	43,891	10,237	6,773
		<u>135,102</u>	<u>131,267</u>	<u>20,291</u>	<u>16,398</u>
<b>Current liabilities</b>					
Trade payables		29,198	29,443	256	168
Other payables and accruals		19,528	24,111	2,164	3,941
Refund liabilities		2,552	2,446	1,564	1,556
Provision for defects		1,249	1,293	-	-
Due to subsidiaries (trade)		-	-	7,831	5,565
Loans and borrowings	10	15,417	2,002	15,417	657
Lease liabilities		1,675	1,557	94	92
Provision for tax		428	238	-	-
		<u>70,047</u>	<u>61,090</u>	<u>27,326</u>	<u>11,979</u>
<b>Net current assets/ (liabilities)</b>		<u>65,055</u>	<u>70,177</u>	<u>(7,035)</u>	<u>4,419</u>
<b>Non-current liabilities</b>					
Loans and borrowings	10	3,855	4,491	3,855	4,491
Lease liabilities		1,192	1,803	40	87
Deferred tax liabilities		4,844	4,430	7	7
Provision for restoration costs		195	190	-	-
		<u>10,086</u>	<u>10,914</u>	<u>3,902</u>	<u>4,585</u>
<b>Net assets</b>		<u>152,959</u>	<u>147,781</u>	<u>35,156</u>	<u>35,241</u>
<b>Equity attributable to owners of the Company</b>					
Share capital	12	13,145	13,145	13,145	13,145
Reserves		139,814	134,636	22,011	22,096
<b>Total equity</b>		<u>152,959</u>	<u>147,781</u>	<u>35,156</u>	<u>35,241</u>

### C. Condensed Interim Consolidated Statement of Cash Flows

	GROUP	
	6 mths ended 31 Dec 2021 \$'000	6 mths ended 31 Dec 2020 \$'000
<b>Operating activities</b>		
Profit before tax	11,034	12,175
Adjustments for:		
Depreciation of property, plant and equipment	5,715	4,617
Depreciation of right-of-use assets	902	544
Gain on disposal of property, plant and equipment	(23)	(5)
Interest expense	95	11
Interest expense - lease liabilities	72	64
Interest income	(146)	(196)
Write-down/(Write-back) of inventories	694	(241)
(Reversal of)/impairment loss on trade receivables	(8)	182
Provision for defects	196	453
Write-back of provision for defects	(258)	(154)
Share of loss in joint venture	(64)	(91)
Unrealised exchange loss	1,041	618
<b>Operating cash flows before changes in working capital</b>	19,250	17,977
(Increase)/decrease in:		
Inventories	(8,387)	(6,465)
Trade receivables	(3,518)	(16,075)
Other receivables and deposits	(1,372)	(463)
Prepayments	2,106	(5,672)
Increase/(decrease) in:		
Trade payables	(247)	11,765
Other payables and accruals	(5,180)	5,711
Deferred government grant	-	(131)
<b>Cash flows from operations</b>	2,652	6,647
Income taxes paid	(1,725)	(840)
Interest paid	(55)	(12)
Interest received	146	196
<b>Net cash flows generated from operating activities</b>	1,018	5,991
<b>Investing activities</b>		
Investment in joint venture	-	(850)
Purchase of property, plant and equipment	(15,298)	(10,026)
Proceeds from disposal of property, plant and equipment	872	15
<b>Net cash flows used in investing activities</b>	(14,426)	(10,861)
<b>Financing activities</b>		
Dividend paid on ordinary shares	(5,191)	(3,230)
Repayment of principal obligations under lease liabilities	(962)	(526)
Proceed from loans and borrowings	14,110	5,000
Repayment of loans and borrowings	(1,372)	(27)
<b>Net cash flows generated from financing activities</b>	6,585	1,217
<b>Net decrease in cash and cash equivalents</b>	(6,823)	(3,653)
<b>Cash and cash equivalents at beginning of financial period</b>	43,891	51,188
<b>Currency alignment on opening cash balances</b>	462	148
<b>Cash and cash equivalents at end of financial period</b>	37,530	47,683

