



THE HOUR GLASS

The Hour Glass Limited and its Subsidiaries
Company Registration No. 197901972D

Condensed Interim Consolidated Financial Statements
For the Half Year Ended 30 September 2024

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For the half year ended 30 September 2024

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**A. Condensed interim consolidated income statement
For the half year ended 30 September 2024**

		Group		
		Half Year ended		
	Note	30 Sep 24	30 Sep 23	Change
		\$'000	\$'000	%
Revenue	4	540,311	558,379	-3%
Other income	5	8,462	7,888	7%
Revenue and other income		548,773	566,267	-3%
Cost of goods sold		374,655	385,739	-3%
Employee benefits expense		35,748	35,498	1%
Selling and promotion expenses		19,625	17,730	11%
Depreciation of property, plant and equipment		7,012	6,524	7%
Depreciation of right-of-use assets		16,076	15,083	7%
Rental expenses		2,848	3,157	-10%
Finance costs	6	3,892	3,137	24%
Foreign exchange loss/(gain)		2,290	(591)	NM
Other expenses	7	12,590	10,460	20%
Costs and expenses		474,736	476,737	0%
Share of results of associates		4,599	8,684	-47%
Profit before taxation		78,636	98,214	-20%
Income tax expense	8	17,076	20,343	-16%
Profit for the period		61,560	77,871	-21%
Profit attributable to:				
Owners of the Company		61,421	77,006	-20%
Non-controlling interests		139	865	-84%
		61,560	77,871	-21%
Earnings per share (cents)				
Basic and diluted	10	9.46	11.71	-19%

NM – Not Meaningful

B. Condensed interim consolidated statement of comprehensive income
For the half year ended 30 September 2024

	Group		
	Half Year ended		
	30 Sep 24	30 Sep 23	Change
	\$'000	\$'000	%
Profit for the period	61,560	77,871	-21%
Other comprehensive income:			
<u>Item that may be reclassified subsequently to profit or loss:</u>			
Foreign currency translation	10,182	(9,628)	NM
Share of other comprehensive income of associates	(35)	-	NM
Other comprehensive income for the period, net of tax	10,147	(9,628)	NM
Total comprehensive income for the period	71,707	68,243	5%
Total comprehensive income attributable to:			
Owners of the Company	72,066	67,007	8%
Non-controlling interests	(359)	1,236	NM
	71,707	68,243	5%

NM – Not Meaningful

C. Condensed interim statements of financial position
As at 30 September 2024

	Note	Group		Company	
		30 Sep 24	31 Mar 24	30 Sep 24	31 Mar 24
		\$'000	\$'000	\$'000	\$'000
Assets					
Non-current assets					
Property, plant and equipment	12	208,250	203,121	10,810	11,452
Right-of-use assets	13	92,911	87,473	49,510	44,262
Investment properties	14	156,571	156,266	5,192	5,192
Intangible assets	15	7,280	6,734	3,419	2,828
Investment in subsidiaries		-	-	185,200	184,261
Investment in associates		89,855	82,713	-	-
Other receivables		11,441	8,064	4,371	3,788
Deferred tax assets		390	497	-	141
		566,698	544,868	258,502	251,924
Current assets					
Inventories		334,411	314,085	203,076	196,884
Trade and other receivables		40,542	33,804	19,612	16,588
Prepaid operating expenses		3,445	1,828	1,613	871
Amounts due from associates		94	187	4	91
Amounts due from subsidiaries		-	-	6,313	6,709
Cash and bank balances		207,028	237,573	75,987	100,115
		585,520	587,477	306,605	321,258
Total assets		1,152,218	1,132,345	565,107	573,182
Equity and liabilities					
Current liabilities					
Loans and borrowings	16	71,268	83,868	-	-
Trade and other payables		61,482	63,335	23,237	26,211
Amounts due to associates		-	105	-	104
Amounts due to subsidiaries		-	-	3,607	3,587
Lease liabilities		29,272	29,916	17,273	18,603
Income tax payable		15,079	18,217	12,053	13,943
		177,101	195,441	56,170	62,448
Net current assets		408,419	392,036	250,435	258,810
Non-current liabilities					
Lease liabilities		69,733	62,056	34,293	27,919
Deferred tax liabilities		12,380	11,981	208	-
Other non-current liabilities		745	434	-	-
		82,858	74,471	34,501	27,919
Total liabilities		259,959	269,912	90,671	90,367
Net assets		892,259	862,433	474,436	482,815
Equity attributable to owners of the Company					
Share capital	17(a)	67,638	67,638	67,638	67,638
Treasury shares	17(b)	(107,588)	(104,701)	(107,588)	(104,701)
Reserves		918,647	885,467	514,386	519,878
		878,697	848,404	474,436	482,815
Non-controlling interests		13,562	14,029	-	-
Total equity		892,259	862,433	474,436	482,815
Total equity and liabilities		1,152,218	1,132,345	565,107	573,182

