

**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

**THIS QUARTERLY FINANCIAL STATEMENT ANNOUNCEMENT IS MANDATORY, MADE PURSUANT TO THE REQUIREMENTS OF THE SINGAPORE EXCHANGE REGULATION, AS REQUIRED UNDER RULE 705(2C) OF THE LISTING MANUAL SECTION B: RULES OF CATALIST.**

PART I - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

**1(a)(i) A consolidated statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year .**

Financial statements on consolidated results for the year quarter ended 30 June 2020.

	Note	Group			Group		
		Fourth Quarter			Twelve Months		
		Apr 2020 - Jun 2020 S\$'000	Apr 2019 - Jun 2019 S\$'000	Inc/ (Dec) %	Jul 2019 - Jun 2020 S\$'000	Jul 2018 - Jun 2019 S\$'000	Inc/ (Dec) %
Revenue		3,775	4,506	(16.2)	15,176	17,573	(13.6)
Cost of sales		(3,357)	(4,563)	(26.4)	(13,552)	(15,542)	(12.8)
Gross profit		418	(57)	(833.3)	1,624	2,031	(20.0)
Other operating income		187	734	(74.5)	1,135	1,681	(32.5)
Other operating expenses		(105)	(15,271)	(99.3)	(233)	(15,952)	(98.5)
Distribution and selling expenses		(12)	(29)	(58.6)	(99)	(107)	(7.5)
Administrative expenses		(931)	(1,548)	(39.9)	(4,560)	(4,955)	(8.0)
Finance income		-	17	N.M	28	69	(59.4)
Finance costs		(24)	(9)	166.7	(89)	(64)	39.1
(Loss)/Profit before income tax	1	(467)	(16,163)	(97.1)	(2,194)	(17,297)	(87.3)
Income tax		32	(67)	N.M	(324)	(163)	98.8
<b>(Loss)/Profit for the period</b>		<b>(435)</b>	<b>(16,230)</b>	<b>(97.3)</b>	<b>(2,518)</b>	<b>(17,460)</b>	<b>(85.6)</b>
Other comprehensive (loss)/income		(203)	307	N.M	(309)	331	N.M
Total comprehensive (loss)/income		(638)	(15,923)	(96.0)	(2,827)	(17,129)	(83.5)
<b>Net (loss)/income attributable to:</b>							
Equity holders of the Company		(591)	(16,157)	(96.3)	(2,167)	(17,465)	(87.6)
Non-controlling interests		156	(73)	N.M	(351)	5	N.M
		(435)	(16,230)	(97.3)	(2,518)	(17,460)	(85.6)
<b>Total comprehensive (loss)/income attributable to:</b>							
Equity holders of the Company		(547)	(16,158)	(96.6)	(2,631)	(17,431)	(84.9)
Non-controlling interests		(91)	235	N.M	(196)	302	N.M
		(638)	(15,923)	(96.0)	(2,827)	(17,129)	(83.5)

N.M.: Not meaningful

**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

Notes:

**1) Loss before tax is arrived at after (charging)/crediting the following:-**

	Group			Group		
	Fourth Quarter			Twelve Months		
	Apr 2020 - Jun 2020 S\$'000	Apr 2019 - Jun 2019 S\$'000	Inc/ (Dec) %	Jul 2019 - Jun 2020 S\$'000	Jul 2018 - Jun 2019 S\$'000	Inc/ (Dec) %
Provision of doubtful debts	-	(2,068)	N.M	-	(2,102)	N.M
Impairment of property, plant and equipment	-	(12,975)	N.M	-	(12,975)	N.M
Depreciation of property, plant and equipment	(10)	(30)	(66.7)	(53)	(239)	(77.8)
Depreciation of right-of-use assets	(14)	-	N.M	(55)	-	N.M
Writeback of inventory obsolescence (net)	(58)	-	N.M	8	310	(97.4)
Exchange gain/(loss)	310	(100)	N.M	387	(618)	N.M
Loss on disposal of a subsidiary	(174)	-	N.M	(174)	(101)	72.3
Finance expense on lease liabilities	(18)	-	N.M	(69)	-	N.M
Finance expense	(6)	(9)	(33.3)	(20)	(64)	(68.8)
Gain/(loss) on disposal of plant and equipment	24	239	(90.0)	(43)	209	N.M
Gain on disposal of assets classified as held for sale	-	-	N.M	659	-	N.M
Loss on disposal of other financial assets	-	(49)	N.M	(2)	(49)	(95.9)
Other financial assets written off	-	-	N.M	-	(21)	N.M

N.M.: Not meaningful

Depreciation of property, plant and equipment had decreased for the fourth quarter ended 30 June 2020 ("4Q2020") and for the full financial year ended 30 June 2020 ("FY2020") as compared to the fourth quarter ended 30 June 2019 ("4Q2019") and the full financial year ended 30 June 2019 ("FY2019") respectively, due to the reclassification of some property to asset held for sale during the fourth quarter ended 30 June 2019. Assets held for sale are not subjected to depreciation.

