



BAKER TECHNOLOGY LIMITED
(UEN 198100637D)
(Incorporated in Singapore)

Unaudited Condensed Interim Financial Statements
For the six months ended 30 June 2021

<u>Table of Contents</u>	<u>Page</u>
A. Condensed interim consolidated statement comprehensive income	1
B. Condensed interim statements of financial position	2
C. Condensed interim statements of changes in equity	3
D. Condensed interim consolidated statement of cash flows	5
E. Notes to the condensed interim consolidated financial statements	6
F. Other information required by Listing Rule Appendix 7.2	14

A. Condensed interim consolidated statement of comprehensive income

		Group		
	Note	6 months ended 30 June		
		2021	2020	Change
		\$'000	\$'000	%
Revenue	4	30,375	31,686	-4
Cost of sales		(21,733)	(29,277)	-26
Gross profit		8,642	2,409	NM
Other income		2,017	3,015	-33
Administrative expenses		(7,010)	(8,327)	-16
Finance cost		(344)	(418)	-18
Other expenses		(10)	–	NM
Profit/(loss) before tax	6	3,295	(3,321)	NM
Income tax (expense)/credit	7	(1)	8	NM
Profit/(loss) for the period		3,294	(3,313)	NM
Profit/(loss) for the period attributable to:				
Owners of the Company		4,066	(2,354)	NM
Non-controlling interests		(772)	(959)	-19
		3,294	(3,313)	NM
Other comprehensive income:				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Net fair value gain on debt instruments at fair value		3	–	NM
Foreign currency translation		1,424	4,130	-66
Other comprehensive income for the period, net of tax		1,427	4,130	-65
Total comprehensive income for the period attributable to owners of the Company		4,721	817	NM
Total comprehensive income for the period attributable to:				
Owners of the Company		4,937	86	NM
Non-controlling interests		(216)	731	NM
Total comprehensive income		4,721	817	NM
Earnings per share attributable to owners of the Company	8			
Basic and diluted (in cents)		2.0	(1.2)	

NM – Not meaningful

B. Condensed interim statements of financial position

		Group		Company	
	Note	30 Jun 2021	31 Dec 2020	30 Jun 2021	31 Dec 2020
		\$'000	\$'000	\$'000	\$'000
Non-current assets					
Property, plant and equipment	9	175,996	180,310	5	3
Right-of-use assets		3,754	4,324	—	—
Intangible assets		905	1,034	—	—
Investment in subsidiaries		—	—	88,600	88,600
Investment in associated companies		—	—	—	—
Investment securities		3,465	2,513	3,465	2,513
		184,120	188,181	92,070	91,116
Current assets					
Contract assets		3,084	2,183	—	—
Inventories and work-in-progress		2,735	2,373	—	—
Trade and other receivables	10	17,965	18,923	130	97
Amounts due from subsidiaries		—	—	90,048	101,186
Loan to an associated company		5,876	5,780	—	—
Cash and short-term deposits		51,089	44,316	34,172	24,556
		80,749	73,575	124,350	125,839
Assets held for sale	9	—	1,748	—	—
		80,749	75,323	124,350	125,839
Less: Current liabilities					
Contract liabilities		9	316	—	—
Trade and other payables		9,245	10,868	442	538
Loans and borrowings	11	9,153	10,008	—	—
Amounts due to subsidiaries		—	—	4,540	4,861
Income tax payable		663	1,107	—	—
		19,070	22,299	4,982	5,399
Net current assets		61,679	53,024	119,368	120,440
Non-current liabilities					
Deferred tax liabilities		4,489	4,417	—	—
Loans and borrowings	11	7,350	7,549	—	—
Provision		1,550	1,550	—	—
		13,389	13,516	—	—
Net assets		232,410	227,689	211,438	211,556
Equity attributable to owners of the Company					
Share capital	12	108,788	108,788	108,788	108,788
Reserves		90,202	85,265	102,650	102,768
		198,990	194,053	211,438	211,556
Non-controlling interests		33,420	33,636	—	—
Total equity		232,410	227,689	211,438	211,556

