


# SOILBUILD CONSTRUCTION GROUP LTD.

*(Incorporated in Singapore. Registration Number: 201301440Z)*

# AND ITS SUBSIDIARIES

# CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

*For the six months ended 30 June 2024*

**SOILBUILD CONSTRUCTION GROUP LTD.**
*(Incorporated in Singapore)*
**AND ITS SUBSIDIARIES**

**CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**
*For the six months ended 30 June 2024*

# Contents


| | Page |
|---|---|
| Condensed interim consolidated statement of profit or loss and other comprehensive income | 1 |
| Condensed interim statements of financial position | 2 |
| Condensed interim statements of changes in equity | 3 |
| Condensed interim consolidated statement of cash flows | 5 |
| Notes to the condensed interim consolidated financial statements | 6 |
| Other information required by Listing Rule Appendix 7.2 | 22 |

**SOILBUILD CONSTRUCTION GROUP LTD.**
**AND ITS SUBSIDIARIES**

## CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

*For the six months ended 30 June 2024*

| | | The Group | | |
|---|---|---|---|---|
| | Note | **6 months ended 30 June 2024 $'000** | 6 months ended 30 June 2023 $'000 | **Change %** |
| Revenue | 4 | **153,874** | 128,721 | 19.5 |
| Cost of sales | | **(139,032)** | (121,234) | 14.7 |
| **Gross profit** | | **14,842** | 7,487 | 98.2 |
| Other income | | **3,108** | 3,612 | (14.0) |
| Other losses – net | | **(519)** | (661) | NM |
| Writeback of allowance/(allowance) for expected credit losses on financial assets | | **17** | (468) | NM |
| Expenses | | | | |
| - Administrative | | **(5,141)** | (4,264) | 20.6 |
| - Marketing | | **(10)** | (7) | NM |
| - Finance | | **(1,881)** | (1,797) | 4.7 |
| - Others | | **(2,931)** | (2,607) | 12.4 |
| Share of profit/(loss) of joint ventures | | **2** | (1) | NM |
| **Profit before income tax** | 6 | **7,487** | 1,294 | 478.6 |
| Income tax (expense)/credit | 7 | **(98)** | 63 | NM |
| **Net profit** | | **7,389** | 1,357 | 444.5 |
| **Other comprehensive loss** | | | | |
| **Items that may be reclassified subsequently to profit or loss:** | | | | |
| Currency translation differences arising from consolidation | | **(13)** | (235) | NM |
| **Total comprehensive income** | | **7,376** | 1,122 | 557.4 |
| **Profit attributable to equity holders of the Company** | | **7,389** | 1,357 | 444.5 |
| **Total comprehensive income attributable to equity holders of the Company** | | **7,376** | 1,122 | 557.4 |
| **Earnings per share attributable to equity holders of the Company (cents per share)** | | | | |
| - Basic | 8 | **0.50** | 0.12 | |
| - Diluted | 8 | **0.50** | 0.12 | |

NM: Not meaningful

*The accompanying notes form an integral part of these condensed interim consolidated financial statements.*

**SOILBUILD CONSTRUCTION GROUP LTD.**
**AND ITS SUBSIDIARIES**

## CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

*As at 30 June 2024*

| | Note | Group | | Company | |
|---|---|---|---|---|---|
| | | **30 June 2024** | 31 December 2023 | **30 June 2024** | 31 December 2023 |
| | | **$'000** | $'000 | **$'000** | $'000 |
| **ASSETS** | | | | | |
| **Current assets** | | | | | |
| Cash and cash equivalents | | **25,698** | 14,202 | **3,997** | 440 |
| Trade and other receivables | | **92,820** | 89,109 | **5,957** | 4,755 |
| Inventories | | **8,131** | 9,894 | **-** | - |
| Other current assets | | **4,154** | 3,300 | **11** | - |
| | | **130,803** | 116,505 | **9,965** | 5,195 |
| **Non-current assets** | | | | | |
| Trade and other receivables | | **17,969** | 12,441 | **36,916** | 31,142 |
| Other non-current assets | | **17** | 29 | **-** | - |
| Investments in subsidiaries | | **-** | - | **106,130** | 106,130 |
| Investments in joint ventures | | **-** | 6 | **-** | - |
| Property, plant and equipment | 10 | **116,727** | 121,981 | **-** | - |
| Intangible assets | 11 | **90** | 47 | **-** | - |
| Deferred income tax assets | | **1,539** | 1,539 | **-** | - |
| | | **136,342** | 136,043 | **143,046** | 137,272 |
| **Total assets** | | **267,145** | 252,548 | **153,011** | 142,467 |
| **LIABILITIES** | | | | | |
| **Current liabilities** | | | | | |
| Trade and other payables | | **118,019** | 107,556 | **40,789** | 27,347 |
| Current income tax liabilities | | **1,041** | 1,270 | **-** | 1 |
| Borrowings | 12 | **20,112** | 17,256 | **2,559** | 2,533 |
| Provision for other liabilities | | **1,650** | 2,517 | **18** | - |
| | | **140,822** | 128,599 | **43,366** | 29,881 |
| **Non-current liabilities** | | | | | |
| Trade and other payables | | **7,043** | 4,897 | **-** | - |
| Borrowings | 12 | **67,973** | 73,899 | **10,861** | 12,147 |
| | | **75,016** | 78,796 | **10,861** | 12,147 |
| **Total liabilities** | | **215,838** | 207,395 | **54,227** | 42,028 |
| **NET ASSETS** | | **51,307** | 45,153 | **98,784** | 100,439 |
| **EQUITY** | | | | | |
| **Capital and reserves attributable to equity holders of the Company** | | | | | |
| Share capital | 13 | **92,881** | 92,631 | **92,881** | 92,631 |
| Capital reserve | | **(1,070)** | (1,070) | **-** | - |
| Currency translation reserve | | **(2,164)** | (2,151) | **-** | - |
| (Accumulated losses)/retained profits | | **(38,340)** | (44,257) | **5,903** | 7,808 |
| **TOTAL EQUITY** | | **51,307** | 45,153 | **98,784** | 100,439 |