D. Condensed interim statements of changes in equity
For the half year ended 30 September 2024

<u>Group</u>	Share capital \$'000	Treasury shares \$'000	Foreign currency translation reserve \$'000	Capital reserve \$'000	Asset revaluation reserve \$'000	Revenue reserve \$'000	Total attributable to owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance at 1 April 2023	67,638	(89,991)	(47,879)	(142)	3,448	840,959	774,033	13,699	787,732
Total comprehensive income									
Profit for the period	-	-	-	-	-	77,006	77,006	865	77,871
Other comprehensive income									
Foreign currency translation	-	-	(9,999)	-	-	-	(9,999)	371	(9,628)
Total other comprehensive income	-	-	(9,999)	-	-	-	(9,999)	371	(9,628)
Total comprehensive income	-	-	(9,999)	-	-	77,006	67,007	1,236	68,243
Contributions by and distributions to owners									
Purchase of treasury shares	-	(5,000)	-	-	-	-	(5,000)	-	(5,000)
Dividends on ordinary shares	-	-	-	-	-	(39,484)	(39,484)	-	(39,484)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(700)	(700)
Total transactions with owners in their capacity as owners	-	(5,000)	-	-	-	(39,484)	(44,484)	(700)	(45,184)
Balance at 30 September 2023	67,638	(94,991)	(57,878)	(142)	3,448	878,481	796,556	14,235	810,791

<u>Group</u>	Share capital \$'000	Treasury shares \$'000	Foreign currency translation reserve \$'000	Capital reserve \$'000	Asset revaluation reserve \$'000	Revenue reserve \$'000	Total attributable to owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance at 1 April 2024	67,638	(104,701)	(62,695)	(142)	3,448	944,856	848,404	14,029	862,433
Total comprehensive income									
Profit for the period	-	-	-	-	-	61,421	61,421	139	61,560
Other comprehensive income									
Foreign currency translation	-	-	10,680	-	-	-	10,680	(498)	10,182
Share of other comprehensive income of associates	-	-	(35)	-	-	-	(35)	-	(35)
Total other comprehensive income	-	-	10,645	-	-	-	10,645	(498)	10,147
Total comprehensive income	-	-	10,645	-	-	61,421	72,066	(359)	71,707
Contributions by and distributions to owners									
Purchase of treasury shares	-	(2,887)	-	-	-	-	(2,887)	-	(2,887)
Dividends on ordinary shares	-	-	-	-	-	(38,886)	(38,886)	-	(38,886)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(108)	(108)
Total transactions with owners in their capacity as owners	-	(2,887)	-	-	-	(38,886)	(41,773)	(108)	(41,881)
Balance at 30 September 2024	67,638	(107,588)	(52,050)	(142)	3,448	967,391	878,697	13,562	892,259

D. Condensed interim statements of changes in equity (cont'd)
For the half year ended 30 September 2024

	Share capital \$'000	Treasury shares \$'000	Revenue reserve \$'000	Total equity \$'000
<u>Company</u>				
Balance at 1 April 2023	67,638	(89,991)	469,965	447,612
Total comprehensive income				
Profit for the period	-	-	49,664	49,664
Total comprehensive income	-	-	49,664	49,664
Contributions by and distributions to owners				
Purchase of treasury shares	-	(5,000)	-	(5,000)
Dividends on ordinary shares	-	-	(39,484)	(39,484)
Total transactions with owners in their capacity as owners	-	(5,000)	(39,484)	(44,484)
Balance at 30 September 2023	67,638	(94,991)	480,145	452,792
Balance at 1 April 2024	67,638	(104,701)	519,878	482,815
Total comprehensive income				
Profit for the period	-	-	33,394	33,394
Total comprehensive income	-	-	33,394	33,394
Contributions by and distributions to owners				
Purchase of treasury shares	-	(2,887)	-	(2,887)
Dividends on ordinary shares	-	-	(38,886)	(38,886)
Total transactions with owners in their capacity as owners	-	(2,887)	(38,886)	(41,773)
Balance at 30 September 2024	67,638	(107,588)	514,386	474,436