#### D. Condensed Interim Statements of Changes in Equity

	Attributable to owners of the Company					
	Share capital	Foreign currency translation reserve	Reserve fund	Accumulated profits	Total reserves	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Group</b>						
As at 1 July 2020	13,145	(10,088)	6,173	118,561	114,646	127,791
Net profit for the period	-	-	-	9,591	9,591	9,591
Other comprehensive income for the period	-	785	-	-	785	785
Total comprehensive income for the period	-	785	-	9,591	10,376	10,376
Appropriation to/(from) reserve fund/ accumulated profits	-	-	324	(324)	-	-
Dividend on ordinary shares	-	-	-	(3,230)	(3,230)	(3,230)
At 31 December 2020	13,145	(9,303)	6,497	124,598	121,792	134,937
At 1 July 2021	13,145	(8,138)	6,997	135,777	134,636	147,781
Net profit for the period	-	-	-	8,856	8,856	8,856
Other comprehensive income for the period	-	1,513	-	-	1,513	1,513
Total comprehensive income for the period	-	1,513	-	8,856	10,369	10,369
Dividend on ordinary shares	-	-	-	(5,191)	(5,191)	(5,191)
At 31 December 2021	13,145	(6,625)	6,997	139,442	139,814	152,959

	Attributable to owners of the Company			
	Share capital	Accumulated profits	Total reserves	Total equity
	\$'000	\$'000	\$'000	\$'000
<b>Company</b>				
At 1 July 2020	13,145	18,552	18,552	31,697
Net profit for the period	-	2,878	2,878	2,878
Total comprehensive income for the period	-	2,878	2,878	2,878
Dividend on ordinary shares	-	(3,230)	(3,230)	(3,230)
At 31 December 2020	13,145	18,200	18,200	31,345
At 1 July 2021	13,145	22,096	22,096	35,241
Net profit for the period	-	5,106	5,106	5,106
Total comprehensive income for the period	-	5,106	5,106	5,106
Dividend on ordinary shares	-	(5,191)	(5,191)	(5,191)
At 31 December 2021	13,145	22,011	22,011	35,156

## **E. Notes to the Condensed Interim Consolidated Financial Statements**

### **1. Corporate information**

Spindex Industries Limited (the “Company”) is a limited liability company, incorporated in Singapore and is listed on the Mainboard of the Singapore Exchange. These condensed interim consolidated financial statements as at and for the 6 months ended 31 December 2021 comprise the Company and its subsidiaries (collectively, the “Group”).

The principal activities of the Company are to carry on the business as importer, exporter and dealer of mechanical, electrical and electronic parts. The principal activities of the subsidiaries are manufacturing and trading of mechanical, electrical, electronic parts, precision machine parts and other engineering materials.

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

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

The condensed interim consolidated financial statements for the 6 months ended 31 December 2021 of the Group have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim 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 30 June 2021.

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

#### **2.2 Adoption of new and amended standards and interpretations**

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s and the Group has adopted all the new and amended standards which are relevant to the Group and are effective for annual financial periods beginning on or after 1 July 2021. The adoption of these standards did not have any material effect on the financial performance or position of the Group.

#### **2.3 Use of judgments and estimates**

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

Management is of the opinion that there is no significant judgement made in applying accounting policies.

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

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

### **2.3 Use of judgments and estimates (cont'd)**

#### *Provision for expected credit losses of trade receivables*

The Group uses a provision matrix to calculate ECLs for trade receivables. The provision rates are based on days past due for groupings of various customer segments that have similar loss patterns.

The provision matrix is initially based on the Group's historical observed default rates. The Group will calibrate the matrix to adjust historical credit loss experience with forward-looking information. At every reporting date, historical default rates are updated and changes in the forward-looking estimates are analysed.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

## **3. Seasonal operations**

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



#### 4. Revenue and Segment Information

(a) *Disaggregation of revenue*

	Imaging and printing		Machinery and automotive systems		Others*		Total Revenue	
	6 mths ended 31 Dec 2021	6 mths ended 31 Dec 2020	6 mths ended 31 Dec 2021	6 mths ended 31 Dec 2020	6 mths ended 31 Dec 2021	6 mths ended 31 Dec 2020	6 mths ended 31 Dec 2021	6 mths ended 31 Dec 2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Primary geographical markets</b>								
China	2,200	7,243	37,546	32,366	739	764	40,485	40,373
Singapore	34	25	443	696	408	349	885	1,070
ASEAN (excluding Singapore)	17,843	16,449	677	286	6,265	5,558	24,785	22,293
USA, Europe and others	253	15	12,628	11,985	29,441	23,128	42,322	35,128
	20,330	23,732	51,294	45,333	36,853	29,799	108,477	98,864
<b>Timing of transfer of goods</b>								
At a point in time	20,330	23,732	51,294	45,333	36,853	29,799	108,477	98,864