*The accompanying notes form an integral part of these condensed interim consolidated financial statements.*

**SOILBUILD CONSTRUCTION GROUP LTD.**
**AND ITS SUBSIDIARIES**

## CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

*For the six months ended 30 June 2024*

| | ← Attributable to equity holders of the Company → | | | | |
|---|---|---|---|---|---|
| **The Group** | Share capital $'000 | Capital reserve $'000 | Currency translation reserve $'000 | Accumulated losses $'000 | Total equity $'000 |
| **2024** | | | | | |
| **Balance as at 1 January 2024** | **92,631** | **(1,070)** | **(2,151)** | **(44,257)** | **45,153** |
| Profit for the financial period | - | - | - | 7,389 | 7,389 |
| Other comprehensive loss for the financial period | - | - | (13) | - | (13) |
| **Total comprehensive (loss)/income for the financial period** | **-** | **-** | **(13)** | **7,389** | **7,376** |
| Issuance of shares pursuant to the exercise of 2019 Warrants (Note 13(a)) | 250 | - | - | - | 250 |
| Dividends paid (Note 15(b)) | - | - | - | (1,472) | (1,472) |
| **Balance as at 30 June 2024** | **92,881** | **(1,070)** | **(2,164)** | **(38,340)** | **51,307** |
| **2023** | | | | | |
| **Balance as at 1 January 2023** | **71,553** | **(1,070)** | **(1,539)** | **(51,573)** | **17,371** |
| Profit for the financial period | - | - | - | 1,357 | 1,357 |
| Other comprehensive loss for the financial period | - | - | (235) | - | (235) |
| **Total comprehensive (loss)/income for the financial period** | **-** | **-** | **(235)** | **1,357** | **1,122** |
| Issuance of shares pursuant to the Preferential Offerings of Rights Shares (Note 13(b)) | 21,083 | - | - | - | 21,083 |
| **Balance as at 30 June 2023** | **92,636** | **(1,070)** | **(1,774)** | **(50,216)** | **39,576** |

*The accompanying notes form an integral part of these condensed interim consolidated financial statements.*

**SOILBUILD CONSTRUCTION GROUP LTD.**
**AND ITS SUBSIDIARIES**

## CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

*For the six months ended 30 June 2024*

| | Attributable to equity holders of the Company | | |
|---|---|---|---|
| **The Company** | **Share capital $'000** | **Retained profits $'000** | **Total equity $'000** |
| **2024** | | | |
| **Balance as at 1 January 2024** | **92,631** | **7,808** | **100,439** |
| Loss for the financial period | - | (433) | (433) |
| **Total comprehensive loss for the financial period** | **-** | **(433)** | **(433)** |
| Issuance of shares pursuant to the exercise of 2019 Warrants (Note 13(a)) | 250 | - | 250 |
| Dividends paid (Note 15(b)) | - | (1,472) | (1,472) |
| **Balance as at 30 June 2024** | **92,881** | **5,903** | **98,784** |
| **2023** | | | |
| **Balance as at 1 January 2023** | **71,553** | **6,631** | **78,184** |
| Loss for the financial period | - | (184) | (184) |
| **Total comprehensive loss for the financial period** | **-** | **(184)** | **(184)** |
| Issuance of shares pursuant to the Preferential Offerings of Rights Shares (Note (13)(b)) | 21,083 | - | 21,083 |
| **Balance as at 30 June 2023** | **92,636** | **6,447** | **99,083** |

*The accompanying notes form an integral part of these condensed interim consolidated financial statements.*

