

TEHO INTERNATIONAL INC LTD.

(Company Registration No: 200811433K)
(Incorporated in the Republic of Singapore)

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) FOR THE SIX MONTHS AND FULL YEAR ENDED 30 JUNE 2022

This announcement has been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "Sponsor"). This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited ("the "SGX-ST") and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made, or reports contained in this announcement. The contact person for the Sponsor is Mr David Yeong (Tel: (65) 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.

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A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS

		Group					
		2HY2022	2HY2021	Change	FY2022	FY2021	Change
	Note	Unaudited	Unaudited		Unaudited	Audited	
		S\$	S\$	%	S\$	S\$	%
Revenue	4	30,636,144	28,396,448	7.9	57,176,164	61,814,524	(7.5)
Cost of sales		(18,823,654)	(17,366,237)	8.4	(34,580,536)	(40,014,130)	(13.6)
Gross profit		11,812,490	11,030,211	7.1	22,595,628	21,800,394	3.6
Other operating income		1,450,549	441,262	>100.0	1,499,635	1,389,131	8.0
Distribution expenses		(864,985)	(624,711)	38.5	(1,572,417)	(1,216,753)	29.2
Administrative expenses		(6,589,308)	(6,181,263)	6.6	(13,610,529)	(13,188,490)	3.2
Other operating expenses		(2,315,703)	(1,973,474)	17.3	(4,329,058)	(3,702,340)	16.9
Results from operating activities		3,493,043	2,692,025	29.8	4,583,259	5,081,942	(9.8)
Finance income		3,497	134	>100.0	3,675	266	>100.0
Finance costs		(467,090)	(404,985)	15.3	(915,392)	(969,023)	(5.5)
Net finance costs		(463,593)	(404,851)	14.5	(911,717)	(968,757)	(5.9)
Share of results of equity-accounted investees (net of tax)		–	15,982	n.m.	–	15,982	n.m.
Profit before tax	6	3,029,450	2,303,156	31.5	3,671,542	4,129,167	(11.1)
Tax expense	7	(605,200)	(369,284)	63.9	(848,058)	(898,130)	(5.6)
Profit for the period / year		2,424,250	1,933,872	25.4	2,823,484	3,231,037	(12.6)
Earnings per share							
Basic (cents)	9	1.03	0.82	25.6	1.20	1.37	(12.4)
Diluted (cents)	9	1.03	0.82	25.6	1.20	1.37	(12.4)

Notes:

(1) 2HY2022 : 6 months ended 30 June 2022

(2) 2HY2021 : 6 months ended 30 June 2021

(3) FY2022 : 12 months ended 30 June 2022

(4) FY2021 : 12 months ended 30 June 2021

(5) n.m.: not meaningful.

B. CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Note	Group					
	2HY2022	2HY2021	Change	FY2022	FY2021	Change
	Unaudited S\$	Unaudited S\$	%	Unaudited S\$	Audited S\$	%
Profit for the period / year	2,424,250	1,933,872	25.4	2,823,484	3,231,037	(12.6)
Items that are or may be reclassified subsequently to profit or loss:						
Foreign currency translation differences, net of tax	(295,394)	(62,436)	>100.0	(591,652)	(5,137)	>100.0
Other comprehensive income for the period / year, net of tax	(295,394)	(62,436)	>100.0	(591,652)	(5,137)	>100.0
Total comprehensive income for the period / year	2,128,856	1,871,436	13.8	2,231,832	3,225,900	(30.8)

C. CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

	Note	Group		Company	
		30 June 2022	30 June 2021	30 June 2022	30 June 2021
		Unaudited S\$	Audited S\$	Unaudited S\$	Audited S\$
Assets					
Property, plant and equipment	10	14,709,352	13,063,262	249,728	303,951
Investment in subsidiaries		–	–	16,184,006	16,184,006
Investment in associate and joint venture		–	75,982	–	–
Deferred tax assets		232,663	163,566	–	–
Trade and other receivables		500,272	–	–	–
Non-current assets		15,442,287	13,302,810	16,433,734	16,487,957
Inventories		25,093,190	21,195,973	–	–
Development properties		5,465,226	5,357,030	–	–
Contract costs		26,250	56,538	–	–
Tax recoverable		1,038	12,116	–	–
Trade and other receivables		10,056,463	9,635,045	8,165,036	5,782,596
Contract assets		38,898	315,003	–	–
Cash and cash equivalents		4,536,280	6,981,664	84,298	100,916
Current assets		45,217,345	43,553,369	8,249,334	5,883,512
Total assets		60,659,632	56,856,179	24,683,068	22,371,469
Equity					
Share capital	12	33,035,508	33,035,508	33,035,508	33,035,508
Other reserves		(406,043)	185,609	–	–
Accumulated losses		(12,284,485)	(15,107,969)	(53,099,530)	(55,162,338)
Total equity		20,344,980	18,113,148	(20,064,022)	(22,126,830)
Liabilities					
Loans and borrowings	11	9,175,352	12,169,853	–	–
Trade and other payables		–	116,211	–	–
Deferred tax liabilities		1,000	37,312	–	–
Non-current liabilities		9,176,352	12,323,376	–	–
Loans and borrowings	11	23,904,791	20,150,872	–	–
Trade and other payables		6,297,502	5,644,389	44,732,121	44,483,936
Contract liabilities		458,303	188,974	–	–
Current tax liabilities		477,704	435,420	14,969	14,363
Current liabilities		31,138,300	26,419,655	44,747,090	44,498,299
Total liabilities		40,314,652	38,743,031	44,747,090	44,498,299
Total equity and liabilities		60,659,632	56,856,179	24,683,068	22,371,469