\*Others – include domestic appliances, consumer electronics, data storage, telecommunications and others

#### 4. Revenue and Segment Information (cont'd)

##### (b) Business Segments

	Imaging and printing		Machinery and automotive systems		Others*		Adjustments and eliminations		Group	
	6 mths ended 31 Dec 2021 \$'000	6 mths ended 31 Dec 2020 \$'000	6 mths ended 31 Dec 2021 \$'000	6 mths ended 31 Dec 2020 \$'000	6 mths ended 31 Dec 2021 \$'000	6 mths ended 31 Dec 2020 \$'000	6 mths ended 31 Dec 2021 \$'000	6 mths ended 31 Dec 2020 \$'000	6 mths ended 31 Dec 2021 \$'000	6 mths ended 31 Dec 2020 \$'000
<b>Revenue</b>										
External customers	20,330	23,732	51,294	45,333	36,853	29,799	-	-	108,477	98,864
Inter-segment	934	806	12,418	10,467	4,767	330	(18,119)	(11,603)	-	-
Total revenue	21,264	24,538	63,712	55,800	41,620	30,129	(18,119)	(11,603)	108,477	98,864
Segment profit	3,946	5,789	9,958	11,060	7,155	7,270			21,059	24,119
Distribution and selling expenses	(350)	(418)	(882)	(797)	(634)	(523)			(1,866)	(1,738)
Reversal of/(impairment) loss on trade receivables	-	(27)	8	(90)	-	(65)			8	(182)
Unallocated other income									2,300	1,725
Unallocated expenses									(10,236)	(11,583)
Operating profit									11,265	12,341
Financial expenses									(167)	(75)
Share of loss in joint venture									(64)	(91)
Income tax expense									(2,178)	(2,584)
Net profit									8,856	9,591
<b>Assets</b>										
Trade receivables	6,821	9,358	26,221	24,824	10,439	3,349			43,481	37,531
Unallocated assets									189,611	160,794
Total assets									233,092	198,325
<b>Liabilities</b>										
Provision for defects	234	296	591	566	424	372			1,249	1,234
Unallocated liabilities									78,884	62,154
Total liabilities									80,133	63,388
<b>Other segment information</b>										
Depreciation of plant and machinery	824	819	2,079	1,563	1,493	1,038			4,396	3,420
Unallocated depreciation of other assets									1,319	1,197
Depreciation expense for the financial period									5,715	4,617

\* Others – include domestic appliances, consumer electronics, data storage, telecommunications and others

## 5. Profit before taxation

### 5.1 Significant items

	<b>Group</b>	
	<b>6 mths ended 31 Dec 2021</b>	<b>6 mths ended 31 Dec 2020</b>
	<b>\$'000</b>	<b>\$'000</b>
Sales of scrap	1,951	1,131
Interest income	146	196
Gain on disposal of property, plant and equipment	23	5
Government grants	3	192
Depreciation of property, plant and equipment	(5,715)	(4,617)
Depreciation of right-of-use assets	(902)	(544)
(Allowance)/ Write-back of inventories	(694)	241
Provision for defects	(196)	(453)
Write-back of provision for defects	258	154
Foreign exchange loss, net	(434)	(2,731)
Reversal of/(impairment) loss on trade receivables	8	(182)

### 5.2 Related party transactions

There are no material related party transactions between the Group and the related parties apart from those disclosed elsewhere in the financial statements.