**SOILBUILD CONSTRUCTION GROUP LTD.**
**AND ITS SUBSIDIARIES**

## CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

*For the six months ended 30 June 2024*

| | Note | The Group<br>**6 months ended 30 June 2024 $'000** | <br>6 months ended 30 June 2023 $'000 |
|---|---|---|---|
| **Cash flows from operating activities** | | | |
| Net profit | | **7,389** | 1,357 |
| Adjustments for: | | | |
| - Amortisation of intangible assets | | **12** | 12 |
| - Depreciation of property, plant and equipment | | **6,467** | 4,477 |
| - Interest income | | **(71)** | (2) |
| - Interest expense | | **1,881** | 1,797 |
| - Income tax expense/(credit) | | **98** | (63) |
| - Gain on disposal of property, plant and equipment | | **(79)** | (2) |
| - (Writeback of allowance)/allowance for expected credit losses on financial assets | | **(17)** | 468 |
| - Share of profit/(loss) of joint ventures | | **(2)** | 1 |
| Operating cash flows before working capital changes | | **15,678** | 8,045 |
| Changes in working capital: | | | |
| - Trade and other receivables | | **(9,221)** | 17,645 |
| - Other current assets | | **(854)** | (682) |
| - Inventories | | **1,763** | (796) |
| - Other non-current assets | | **11** | (226) |
| - Trade and other payables | | **12,439** | (466) |
| - Provision for other liabilities | | **(867)** | (3,048) |
| Cash generated from operations | | **18,949** | 20,472 |
| Income tax paid | | **(332)** | - |
| **Net cash provided by operating activities** | | **18,617** | 20,472 |
| **Cash flows from investing activities** | | | |
| Additions to property, plant and equipment | | **(1,237)** | (3,703) |
| Additions to intangible assets | | **(55)** | - |
| Government grant relating to property, plant and equipment received | | **-** | 551 |
| Proceeds from disposal of property, plant and equipment | | **79** | 2 |
| Return of capital on dissolution of a joint venture | | **7** | - |
| Interest received | | **71** | 2 |
| **Net cash used in investing activities** | | **(1,135)** | (3,148) |
| **Cash flows from financing activities** | | | |
| Proceeds from bank loans | | **9,854** | 6,338 |
| Repayment of bank loans | | **(12,510)** | (32,943) |
| Proceeds from Preferential Offerings of Rights Shares | | **-** | 21,083 |
| Proceeds from exercise of warrants | | **250** | - |
| Principal repayment of lease liabilities | | **(462)** | (395) |
| Interest paid | | **(1,709)** | (1,673) |
| Dividends paid | | **(1,472)** | - |
| **Net cash used in financing activities** | | **(6,049)** | (7,590) |
| **Net increase in cash and cash equivalents** | | **11,433** | 9,734 |
| Cash and cash equivalents at beginning of financial period | | **14,202** | 11,093 |
| Effects of currency translation on cash and cash equivalents | | **63** | 513 |
| **Cash and cash equivalents at end of financial period** | | **25,698** | 21,340 |

*The accompanying notes form an integral part of these condensed interim consolidated financial statements.*

## 1. Corporate information

Soilbuild Construction Group Ltd (the "Company") is incorporated and domiciled in Singapore and whose shares are publicly traded on the Mainboard of the Singapore Exchange. These condensed interim consolidated financial statements as at and for the six months ended 30 June 2024 comprise the Company and its subsidiaries (collectively, the "Group"). The primary activities of the Company are that of investment holding.

The principal activities of the Group are:
(a) building contractors;
(b) manufacturing of construction materials and parts; and
(c) project management.

## 2. Basis of preparation

The condensed interim financial statements for the six months ended 30 June 2024 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last interim financial statements for the period ended 31 December 2023. The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

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

### Going concern

The Group's and the Company's current liabilities exceed its current assets by $10,019,000 and $33,401,000 respectively as at 30 June 2024. The condensed interim financial statements have been prepared on a going concern basis due to the following reasons:

a) The Group has generated net profit amounting to $7,389,000 and positive cashflows from operating activities amounting to $18,617,000 for the financial period ended 30 June 2024. Management expects the Group to be able to meet its cash flow requirements from its normal course of business through its existing and future order books. The Group has order books amounting to approximately $1,183,000,000 as at 30 June 2024, which is expected to generate positive cash flows over the next twelve months.

## 2. Basis of preparation (continued)

### Going concern (continued)

b) The Group has existing bank facilities which have yet to be utilised amounting to $8,898,000 as at 30 June 2024 in which it can tap on for its funding requirements. In addition, the Group has existing banking relationships with a number of banks and will be able to obtain additional funding from the banks when required.

c) Subsequent to 30 June 2024, a total of 179,079,831 2019 Warrants (as defined in Note 13(a)) were exercised by the Company's warrant holders. The proceeds from the 2019 Warrants exercised subsequent to 30 June 2024, amounted to approximately $13,072,000.

d) The Company's current liabilities mainly relates to loans from subsidiaries and amount due to subsidiaries amounting to a total of $40,244,000. Management does not expect that the subsidiaries would demand repayment of these amounts within the next 12 months.

Management has prepared a cash flow projection for the next 12 months after balance sheet date which has taken into account the above considerations, and has been approved by the Board of Directors. Based on the projection, management believes that the Group will be able to pay its debts as and when they fall due for the next 12 months.

## 2.1 New and amended standards adopted by the Group

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

## 2.2 Use of judgements and estimates

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

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2023.

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.