D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

		Group	
	Note	FY2022 Unaudited S\$	FY2021 Audited S\$
<u>Cash flows from operating activities</u>			
Profit before tax		3,671,542	4,129,167
Adjustments for:			
Bad debts written off	6.1	39,219	2,142
Depreciation of property, plant, and equipment		1,571,649	1,665,164
Fair value gain on derivatives	6.1	(166,892)	(69,385)
Gain on disposal of plant and equipment	6.1	(1,311)	(59,471)
Gain on disposal of an associate		(8,398)	–
Gain on modification of lease contracts		(922)	(26,036)
(Reversal of impairment) / Impairment loss on trade and other receivables and contract assets	6.1	(23,023)	111,403
Loss on disposal of assets held for sale		–	810
Net finance costs		911,717	968,757
Share of results of equity-accounted investees (net of tax)		–	(15,982)
Operating cash flows before changes in working capital		5,993,581	6,706,569
Changes in:			
- Inventories		(4,134,488)	1,148,326
- Development properties		(82,353)	5,505,723
- Contract costs		30,288	(56,538)
- Trade and other receivables		(987,628)	1,082,900
- Contract assets		280,245	85,711
- Trade and other payables		398,859	(132,453)
- Contract liabilities		268,861	(90,796)
Cash generated from operations		1,767,365	14,249,442
Tax paid		(900,643)	(996,418)
Net cash from operating activities		866,722	13,253,024
<u>Cash flows from investing activities</u>			
Acquisition of an associate		–	(60,000)
Acquisition of property, plant and equipment ^(Note 1)		(1,535,757)	(776,417)
Interest received		299	266
Proceeds from disposal of an associate		84,380	–
Proceeds from disposal of assets held for sale		–	3,168,000
Proceeds from disposal of plant and equipment		29,612	82,500
Net cash (used in) / from investing activities		(1,421,466)	2,414,349

D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (continued)

	Note	Group FY2022 Unaudited S\$	FY2021 Audited S\$
<u>Cash flows from financing activities</u>			
Interest paid		(941,235)	(1,076,087)
Payment of lease liabilities		(750,710)	(869,388)
Proceeds from loans and borrowings		22,821,777	23,160,691
Repayment of loans and borrowings		(23,167,257)	(35,176,998)
Net cash used in financing activities		<u>(2,037,425)</u>	<u>(13,961,782)</u>
Net (decrease) / increase in cash and cash equivalents		(2,592,169)	1,705,591
Cash and cash equivalents at beginning of the year		6,981,664	5,310,252
Effect of exchange rate fluctuations on cash held		146,785	(34,179)
Cash and cash equivalents at end of the year		<u>4,536,280</u>	<u>6,981,664</u>
 <u>Note 1</u>			
Additions of property, plant and equipment		3,961,219	1,803,804
Less: Funded by bank loans		(1,889,636)	-
Less: Addition in right-of-use assets		(535,826)	(1,027,387)
Cash used in acquisition of property, plant and equipment		<u>1,535,757</u>	<u>776,417</u>

E. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

Group	Attributable to owners of the Company			
	Share capital S\$	Foreign currency translation reserve S\$	Accumulated losses S\$	Total equity S\$
As at 1 July 2021 (audited)	33,035,508	185,609	(15,107,969)	18,113,148
Total comprehensive income for the year				
Profit for the year	–	–	2,823,484	2,823,484
Foreign currency translation differences	–	(591,652)	–	(591,652)
Total comprehensive income for the year	–	(591,652)	2,823,484	2,231,832
As at 30 June 2022 (unaudited)	33,035,508	(406,043)	(12,284,485)	20,344,980
As at 1 July 2020 (audited)	33,035,508	190,746	(18,339,006)	14,887,248
Total comprehensive income for the year				
Profit for the year	–	–	3,231,037	3,231,037
Foreign currency translation differences	–	(5,137)	–	(5,137)
Total comprehensive income for the year	–	(5,137)	3,231,037	3,225,900
As at 30 June 2021 (audited)	33,035,508	185,609	(15,107,969)	18,113,148

E. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (continued)

	Share capital S\$	Accumulated losses S\$	Total equity S\$
Company			
As at 1 July 2021 (audited)	33,035,508	(55,162,338)	(22,126,830)
Total comprehensive income for the year	–	2,062,808	2,062,808
As at 30 June 2022 (unaudited)	<u>33,035,508</u>	<u>(53,099,530)</u>	<u>(20,064,022)</u>
As at 1 July 2020 (audited)	33,035,508	(56,398,891)	(23,363,383)
Total comprehensive income for the year	–	1,236,553	1,236,553
As at 30 June 2021 (audited)	<u>33,035,508</u>	<u>(55,162,338)</u>	<u>(22,126,830)</u>

F. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1. Corporate information

TEHO International Inc Ltd. (the "Company") is a public company limited by shares, incorporated and domiciled in Singapore with its registered office at 1 Commonwealth Lane, #09-23, One Commonwealth, Singapore 149544. The Company's registration number is 200811433K. The Company is listed on the Catalist board of the Singapore Exchange Securities Trading Limited.

These condensed interim consolidated financial statements as at and for the six months and full year ended 30 June 2022 comprise the Company and its subsidiaries (collectively, the "Group"). The Company is an investment holding company.

The principal activities of the Group are:

- (a) Supply of rigging and mooring equipment as well as related services to customers mainly in the marine and offshore industries;
- (b) Supply of offshore oil and gas equipment to offshore oil and gas industries;
- (c) Manufacture and repair of water/waste water treatment equipment and provision of environmental engineering design and consultancy services (except clean energy);
- (d) Real estate development; and
- (e) Provision of real estate valuation services.

2. Basis of preparation

The condensed interim consolidated financial statements for the six (6) months and full year ended 30 June 2022 have been prepared in accordance with 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 interim consolidated financial statements for the period ended 31 December 2021.

The presentation for the FY2022 unaudited condensed interim consolidated financial statements are prepared in accordance with the relevant accounting standards under Singapore Financial Reporting Standards (International) ("SFRS(I)s") which is to comply with Catalist Rule 705(3A) that takes effect for issuers' financial statements for any interim financial period (i.e., the first, second or third quarters of the financial year) or for any financial year ending on or after 30 June 2022.

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

The condensed interim consolidated financial statements are presented in Singapore dollar which is the Company's functional currency.