## 6. Taxation

	<b>Group</b>	
	<b>6 mths ended 31 Dec 2021</b>	<b>6 mths ended 31 Dec 2020</b>
	<b>\$'000</b>	<b>\$'000</b>
Current income tax expense	1,772	1,652
Deferred income tax expense relating to origination and reversal of temporary differences	406	932
	<u>2,178</u>	<u>2,584</u>

## 7. Dividends

	<b>Group and Company</b>	
	<b>6 mths ended 31 Dec 2021</b>	<b>6 mths ended 31 Dec 2020</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Declared and paid during the period</b>		
<b>Dividend on Ordinary Shares:</b>		
Final exempt (one-tier) dividend for FY2021 of 4.50 (FY2020: 2.80) cents per ordinary share	5,191	3,230

## 8. Net Asset Value

	Group		Company	
	31 Dec 2021 (cents)	30 Jun 2021 (cents)	31 Dec 2021 (cents)	30 Jun 2021 (cents)
Net asset value per ordinary share	132.59	128.10	30.47	30.55

Net asset value per ordinary share was based on 115,365,000 ordinary shares in issue as at 31 December 2021 (30 June 2021 : 115,365,000).

## 9. Property, plant and equipment

During the six months ended 31 December 2021, the Group acquired property, plant and equipment with an aggregated cost of \$16,001,000 (31 December 2020: \$10,026,000). The net book value of the assets disposed by the Group during the six months ended 31 December 2021 were \$849,000 (31 December 2020: \$10,000).

## 10. Loans and borrowings

	Group		Company	
	31 Dec 2021 \$'000	30 Jun 2021 \$'000	31 Dec 2021 \$'000	30 Jun 2021 \$'000
<b>Current:</b>				
Obligations under finance lease	54	54	54	54
Bank loans	15,363	1,948	15,363	603
	15,417	2,002	15,417	657
<b>Non-current:</b>				
Obligations under finance lease	68	95	68	95
Bank loans	3,787	4,396	3,787	4,396
	3,855	4,491	3,855	4,491
Total loans and borrowings	19,272	6,493	19,272	5,148

- (a) Bank loans include two short term loans of USD6.0M and SGD6.0M which bears interest of 1.15% and 1.44% per annum respectively. The two short term loans are repayable within the next 6 months and allow rollover with no restriction at then agreed interest rate.
- (b) A Temporary Bridging Loan of SGD5.0M which was granted by Enterprise Singapore through a bank, bears interest 2% per annum and repayable over a period of 5 years.
- (c) Other loan amounting to S\$0.1M is secured by the motor vehicle under hire purchase arrangement.

## 11. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 December 2021 and 30 June 2021:

	Group		Company	
	31 Dec 2021 \$'000	30 Jun 2021 \$'000	31 Dec 2021 \$'000	30 Jun 2021 \$'000
<b>Financial assets</b>				
Trade receivables	42,611	38,761	6,812	6,913
Other receivables and deposits	3,226	1,853	106	132
Due from subsidiaries	-	-	341	384
Cash and cash equivalents	37,530	43,891	10,237	6,773
Total financial assets carried at amortised cost	<u>83,367</u>	<u>84,505</u>	<u>17,496</u>	<u>14,202</u>
<b>Financial liabilities</b>				
Trade payables	29,198	29,443	256	168
Other payables and accruals	19,077	23,688	1,950	3,727
Due to subsidiaries	-	-	7,831	5,565
Loans and borrowings	19,272	6,493	19,272	5,148
Lease liabilities	2,867	3,360	134	179
Total financial liabilities carried at amortised cost	<u>70,414</u>	<u>62,984</u>	<u>29,443</u>	<u>14,787</u>

## 12. Share Capital

	Group and Company	
	31 Dec 2021 \$'000	30 Jun 2021 \$'000
Issued and fully paid		
At beginning and end of financial period		
- 115,365,000 ordinary shares	13,145	13,145

The total number of issued shares excluding treasury shares as at 31 December 2021 was 115,365,000 (30 June 2021: 115,365,000).

There were no sales, transfers, disposal, cancellation, and/or use of treasury shares for the financial period ended 31 December 2021.

There were no treasury shares as at 31 December 2021 and 30 June 2021.

The Company has no subsidiary holdings as at 31 December 2021.

## 13. Subsequent events

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

## F. Other Information Required by Listing Rule Appendix 7.2

### 1. Review

The condensed consolidated statement of financial position of Spindex Industries Ltd and its subsidiaries as at 31 December 2021 and the related condensed profit or loss and other comprehensive income, condensed statements of changes in equity and condensed consolidated statement of cash flows for 6-month period then ended and certain explanatory notes have not been audited or reviewed.