E. Condensed interim consolidated statement of cash flows
For the half year ended 30 September 2024

	Group	
	Half Year ended	
	30 Sep 24	30 Sep 23
	\$'000	\$'000
Operating activities		
Profit before taxation	78,636	98,214
Adjustments for:		
Finance costs	3,892	3,137
Interest income	(2,500)	(2,257)
Depreciation of property, plant and equipment	7,012	6,524
Depreciation of right-of-use assets	16,076	15,083
Amortisation of intangible assets	546	218
Amortisation of deferred income	(147)	(50)
Foreign currency translation adjustment	826	(1,157)
Net loss on disposal of property, plant and equipment	984	59
Share of results of associates	(4,599)	(8,684)
Operating cash flows before changes in working capital	100,726	111,087
Increase in inventories	(18,483)	(18,473)
Increase in trade and other receivables	(3,162)	(10,325)
Increase in prepaid operating expenses	(1,616)	(1,554)
Decrease in amounts due from associates	101	10
Decrease in trade and other payables	(2,304)	(10,780)
Decrease in amounts due to associates	(105)	-
Cash flows from operations	75,157	69,965
Income taxes paid	(19,978)	(20,837)
Interest paid	(3,892)	(3,137)
Interest received	2,500	2,257
Net cash flows from operating activities	53,787	48,248
Investing activities		
Payments for purchase of property, plant and equipment	(13,309)	(6,972)
Additions to intangible assets	(1,091)	(1,143)
Payments for purchase of investment properties	(4,788)	(9,765)
Proceeds from disposal of property, plant and equipment	938	37
Dividend received from an associate	2,952	2,819
Net cash flows used in investing activities	(15,298)	(15,024)
Financing activities		
Repayment of loans and borrowings	(12,961)	(8,369)
Payment of principal portion of lease liabilities	(15,684)	(15,148)
Dividends paid to non-controlling interests	(108)	(700)
Dividends paid on ordinary shares	(38,886)	(39,484)
Purchase of treasury shares	(2,887)	(5,000)
Net cash flows used in financing activities	(70,526)	(68,701)
Net decrease in cash and cash equivalents	(32,037)	(35,477)
Effects of exchange rate changes on cash and cash equivalents	1,492	(2,589)
Cash and cash equivalents at beginning of financial period	237,573	244,553
Cash and cash equivalents at end of financial period	207,028	206,487

Cash and cash equivalents at the end of the period comprise the following:

	Group	
	30 Sep 24	30 Sep 23
	\$'000	\$'000
Cash at bank and on hand	98,971	111,914
Fixed deposits with banks	108,057	94,573
	207,028	206,487

F. Business review and market outlook
For the half year ended 30 September 2024

- F1. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. It must include a discussion of the following:**
- (a) 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; and**
 - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.**

(a) Group performance review for the half year ended 30 September 2024

Revenue for the 6 months ended 30 September 2024 ("1H FY2025") decreased by 3% to \$540.3 million (1H FY2024: \$558.4 million). Gross margin was 30.7% in 1H FY2025 versus 30.9% in 1H FY2024.

Higher operating expenses were due to increased advertising and promotional activities, depreciation of right-of-use assets and the loss on disposal of property, plant and equipment.

(b) Cash flow, working capital, assets or liabilities of the Group

As at 30 September 2024, group inventories were \$334.4 million (31 March 2024: \$314.1 million). Cash and bank balances stood at \$207.0 million (31 March 2024: \$237.6 million). Bank borrowings were reduced to \$71.3 million (31 March 2024: \$83.9 million).

The fluctuations in exchange rates, mainly arising from the Thai Baht and the Malaysian Ringgit against the Singapore Dollar, added \$10.2 million to foreign currency translation reserves of the Group.