There is a writeback of inventory obsolescence for FY2020 due to the sale of some previously fully provided for inventory. This was partially offset by a small provision in the second quarter ended 31 December 2019. No provision was made in 4Q2020.

The exchange gain for FY2020 was a result of exchange rate movements, as compared to an exchange loss recorded for FY2019.

Loss on disposal of a subsidiary relates to the loss incurred upon the striking off of a Singapore subsidiary.

Finance expense refers to bank charges.

Loss on disposal of other financial assets relates to loss incurred upon the disposal of quoted investments.

The gain on disposal of assets classified as held for sale for FY2020 relates to the sale of a property in Perth which was completed on 3 March 2020.

**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

**1(a)(ii) Other comprehensive income/(loss) (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Group			Group		
	Fourth Quarter			Twelve Months		
	Apr 2020 - Jun 2020 S\$'000	Apr 2019 - Jun 2019 S\$'000	Inc/ (Dec) %	Jul 2019 - Jun 2020 S\$'000	Jul 2018 - Jun 2019 S\$'000	Inc/ (Dec) %
<i>Other comprehensive (loss)/income:</i>						
Exchange difference on translation of foreign operations	(203)	362	N.M	(212)	386	N.M
Fair value loss recognised in equity on revaluation of FVOCI financial assets during the period	-	(55)	N.M	(97)	(55)	76.4
Deferred tax on fair value changes to available-for-sale financial assets	-	-	N.M	-	-	N.M
<b>Other comprehensive (loss)/income</b>	<b>(203)</b>	<b>307</b>	<b>N.M</b>	<b>(309)</b>	<b>331</b>	<b>N.M</b>

N.M.: Not meaningful

**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

1(b)(i) A consolidated statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Note	Group		Company	
		30-Jun-20 S\$'000	30-Jun-19 S\$'000	30-Jun-20 S\$'000	30-Jun-19 S\$'000
<b>ASSETS</b>					
<b>Non-Current Assets</b>					
Property, plant and equipment	1	598	848	10	201
Investment in subsidiaries		-	-	7,077	9,425
Other financial assets	3	-	477	-	477
Deferred tax assets	4	8	8	-	-
<b>Total Non-Current Assets</b>		<b>606</b>	<b>1,333</b>	<b>7,087</b>	<b>10,103</b>
<b>Current Assets</b>					
Inventories	5	540	1,353	-	-
Trade and other receivables	6	969	2,118	63	241
Related parties balances	7	-	209	-	2,089
Cash and bank deposits		2,964	3,353	1,005	169
Fixed deposits	8	-	3,466	-	-
		<b>4,473</b>	<b>10,499</b>	<b>1,068</b>	<b>2,499</b>
Assets classified as held for sale	9	4,556	4,724	-	-
Right-of-use assets	2	1,763	-	-	-
<b>Total Current Assets</b>		<b>10,792</b>	<b>15,223</b>	<b>1,068</b>	<b>2,499</b>
<b>Total Assets</b>		<b>11,398</b>	<b>16,556</b>	<b>8,155</b>	<b>12,602</b>
<b>LIABILITIES AND EQUITY</b>					
<b>Current Liabilities</b>					
Trade and other payables	10	2,315	3,525	878	833
Due to non-controlling interests	11	-	2,613	-	-
Related parties balances	7	-	114	135	385
Income tax liabilities	12	-	36	-	-
Lease liabilities	14	29	-	-	-
Borrowings	13	38	-	-	-
<b>Total Current Liabilities</b>		<b>2,382</b>	<b>6,288</b>	<b>1,013</b>	<b>1,218</b>
<b>Non-Current Liabilities</b>					
Borrowings	13	61	-	-	-
Lease liabilities	14	1,707	-	-	-
<b>Total Non-Current Liabilities</b>		<b>1,768</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Liabilities</b>		<b>4,150</b>	<b>6,288</b>	<b>1,013</b>	<b>1,218</b>
<b>EQUITY</b>					
Share capital		148,782	148,782	148,782	148,782
Reserves		(143,982)	(141,351)	(141,640)	(137,398)
		4,800	7,431	7,142	11,384
Non-controlling interests		2,448	2,837	-	-
<b>Total Equity</b>		<b>7,248</b>	<b>10,268</b>	<b>7,142</b>	<b>11,384</b>
<b>Total Liabilities and Equity</b>		<b>11,398</b>	<b>16,556</b>	<b>8,155</b>	<b>12,602</b>