C. Condensed interim statements of changes in equity

Group	Attributable to owners of the Company						
	Share capital (Note 12) \$'000	Capital reserve ⁽¹⁾ \$'000	Retained earnings \$'000	Fair value reserve \$'000	Foreign currency translation reserve \$'000	Total reserves \$'000	Non-controlling interests \$'000
2021							
At 1 January 2021	108,788	2,344	83,790	901	(1,770)	85,265	33,636
Profit for the period	–	–	4,066	–	–	4,066	(772)
<u>Other comprehensive income</u>							
Net fair value changes on debt instruments at FVOCI	–	–	–	3	–	3	–
Foreign currency translation	–	–	–	–	868	868	556
Total comprehensive income for the period	–	–	4,066	3	868	4,937	(216)
At 30 June 2021	108,788	2,344	87,856	904	(902)	90,202	33,420
2020							
At 1 January 2020	108,788	2,344	98,601	561	(964)	100,542	46,140
Loss for the period	–	–	(2,354)	–	–	(2,354)	(959)
<u>Other comprehensive income</u>							
Foreign currency translation	–	–	–	–	2,440	2,440	1,690
Total comprehensive income for the period	–	–	(2,354)	–	2,440	86	731
At 30 June 2020	108,788	2,344	96,247	561	1,476	100,628	46,871

C. Condensed interim statements of changes in equity (cont'd)

Company	Attributable to owners of the Company				
	Share capital (Note 12) \$'000	Capital reserve ⁽¹⁾ \$'000	Retained earnings \$'000	Fair value reserve \$'000	Total equity \$'000
2021					
At 1 January 2021	108,788	2,344	99,523	901	211,556
Loss for the period	—	—	(121)	—	(121)
<u>Other comprehensive income</u>					
Net fair value changes on debt instruments at FVOCI	—	—	—	3	3
Total comprehensive income for the period	—	—	(121)	3	(118)
At 30 June 2021	108,788	2,344	99,402	904	211,438
2020					
At 1 January 2020	108,788	2,344	90,769	561	202,462
Profit for the period	—	—	294	—	294
Total comprehensive income for the period	—	—	294	—	294
At 30 June 2020	108,788	2,344	91,063	561	202,756

⁽¹⁾ Capital reserve arose from restructuring exercise in prior years.

D. Condensed interim consolidated statement of cash flows

		Group	
	Note	6 months ended 2021	30 June 2020
		\$'000	\$'000
Cash flows from operating activities			
Profit/(loss) before tax	6	3,295	(3,321)
Adjustments for:			
Depreciation of property, plant and equipment		6,747	8,181
Depreciation of right-of-use assets		570	570
Amortisation of intangible assets		129	129
Allowance for expected credit losses		10	–
Interest income		(56)	(205)
Interest expense		344	418
Unrealised foreign exchange gain		(654)	(608)
Profit on disposal of property, plant and equipment		(898)	–
Operating cash flows before working capital changes		9,487	5,164
Increase in inventories and work-in-progress		(362)	(509)
Increase in contract assets		(901)	(254)
Decrease in contract liabilities		(307)	(213)
Decrease/(increase) in trade and other receivables		518	(1,517)
(Decrease)/increase in trade and other payables		(1,224)	2,136
Cash flows from operations		7,211	4,807
Interest received		37	212
Interest paid		(344)	(418)
Income tax paid		(446)	(1,135)
Net cash flows from operating activities		6,458	3,466
Cash flows from investing activities			
Purchase of property, plant and equipment	9	(1,219)	(2,755)
Proceeds from disposal of property, plant and equipment		2,658	–
Maturity of investment securities		–	270
Purchase of investment securities		(938)	–
Net cash flows from/(used in) investing activities		501	(2,485)
Cash flows from financing activities			
Proceeds from borrowings		1,500	–
Repayment of borrowings		(1,895)	(591)
Payment of principal portion of lease liabilities		(418)	(394)
Net cash flows used in financing activities		(813)	(985)
Net increase/(decrease) in cash and cash equivalents		6,146	(4)
Effect of exchange rate changes on cash and cash equivalents		627	790
Cash and cash equivalents at beginning of financial period		44,316	45,222
Cash and cash equivalents at end of financial period		51,089	46,008

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

Baker Technology 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). These condensed interim consolidated financial statements as at and for the six months ended 30 June 2021 comprised the Company and its subsidiaries (collectively, the Group).

The principal activities of the Company are investment holding and the provision of specialised marine offshore equipment and services for the oil and gas industry.

2. Basis of Preparation

The condensed interim financial statements for the six months ended 30 June 2021 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 31 December 2020.

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

The condensed 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 when otherwise indicated.

2.1 New and amended standards adopted by the Group

A number of amendments to Standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards.

2.2 Use of judgements and estimates

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

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 December 2020.

Estimates and underlying assumptions were 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.