## 2. Basis of preparation (continued)

### 2.2 Use of judgements and estimates (continued)

Construction contracts:

The Group has significant ongoing construction contracts for building works. For these contracts, revenue is recognised over time by reference to the Group's progress towards completing the building works. The measure of progress is determined based on the proportion of contract costs incurred to date to the estimated total contract costs ("input method"). Management has to estimate these total contract costs to complete, which are used in the input method to determine the Group's recognition of construction revenue. When it is probable that the total contract costs will exceed the total construction revenue, a provision for onerous contracts is recognised immediately. Significant judgement is used to estimate these total construction contract costs that will affect the revenue and profit margins recognised from construction contracts. In making the judgement, the Group evaluates and places reliance on past experience, estimates from quantity surveyors and value of work performed as determined by the architects. If the estimated total construction cost of uncompleted contracts increase/decrease by 2%(2023: 2%) from management's estimates, the effects on the Group's net profit after tax will be as follows:

| | **Increase/(Decrease)** | |
|---|---|---|
| | **6 months ended 2024 $'000** | 6 months ended 2023 $'000 |
| Estimated total construction cost | | |
| - increased by 2% (2023: 2%) | (5,683) | (8,013) |
| - decreased by 2% (2023: 2%) | 5,836 | 7,688 |

## 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 three primary geographic areas namely Singapore, Myanmar and Malaysia. The Singapore geographic area is engaged both in construction and precast manufacturing business while Myanmar geographic area is engaged only in construction and Malaysia geographic area is engaged only in precast manufacturing business. These operating segments are reported in a manner consistent with internal reporting provided to senior management who are responsible for allocating resources and assessing performance of the operating segments. Senior management comprises the Executive Chairman; and the Executive Director and Group Chief Executive Officer, and are the Group's chief operating decision-maker.

## 4.1 Reportable segments

The segment information provided to senior management for the reportable segments is as follows:

| | Singapore | | | Myanmar | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| | Construction | Precast | Others | Construction | Others | Malaysia Precast | Others | Elimination | Total |
| | $'000 | $'000 | $'000 | $'000 | $'000 | $'000 | $'000 | $'000 | $'000 |
| Group | | | | | | | | | |
| **1 January 2024 to 30 June 2024** | | | | | | | | | |
| **Revenue** | | | | | | | | | |
| External customers | 122,804 | 33,537 | - | (2,467) | - | - | - | - | 153,874 |
| Inter-segment revenue | (2,025) | 9,865 | - | - | - | 23,852 | - | (31,692) | - |
| | 120,779 | 43,402 | - | (2,467) | - | 23,852 | - | (31,692) | 153,874 |
| **Result** | | | | | | | | | |
| Segment result before interest | 6,807 | 2,415 | (509) | (1,777) | (138) | 907 | - | (289) | 7,416 |
| Interest income | | | | | | | | | 71 |
| Profit before income tax | | | | | | | | | 7,487 |
| Income tax expense | | | | | | | | | (98) |
| Net profit | | | | | | | | | 7,389 |
| **Segment results include:** | | | | | | | | | |
| - Depreciation of property, plant and equipment | 1,943 | 1,823 | - | 81 | 91 | 2,529 | - | - | 6,467 |
| - Amortisation of intangible assets | 10 | 2 | - | - | - | - | - | - | 12 |
| - Share of profit of joint ventures | 2 | - | - | - | - | - | - | - | 2 |
| **Segment assets** | 185,261 | 22,573 | 3,837 | 13,676 | 6,697 | 35,090 | 11 | - | 267,145 |
| Segment assets includes: | | | | | | | | | |
| Investment in joint ventures | - | - | - | - | - | - | - | - | - |
| Additions to: | | | | | | | | | |
| - Property, plant and equipment | 5 | 906 | - | - | - | 326 | - | - | 1,237 |
| - Intangible assets | 55 | - | - | - | - | - | - | - | 55 |
| **Segment liabilities** | (149,863) | (32,215) | (13,992) | (15,598) | (6) | (4,156) | (8) | - | (215,838) |

## 4.1 Reportable segments (continued)

The segment information provided to senior management for the reportable segments is as follows: (continued)

| | Singapore | | | Myanmar | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| | Construction | Precast | Others | Construction | Others | Malaysia Precast | Others | Elimination | Total |
| | $'000 | $'000 | $'000 | $'000 | $'000 | $'000 | $'000 | $'000 | $'000 |
| Group | | | | | | | | | |
| **1 January 2023 to 30 June 2023** | | | | | | | | | |
| **Revenue** | | | | | | | | | |
| External customers | 110,970 | 15,604 | - | 2,147 | - | - | - | - | 128,721 |
| Inter-segment revenue | 226 | 779 | - | - | - | 1,828 | - | (2,833) | - |
| | 111,196 | 16,383 | - | 2,147 | - | 1,828 | - | (2,833) | 128,721 |
| **Result** | | | | | | | | | |
| Segment result before interest | 3,176 | 569 | (192) | (952) | (56) | (927) | - | (322) | 1,296 |
| Interest income | | | | | | | | | (2) |
| Loss before income tax | | | | | | | | | 1,294 |
| Income tax expense | | | | | | | | | 63 |
| Net loss | | | | | | | | | 1,357 |
| **Segment results include:** | | | | | | | | | |
| - Depreciation of property, plant and equipment | 2,263 | 1,353 | - | 105 | 29 | 727 | - | - | 4,477 |
| - Amortisation of intangible assets | 10 | 2 | - | - | - | - | - | - | 12 |
| - Share of profit of joint ventures | (1) | - | - | - | - | - | - | - | (1) |
| **Segment assets** | 166,028 | 12,249 | 434 | 15,191 | 9,706 | 34,563 | 12 | - | 238,183 |
| Segment assets includes: | | | | | | | | | |
| Investment in joint ventures | 7 | - | - | - | - | - | - | - | 7 |
| Additions to: | | | | | | | | | |
| - Property, plant and equipment | 6 | 455 | - | - | 1,273 | 1,969 | - | - | 3,703 |
| - Intangible assets | - | - | - | - | - | - | - | - | - |
| **Segment liabilities** | (139,940) | (20,708) | (16,459) | (17,468) | (5) | (4,019) | (8) | - | (198,607) |