2.1 Basis of preparation

The Group has applied the following SFRS(I)s, amendments to and interpretations of SFRS(I) for the first time on 1 July 2021:

- *COVID-19-Related Rent Concessions* (Amendments to SFRS(I) 16)
- *Interest Rate Benchmark Reform – Phase 2* (Amendments to SFRS(I) 9, SFRS(I) 1-39 and SFRS(I) 7, SFRS(I) 4 and SFRS(I) 16)

Other than the amendments relating to the interest rate benchmark reform – Phase 2 Amendments, the application of these amendments to standards and interpretations does not have a material effect on the financial statements.

The Group applied the Phase 2 amendments retrospectively. However, in accordance with the exceptions permitted in the Phase 2 amendments, the Group has elected not to restate comparatives for the prior periods to reflect the application of these amendments. Since the Group had no transactions for which the benchmark rate had been replaced with an alternative benchmark rate as at 30 June 2021, there is no impact on opening equity balances as a result of retrospective application.

2.2 Use of judgements and estimates

The preparation of the condensed interim consolidated financial statements in conformity with SFRS(I)s requires management to make 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 30 June 2021.

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.

Key judgements, assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment within the next financial period includes the following:

- Measurement of realisable amounts of inventories.

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 the following main business segments:

- Segment 1: Marine & Offshore comprises of mooring and rigging, water treatment and engineering businesses.
- Segment 2: Property comprises of property development and consultancy services.

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

4.1 Reportable segments

Business Segment Reporting	Marine & Offshore S\$	Property S\$	Unallocated S\$	Group S\$
2HY2022				
Revenue	37,848,848	611,120	–	38,459,968
Internal revenue	(7,823,824)	–	–	(7,823,824)
External revenue	<u>30,025,024</u>	<u>611,120</u>	<u>–</u>	<u>30,636,144</u>
Interest income	3,497	–	–	3,497
Interest expense	(410,781)	(56,309)	–	(467,090)
Depreciation	(766,857)	(12,617)	(36,594)	(816,068)
Reportable segment profit before tax	3,050,418	305,221	–	3,355,639
Other unallocated expenses	–	–	(326,189)	<u>(326,189)</u>
Consolidated profit before tax				<u>3,029,450</u>
Reportable segment assets	53,951,846	6,342,810	364,976	60,659,632
Capital expenditure	412,817	–	10,584	423,401
Reportable segment liabilities	<u>36,096,934</u>	<u>3,953,069</u>	<u>264,649</u>	<u>40,314,652</u>
2HY2021				
Revenue	35,672,818	581,403	–	36,254,221
Internal revenue	(7,857,773)	–	–	(7,857,773)
External revenue	<u>27,815,045</u>	<u>581,403</u>	<u>–</u>	<u>28,396,448</u>
Interest income	134	–	–	134
Interest expense	(398,775)	(1,192)	(5,018)	(404,985)
Depreciation	(723,091)	(36,279)	(28,572)	(787,942)
Reportable segment profit/(loss) before tax	2,572,718	(119,840)	–	2,452,878
Share of results of equity-accounted investees (net of tax)	–	15,982	–	15,982
Other unallocated expenses	–	–	(165,704)	<u>(165,704)</u>
Consolidated profit before tax				<u>2,303,156</u>
Reportable segment assets	49,745,879	6,686,225	424,075	56,856,179
Capital expenditure	1,082,356	108,205	326,256	1,516,817
Reportable segment liabilities	<u>33,923,285</u>	<u>4,431,646</u>	<u>388,100</u>	<u>38,743,031</u>

Business Segment Reporting	Marine & Offshore S\$	Property S\$	Unallocated S\$	Group S\$
FY2022				
Revenue	71,467,619	1,372,423	–	72,840,042
Internal revenue	(15,663,878)	–	–	(15,663,878)
External revenue	<u>55,803,741</u>	<u>1,372,423</u>	<u>–</u>	<u>57,176,164</u>
Interest income	3,675	–	–	3,675
Interest expense	(822,788)	(92,604)	–	(915,392)
Depreciation	(1,457,061)	(43,095)	(71,493)	(1,571,649)
Reportable segment profit before tax	4,145,537	98,478	–	4,244,015
Other unallocated expenses	–	–	(572,473)	(572,473)
Consolidated profit before tax				<u>3,671,542</u>
Reportable segment assets	53,951,846	6,342,810	364,976	60,659,632
Capital expenditure	3,943,949	–	17,270	3,961,219
Reportable segment liabilities	<u>36,096,934</u>	<u>3,953,069</u>	<u>264,649</u>	<u>40,314,652</u>
FY2021				
Revenue	68,418,467	7,583,929	–	76,002,396
Internal revenue	(14,187,872)	–	–	(14,187,872)
External revenue	<u>54,230,595</u>	<u>7,583,929</u>	<u>–</u>	<u>61,814,524</u>
Interest income	266	–	–	266
Interest expense	(887,723)	(76,282)	(5,018)	(969,023)
Depreciation	(1,552,983)	(82,225)	(29,956)	(1,665,164)
Reportable segment profit/(loss) before tax	4,664,263	(208,941)	–	4,455,322
Share of results of equity-accounted investees (net of tax)	–	15,982	–	15,982
Other unallocated expenses	–	–	(342,137)	(342,137)
Consolidated profit before tax				<u>4,129,167</u>
Reportable segment assets	49,745,879	6,686,225	424,075	56,856,179
Capital expenditure	1,355,793	118,963	329,048	1,803,804
Reportable segment liabilities	<u>33,923,285</u>	<u>4,431,646</u>	<u>388,100</u>	<u>38,743,031</u>

- (a) The other unallocated items comprise distribution costs, administrative expenses, other operating expenses and other charges which are centralised and not segmented as these items are not directly attributable to the reportable segments.
- (b) The unallocated assets and liabilities cannot be selectively segmented when they are being deployed and/or incurred, as these items are not directly attributable to the reportable segments.