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**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

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**1(b)(ii) Aggregate amount of group's borrowings and debt securities**

**Amount repayable in one year or less, or on demand**

<b>As at 30-Jun-2020</b>	
<b>Secured</b>	<b>Unsecured</b>
<b>S\$'000</b>	<b>S\$'000</b>
-	38

<b>As at 30-Jun-2019</b>	
<b>Secured</b>	<b>Unsecured</b>
<b>S\$'000</b>	<b>S\$'000</b>
-	-

**Amount repayable after one year**

<b>As at 30-Jun-2020</b>	
<b>Secured</b>	<b>Unsecured</b>
<b>S\$'000</b>	<b>S\$'000</b>
-	61

<b>As at 30-Jun-2019</b>	
<b>Secured</b>	<b>Unsecured</b>
<b>S\$'000</b>	<b>S\$'000</b>
-	-

The unsecured borrowings as at 30 June 2020 are in relation to a loan from the US Small Business Administration to a US subsidiary under the Paycheck Protection Program (PPP). PPP is a business loan program established under the 2020 US Federal government Coronavirus Aid, Relief, and Economic Security Act (CARES Act) to help certain businesses continue paying their workers. The loan may be partially or fully forgiven if the business keeps its employee counts and employee wages stable.

**Details of any collateral**

Not applicable.

**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

1(c) A consolidated statement of cash flow (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	<b>Group</b>	
	<b>Twelve Months Ended</b>	
	<b>Jun-20</b>	<b>Jun-19</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Cash flows from operating activities</b>		
(Loss)/Profit before income tax	(2,194)	(17,297)
Adjustments of non-cash items	(721)	14,607
<b>Operating cash flows before working capital changes</b>	<b>(2,915)</b>	<b>(2,690)</b>
Changes in operating assets and liabilities:-		
Inventories	827	430
Trade and other receivables	1,107	1,067
Trade and other payables	(1,176)	(1,703)
Related parties balances (net)	(79)	96
Currency translation adjustment	(64)	-
<b>Cash flows used in operations</b>	<b>(2,300)</b>	<b>(2,800)</b>
Interest income received	28	58
Finance expense paid	(69)	(42)
Income taxes paid	(360)	(98)
<b>Net cash used in operating activities</b>	<b>(2,701)</b>	<b>(2,882)</b>
<b>Cash flows from investing activities</b>		
Disposal of subsidiary		
Proceeds from disposal of property, plant and equipment	-	403
Proceed from disposal/(Purchase of plant and equipment) net	154	(220)
Proceed from disposal of business	-	1,364
Proceed from disposal of investment in joint venture	-	607
Proceed from disposal of asset held for sale	947	
Proceeds from disposal of other financial asset	377	1,038
Fixed deposits pledged to banks	3,325	(946)
<b>Net cash flows generated from investing activities</b>	<b>4,803</b>	<b>2,246</b>
<b>Cash flows from financing activities</b>		
Repayment of lease liabilities	(28)	(5)
Borrowings	99	(550)
Capital reduction of a subsidiary	(2,613)	(1,797)
Dividend paid to non-controlling interests	(193)	-
<b>Net cash flows used in financing activities</b>	<b>(2,735)</b>	<b>(2,352)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(633)</b>	<b>(2,988)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>3,494</b>	<b>6,202</b>
<b>Effects of exchange rate changes on cash and cash equivalents</b>	<b>103</b>	<b>280</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>2,964</b>	<b>3,494</b>
<b>Represented by:</b>		
Cash and bank balances	2,964	3,353
Fixed deposits	-	141
	2,964	3,494
<u>Cash and cash equivalents</u>		
Cash and bank balances	2,964	3,353
Fixed deposits	-	3,466
<b>Cash and cash equivalents</b>	<b>2,964</b>	<b>6,819</b>
Less: Fixed deposits (restricted)	-	(3,325)
<b>Cash and cash equivalents at the end of the period</b>	<b>2,964</b>	<b>3,494</b>