## 4.2 Disaggregation of revenue

| | Over time | | At a point in time | | Total | |
|---|---|---|---|---|---|---|
| | **6 months ended 30 June 2024 $'000** | 6 months ended 30 June 2023 $'000 | **6 months ended 30 June 2024 $'000** | 6 months ended 30 June 2023 $'000 | **6 months ended 30 June 2024 $'000** | 6 months ended 30 June 2023 $'000 |
| Construction | | | | | | |
| - Singapore | **122,804** | 110,970 | **-** | - | **122,804** | 110,970 |
| - Myanmar | **(2,467)** | 2,147 | **-** | - | **(2,467)** | 2,147 |
| | **120,337** | 113,117 | **-** | - | **120,337** | 113,117 |
| Precast manufacturing | | | | | | |
| - Singapore | **-** | - | **33,537** | 15,604 | **33,537** | 15,604 |
| | **-** | - | **33,537** | 15,604 | **33,537** | 15,604 |
| Others | **-** | - | **-** | - | **-** | - |
| Total | **120,337** | 113,117 | **33,537** | 15,604 | **153,874** | 128,721 |

Revenue contribution from a single region is disclosed separately when it exceeds 10% of the Group's revenue respectively.

## 5. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2024 and 31 December 2023:

| | Group | | Company | |
|---|---|---|---|---|
| | **30 June 2024 $'000** | 31 December 2023 $'000 | **30 June 2024 $'000** | 31 December 2023 $'000 |
| **Financial assets** | | | | |
| Cash and bank balances and trade and other receivables (Amortised cost) | **100,330** | 91,738 | **46,869** | 36,337 |
| | **100,330** | 91,738 | **46,869** | 36,337 |
| **Financial liabilities** | | | | |
| Trade and other payables and borrowings (Amortised cost) | **182,730** | 161,477 | **54,200** | 42,023 |
| | **182,730** | 161,477 | **54,200** | 42,023 |

## 6. Profit before taxation

### 6.1 Significant items

| | Group | |
|---|---|---|
| | **6 months ended 30 June 2024 $'000** | 6 months ended 30 June 2023 $'000 |
| **Other Income** | | |
| Government grants | **118** | 897 |
| Rental income | **2,354** | 1,804 |
| Service income | **35** | 497 |
| Interest income | **71** | 2 |
| Others | **530** | 412 |
| | **3,108** | 3,612 |
| **Other gains/(losses) – net** | | |
| Gain on disposal of property, plant and equipment, net | **79** | 2 |
| Foreign exchange losses | **(598)** | (663) |
| | **(519)** | (661) |
| **Expenses** | | |
| Depreciation of property, plant and equipment | **(6,467)** | (4,477) |
| Amortisation of intangible assets | **(12)** | (12) |

## 6.2 Related party transactions

In addition to the information shown elsewhere in the financial statements, the following significant transactions took place between the Group and related parties at terms agreed by the parties:

| | Group | |
|---|---|---|
| | **6 months ended 30 June 2024 $'000** | 6 months ended 30 June 2023 $'000 |
| Revenue from construction contracts from related parties[#] | **43,333** | 50,032 |
| Rental income charged to related parties[#] | **166** | 166 |
| Transportation and logistics services received/receivable from related parties[#] | **292** | - |
| Other service income received/receivable from related parties[#] | **11** | 11 |
| Share of common overheads paid/payable to related parties[#] | **93** | 569 |
| Share of common overheads received/receivable from related parties[#] | **44** | 112 |

[#] Related parties pertain to a director and his associates and companies which are wholly-owned, majority-owned or jointly-owned by a director of the company.

## 7. Taxation

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

| | Group | |
|---|---|---|
| | **6 months ended 30 June 2024 $'000** | 6 months ended 30 June 2023 $'000 |
| Tax (expense)/credit attributable to profit is made up of: | | |
| Profit from current financial year: | | |
| - Current income tax | **(98)** | (6) |
| | **(98)** | (6) |
| Over provision in prior financial years: | | |
| - Current income tax | **-** | 69 |
| | **(98)** | 63 |

## 8. Earnings per share

(a) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial year.

| | **6 months ended 30 June 2024** | 6 months ended 30 June 2023 |
|---|---|---|
| Net profit attributable to equity holders of the Company ($'000) | **7,389** | 1,357 |
| Weighted average number of ordinary shares outstanding for basic earnings per share ('000) | **1,472,288** | 1,173,779 |
| Basic earnings per share (cents per share) | **0.50** | 0.12 |

(b) Diluted earnings per share

For the purpose of calculating diluted earnings per share, profit attributable to equity holders of the Company and the weighted average number of ordinary shares outstanding are adjusted for the effects of all dilutive potential ordinary shares.