4.2 Disaggregation of revenue

(a) Types of goods or services and timing of revenue recognition

	Group					
	2HY2022	Group			2HY2021	
	Marine & offshore S\$	Property S\$	Total S\$	Marine & offshore S\$	Property S\$	Total S\$
Types of goods or services:						
- Sale of goods	30,025,024	–	30,025,024	27,815,045	–	27,815,045
- Provision of real estate services	–	611,120	611,120	–	581,403	581,403
	<u>30,025,024</u>	<u>611,120</u>	<u>30,636,144</u>	<u>27,815,045</u>	<u>581,403</u>	<u>28,396,448</u>
Timing of revenue recognition:						
- At a point in time	<u>30,025,024</u>	<u>611,120</u>	<u>30,636,144</u>	<u>27,815,045</u>	<u>581,403</u>	<u>28,396,448</u>

	Group					
	FY2022	Group			FY2021	
	Marine & offshore S\$	Property S\$	Total S\$	Marine & offshore S\$	Property S\$	Total S\$
Types of goods or services:						
- Sale of goods	55,803,741	–	55,803,741	54,230,595	–	54,230,595
- Revenue from property development	–	–	–	–	6,490,000	6,490,000
- Provision of real estate services	–	1,163,018	1,163,018	–	1,093,929	1,093,929
- Contract revenue	–	209,405	209,405	–	–	–
	<u>55,803,741</u>	<u>1,372,423</u>	<u>57,176,164</u>	<u>54,230,595</u>	<u>7,583,929</u>	<u>61,814,524</u>
Timing of revenue recognition:						
- At a point in time	55,803,741	1,163,018	56,966,759	54,230,595	7,583,929	61,814,524
- Over time	–	209,405	209,405	–	–	–
	<u>55,803,741</u>	<u>1,372,423</u>	<u>57,176,164</u>	<u>54,230,595</u>	<u>7,583,929</u>	<u>61,814,524</u>

(b) Geographical information

	Note	Group					
		2HY2022	Group			2HY2021	
		Marine & offshore S\$	Property S\$	Total S\$	Marine & offshore S\$	Property S\$	Total S\$
Revenue							
Singapore		13,081,811	611,120	13,692,931	13,177,731	581,403	13,759,134
Europe	1	10,472,179	–	10,472,179	7,631,456	–	7,631,456
Southeast Asia	2	2,486,424	–	2,486,424	3,316,872	–	3,316,872
United States of America		1,302,649	–	1,302,649	1,340,283	–	1,340,283
East Asia	3	1,118,260	–	1,118,260	947,885	–	947,885
Middle East	4	688,822	–	688,822	589,279	–	589,279
Other countries	5	874,879	–	874,879	811,539	–	811,539
Total revenue		<u>30,025,024</u>	<u>611,120</u>	<u>30,636,144</u>	<u>27,815,045</u>	<u>581,403</u>	<u>28,396,448</u>

	Note	Group					
		FY2022	Group			FY2021	
		Marine & offshore S\$	Property S\$	Total S\$	Marine & offshore S\$	Property S\$	Total S\$
Revenue							
Singapore		24,855,326	1,372,423	26,227,749	26,946,498	7,583,929	34,530,427
Europe	1	18,076,650	–	18,076,650	14,256,193	–	14,256,193
Southeast Asia	2	4,638,259	–	4,638,259	6,102,300	–	6,102,300
United States of America		2,998,920	–	2,998,920	2,196,921	–	2,196,921
East Asia	3	2,078,391	–	2,078,391	1,913,830	–	1,913,830
Middle East	4	1,351,480	–	1,351,480	1,166,985	–	1,166,985
Other countries	5	1,804,715	–	1,804,715	1,647,868	–	1,647,868
Total revenue		<u>55,803,741</u>	<u>1,372,423</u>	<u>57,176,164</u>	<u>54,230,595</u>	<u>7,583,929</u>	<u>61,814,524</u>

Notes:

1. Europe include United Kingdom, Cyprus, Denmark, Greece, Germany, Netherlands, Spain, France, Norway, Turkey, Finland, Lithuania, Monaco, Belgium, Switzerland, Sweden and Italy.
2. Southeast Asia include Philippines, Malaysia, Indonesia, Brunei Darussalam and Thailand.
3. East Asia include Hong Kong, China, South Korea, Japan and Taiwan.
4. Middle East include United Arab Emirates, Oman, Israel, Saudi Arabia and Qatar.
5. Other countries include Nigeria, Marshall Islands, Maldives, Panama, India, Canada, Australia, Brazil and Mexico.

(c) A breakdown of sales:

		Group		
		FY2022 S\$ Unaudited	FY2021 S\$ Unaudited	% Increase/ (Decrease)
First Half				
(a)	Revenue	26,540,020	33,418,076	(20.6)
(b)	Operating profit after tax before deducting non-controlling interests	399,234	1,297,165	(69.2)
Second half				
(a)	Revenue	30,636,144	28,396,448	7.9
(b)	Operating profit after tax before deducting non-controlling interests	2,424,250	1,933,872	25.4

5. Financial assets and liabilities

The carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy are as follows. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2022 and 30 June 2021:

	The Group		The Company	
	30 June 2022 S\$	30 June 2021 S\$	30 June 2022 S\$	30 June 2021 S\$
Financial asset at fair value through profit or loss				
Derivative financial assets	50,681	–	–	–
Financial assets at amortised costs				
Trade and other receivables*	9,669,502	9,453,320	8,141,554	5,766,688
Cash and cash equivalents	4,536,280	6,981,664	84,298	100,916
	<u>14,205,782</u>	<u>16,434,984</u>	<u>8,225,852</u>	<u>5,867,604</u>
Financial liabilities at amortised costs				
Fixed rate loans	(7,941,964)	(6,846,231)	–	–
Lease liabilities	(4,103,417)	(4,699,641)	–	–
Other loans and borrowings	(21,034,762)	(20,774,853)	–	–
Trade and other payables^	(6,297,502)	(5,644,389)	(44,732,121)	(44,483,936)
	<u>(39,377,645)</u>	<u>(37,965,114)</u>	<u>(44,732,121)</u>	<u>(44,483,936)</u>