**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Group	Attributable to shareholders					Non-Controlling Interests	
	Share Capital	Fair Value Reserve	Translation Reserve	Accumulated Losses	Total	Interests	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Balance at 1 July 2019</b>	148,782	(99)	(2,207)	(139,045)	7,431	2,837	10,268
Net Loss for the year	-	-	-	(2,167)	(2,167)	(351)	(2,518)
Other comprehensive loss for the year	-	(97)	(367)	-	(464)	155	(309)
Total comprehensive loss for the year	-	(97)	(367)	(2,167)	(2,631)	(196)	(2,827)
Transfer fair value reserve to accumulated losses on disposal of investment	-	196	-	(196)	-	-	-
Dividends declared to non-controlling interests in a subsidiary	-	-	-	-	-	(193)	(193)
<b>Balance at 30 June 2020</b>	148,782	-	(2,574)	(141,408)	4,800	2,448	7,248

**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year (cont'd)

Group	Attributable to shareholders					Non-Controlling Interests	
	Share Capital	Fair Value Reserve	Translation Reserve	Accumulated Losses	Total	Interests	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Balance at 1 July 2018</b>	148,782	(44)	(2,296)	(121,580)	24,862	6,946	31,808
Net (loss)/profit for the year	-	-	-	(17,465)	(17,465)	5	(17,460)
Other comprehensive (loss)/income for the year	-	(55)	89	-	34	297	331
Total comprehensive loss for the year	-	(55)	89	(17,465)	(17,431)	302	(17,129)
Return of share capital to non-controlling interest	-	-	-	-	-	(4,411)	(4,411)
<b>Balance at 30 June 2019</b>	148,782	(99)	(2,207)	(139,045)	7,431	2,837	10,268

**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year (cont'd)**

Company	Share Capital	Fair Value	Accumulated Losses	Total
	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 July 2019	148,782	(99)	(137,299)	11,384
Total comprehensive loss	-	(97)	(4,145)	(4,242)
Transfer fair value reserve to accumulated losses on disposal of investment	-	196	(196)	-
Balance at 30 June 2020	<u>148,782</u>	<u>-</u>	<u>(141,640)</u>	<u>7,142</u>
Balance at 1 July 2018	148,782	(44)	(121,027)	27,711
Fair value loss	-	(55)	-	(55)
Total comprehensive loss	-	-	(16,272)	(16,272)
Balance at 30 June 2019	<u>148,782</u>	<u>(99)</u>	<u>(137,299)</u>	<u>11,384</u>

Changes in fair value of equity instruments at fair value through other comprehensive income are recognised in other comprehensive income. The cumulative gain or loss will not be reclassified to profit or loss on disposal of the equity investments, instead, they will be transferred to accumulated losses as per the Group's accounting policy.

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year**

Date	Description	No of shares	Paid-up Capital (S\$'000)
30-Jun-20	Issued and paid-up capital	12,632,507,107	148,782
30-Jun-19	Issued and paid-up capital	12,632,507,107	148,782

As at 30 June 2020 and 30 June 2019, there were (i) no outstanding shares that may be issued on conversion of all the outstanding convertibles; (ii) no treasury shares; and (iii) no subsidiary holdings of the Company.

**1(d)(iii) 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.**

	30-Jun-20	30-Jun-19
No. of ordinary shares issued and fully paid	12,632,507,107	12,632,507,107

There were no treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

**1(d)(iv) A statement showing all sales, transfers, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

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**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

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There were no sales, transfers, cancellation and/or use of treasury shares during and as at the end of the current financial period.

**1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on**

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

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

The figures have neither been audited nor reviewed by the auditors.

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

Not applicable.

**3A 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, as the latest audited financial statements for the financial year ended 30 June 2019 were not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

**4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The financial statements for the current reporting period have been prepared in accordance with the same accounting policies and methods of computation adopted in the most recent audited annual financial statements for the financial year ended 30 June 2019, except as stated in Item 5.

**5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

The Group has adopted the following new accounting standards, amendment and interpretation to existing standards which is mandatory for accounting periods beginning on or after 1 July 2019. The adoption of the new accounting standards, amendment and interpretation of the existing standards did not have any material impact on the Group's results. In particular, the Group adopted the following accounting standard pertaining to leases:

***Singapore Financial Reporting Standard (International) 16 – Leases ("SFRS(I) 16")***

The Group has applied SFRS(I) 16 from the adoption date of 1 July 2019. SFRS(I) 16 requires lessees to recognise most leases on balance sheets. The standard, however, allows for recognition exemption for leases of 'low value' and short term leases. The Group applied the simplified transition approach for its financial year beginning 1 July 2019 and has not restated comparative amounts for the year prior to first adoption, as permitted under the specific transition provisions in the standard.