The Company has no dilutive potential ordinary share during the financial period ended 30 June 2024 and 30 June 2023.

There are no dilutive effects for the Soilbuild Construction Performance Share Plan 2023 ("PSP 2023") as there are no outstanding performance share awards granted during the financial period ended 30 June 2024 and 30 June 2023.

There are no dilutive effects for the warrants outstanding during the financial period ended 30 June 2024 and 30 June 2023 as the exercise price of the warrants exceed the average market price of the shares.

| | **6 months ended 30 June 2024** | 6 months ended 30 June 2023 |
|---|---|---|
| Net earnings attributable to equity holders of the Company ($'000) | **7,389** | 1,357 |
| Weighted average number of ordinary shares outstanding for diluted earnings per share ('000) | **1,472,288** | 1,173,779 |
| Diluted earnings per share (cents per share) | **0.50** | 0.12 |

## 9. Net asset value

| | Group | | Company | |
|---|---|---|---|---|
| | **30 June 2024** | 31 December 2023 | **30 June 2024** | 31 December 2023 |
| Net asset value per ordinary share (cents) | **3.48** | 3.07 | **6.69** | 6.82 |
| Total number of shares in issue ('000) | **1,475,581** | 1,472,162 | **1,475,581** | 1,472,162 |

## 10. Property, plant and equipment

During the six months ended 30 June 2024, the Group acquired assets amounting to S$1,237,000 (30 June 2023: S$3,703,000)and disposed of assets amounting to S$225,000 (30 June 2023: S$Nil).

## 11. Intangible assets

Acquired computer software licences

| | Group | |
|---|---|---|
| | **6 months ended 30 June 2024 $'000** | 6 months ended 30 June 2023 $'000 |
| *Cost* | | |
| Beginning of financial period | **1,242** | 1,221 |
| Additions | **55** | - |
| End of financial period | **1,297** | 1,221 |
| *Accumulated amortisation* | | |
| Beginning of financial period | **1,195** | 1,179 |
| Amortisation charge (Note 6) | **12** | 12 |
| End of financial period | **1,207** | 1,191 |
| Net book value | **90** | 30 |

## 12. Borrowings

| | Group | |
|---|---|---|
| | **30 June 2024 $'000** | 31 December 2023 $'000 |
| **Amount repayable in one year, or on demand** | | |
| - Secured | **14,136** | 9,592 |
| - Unsecured | **5,976** | 7,664 |
| | **20,112** | 17,256 |
| **Amount repayable after one year** | | |
| - Secured | **56,200** | 59,877 |
| - Unsecured | **11,773** | 14,022 |
| | **67,973** | 73,899 |

The Group's total borrowings of S$88.1 million comprise (i) term loans of S$61.5 million, (ii) short term bank loans of S$7.6 million, (iii) temporary bridging loan of S$3.4 million, (iv) property loan of S$3.3 million, (v) lease liabilities of S$2.3 million, and (vi) shareholder's loan of S$10.0 million.

**Details of any collaterals**

The Group's term loan of S$61.5 million, short-term bank loans of S$5.6 million and property loan of S$3.3 million as at 30 June 2024 are secured by first legal mortgages executed over the Group's Integrated Construction and Precast Hub ("ICPH") in Singapore; 2 properties at Tuas South Link in Singapore; and a manufacturing facility in Pontian, Malaysia, which are classified as freehold land, leasehold land, buildings and plant and equipment within property, plant and equipment.

## 13. Share capital

| | Issued share capital | |
|---|---|---|
| | No. of ordinary shares '000 | Amount $'000 |
| Group and Company | | |
| **2024** | | |
| Beginning of financial period | 1,472,162 | 92,631 |
| Issuance of shares pursuant to the exercise of 2019 warrants (see note a(i) below) | 3,419 | 250 |
| End of financial period | 1,475,581 | 92,881 |
| **2023** | | |
| Beginning of financial period | 841,236 | 71,553 |
| Issuance of shares pursuant to the preferential offering of rights shares (See note b below) | 630,926 | 21,620 |
| Expenses relating to preferential offering of rights shares | - | (542) |
| End of financial year | 1,472,162 | 92,631 |

The Company did not hold any treasury shares as at 30 June 2024.

The Company's subsidiaries do not hold any shares in the Company as at 30 June 2024 and 31 December 2023.

a) Exercise of 2019 Warrants

On 29 July 2019, the Company issued 168,247,125 new ordinary shares with 168,247,125 free detachable warrants ("2019 Warrants") arising from the exercise of 168,247,125 rights issue at S$0.073 ("2019 Preferential Offering"). Each 2019 Warrant carry the right to subscribe for one new ordinary share in the capital of the Company at an exercise price of S$0.073 for each new ordinary share. There is no value attributable to the 2019 Warrants issued as the average market value of the warrants is S$Nil at the date of issuance. Accordingly, the entire proceeds from the issuance of rights shares with warrants is accounted for under share capital.