	The Group		The Company	
	30 June 2022 S\$	30 June 2021 S\$	30 June 2022 S\$	30 June 2021 S\$
Financial liability at fair value through profit or loss				
Derivative financial liabilities	–	(116,211)	–	–

* Excludes prepayments, advances to suppliers and derivative financial assets

^ Excludes derivative financial liabilities

5.1 Measurement of fair value

The Group classifies financial assets and liabilities measured at fair value using a fair value hierarchy which reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- Inputs other than quoted prices included within Level 1 which are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices) (Level 2); and
- Inputs for the assets or liability which are not based on observable market data (unobservable inputs) (Level 3)

The following table presented the financial assets and liabilities measured at fair value:

	Level 1 S\$	Level 2 S\$	Level 3 S\$	Total S\$
Group				
30 June 2022				
Financial asset at fair value through profit or loss				
Derivative financial assets	–	50,681	–	50,681
Group				
30 June 2021				
Financial liability at fair value through profit or loss				
Derivative financial liabilities	–	(116,211)	–	(116,211)

Valuation techniques

The fair value of derivative financial assets and liabilities are based on broker quote. Similar contracts are traded in an active market and the quote reflect the actual transactions in similar instruments.

Transfer between the levels

There were no transfers between the levels during the year.

6. Profit before tax

6.1 Significant items

	Group					
	2HY2022	2HY2021	Change	FY2022	FY2021	Change
	Unaudited S\$	Unaudited S\$	%	Unaudited S\$	Audited S\$	%
Bad debts recovered	–	10,322	n.m.	–	10,322	n.m.
Bad debts written off	(39,219)	(989)	>100.0	(39,219)	(2,142)	>100.0
Depreciation of property, plant and equipment	(816,068)	(787,942)	3.6	(1,571,649)	(1,665,164)	(5.6)
Fair value gain on derivatives	166,892	69,385	>100.0	166,892	69,385	>100.0
Foreign exchange (loss) / gain, net	(147,310)	(80,053)	84.0	(368,701)	106,750	n.m.
Grant income	49,361	321,809	(84.7)	82,143	1,017,306	(91.9)
Reversal of impairment / (Impairment loss) on trade and other receivables and contract assets	22,414	(206,949)	n.m.	23,023	(111,403)	n.m.
Interest expense incurred on loans and borrowings	(467,090)	(404,985)	15.3	(915,392)	(969,023)	(5.5)
Gain on disposal of property, plant and equipment	1,190	67,798	(98.2)	1,311	59,471	(97.8)
Gain on disposal of an associate	–	–	n.m.	8,398	–	n.m.
Gain on modification of lease contracts	922	168	>100.0	922	26,036	(96.5)
Operating lease expenses	(35,714)	(59,227)	(39.7)	(109,545)	(85,555)	28.0
Other income arising from a settlement agreement	771,574	–	n.m.	771,574	–	n.m.

6.2 Related party transactions

	Group			
	2HY2022 Unaudited S\$	2HY2021 Unaudited S\$	FY2022 Unaudited S\$	FY2021 Audited S\$
Related party transactions				
Rental expenses paid to a related party	(144,000)	(130,880)	(290,176)	(287,936)
Transactions with key management personnel				
Salaries and other short-term employee benefits	1,014,016	959,046	2,372,973	1,984,586
Post-employment benefits, including employer's contribution to Central Provident Fund	35,027	30,910	61,073	57,930
Fees to directors of the Company	90,000	90,000	180,000	169,583
	<u>1,139,043</u>	<u>1,079,956</u>	<u>2,614,046</u>	<u>2,212,099</u>

7. Taxation

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

	Group			
	2HY2022 Unaudited S\$	2HY2021 Unaudited S\$	FY2022 Unaudited S\$	FY2021 Audited S\$
Current tax expense				
Current year	645,447	303,187	881,052	847,242
Adjustment for prior periods	66,464	2,655	73,717	(12,555)
	<u>711,911</u>	<u>305,842</u>	<u>954,769</u>	<u>834,687</u>
Deferred tax expense				
Origination and reversal of temporary differences	(106,711)	63,442	(106,711)	63,443
Total tax expense	<u>605,200</u>	<u>369,284</u>	<u>848,058</u>	<u>898,130</u>

8. Net Asset Value

	Group		Company	
	As at 30 June 2022 Unaudited	As at 30 June 2021 Audited	As at 30 June 2022 Unaudited	As at 30 June 2021 Audited
Net asset/(liability) value (S\$)	20,344,980	18,113,148	(20,064,022)	(22,126,830)
Net asset/(liability) value per ordinary share (cents)	8.64	7.69	(8.52)	(9.40)
Number of shares in issue	<u>235,424,614</u>	<u>235,424,614</u>	<u>235,424,614</u>	<u>235,424,614</u>

9. Earnings per share

Earnings per ordinary share for the period based on profit attributable to owners of the parent, net of tax:

	Group			
	2HY2022 Unaudited	2HY2021 Unaudited	FY2022 Unaudited	FY2021 Audited
Earnings (S\$) (Profit attributable to owners of the parent, net of tax)	2,424,250	1,933,872	2,823,484	3,231,037
(i) Based on weighted average number of ordinary shares in issue (cents)	1.03	0.82	1.20	1.37
Weighted average number of ordinary shares	235,424,614	235,424,614	235,424,614	235,424,614
(ii) On a fully diluted basis in issue (cents)	1.03	0.82	1.20	1.37
Weighted average number of ordinary shares	235,424,614	235,424,614	235,424,614	235,424,614

10. Property, plant and equipment

During FY2022, the Group acquired assets amounting to S\$3,961,219 (FY2021: S\$1,803,804). However, it was partially offset by the derecognition of right-of-use assets amounting to S\$368,100 (FY2021: S\$533,418) arising from modification of leases, decrease in carrying amounts of property, plant and equipment amounting to S\$347,079 (FY2021: increase of S\$89,455) due to effects of movement in foreign exchange and disposal of property, plant and equipment with carrying amount of S\$28,301 (FY2021: S\$23,029).