### 2. Review of performance of the Group

#### Revenue

Group revenue rose 10% to \$108.5 million in H1 FY2022 over the corresponding half year. However, demand for components continues to be volatile and disruptions caused by the pandemic have resulted in higher costs for raw materials and transportation.

Revenue by Business Sector	H1 FY2022	H1 FY2021	H2 FY2021	Change
	\$'m (1)	\$'m (2)	\$'m (3)	(1) vs (2) (%)
Machinery and Automotive Systems ("MA")	51.3	45.3	48.3	13%
Imaging & Printing ("IP")	20.3	23.7	24.3	(14%)
Others	36.9	29.9	33.5	23%
Total	<b>108.5</b>	98.9	106.1	10%

During the first half of FY2022, the business sectors registered mixed performances. Softer end demand was noted for imaging and printing products, with a portion of the decline caused by products at the end of their life cycles. Both machinery and automotive systems experienced revenue growth due to higher orders from existing customers. Within Others, a significant portion of the growth came from higher demand from existing customers in domestic appliances.

#### Profitability

The disruptions caused by the pandemic have raised costs in a number of areas. Higher utility, environmental restrictions and transportation bottlenecks have contributed to an increase in the prices of raw materials and logistic costs. Although revenue has risen by 10%, higher costs of sales which increased by 17% resulted in a 12.7% decline in gross profit to \$21.0 million in H1 FY2022. Correspondingly, gross profit margin dropped from 24% in H1 FY2021 to 19% in H1 FY2022.

Higher other operating income was derived from a higher recovery in sale of scrap materials. General and administrative expenses fell 12% or about \$1.3 million due to lower foreign exchange loss in H1 FY2022 as a result of a stronger US dollar compared to Asian currencies. Higher financial expenses were recorded as interest expense was incurred on two bank loans secured to finance the Nantong investment.

The effective tax rate of the Group was lower at 20% due to lower chargeable income for the Malaysia plant. With higher costs of sales in H1 FY2022, the Group recorded a net profit of \$8.9 million, 7.7% lower than the corresponding period in H1 FY2021.

#### Cash Flow & Balance Sheet

For the six months ended 31 December 2021, the operating cash inflows before changes in working capital was \$19.3 million. An increase in inventories was prepared as a risk mitigation to potential supply chain disruptions, while trade receivables reflected the higher revenues during period end. A sum of \$15 million was utilised for the purchase of property, plant and equipment with the majority used for the new plant construction at Nantong. Bank loans were drawn down to finance the development of the Nantong plant.

The Group has a strong financial position to invest in new plant and equipment for the long term, while at the same time maintaining a healthy cash and cash equivalents totaling over \$37 million as at 31 December 2021.

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

The result is in line with the sentiments expressed in the prospect statement disclosed in the previous results announcement.

**4. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next operating period and the next 12 months.**

Variants of the Covid-19, new lockdowns and inflationary pressures are likely to add to the challenges already faced, increasing the volatility in the market place. Margins are likely to remain under pressure from higher costs, therefore the Group will remain vigilant in managing the evolving situation closely to mitigate any adverse impact.

The Group will be prudent in its commitment of working capital to the various sectors that it is exposed to, and selectively invest during this period of market volatility if needed. The expanding network of manufacturing facilities across Asia will position the Group well to serve its existing and new customers over the long term.

**5. Dividend information**

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

Any dividend recommended for the current financial period reported on?  
No

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

Any dividend declared for the corresponding period of the immediately preceding financial year?  
No

**(c) Date payable**

Not Applicable.

**(d) Books closure date**

Not Applicable.

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

No interim dividend has been declared or recommended in the current reporting period.

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

The Group does not have an interested person transaction mandate.

**8. Confirmation by the Board of Directors pursuant to Rule 705(5) of the listing manual.**

The Board confirms that, to the best of their knowledge, nothing has come to their attention which may render the interim financial statements for the half year ended 31 December 2021, to be false or misleading in any material aspect

**9. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under 720(1).**

The Company confirms that it 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.

**BY ORDER OF THE BOARD**

Tan Choo Pie @ Tan Chang Chai  
Chairman  
11 February 2022