The Company distributed \$38.9 million to shareholders as FY2024 final dividend and bought back \$2.9 million of its own shares in 1H FY2025.

Consolidated net assets attributable to owners of the Company were \$878.7 million or \$1.36 per share, as at 30 September 2024.

- F2. A commentary at the date of announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months.**

The global luxury industry and the specialty watch sector are currently undergoing a notable reset as macroeconomic uncertainties and shifting geopolitical landscapes are challenging. These have dampened consumer sentiment.

The Group expects to remain profitable for the full financial year.

G. Notes to the condensed interim consolidated financial statements

For the half year ended 30 September 2024

1. Corporate information

The Hour Glass Limited (the "Company") is a limited liability company incorporated and domiciled in Singapore and is listed on the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Company's immediate and ultimate holding company is TYC Investment Pte Ltd, a company incorporated in Singapore.

The registered office and principal place of business of the Company is located at 302 Orchard Road, #11-01 Tong Building, Singapore 238862.

The principal activities of the Company and its subsidiaries (collectively, the "Group") are those of retailing and distribution of watches, jewellery and other luxury products, investment in properties and investment holding.

2. Basis of preparation

The condensed interim consolidated financial statements for the half year ended 30 September 2024 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 consolidated financial statements for the year ended 31 March 2024.

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

The condensed interim consolidated financial statements are presented in Singapore Dollars ("SGD" or "\$") and all values in the tables are rounded to the nearest thousand (\$'000), except when otherwise indicated.

2.1 New and amended standards adopted by the Group

The Group has adopted all applicable SFRS(I) that are mandatory for financial years beginning on or after 1 April 2024. The adoption of these standards did not have any material effect on the financial performance or position of the Group.

2.2 Use of judgements and estimates

In preparing the condensed interim consolidated 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 expenses. Actual results may differ from these estimates.

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

The 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 31 March 2024.

G. Notes to the condensed interim consolidated financial statements
For the half year ended 30 September 2024

3. Seasonal operations

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

4. Revenue

Revenue represents sale of goods after deducting allowances for goods returned and trade discounts.

Disaggregation of revenue from contracts with customers

The Group derives revenue from contracts with customers through the transfer of goods at a point in time. The Group has determined that disaggregation of revenue using existing segments and geographical markets meet the disclosure objective in SFRS(I) 15.114. Information regarding operating segments is disclosed in Note 20.

5. Other income

	Group	
	Half Year ended	
	30 Sep 24	30 Sep 23
	\$'000	\$'000
Rental income	4,404	4,144
Interest income from cash and bank balances	2,500	2,257
Management fee income from associates	1,185	1,118
Others	373	369
	<hr/>	<hr/>
	8,462	7,888
	<hr/>	<hr/>

6. Finance costs

	Group	
	Half Year ended	
	30 Sep 24	30 Sep 23
	\$'000	\$'000
Interest on loans and borrowings	2,140	2,143
Interest on lease liabilities	1,752	994
	<hr/>	<hr/>
	3,892	3,137
	<hr/>	<hr/>

G. Notes to the condensed interim consolidated financial statements
For the half year ended 30 September 2024

7. Other expenses

	Group	
	Half Year ended	
	30 Sep 24	30 Sep 23
	\$'000	\$'000
Net loss on disposal of property, plant and equipment	984	59
Facility costs	4,598	4,393
Professional fees	2,139	1,738
General and administrative expenses	4,869	4,270
	12,590	10,460

8. Income tax expense

Major components of income tax expense

The major components of income tax expense for the half years ended 30 September 2024 and 2023 are:

	Group	
	Half Year ended	
	30 Sep 24	30 Sep 23
	\$'000	\$'000
Consolidated income statement:		
Current income tax		
- Current income taxation	16,566	19,119
- (Over)/under provision in respect of previous years	(25)	28
	16,541	19,147
Deferred income tax		
- Origination and reversal of temporary differences	535	1,196
	535	1,196
Income tax expense recognised in profit or loss	17,076	20,343

International Tax Reform – Pillar Two

The Group is subject to the global minimum top-up tax under Pillar Two tax legislation and has applied the temporary relief from deferred tax accounting for the impacts of this top-up tax.

As at 30 September 2024, the Group did not have subsidiaries in countries where statutory tax rate is less than 15%. Hence, any top-up tax is not expected to have material impact to the Group.