11. Borrowings

Amount repayable within one year or on demand

As at 30 June 2022 (S\$)		As at 30 June 2021 (S\$)	
Secured	Unsecured	Secured	Unsecured
23,904,791	–	20,150,872	–

Amount repayable after one year

As at 30 June 2022 (S\$)		As at 30 June 2021 (S\$)	
Secured	Unsecured	Secured	Unsecured
9,175,352	–	12,169,853	–

Details of collateral

As at 30 June 2022, the total loans and borrowings comprise:

- bank borrowings of S\$28,976,726 (2021: S\$27,621,084), which are secured by corporate guarantee by the Company, first charge on the Group's freehold and leasehold land and buildings, and legal mortgages on the Group's development properties; and
- lease liabilities of S\$4,103,417 (2021: S\$4,699,641), which are secured over the right-of-use assets.

The Group has a secured bank loan with a carrying amount of S\$1,882,318 as at 30 June 2022 with a 60-months repayment term ending 30 August 2026. The bank loan contains a financial covenant requiring the subsidiary of the Company to maintain its debt service coverage ratio not to be less than 1.25 to 1.00 times per annum. However, the subsidiary of the Company did not meet this financial covenant as at 30 June 2022. Accordingly, the bank loan has been classified as a current liability. Notwithstanding this, the subsidiary of the Company had obtained a waiver from the bank on 22 August 2022.

12. Share capital

	Company			
	Number of shares		Amount (S\$)	
	30 June 2022	30 June 2021	30 June 2022	30 June 2021
Issued and fully paid ordinary share capital with no par value:				
At beginning and at end of the year	235,424,614	235,424,614	33,035,508	33,035,508

The Company did not hold any subsidiary holdings, treasury shares and convertibles except for the performance share plan as described below as at 30 June 2022. As at 30 June 2021, the Company did not hold any subsidiary holdings, treasury shares and convertibles, except for the performance share plan approved and adopted by shareholders at the Company's Extraordinary General Meeting held on 25 November 2011 ("TEHO PSP") which was in force up to 24 November 2021.

The Company's subsidiaries do not hold any shares in the Company as at 30 June 2022 and 30 June 2021.

Performance share plan

The Company's long-term employee incentive scheme known as the TEHO Performance Share Plan 2021 ("TEHO PSP 2021") was approved and adopted by shareholders at the Company's extraordinary general meeting held on 27 October 2021. TEHO PSP 2021 is administered by the Remuneration Committee ("RC") with such discretion, powers and duties as are conferred on it by the Board of Directors. The members of the RC are Ms Joanne Khoo Su Nee, Mr Kwah Thiam Hock and Mr Chua Kim Leng.

TEHO PSP 2021 contemplates the award of fully-paid shares in the capital of the Company to participants after certain pre-determined benchmarks have been met. The Company believes that TEHO PSP 2021 will be more effective than pure cash bonuses in motivating employees to work towards pre-determined goals and promoting the long-term interest of the Company.

TEHO PSP 2021 shall continue to be in force at the discretion of the RC, subject to a maximum period of 10 years commencing from its adoption by the shareholders and may continue beyond the stipulated period with the approval of the shareholders by an ordinary resolution in general meeting and of any relevant authorities which may then be required.

Under the rules of TEHO PSP 2021 and at the absolute discretion of the RC, confirmed full-time employees of the Group who are of the age of 18 years and above, and directors of the Company who have contributed or will contribute to the success and the development of the Group are eligible to participate in TEHO PSP 2021. However, participation in TEHO PSP 2021 by the directors who are also controlling shareholders and their associates are subject to the approval by independent shareholders of the Company at a general meeting.

The total number of shares that may be issued or are issuable pursuant to the granting of the awards under TEHO PSP 2021, when added to the aggregate number of shares that are issued or are issuable in respect of such other share-based incentive schemes of the Company (if any), shall not exceed 15% (or such other percentage as may be prescribed or permitted from time to time by the SGX-ST) of the total number of issued ordinary shares of the Company on the day immediately preceding the relevant grant date.

For the financial year ended 30 June 2022 and 2021, no awards are granted by the Company under TEHO PSP 2021 and TEHO PSP respectively.

13. Subsequent events

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

G. OTHER INFORMATION REQUIRED BY CATALIST RULE APPENDIX 7C

1. Review

The condensed interim consolidated statements of financial position of the Company and its subsidiaries as at 30 June 2022 and the related condensed interim consolidated statement of profit or loss, condensed interim consolidated statement of comprehensive income, condensed interim consolidated statements of changes in equity and condensed interim consolidated statement of cash flows for the six months and full year ended 30 June 2022 and certain explanatory notes have not been audited or reviewed.

The Group's latest audited financial statements for the financial year ended 30 June 2021 are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

2. To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	As at 30 June 2022	As at 30 Jun 2021
Total number of issued shares (excluding treasury shares)	235,424,614	235,424,614

The Company did not have any treasury shares as at 30 June 2022 and 30 June 2021.

3. A statement showing all sales, transfers, disposals, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable. The Company did not have any treasury shares during the current financial period reported on.

4. A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

Not applicable. The Company did not have any subsidiary holdings during the current financial period reported on.

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

The figures have not been audited nor reviewed by auditors.

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

Not applicable. The figures have not been audited nor reviewed by auditors.

7. 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 issues on the financial statements have been adequately disclosed.

Not applicable. The latest financial statements of the Group are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

8. Review of the performance of the Group

Financial Performance Review

Comparing 2HY2022 to 2HY2021

Revenue

The Group's revenue increased by S\$2.2 million or 7.9% to S\$30.6 million in 2HY2022 from S\$28.4 million in 2HY2021 and gross profit increased by 7.1% from S\$11.0 million in 2HY2021 to S\$11.8 million 2HY2022. The increase was driven by higher revenue from Marine & Offshore Segment. Gross profit margins of the Group remained relatively stable at 38.6% for 2HY2022 and 38.8% for 2HY2021.

Other operating income

Other income increased by S\$1.1 million or 228.7% to S\$1.5 million in 2HY2022 from S\$0.4 million in 2HY2021. The increase was mainly due to a global settlement of a legal suit in March 2022.