On adoption of SFRS(I) 16, the Group chooses to measure the right-of-use asset at an amount equal to the lease liabilities, adjusted by the amount of prepaid or accrued lease payments relating to that lease recognised in the balance sheet as at 1 July 2019. The Group recognised approximately S\$1.7 million of right-of-use assets, S\$0.1

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million of lease liabilities (current) and S\$1.6 million of lease liabilities (non-current) in the balance sheet as at 1 July 2019.

**6 Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	Group		Group	
	Fourth Quarter		Twelve Months	
	Apr 2020 - Jun 2020	Apr 2019 - Jun 2019	Jul 2019 - Jun 2020	Jul 2018 - Jun 2019
(Loss) for the period (S\$'000)	(591)	(16,157)	(2,167)	(17,465)
- Based on weighted average number of ordinary shares in issue (cents) - basic and diluted	(0.005)	(0.128)	(0.017)	(0.138)
- Weighted average number of ordinary shares ('000)	12,632,507	12,632,507	12,632,507	12,632,507
- On a fully diluted basis (detailing any adjustments made to the earnings (cents) [see Note 1 below])	(0.005)	(0.128)	(0.017)	(0.138)
- Weighted average number of ordinary shares on fully diluted basis ('000)	12,632,507	12,632,507	12,632,507	12,632,507

Note 1: Diluted loss per share is the same as the basic loss per share because there were no potentially dilutive ordinary shares in issue.

**7 Net asset value (for the issuer and group) per ordinary share based on total number of issued shares excluding treasury shares of the issuer at the end of the (a) current period reported on; and (b) immediately preceding financial year.**

	Group		Company	
	As at 30-Jun-20	As at 30-Jun-19	As at 30-Jun-20	As at 30-Jun-19
Net asset value (S\$'000)	4,800	7,431	7,142	11,384
Number of shares ('000)	12,632,507	12,632,507	12,632,507	12,632,507
Net asset value per ordinary share (cents)	0.04	0.06	0.06	0.09

**8 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 revenue, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**

Revenue, costs and earnings of the Group for FY2020 and FY2019.

The Group's revenue decreased by approximately 13.6% from S\$17.6 million for FY2019 to S\$15.2 million for FY2020. This decline began since late 2017 with the Group's disposal of its oil and gas equipment business in South East Asia. The Group's operational revenue is solely dependent on its remaining oil and gas equipment business from its US subsidiary, which has been impacted by the depressed outlook, coronavirus pandemic and declining oil prices in the energy market.

Cost of sales decreased by approximately 12.8% from S\$15.5 million for FY2019 to S\$13.6 million for FY2020, which was generally in line with the drop in revenue for the same period.

As a result of the above, the Group recorded an approximately 20.0% decrease in gross profits from S\$2.0 million for FY2019 to S\$1.6 million for FY2020. The gross profit margin declined by approximately 0.9 percentage point from 11.6% in FY2019 to 10.7% in FY2020 as our US subsidiary has encountered strong

**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

competitive pressures to maintain market share amidst an environment of fast declining oil prices since early 2020.

Other operating income

	FY2020	FY2019
	S\$'000	S\$'000
Gain on disposal of Asset held for sale	659	-
Gain on disposal of plant and equipment	-	209
Rental income	8	14
Exchange gain	387	-
Gain on disposal of business	-	819
Writeback of inventory obsolescence	66	497
Other income	15	142
	<u>1,135</u>	<u>1,681</u>

Total other operating income decreased by approximately 32.5% to S\$1.1 million for FY2020 as compared to S\$1.7 million for FY2019. For FY2020, the main contributors to other operating income were the sale of the property in Perth as well as unrealised exchange gains, totaling approximately S\$1.0 million. Please refer to Note 1 on Page 2 for further details. For FY2019, total other operating incomes was mainly attributed to the gain arising from the disposal of business attributable to Mid-Continent Equipment Group Pte Ltd, writeback of inventory obsolescence and gain on disposal of plant and equipment.