9. Dividends

	Group and Company	
	Half Year ended	
	30 Sep 24	30 Sep 23
	\$'000	\$'000
Declared and paid during the financial period		
Dividends on ordinary shares:		
- Final exempt (one-tier) dividend in respect of the year ended 31 March 2024: 6.00 cents (2023: 6.00 cents)	38,886	39,484
	38,886	39,484

G. Notes to the condensed interim consolidated financial statements
For the half year ended 30 September 2024

10. Earnings per share

	Group	
	Half Year ended	
	30 Sep 24	30 Sep 23
Profit for the period attributable to owners of the Company (\$'000)	61,421	77,006
Weighted average number of ordinary shares for calculation of basic and diluted earnings per share ('000)	649,119	657,831
Basic and diluted earnings per share (cents)	9.46	11.71

EPS is calculated by dividing the Group's profit attributable to owners of the Company with the weighted average number of ordinary shares during the period. The weighted average number of ordinary shares outstanding during the period is the number of ordinary shares outstanding at the beginning of the period, adjusted by the number of ordinary shares issued or bought back during the period multiplied by a time-weighting factor. The time-weighting factor is the number of days that the shares are outstanding as a proportion of the total number of days in the period.

There is no dilutive effect for EPS as the Company does not have any outstanding share convertibles as at 30 September 2024.

11. Net asset value

	Group		Company	
	30 Sep 24	31 Mar 24	30 Sep 24	31 Mar 24
Number of issued shares ('000)	648,087	649,929	648,087	649,929
Net asset value per ordinary share (in \$)	1.36	1.31	0.73	0.74

12. Property, plant and equipment

During the half year ended 30 September 2024, the Group acquired assets amounting to \$13,309,000 (30 September 2023: \$6,972,000) and disposed of assets with cost and carrying value amounting to \$6,730,000 and \$1,922,000 (30 September 2023: \$2,477,000 and \$96,000) respectively.

13. Right-of-use assets

During the half year ended 30 September 2024, the Group recognised \$20,768,000 (30 September 2023: \$12,810,000) of additions and lease modifications based on new leases and changes in lease terms upon renewal.

G. Notes to the condensed interim consolidated financial statements
For the half year ended 30 September 2024

14. Investment properties

	Group		Company	
	30 Sep 24	31 Mar 24	30 Sep 24	31 Mar 24
	\$'000	\$'000	\$'000	\$'000
At 1 April	156,266	119,122	5,192	5,192
Additions during the half year / full year	–	9,765	–	–
Transferred from property, plant and equipment	–	28,102	–	–
Gain from fair value adjustments recognised in profit or loss	–	1,153	–	–
Foreign currency translation adjustment	305	(1,876)	–	–
At 30 September / 31 March	156,571	156,266	5,192	5,192

Investment properties are stated at fair value, which has been determined based on latest valuations performed as at 31 March 2024. The valuations were performed by accredited independent valuers with recognised and relevant professional qualification and with recent experience in the location and category of the properties being valued.

During the half year ended 30 September 2024, the Group did not engage independent valuers to determine the fair value of the properties. However, management had taken into consideration those underlying factors that would have impact to the fair value of the investment properties since the last valuations completed in March 2024. There are no major aspects that could affect the fair value of the investment properties as at 30 September 2024.

15. Intangible assets

Intangible assets comprise brands and software cost capitalised.

Brands relate to various brand names that were acquired in business combinations. Included in the carrying amount of brands is an amount of \$178,000 (31 March 2024: \$178,000) with indefinite useful life. The remaining balance of \$3,682,000 (31 March 2024: \$3,728,000) has a remaining amortisation period of 40 (31 March 2024: 40) years.

Software has a carrying amount of \$3,420,000 (31 March 2024: \$2,828,000) and an average remaining amortisation period of 2 (31 March 2024: 2) years.

G. Notes to the condensed interim consolidated financial statements
For the half year ended 30 September 2024

16. Loans and borrowings

	Group	
	30 Sep 24	31 Mar 24
	\$'000	\$'000
Amount repayable within one year or on demand		
Secured loans	71,268	83,868
Unsecured loan	–	–
	71,268	83,868
Amount repayable after one year		
Secured loans	–	–
Unsecured loan	–	–
	–	–

The secured loans of \$71,268,000 (31 March 2024: \$83,868,000) are secured by certain properties held by subsidiaries and corporate guarantees given by the Company.