Management is of the opinion that there were no significant judgements made in applying the accounting policies in the condensed interim financial statements.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

2.2 Use of judgements and estimates (cont'd)

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

- Note 9 – impairment test on vessels
- Note 10 – provision for expected credit losses of trade receivables

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 units based on their products and services, and has three reportable operating segments as follows:

- (i) The marine offshore segment is essentially the Group's principal business activity as manufacturers and providers of specialised marine offshore equipment and services for the oil and gas industry. The Group's core business is in the design, construction, operating and chartering of mobile offshore units and offshore services vessels, along a wide range of critical equipment and components for the offshore marine industry.
- (ii) The investments segment relates to the Group's investments in available-for-sale investments.
- (iii) The corporate segment is involved in Group-level corporate services and treasury functions.

These operating segments are reported in a manner consistent with internal reporting provided to the Chief Executive Officer who is responsible for allocating resources and assessing performance of the operating segments.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

4.1 Reportable segments

The following table present revenue and profit information for the Group's operating segments for the 6 months ended 30 June 2021 and 2020, respectively:

	Marine offshore		Investments		Corporate		Adjustments and elimination		Consolidated	
	6M2021	6M2020	6M2021	6M2020	6M2021	6M2020	6M2021	6M2020	6M2021	6M2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue from external customers	30,375	31,686	–	–	–	–	–	–	30,375	31,686
Results:										
Depreciation and amortisation	(7,445)	(8,878)	–	–	(1)	(2)	–	–	(7,446)	(8,880)
Interest income	15	116	19	–	22	89	–	–	56	205
Finance cost	(344)	(418)	–	–	–	–	–	–	(344)	(418)
Segment profit/(loss)	3,812	(3,013)	13	(213)	(140)	295	(390)	(390)	3,295	(3,321)
Other segment information:										
Purchase of investment securities	–	–	938	–	–	–	–	–	938	–
Additions to non-current assets:-										
- Purchase of property, plant and equipment	1,216	2,755	–	–	3	–	–	–	1,219	2,755

The following table presents assets and liabilities information for the Group's operating segments as at 30 June 2021 and 31 December 2020, respectively:

	Marine offshore	Investments	Corporate	Adjustments and elimination	Consolidated
	\$'000	\$'000	\$'000	\$'000	\$'000
Segment assets					
30 June 2021	226,459	51,216	34,307	(47,113)	264,869
31 December 2020	231,239	54,722	24,656	(47,113)	263,504
Segment liabilities					
30 June 2021	32,011	6	442	–	32,459
31 December 2020	35,257	20	538	–	35,815

E. Notes to the condensed interim consolidated financial statements (Cont'd)

4.1 Reportable segments (cont'd)

Geographical information

	Revenue		Group Non-current assets	
	6M2021 \$'000	6M2020 \$'000	30 Jun 2021 \$'000	31 Dec 2020 \$'000
Asia Pacific (excluding China and Singapore)	19,394	21,182	9,880	10,271
Singapore	1,956	2,117	170,775	175,397
Africa	6,569	2,516	—	—
Americas	93	1,921	—	—
Europe	2,036	2,267	—	—
Middle East	322	1,679	—	—
China	5	4	—	—
	30,375	31,686	180,655	185,668

Segment revenue is based on the countries in which customers are invoiced. Non-current assets information consists of property, plant and equipment, right-of-use assets and intangible assets as presented in the consolidated balance sheet and are based on the geographical location of the entities.

4.2 Disaggregation of revenue

	Group	
	6M2021 \$'000	6M2020 \$'000
Marine offshore revenue	29,438	29,497
Spare sales	937	2,189
	30,375	31,686

Timing of transfer of goods or services

	6M2021		6M2020	
	At a point in time \$'000	Over time \$'000	At a point in time \$'000	Over time \$'000
Asia Pacific (excluding China and Singapore)	167	19,227	207	20,975
Singapore	316	1,640	239	1,878
Africa	34	6,535	26	2,490
Americas	93	—	96	1,825
Europe	—	2,036	—	2,267
Middle East	322	—	1,617	62
China	5	—	4	—
	937	29,438	2,189	29,497

E. Notes to the condensed interim consolidated financial statements (Cont'd)

5. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2021 and 31 December 2020:

	Group		Company	
	30 Jun 2021	31 Dec 2020	30 Jun 2021	31 Dec 2020
	\$'000	\$'000	\$'000	\$'000
Financial assets				
<i>Equity securities at fair value through other comprehensive income</i>				
- Corporate bonds (quoted) (Level 1)	952	–	952	–
- Unquoted equity securities (Level 2)	2,513	2,513	2,513	2,513
Trade and other receivables (excluding GST recoverable and prepaid expenses)	16,874	18,305	83	65
Amounts due from subsidiaries	–	–	90,048	101,186
Cash and short-term deposits	51,089	44,316	34,172	24,556
Loan to associated company	5,876	5,780	–	–
Total undiscounted financial assets	77,304	70,914	127,768	128,320
Financial liabilities				
Trade and other payables (excluding deferred income and provision for reinstatement)	8,937	10,321	436	529
Amounts due to subsidiaries	–	–	4,540	4,861
Loans and borrowings	14,081	14,887	–	–
Lease liabilities	3,435	3,952	–	–
Total undiscounted financial liabilities	26,453	29,160	4,976	5,390
Total net undiscounted financial assets	50,851	41,754	122,792	122,930