Expenses

	FY2020	FY2019
	S\$'000	S\$'000
Other operating expenses	233	15,952
Distribution & selling expenses	99	107
Administrative expenses	4,560	4,955
	<u>4,892</u>	<u>21,014</u>

With the winding-down of business operations with the exception of the US subsidiary (the “Wind-Down”), overall expenses had decreased by approximately 98.5% to S\$0.2 million for FY2020 compared to S\$16.0 million for FY2019. As it stands, total expenses decreased by approximately S\$16.1 million or 76.7% from S\$21.0 million for FY2019 to S\$4.9 million for FY2020. This is mainly due to the decrease in other operating expenses as a result of the absence of impairment of property, plant and equipment and provision of doubtful debts for FY2020 arising from the Wind-Down. Please refer to Note 1 on Page 2 for further details.

Finance income/costs

	FY2020	FY2019
	S\$'000	S\$'000
Finance income	28	69
Finance costs	(89)	(64)

Finance income is mainly due to interest received from fixed deposits. The decrease in finance income of approximately 59.4% in FY2020 as compared to FY2019 is due to the drop in interest-bearing fixed deposits. Finance costs are mainly due to bank charges and interest expense on lease liabilities.

Net loss after tax

Net loss after tax was approximately S\$2.5 million for FY2020 as compared to S\$17.5 million for FY2019. The improvement for the period was mainly due to the decrease in other operating expense and administrative expense of approximately S\$15.7 million and S\$0.4 million respectively, which was partially offset by a

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**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

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decrease in gross profit and other operating income of approximately S\$0.4 and S\$0.5 million respectively as well as an increase in tax expense of approximately S\$0.2 million.

**(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

The Group recorded net cash used in operating activities of approximately S\$2.9 million for FY2019 as compared to S\$2.7 million for FY2020. The change was mainly due to more favourable changes in working capital for FY2020 compared to FY2019. Net cash used in operating activities was mainly due to the loss before income tax of approximately S\$2.2 million recorded by the Group for FY2020, for the reasons set out above in section 8(a) of this announcement.

Net cash flow generated from investing activities was approximately S\$2.2 million for FY2019 as compared to S\$4.8 million for FY2020. The net cash flow generated from investing activities of approximately S\$2.2 million for FY2019 was primarily due to proceeds from the disposal of business, disposal of investment in JV and other financial asset. For FY2020, the net cash flow generated from investing activities of approximately S\$4.8 million was mainly due to the reduction of fixed deposits pledged to banks and proceeds from disposal of other financial asset and asset held for sale.

Net cash flows used in financing activities was approximately S\$2.4 million for FY2019 as compared to S\$2.7 million for FY2020.

Comparatively, the Group's cash and cash equivalent decreased by approximately S\$0.5 million, after adjusting for effects of foreign currencies exchanges of S\$0.1 million, from approximately S\$3.5 million as at 30 June 2019 to S\$3.0 million as at 30 June 2020. The details of the cash flow statement are on Page 6.

**Notes to the consolidated statement of financial position**

**1) Property, plant and equipment**

Property, plant and equipment consists mainly of machinery and warehouse. Property, plant and equipment decreased to approximately S\$0.6 million as at 30 June 2020 from S\$0.8 million as at 30 June 2019 mainly due to disposals made during FY2020.

**2) Other financial assets**

Other financial assets consist of investments in quoted securities. Other financial assets decreased from approximately S\$0.5 million as at 30 June 2019 to nil as at 30 June 2020. This is due to the sale of investments in quoted securities during FY2020.

**3) Deferred tax assets**

The deferred tax for unutilised benefits mainly comprises of the deductible temporary differences arising from the property, plant and equipment.

**4) Inventories**

	Jun-20	Jun-19
	S\$'000	S\$'000
Finished goods	540	1,329
Work-in-progress	-	6
Goods-in-transit	-	18
	<u>540</u>	<u>1,353</u>

The inventory is held in a US subsidiary. The reduction of inventory level is due to the decision by the management of the US subsidiary to reduce stock obsolescence risk in view of the current market conditions.

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**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

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**5) Trade and other receivables**

	<u>Jun-20</u>	<u>Jun-19</u>
	S\$'000	S\$'000
Trade receivables	854	1,787
Other receivables, deposits and prepayments	115	331
	<u>969</u>	<u>2,118</u>

Other receivables, deposits and prepayments had decreased from approximately S\$0.3 million as at 30 June 2019 to S\$0.1 million as at 30 June 2020 due to the partial utilisation of a deposit placed. Trade receivables had dropped due to lower volume of sales as a result of market conditions. Also, there has also been more aggressive collection action taken by the Group to minimize default risk.