17. Share capital and treasury shares

(a) **Share capital**

	Group and Company			
	30 Sep 24		31 Mar 24	
	No. of shares '000	\$'000	No. of shares '000	\$'000
Issued and fully paid ordinary shares:				
Balance at 1 April and 30 September / 31 March	705,012	67,638	705,012	67,638

As at 30 September 2024, the Company's total issued shares is 648,086,780 ordinary shares (31 March 2024: 649,928,980) excluding 56,925,100 shares held as treasury shares (31 March 2024: 55,082,900).

(b) **Treasury shares**

	Group and Company			
	30 Sep 24		31 Mar 24	
	No. of shares '000	\$'000	No. of shares '000	\$'000
At 1 April	(55,083)	(104,701)	(46,485)	(89,991)
Acquired during the financial period	(1,842)	(2,887)	(8,598)	(14,710)
At 30 September / 31 March	(56,925)	(107,588)	(55,083)	(104,701)

G. Notes to the condensed interim consolidated financial statements
For the half year ended 30 September 2024

17. Share capital and treasury shares (cont'd)

(b) Treasury shares (cont'd)

Treasury shares relate to ordinary shares of the Company that are held by the Company.

As at 30 September 2024, the Company held 56,925,100 treasury shares (30 September 2023: 48,985,000) which represents 8.784% (30 September 2023: 7.467%) of the total number of issued shares (excluding treasury shares).

The Company does not have any outstanding share convertibles at the end of the period under review.

None of the Company's subsidiaries hold any shares in the Company at the end of the period under review.

There were no sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the period under review.

18. Related party transactions

Sale and purchase of goods and services

In addition to those related party information disclosed elsewhere in the condensed interim consolidated financial statements, the following significant transactions between the Group and related parties who are not members of the Group took place at terms agreed between the parties during the period:

	Sale of goods \$'000	Purchase of goods \$'000	Service fee expense \$'000	Rental expenses \$'000	Rental income \$'000	Royalties income \$'000
Half Year ended 30 Sep 24						
Associates	294	(16)	–	–	–	7
Directors and close family members of directors of the Company	1,855	–	(300)	–	–	–
Directors-related companies	–	–	(6)	(239)	14	–
Key management personnel	9	–	–	(60)	–	–
Half Year ended 30 Sep 23						
Associates	3	(20)	–	–	–	6
Directors and close family members of directors of the Company	532	–	(300)	–	–	–
Directors-related companies	–	–	(11)	(201)	14	–
Key management personnel	68	–	–	(60)	–	–

G. Notes to the condensed interim consolidated financial statements
For the half year ended 30 September 2024

19. Commitments

The capital commitments of the Group as at 30 September 2024 are not significantly different from its capital commitments as at 31 March 2024.

20. Segment information

For management purposes, the Group is organised into operating segments based on their products and services which are independently managed by the respective segment managers responsible for the performance of the respective segments under their charge. The segment managers report directly to the management of the Company who regularly reviews the segment results in order to allocate resources to the segments and to assess the segment performance.

Reporting format

The primary segment reporting format is determined to be geographical segments as the operating businesses are organised and managed separately according to the location of the Group's assets, with each segment representing a strategic business unit to serve that market.

Geographical segments

The Group's geographical segments are based on the location of the Group's assets. Sales to external customers disclosed in geographical segments are based on the country of operation.

Business segment

The Group comprises only one business segment which is the retailing and distribution of watches and jewellery and other luxury products. All relevant information regarding the business segment has been disclosed elsewhere in the financial statements.

Allocation basis and transfer pricing

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Transfer prices between geographical segments are set on an arm's length basis in a manner similar to transactions with third parties. Segment revenue, expenses and results include transfers between geographical segments. These transfers are eliminated on consolidation.