6. Profit/(loss) before tax

6.1 Significant items

	Group	
	6M2021	6M2020
	\$'000	\$'000
Income:		
Grant income	658	1,352
Gain on disposal of property, plant and equipment	898	–
Interest income	56	205
Foreign exchange gain	242	1,416
Expenses:		
Depreciation of property, plant and equipment	6,747	8,181
Depreciation of right-of-use assets	570	570
Amortisation of intangible assets	129	129
Interest expense	344	418
Allowance for expected credit losses	10	–

E. Notes to the condensed interim consolidated financial statements (Cont'd)

6.2 Related party transactions

In addition to the related party information disclosed elsewhere in the condensed interim financial statements, the following significant transactions between the Group and related parties took place at terms agreed between the parties during the financial period:

	Group	
	6M2021 \$'000	6M2020 \$'000
Management and agency fee from associated companies	189	73
Interest income from an associated company	—	57

7. Income tax expense/(credit)

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:

	Group	
	6M2021 \$'000	6M2020 \$'000
Statement of comprehensive income:		
<i>Current income tax:</i>		
Under/(over) provision in respect of prior years	1	(8)
Income tax expense/(credit) recognised in the statement of comprehensive income	1	(8)

8. Earnings per share and net asset value per share

Basic earnings per ordinary share for the six months ended 30 June 2021 and 2020 are calculated by dividing profit/(loss) for the financial period, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial periods of 202,877,948.

The Group has no dilution in its earnings per share at 30 June 2021 and 30 June 2020.

	Group		Company	
	30 Jun 2021	31 Dec 2020	30 Jun 2021	31 Dec 2020
Net asset value per ordinary share based on issued share capital at the end of the period (in cents)	98.1	95.7	104.2	104.3

Net asset value per ordinary share as at 30 June 2021 and 31 December 2020 are calculated based on the number of ordinary shares in issue of 202,877,948.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

9. Property, plant and equipment

During the six months ended 30 June 2021, the Group acquired assets amounting to \$1,219,000 (30 June 2020: \$2,755,000) and disposed assets amounting to \$1,760,000 (30 June 2020: \$Nil).

In December 2020, the Group entered into agreements with an external party for the sale of two of its vessels. The sales were subsequently completed in January and February 2021. As a result, the carrying value of these vessels and the related dry-docking expenditure of \$1,748,000 were transferred to assets held for sale as of 31 December 2020.

Impairment testing on vessels

As at 31 December 2020, the Group carried out a review of the recoverable amount of its vessels due to the continued weakness in the oil and gas industry. The recoverable amount of the vessels was based on its value in use and the pre-tax discount rate was 9.5%. As the recoverable amount was computed to be lower than the carrying value, impairment loss of \$11,712,000 was recorded during 2020. The Group has not performed any further review of the recoverable amount of its vessels during the six months ended 30 June 2021 because there were no impairment indicators at 30 June 2021.

10. Trade receivables

As at 30 June 2021, the carrying amount of the Group's trade receivables, net of allowance for expected credit losses (ECL) of \$4,972,000 (31 December 2020: \$4,962,000) amounted to \$13,887,000 (31 December 2020: \$15,456,000), which represented 17% (31 December 2020: 21%) of its current assets.

Provision for expected credit losses of trade receivables

The Group uses a provision to calculate ECL for trade receivables. The provision rates are based on days past due for groupings of various customers 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 ECL is a significant estimate. The amount of ECL 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. As at 30 June 2021, the Group assessed that the ECL provision recorded is adequate.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

11. Loans and borrowings

	Group	
	30 Jun 2021	31 Dec 2020
	\$'000	\$'000
<u>Amount repayable within one year or on demand</u>		
Secured	7,287	8,766
Unsecured	1,866	1,242
	<hr/>	<hr/>
	9,153	10,008
	<hr/>	<hr/>
<u>Amount repayable after one year</u>		
Secured	1,133	1,786
Unsecured	6,217	5,763
	<hr/>	<hr/>
	7,350	7,549
	<hr/>	<hr/>
Total loans and borrowings	16,503	17,557
	<hr/>	<hr/>

The secured bank borrowing is secured by a subsidiary's vessel.