**6) Related parties balances (net)**

	<u>Jun-20</u>	<u>Jun-19</u>
	S\$'000	S\$'000
Amount due from related parties	-	209
Amount due to related parties	-	(114)
	<u>-</u>	<u>95</u>

The related party balances mainly relate to trade and non-trade balances between our subsidiary and its joint venture entity. This is all extinguished following the divestment of the joint venture.

**7) Fixed deposits**

Fixed deposits decreased from approximately S\$3.5 million as at 30 June 2019 to nil as at 30 June 2020. As the fixed deposits matured, they were withdrawn and utilised for 1) operational needs; and 2) settlement of amount due to non-controlling interests.

**8) Assets classified as held for sale**

The assets classified as held for sale of approximately S\$4.6 million as at 30 June 2020 consist of properties in Singapore and Australia. The change from 30 June 2019 to 30 June 2020 was due to the sale of the Perth property as well as exchange rate movements.

**9) Right-of-use assets**

Right-of-use assets amounted to approximately S\$1.7 million as at 30 June 2020 from nil as at 30 June 2019, representing the right to use the leased assets. Please refer to Item 5 on page 10 for more details.

**10) Trade and other payables**

	<u>Jun-20</u>	<u>Jun-19</u>
	S\$'000	S\$'000
Trade payables	378	1,465
Other payables and accruals (current)	1,937	2,060
	<u>2,315</u>	<u>3,525</u>

Trade payables decreased from approximately S\$1.5 million as at 30 June 2019 to S\$0.4 million as at 30 June 2020. This was mainly due to lower volume of purchases due to market conditions. Also, creditors have taken more aggressive collection action to minimize default risk.

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**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

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Other payables and accruals decreased from approximately S\$2.1 million as at 30 June 2019 to S\$1.1 million as at 30 June 2020, mainly due to the decrease of S\$0.6 million of advance payments from our US subsidiary's customers during FY2020.

**11) Due to non-controlling interests**

The decrease from approximately S\$2.6 million as at 30 June 2019 to nil as at 30 June 2020 was due to the full repayment during the financial period under review to the non-controlling interests.

**12) Income tax liabilities**

The Income tax liabilities is approximately S\$0.04 million as at 30 June 2019 and as at 30 June 2020, it amounted to nil.

**13) Borrowings (current and non-current)**

Current and non-current borrowings amounting to approximately \$0.1 million as at 30 June 2020 relate to the loans taken up by a US subsidiary. There were no borrowings or debt securities as at 30 June 2019. The details of the loans are on Page 5 of this announcement.

**14) Lease liabilities (current and non-current)**

Lease liabilities amounting to approximately S\$1.7 million relates to the Right-of-use assets. Please refer to Item 5 on page 10 for more details.

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

Not applicable.

**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.**

The operating environment continues to be challenging and uncertain despite the gradual ease of the circuit breaker measures, movement control or lockdown in Singapore and other countries which the Group operates or has potential overseas projects in.

Nevertheless, the Group continues to seek and engage our business partners in potential overseas opportunities in preparation for when we are able to resume some normality in the overall business and social environment overseas. The Group will continue to manage our financial resources prudently and monitor the evolving situation. The Board will endeavour to provide regular and timely updates to shareholders in due course.

**11 If a decision regarding dividend has been made:**

(a) Whether an interim (Final) ordinary dividend has been declared(recommended); and  
No.

(b) (i) Amount per share (cents) - Not applicable.

(b) (ii) Previous corresponding period (cents) - Not applicable.

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**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

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(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. (If the dividend is not taxable in the hands of the shareholders, this must be stated)

Not applicable.

(d) The date the dividend is payable

Not applicable.

(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.

Not applicable.

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

The directors did not recommend any dividend as the Company does not have profits.

**13 If the Group has obtained a general mandate from shareholders for Interested Person Transactions (“IPT”), 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 for IPTs. There were no IPTs of S\$100,000 and above during 4Q2020 and FY2020.

**14 Confirmation by the Board pursuant to Rule 705(5)**

Not applicable for full year results announcement.

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

The Company hereby confirms that it has procured signed undertakings from all its Directors and the relevant executive officers in the format as set out in Appendix 7H of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalist (“Catalist Listing Manual”) in accordance with Rule 720(1) of the Catalist Listing Manual.