*(i) Period from 1 June 2024 to 30 June 2024*

During the period from 1 June 2024 to 30 June 2024, a total of 3,418,514 warrants were exercised, resulting in the issuance of 3,418,514 new ordinary shares. The proceeds from the exercise of these warrants amounted to approximately $250,000.

## 13. Share capital (continued)

a) Exercise of 2019 Warrants (continued)

*(ii) Subsequent to 30 June 2024*

Subsequent to 30 June 2024 and up to the expiry of the warrants on 29 July 2024, a total of 179,079,831 2019 Warrants were exercised, resulting in the issuance of 179,079,831 new ordinary shares. The proceeds from the exercise of these warrants amounted to approximately $$13,072,000. The financial statements for the half year ended, and as at 30 June 2024 have not reflected these new ordinary shares that were issued arising from the exercise of warrants subsequent to 30 June 2024. These new ordinary shares issued will be accounted for in shareholders' equity in the next period ending 31 December 2024.

b) Preferential offering of rights shares

*(i) January 2023 Preferential Offering*

On 18 January 2023, the Company completed a preferential offering of 336,494,249 new ordinary shares in the capital of the Company (the "Rights Shares") at an issue price of $0.031 for each Rights Share (the "January 2023 Preferential Offering").

The total proceeds from the January 2023 Preferential Offering amounted to $10,431,000. The expenses relating to the January 2023 Preferential Offering of Rights Shares amounted to $281,000.

*(ii) June 2023 Preferential Offering*

On 14 June 2023, the Company completed a preferential offering of 294,432,468 new ordinary shares in the capital of the Company (the "Rights Shares") at an issue price of $0.038 for each Rights Share (the "June 2023 Preferential Offering").

The total proceeds from the June 2023 Preferential Offering amounted to $11,189,000. The expenses relating to the June 2023 Preferential Offering of Rights Shares amounted to $261,000, of which $256,000 was recognised during the financial period from 1 January 2023 to 30 June 2023 and $5,000 was recognised during the financial period from 1 July 2023 to 31 December 2023.

## 14. Warrant reserve

| | Group and Company | |
|---|---|---|
| | **30 June 2024 $'000** | 31 December 2023 $'000 |
| Beginning and end of financial year | **-** | - |

The warrant reserve pertains to the 2019 Warrants as disclosed in Note 13(a). There is no value attributable to the 2019 Warrants issued as the average market value of the warrants is S$Nil at the date of issuance. Accordingly, the entire proceeds from the issuance of rights shares with warrants is accounted for under share capital.

The movement of the outstanding warrants during the period under review was as follows:

| | Group and Company | |
|---|---|---|
| | **30 June 2024 '000** | 31 December 2023 '000 |
| *2019 Warrants* | | |
| Beginning of financial period/ year | **185,615** | 168,247 |
| Exercise of 2019 Warrants (see note a(i) below) | **(3,419)** | - |
| Adjustments arising from preferential offerings (see note b below) | **-** | 17,368 |
| **End of financial period/ year** | **182,196** | 185,615 |

a) Exercise of 2019 Warrants

*(i) Period from 1 June 2024 to 30 June 2024*

During the period from 1 June 2024 to 30 June 2024, a total of 3,418,514 warrants were exercised, resulting in the issuance of 3,418,514 new ordinary shares as disclosed in Note 13(a)(i).

*(ii) Subsequent to 30 June 2024*

There are 182,196,723 (31 December 2023: 185,615,237) 2019 Warrants outstanding as at 30 June 2024. Subsequent to 30 June 2024 and up to the expiry of the 2019 Warrants on 29 July 2024, a total of 179,079,831 2019 Warrants were exercised, resulting in the issuance of 179,079,831 new ordinary shares. The proceeds from the exercise of these warrants amounted to approximately $13,072,000. The financial statements for the half year ended, and as at 30 June 2024 have not reflected these new ordinary shares that were issued arising from the exercise of the 2019 Warrants subsequent to 30 June 2024. These new ordinary shares issued will be accounted for in shareholders' equity in the next period ending 31 December 2024.

## 14. Warrant reserve (continued)

b) Preferential offering of rights shares

*(i) January 2023 Preferential Offering*

Arising from the January 2023 Preferential Offering as disclosed in Note 13, the number of 2019 Warrants was adjusted from 168,247,125 to 183,759,161 in accordance with the terms and conditions 2019 Warrants Instrument.

*(ii) June 2023 Preferential Offering*

Arising from the June 2023 Preferential Offering as disclosed in Note 13, the number of 2019 Warrants was adjusted from 183,759,161 to 185,615,237 in accordance with the terms and conditions 2019 Warrants Instrument.

## 15. Dividends

*a) Interim one-tier exempt ordinary dividend for the current financial year ending 31 December 2024*

On 13 August 2024, the Directors approved an interim one-tier exempt ordinary dividend of 0.1 cents per share amounting to a total of approximately $1,655,000 in respect of the current financial year ending 31 December 2024. The interim ordinary dividend will be paid on 13 September 2024.