G. Notes to the condensed interim consolidated financial statements
For the half year ended 30 September 2024

20. Segment information (cont'd)

	South East Asia & Oceania	North East Asia	Total	Eliminations	Group
	\$'000	\$'000	\$'000	\$'000	\$'000
Half Year ended 30 Sep 24					
Segment revenue:					
Sales to external customers	473,619	66,692	540,311	-	540,311
Inter-segment sales	2,539	-	2,539	(2,539)	-
Interest income	2,094	406	2,500	-	2,500
Other income	20,182	-	20,182	(14,220)	5,962
Revenue and other income	498,434	67,098	565,532	(16,759)	548,773
Segment results:					
Segment results	77,223	11,102	88,325	(10,396)	77,929
Finance costs ⁽¹⁾					(3,892)
Share of results of associates					4,599
Profit before taxation					78,636
Income tax expense					(17,076)
Profit for the period					61,560
Other segment information:					
Capital expenditure for the period	14,022	378	14,400	-	14,400
Depreciation and amortisation ⁽²⁾	20,062	3,572	23,634	-	23,634
Half Year ended 30 Sep 23					
Segment revenue:					
Sales to external customers	492,836	65,543	558,379	-	558,379
Inter-segment sales	5,812	-	5,812	(5,812)	-
Interest income	2,004	253	2,257	-	2,257
Other income	30,001	19	30,020	(24,389)	5,631
Revenue and other income	530,653	65,815	596,468	(30,201)	566,267
Segment results:					
Segment results	100,738	12,300	113,038	(20,371)	92,667
Finance costs ⁽¹⁾					(3,137)
Share of results of associates					8,684
Profit before taxation					98,214
Income tax expense					(20,343)
Profit for the period					77,871
Other segment information:					
Capital expenditure for the period	8,112	3	8,115	-	8,115
Depreciation and amortisation ⁽²⁾	18,468	3,357	21,825	-	21,825

⁽¹⁾ Includes interest on lease liabilities

⁽²⁾ Includes depreciation of right-of-use assets

	South East Asia & Oceania	North East Asia	Total	Eliminations	Group
	\$'000	\$'000	\$'000	\$'000	\$'000
30 Sep 24					
Segment assets	945,650	116,713	1,062,363	-	1,062,363
Investment in associates	89,855	-	89,855	-	89,855
					1,152,218
Segment liabilities	224,289	35,670	259,959	-	259,959
31 Mar 24					
Segment assets	938,360	111,272	1,049,632	-	1,049,632
Investment in associates	82,713	-	82,713	-	82,713
					1,132,345
Segment liabilities	232,795	37,117	269,912	-	269,912

G. Notes to the condensed interim consolidated financial statements
For the half year ended 30 September 2024

21. Financial assets and financial liabilities

The table below summarises the financial assets and financial liabilities of the Group and Company as at 30 September 2024 and 31 March 2024.

	Group		Company	
	30 Sep 24	31 Mar 24	30 Sep 24	31 Mar 24
	\$'000	\$'000	\$'000	\$'000
Financial assets at amortised cost				
Trade and other receivables	50,211	40,595	23,983	20,376
Amounts due from associates	94	187	4	91
Amounts due from subsidiaries	–	–	6,313	6,709
Cash and bank balances	207,028	237,573	75,987	100,115
Total financial assets at amortised cost	257,333	278,355	106,287	127,291
Financial liabilities at amortised cost				
Trade and other payables	57,402	58,258	20,278	22,908
Loans and borrowings	71,268	83,868	–	–
Amount due to associates	–	105	–	104
Amounts due to subsidiaries	–	–	3,607	3,587
Lease liabilities	99,005	91,972	51,566	46,522
Total financial liabilities at amortised cost	227,675	234,203	75,451	73,121

22. Fair value of assets and liabilities

(a) ***Fair value hierarchy***

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 market 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 or liability.

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

There was no transfer from Level 1 and Level 2 to Level 3 during the period under review.

G. Notes to the condensed interim consolidated financial statements
For the half year ended 30 September 2024

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

(b) Assets and liabilities measured at fair value

The following table shows an analysis of each class of assets and liabilities measured at fair value at the end of the reporting period:

	Group			
	30 Sep 24			
	\$'000			
	Fair value measurements at the end of the reporting period using			
	Quoted prices in active markets for identical instruments	Significant observable inputs other than quoted prices	Significant unobservable inputs	Total
	(Level 1)	(Level 2)	(Level 3)	
Recurring fair value measurements				
Assets				
Non-financial assets:				
Investment properties	–	–	156,571	156,571
Total non-financial assets	–	–	156,571	156,571

	Group			
	31 Mar 24			
	\$'000			
	Fair value measurements at the end of the reporting period using			
	Quoted prices in active markets for identical instruments	Significant observable inputs other than quoted prices	Significant unobservable inputs	Total
	(Level 1)	(Level 2)	(Level 3)	
Recurring fair value measurements				
Assets				
Non-financial assets:				
Investment properties	–	–	156,266	156,266
Total non-financial assets	–	–	156,266	156,266

Information about the valuation techniques and significant unobservable inputs used in Level 3 fair value measurements were disclosed in the annual consolidated financial statements for the year ended 31 March 2024.