Distribution expenses

Distribution expenses increased by S\$0.3 million or 38.5% to S\$0.9 million in 2HY2022 from S\$0.6 million in 2HY2021. These were mainly attributable to higher freight costs as a result of global supply chain disruptions and resumption of business travel and trade exhibitions following the lifting of border restrictions.

Administrative expenses

Administrative expenses increased by S\$0.4 million or 6.6% mainly due to higher personnel expenses as a result of an increase in headcount and annual salary revisions.

Other operating expenses

Other operating expenses increased by S\$0.3 million in 2HY2022. The increase was mainly due to:

- Foreign exchange loss of S\$0.1 million due to fluctuations in United States Dollar ("USD") and Euro Dollar ("EUR") against Singapore Dollar ("SGD").
- Increase in telecommunication, utilities and general expenses by S\$0.2 million due to full resumption of business activities and employees returning to work in the Group's offices.

Finance income

The increase in the Group's finance income, comprising mainly interest income from bank deposits, remained relatively constant for 2HY2022 as compared to that of 2HY2021.

Finance costs

Finance costs increased by S\$0.06 million or 15.3% in 2HY2022 from S\$0.4 million in 2HY2021. The increase was mainly due to higher utilisation of borrowings during the period.

Income tax expense

In 2HY2022, the Group incurred an income tax expense of S\$0.6 million as compared to S\$0.4 million in 2HY2021.

Profit for the year

Combining the profit before tax of S\$3.0 million for the Marine & Offshore Segment, profit before tax of S\$0.3 million for the Property Segment and the unallocated head office expenses of S\$0.3 million, the Group's profit before tax was S\$3.0 million in 2HY2022 as compared to a profit before tax of S\$2.3 million in 2HY2021. Overall, the Group reported profit after taxation of S\$2.4 million for 2HY2022.

Comparing FY2022 to FY2021

Revenue

Revenue decreased by S\$4.6 million or 7.5% to S\$57.2 million for FY2022 from S\$61.8 million for FY2021. The decrease was mainly attributable to the absence of sale of landed property. Notwithstanding this, the Group's gross profit of S\$22.6 million in FY2022 was an increase of S\$0.8 million or 3.6% from S\$21.8 million in FY2021. The Group's gross profit margin also increased to 39.5% in FY2022 as compared to 35.3% in FY2021. The increase in gross profit margin was driven by higher revenue from Marine & Offshore Segment.

Other operating income

Other income increased by S\$0.1 million or 8.0% to S\$1.5 million in FY2022 from S\$1.4 million in FY2021. The increase was mainly due to global settlement of a legal suit in March 2022 amounting to S\$0.8 million, and this was partially offset by the decrease in government grant income.

Distribution expenses

Distribution expenses increased by S\$0.4 million or 29.2% to S\$1.6 million in FY2022 from S\$1.2 million in FY2021. These were mainly due to higher freight costs as a result of global supply chain disruptions and resumption of business travel and trade exhibitions following the lifting of border restrictions.

Administrative expenses

Administrative expenses increased by S\$0.4 million or 3.2% mainly due to higher personnel expenses as a result of an increase in headcount and annual salary revisions.

Other operating expenses

Other operating expenses increased by S\$0.6 million in FY2022. The increase was mainly due to:

- Foreign exchange loss by S\$0.4 million due to fluctuation in United States Dollar ("USD") and Euro Dollar ("EUR") against Singapore Dollar ("SGD").
- Increase in telecommunication, utilities and general expenses by S\$0.2 million due to full resumption of business activities and employees returning to work in the Group's offices.

Finance income

The increase in the Group's finance income, comprising mainly interest income from bank deposits, remained relatively constant for FY2022 as compared to that of FY2021.

Finance costs

Finance costs decreased by S\$0.05 million or 5.5% from S\$969,000 in FY2021 to S\$915,000 in FY2022. The decrease was mainly due to the decrease in lease liabilities in FY2022.

Income tax expense

In FY2022, the Group incurred an income tax expense of S\$0.8 million as compared to S\$0.9 million in FY2021.

Profit for the year

Combining the profit before tax of S\$4.2 million for the Marine & Offshore Segment, profit before tax of S\$0.1 million for the Property Segment and the unallocated head office expenses of S\$0.6 million, the Group's profit before tax was S\$3.7 million in FY2022 as compared to a profit before tax of S\$4.1 million in FY2021. Overall, the Group reported profit after taxation of S\$2.8 million for FY2022.

Financial Position Review

Non-current assets

Non-current assets increased to S\$15.4 million as at 30 June 2022 from S\$13.3 million as at 30 June 2021. This increase was mainly due to the following:

- Increase in property, plant equipment of S\$1.6 million arising from capital expenditure of S\$4.0 million. The increase in capital expenditure was partially offset by the depreciation of property, plant and equipment and right-of-use assets.
- Other receivables amounting to S\$0.5 million from the global settlement of a legal suit.

The increase stated above was partially offset by the disposal of investment in associate of S\$0.1 million, comprising of a 26% equity interest in Paneltec Pte. Ltd., in November 2021.

Current assets

Current assets increased by S\$1.6 million from S\$43.6 million as at 30 June 2021 to S\$45.2 million as at 30 June 2022. The increase was mainly due to the following:

- Inventories increased by S\$3.9 million from S\$21.2 million as at 30 June 2021 to S\$25.1 million as at 30 June 2022. This is in line with Group's strategy to boost its supply chain resilience by increasing its inventories in order to minimise the adverse impact of the global supply chain disruptions.
- Trade and other receivables increased by S\$0.4 million, which is in line with the increase in the Marine & Offshore Segment revenue in FY2022.
- Development properties increased by S\$0.1 million from S\$5.4 million as at 30 June 2021 to S\$5.5 million as at 30 June 2022. The increase arose from the redevelopment of a landed residential property located at 16 Lorong Salleh in Singapore.

The increase stated above was offset by the following:

- Cash and cash equivalents decreased by S\$2.5 million from S\$7.0 million as at 30 June 2021 to S\$4.5 million as at 30 June 2022. Please refer to the "Cash Flows Review" section below for details.
- Contract assets decreased by S\$0.3 million was due to lower unbilled contracts as at 30 June 2021.