**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

**PART II- ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

**16 Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

**a) Business Segments**

<b>FY 2020</b>	<b>Oilfield equipment</b>	<b>Waste water</b>	<b>Renewable energy</b>	<b>Investment holding</b>	<b>Total</b>
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
External revenue	15,176	-	-	-	15,176
Gain/(loss) from operation before interest, income tax and depreciation	(379)	(15)	237	(1,923)	(2,080)
Depreciation	(30)	-	(2)	(21)	(53)
Gain/(loss) from operation before interest and income tax	(409)	(15)	235	(1,944)	(2,133)
Unallocated finance income					28
Unallocated finance costs					(89)
Loss before income tax					(2,194)
Unallocated income tax					(324)
Loss after income tax					(2,518)
<u>Segment assets and liabilities</u>					
Current assets	6,282	1	22	2,724	9,029
Fixed assets	534	-	54	10	598
Right-of-use assets	1,763	-	-	-	1,763
Unallocated deferred tax assets					8
Consolidated assets					11,398
Current liabilities	554	85	61	1,682	2,382
Non-current liabilities	1,762	-	-	6	1,768
Consolidated liabilities					4,150

**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

FY 2019	Oilfield equipment	Waste water	Renewable energy	Investment holding	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
External revenue	17,573	-	-	-	17,573
Loss from operation before interest, income tax and depreciation	(82)	26	(13,262)	(3,745)	(17,063)
Depreciation	(187)	-	(1)	(51)	(239)
Loss from operation before interest and income tax	(269)	26	(13,263)	(3,796)	(17,302)
Unallocated finance income					69
Unallocated finance costs					(64)
Loss before income tax					(17,297)
Unallocated income tax					(163)
Loss after income tax					(17,460)
<b>Segment assets and liabilities</b>					
Current assets	14,764	1	27	431	15,223
Fixed assets	578	-	69	201	848
Unallocated non-current assets					477
Unallocated deferred tax assets					8
Consolidated assets					16,556
Current liabilities	5,306	88	55	839	6,288
Consolidated liabilities					6,288

**b) Geographical Segments**

	Singapore S\$'000	Australia S\$'000	Malaysia S\$'000	Indonesia S\$'000	United States of America S\$'000	United Arab Emirates S\$'000	Thailand S\$'000	Saudi Arabia S\$'000	Japan S\$'000	Others S\$'000	Total S\$'000
<b>2020</b>											
Revenue	1,381	112	218	35	4,048	3,052	203	1,873	1,549	2,705	15,176
Non-current assets	18	-	54	-	534	-	-	-	-	-	606
<b>2019</b>											
Revenue	3,729	588	21	3	4,597	3,678	1,005	1,242	-	2,710	17,573
Non-current assets	697	23	70	-	543	-	-	-	-	-	1,333

**17 In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

The contributions to turnover and earnings continue to be mainly from the Group's oilfield equipment supply and services segment, and from the US and United Arab Emirates in terms of geographical segments. Accordingly, there is no material change in contributions to turnover and earnings by the business or geographical segments.

**18 A breakdown of sales.**

**QUARTERLY FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2020**

	Group		
	Jul 2019 - to Jun 2020	Jul 2018 - to Jun 2019	Inc/ (Dec) %
Sales reported for the first half year	S\$'000 6,900	S\$'000 7,014	(1.6)
Operating profits/(loss) after tax before deducting minority interests reported for the first half year	(1,523)	(511)	198.0
Sales reported for the second half year	8,276	10,559	(21.6)
Operating profits/(loss) after tax before deducting minority interests reported for the second half year	(995)	(16,949)	(94.1)

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

Not applicable. No dividend has been declared or recommended for FY2020 and FY2019.

**20 Disclosure of person occupying a managerial position in the issuer of any of its principal subsidiaries who is a relative or a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10). If there is no such person, the issuer must make an appropriate negative statement.**

There is no person occupying a managerial position in the Company or its principal subsidiaries who is related to a director or chief executive officer or substantial shareholder of the Company or its principal subsidiaries.

**BY ORDER OF THE BOARD**

**Charles Madhavan**  
**Chief Executive Officer**  
**11 September 2020**

*This announcement has been prepared by the Company and reviewed by the Company's sponsor, Novus Corporate Finance Pte. Ltd. (the "Sponsor") in compliance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalyst.*

*This announcement has not been examined or approved by 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 Pong Chen Yih, Chief Operating Officer, at 9 Raffles Place, #17-05 Republic Plaza Tower 1, Singapore 048619, telephone (65) 6950 2188.*