(c) Fair value of financial instruments whose carrying amounts approximate their fair values

Management has determined that the carrying amounts of cash and bank balances, trade and other receivables, amounts due from/(to) subsidiaries, amounts due from/(to) associates, trade and other payables and loans and borrowings, based on their notional amounts, reasonably approximate their fair values because these are mostly short term in nature or are repriced frequently.

**H. Other information required by Appendix 7.2 of the Listing Manual
For the half year ended 30 September 2024**

1. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The condensed interim statements of financial position of The Hour Glass Limited and its subsidiaries as at 30 September 2024 and the related condensed interim consolidated income statement, condensed interim consolidated statement of comprehensive income, condensed interim statements of changes in equity and condensed interim consolidated statement of cash flows for the half year then ended and accompanying explanatory notes have not been audited nor reviewed.

Where the figures have been audited or reviewed, the auditors' report (including any qualifications modifications or emphasis of a matter).

Not applicable.

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.

This is not required for any audit issue that is a material uncertainty relating to going concern.

Not applicable.

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

No forecast was previously provided for the half year ended 30 September 2024.

3. Dividend

The Board of Directors has approved an interim dividend of 2.00 cents per ordinary share (2023: 2.00 cents) for the half year ended 30 September 2024, amounting to approximately \$12,962,000 (2023: \$13,104,000).

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on?

Yes.

Name of Dividend	Interim Dividend
Dividend Type	Cash
Dividend amount per Ordinary Share	2.00 cents
Tax Rate	(one-tier) tax exempt

No scrip alternative will be offered for this interim dividend.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Yes.

Name of Dividend	Interim Dividend (paid)
Dividend Type	Cash
Dividend amount per Ordinary Share	2.00 cents
Tax Rate	(one-tier) tax exempt

**H. Other information required by Appendix 7.2 of the Listing Manual
For the half year ended 30 September 2024**

3. Dividend (cont'd)

(c) Date Payable

4 December 2024

(d) Record Date

5.00 p.m. on 25 November 2024

Please refer to the Company's announcement on Notice of Record Date for Interim Dividend dated 12 November 2024 for details on the books closure for the interim dividend.

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

Not applicable.

5. If the Company has obtained a general mandate from shareholders for interested person transactions ("IPT mandate"), 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 Company does not have an IPT mandate.

6. Statement Pursuant to Rule 705(5) of the Listing Manual

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 condensed interim consolidated financial statements of the Group and the Company (comprising the condensed interim statements of financial position, condensed interim consolidated income statement, condensed interim consolidated statement of comprehensive income, condensed interim statements of changes in equity and condensed interim consolidated statement of cash flows together with their accompanying notes) for the half year ended 30 September 2024 to be false or misleading in any material respect.

Signed by Dr Henry Tay Yun Chwan and Mr Michael Tay Wee Jin on behalf of the Board of Directors.

7. Confirmation that 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)

The Hour Glass Limited confirms that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) pursuant to Rule 720(1) of the SGX-ST Listing Manual.

BY ORDER OF THE BOARD

Christine Chan
Company Secretary
12 November 2024

Statement Pursuant to Rule 705(5) of the Listing Manual

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 condensed interim consolidated financial statements of the Group and the Company (comprising the condensed interim statements of financial position, condensed interim consolidated income statement, condensed interim consolidated statement of comprehensive income, condensed interim statements of changes in equity and condensed interim consolidated statement of cash flows together with their accompanying notes) for the half year ended 30 September 2024 to be false or misleading in any material respect.

On behalf of the Board of Directors



Henry Tay Yun Chwan
Executive Chairman



Michael Tay Wee Jin
Group Managing Director

Singapore
12 November 2024