Non-current liabilities

Non-current liabilities decreased by S\$3.1 million to S\$9.2 million as at 30 June 2022 from S\$12.3 million as at 30 June 2021. The decrease was mainly due to the following:

- Non-current portion of loans and borrowings decreased by S\$3.0 million, due to repayment of term loans and lease liabilities.
- Fair value adjustment on derivative financial liabilities of S\$0.1 million.

Current liabilities

Current liabilities increased by S\$4.7 million to S\$31.1 million as at 30 June 2022 from S\$26.4 million as at 30 June 2021. The increase was mainly due to the following:

- Current portion of loans and borrowings increased by S\$3.8 million, due to an increase in the drawdown of short-term revolving credit facilities for working capital purposes and term loan for the acquisition of a warehousing facility. A bank loan of S\$1.9 million has been reclassified as a current liability as at 30 June 2022 in light of the subsidiary not meeting a financial covenant. On 22 August 2022, the subsidiary obtained a waiver from the bank.
- Trade and other payables increased by S\$0.7 million due to increase in purchases in tandem with the increase in Marine & Offshore Segment revenue in FY2022 and increase of inventories to boost its supply chain resilience.
- Contract liabilities increased by S\$0.3 million due to increase in deposits received pertaining to orders from customers in the Marine & Offshore Segment.

Shareholders' equity

Shareholders' equity increased by S\$2.2 million to S\$20.3 million as at 30 June 2022 from S\$18.1 million as at 30 June 2021. The increase was mainly due to the net profit recorded for FY2022 amounting to S\$2.8 million, partially offset by the decrease in other reserves of S\$0.6 million.

Cash Flows Review

The Group's net cash flows generated from operating activities was S\$0.9 million in FY2022 compared to S\$13.3 million in FY2021. The decrease in net cash flows generated from operating activities was mainly due to lower working capital requirements in FY2022.

Net cash flows used in investing activities amounted to S\$1.4 million in FY2022 was mainly due to capital expenditure on the acquisition of property, plant and equipment.

Net cash flows used in financing activities amounted to S\$2.0 million, mainly attributable to repayments of bank borrowings, lease liabilities, partially offset by proceeds from the drawdowns of bank loans and borrowings.

As at 30 June 2022, the Group has cash and cash equivalents of S\$4.5 million as compared to S\$7.0 million as at 30 June 2021.

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

No forecast or prospect statement had been previously disclosed.

10. 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.

Despite the easing of COVID-19 measures globally, the Group continues to see persistent ongoing challenges in its business environment, due to the global supply chain disruption, the Russia-Ukraine conflict, inflation and rising interest rates.

The Group continues to maintain a cautious outlook for the rest of the year and will step up its efforts in optimizing its business amidst these challenging times. Notwithstanding the current economic climate, the Group will continue to explore strategic investments and remain vigilant in the current business environment.

11. Dividend information

If a decision regarding dividend has been made:

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

Name of Dividend	:	First and Final Dividend
Dividend Type	:	Cash
Dividend Rate	:	0.1 Singapore cents per share
Tax Rate	:	Exempted from tax (1-tier)

(b) Previous corresponding period

No dividends were declared or recommended in the previous corresponding period.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived.

Refer to paragraph 11(a).

(d) The date the dividend is payable

To be announced later.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

To be announced later.

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

Not applicable.

13. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

	FY2022 S\$	FY2021 S\$
Ordinary	235,425	-
Preference	-	-
Total	235,425	-

14. If the Group has obtained a general mandate from shareholders for Interested Person Transactions ("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 has not obtained a general mandate from shareholders of the Company for Interested Person Transactions.

The aggregate value of interested person transactions entered into during FY2022 are as follows:

Name of interested person	Nature of Relationship	Aggregate value of all interested person transaction during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
Asdev Investments Pte. Ltd. - Rental of office space	Mr Lim See Hoe, a Chief Executive Officer and controlling shareholder of the Company, is a director and sole shareholder of Asdev Investments Pte. Ltd.	S\$ 290,176	S\$ -

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

The Company confirms that it has procured undertakings from all its directors and executive officers in the format as set out in Appendix 7H under Rule 720(1) of the Catalist Rules.

16. Review of performance of the Group – turnover and earnings

Please refer to Section 8 above for further details.

17. Disclosure of persons occupying managerial positions in the Company or any of its principal subsidiaries who is a relative of a director or CEO or substantial shareholder of the Company pursuant to Rule 704(10) of the Catalist Rules in the format below. If there are no such persons, the Company must make an appropriate negative statement.

Name	Age	Family relationship with any director, CEO and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Lim Siew Choo	68	Sister of Lim See Hoe (Executive Chairman, Chief Executive Officer and substantial shareholder) and Lim Siew Cheng (Executive Director, Chief Operating Officer and substantial shareholder)	General Administration Director since 2004 and is responsible for the day-to-day operations, statutory matters, recruitment and staff welfare of the Group	Not applicable
Soare Siew Lian	63	Sister of Lim See Hoe (Executive Chairman, Chief Executive Officer and substantial shareholder) and Lim Siew Cheng (Executive Director, Chief Operating Officer and substantial shareholder)	CEO of USA Operations since 2008 and is responsible for marketing and securing new customers in USA for the Group	Not applicable
Tan Wee Lee	43	Brother-in-law of Lim See Hoe (Executive Chairman, Chief Executive Officer and substantial shareholder)	Senior Supply Chain and IT Manager. He was redesignated to the position since 1 July 2021 and is responsible for supply and production management of goods and IT functions at TEHO Ropes & Supplies Pte Ltd.	Not applicable

Lim Siew Choo is presently a substantial shareholder of the Company.

18. Disclosure pursuant to Rule 706A of the Catalist Rules

Please refer to the Company's announcement released on SGXNet on 26 August 2022.

BY ORDER OF THE BOARD

Lim See Hoe

Executive Chairman and Chief Executive Officer

26 August 2022