12. Share capital

	Group and Company			
	30 Jun 2021		31 Dec 2020	
	No. of shares	\$'000	No. of shares	\$'000
Issued and fully paid:				
At 30 June 2021 and				
31 December 2020	202,877,948	108,788	202,877,948	108,788
	<hr/>	<hr/>	<hr/>	<hr/>

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restriction. The ordinary shares have no par value.

The Company did not hold any treasury shares as at 30 June 2021 and 31 December 2020. There was no sale, transfer, disposal, cancellation and use of treasury shares during the six months ended 30 June 2021.

The Company's subsidiaries do not hold any shares in the Company as at 30 June 2021 and 31 December 2020.

There was no sale, transfer, cancellation and/or use of subsidiary holdings during the six months ended 30 June 2021.

F. Other information required by Listing Rule Appendix 7.2

1. Review

The condensed consolidated statement of financial position of Baker Technology Limited and its subsidiaries (the “Group”) as at 30 June 2021 and the related condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

2. Review of performance of the Group

Revenue

Group revenue for the first half in 2021 (“1H2021”) declined by \$1.3 million or 4% to \$30.4 million as compared to the corresponding period in 2020 (“1H2020”), primarily due to lower spare sales, fabrication revenue and a reduction in charter revenue from the Group’s smaller vessels due to the prolonged disruption from the global COVID-19 pandemic. The lower revenue was partially offset by higher utilisation and therefore higher revenue of the Group’s larger vessel category in 1H2021 as compared to the corresponding period in 2020.

Profitability

Despite a lower revenue, gross profit improved by \$6.2 million from \$2.4 million in 1H2020 to \$8.6 million for 1H2021 due to a higher margin recorded from chartering activities. The Group had reported lower margin from chartering activities in 1H2020 as vessel operating expenses including vessel depreciation continued to be incurred during vessel off-hire periods.

Accordingly, the Group reported a net profit of \$3.3 million for 1H2021 as compared to a net loss of \$3.3 million for 1H2020 after taking the following into consideration:

- Higher margin from chartering activities;
- Lower administrative expenses primarily due to lower payroll;
- Gain on disposal of vessels of \$0.9 million recorded in 1H2021;
- Lower foreign exchange gain as US dollar strengthened by about 1.7% against Singapore dollar in 1H2021 compared to about 3.6% in 1H2020; and
- Lower grant income in 1H2021 due to the tapering of various government COVID-19 relief in 2021.

After taking into account non-controlling interests (i.e. minority shareholders of CHO), net profit attributable to shareholders was \$4.1 million for 1H2021, as compared to a net loss attributable to shareholders of \$2.4 million for the corresponding period in 2020.

Financial position and cash flow

Investment securities mainly relate to a minority stake in an unquoted investment fund company (\$2.5 million), which was incorporated in Luxembourg and quoted corporate bonds of \$1.0 million. The increase was due to the purchase of corporate bonds during the current period.

Group shareholders’ fund increased from \$194.1 million as at 31 December 2020 to \$199.0 million as at 30 June 2021 due to net profit attributable to shareholders of \$4.1 million for the current period and foreign currency translation gain of \$0.9 million arising from the consolidation of subsidiaries reported in foreign currencies.

Cash and cash equivalents increased from \$44.3 million as at 31 December 2020 to \$51.1 million as at 30 June 2021, primarily due to better operating cash flows during 1H2021.

F. Other information required by Listing Rule Appendix 7.2 (Cont'd)

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

Not applicable.

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 reporting period and the next 12 months

Amid cautious demand and recovery signs for the oil and gas sector, activity in the sector could still fall short of pre-pandemic levels within the next 12 months.

The Group will continue to be cautious and focus on cost management, strengthening our operational business performance to constantly adapt to the challenging business and COVID-related environment and remain resilient.

5. Dividend information

5a. Current Financial Period Reported on

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

No dividend has been declared or recommended in view of the Group's operational and financial cash needs.

5b. Corresponding Period of the Immediate Preceding Financial Year

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

5c. Date Payable

Not applicable

5d. Book Closure Date

Not applicable

6. Interested person transactions

The Company did not obtain a general mandate from shareholders for Interested Person Transactions.

F. Other information required by Listing Rule Appendix 7.2 (Cont'd)

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

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

8. Confirmation pursuant to Rule 705(5) of the Listing Manual

The Board of Directors hereby confirms that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial statements of the Company and of the Group for the half year ended 30 June 2021 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Wong Meng Yeng
Board Chairman

Jeanette Chang
CEO

BY ORDER OF THE BOARD

Lim Mee Fun
Company Secretary
30 July 2021