The financial statements for the half year ended, and as at 30 June 2024 have not reflected these dividends. The dividends will be accounted for in shareholders' equity as an appropriation of 'Retained Earnings' in the next period ending 31 December 2024.

The Transfer Book and the Register of Members of the Company will be closed on 5 September 2024 for the preparation of dividend warrants. Duly completed registrable transfers of the ordinary shares in the capital of the Company received by the Company's share registrar up to 5.00 pm on 4 September 2024 will be registered to determine members' entitlements to the interim ordinary dividend.

*b) Final one-tier exempt ordinary dividend for the previous financial year ended 31 December 2023*

During the half year ended 30 June 2024, a final one-tier exempt ordinary dividend of 0.1 cents per share totalling approximately $1,472,000 were paid in respect of the previous financial year ended 31 December 2023.

## 16. Subsequent events

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

## OTHER INFORMATION

### 1. Review

The condensed consolidated statement of financial position of Soilbuild Construction Group Ltd and its subsidiaries as at 30 June 2024 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

### 2. Review of performance of the Group

### (a) Consolidated statement of profit or loss and other comprehensive income

First half ended 30 June 2024 (''1HFY2024'') versus first half ended 30 June 2023 (''1HFY2023'')

For 1HFY2024, the Group reported a net profit of approximately S$7.4 million as compared to net profit of approximately S$1.4 million reported in the comparative period.

Revenue & Gross Profit

For the period under review, the Group's revenue increased by 19.5% from S$128.7 million in 1HFY2023 to S$153.9 million in 1HFY2024.

The Group's revenue may vary from time to time due to timing difference in the progress of construction contracts.

Major revenue contributors in 1HFY2024 were:
- DB Schenker project (building of a sustainable and energy efficient logistic facilities at Greenwich Drive);
- Soitec main construction project (building of a high-tech manufacturing facility with cleanroom capabilities and a warehouse at Pasir Ris Planning Area);
- New Industrial Road project (building of a block of 5-storey industrial building);
- Toa Payoh HDB project (construction of a public housing development at Toa Payoh Neighbourhood 1 Contract 27).

In 1HFY2024, the Precast and Prefabrication division contributed approximately S$33.5 million to the Group's revenue on increased sales of its products.

Corresponding to increased revenue and higher gross profit margin, the Group reported a gross profit of S$14.9 million in 1HFY2024 compared to gross profit of S$7.5 million in 1HFY2023. The gross profit margin for 1HFY2024 was 9.6% compared to gross profit margin for 1HFY2023 of 5.8%.

**2. Review of performance of the Group (continued)**

**(a) Consolidated statement of profit or loss and other comprehensive income (continued)**

Other Income
Other income for 1HFY2024 decreased by approximately S$0.5 million as compared to 1HFY2023 mainly due to decrease in government grants and service income, which is partially offset by an increase in rental income.

Other (Losses)/Gains
Other losses (net) of approximately S$519,000 in 1HFY2024 were attributable to foreign exchange losses of $598,000, which is partially offset by a gain on disposal of property, plant and equipment of $79,000.

Writeback of allowance/(allowance) for expected credit losses on financial assets
Write-back of allowance for expected credit losses on financial assets in 1HFY2024 of S$17,000 was due to reversal of impairment provision for trade receivables amounting to S$93,000 for Singapore precast operations due to subsequent collections, which is partly offset by impairment of trade receivables amounting to S$76,000 for Singapore construction operations.

Expected credit losses on financial assets in 1HFY2023 of S$468,000 were due to impairment of trade receivables from its Myanmar operations and Singapore precast operations.

Administrative Expenses
Administrative expenses for 1HFY2024 increased by approximately S$0.9 million as compared to 1HFY2023, mainly due to an increase in employee compensation.

Other Operating Expenses
Other operating expenses for 1HFY2024 increased by approximately S$0.3 million as compared to 1HFY2023, mainly due to an increase in maintenance and upkeep expenses.

Share of Profit/(Loss) of Joint Ventures
The Group recognised approximately S$2,000 in the share of profit of its joint ventures in 1HFY2024 as compared to share of loss of approximately S$1,000 in the comparative period.

Income tax expenses
The Group reported income tax expense of approximately S$98,000 in 1HFY2024 as compared to income tax credit of approximately S$63,000 in 1HFY2023.

Net profit
Overall, the Group reported a net profit of approximately S$7.4 million in 1HFY2024.

## 2. Review of performance of the Group (continued)

### (b) Consolidated statement of balance sheet

Total assets increased by S$14.6 million from S$252.5 million as at 31 December 2023 to S$267.1 million as at 30 June 2024, mainly due to (i) increase in cash and cash equivalents of S$11.5 million due to reasons as explained in consolidated statement of cash flows under Point 2(c), (ii) increase in trade and other receivables of S$9.2 million mainly due to increase in operating activities and timing difference in collections from customers; and (iii) increase in other assets of $0.9 million mainly due to prepayments made for purchase of materials and equipment. The increase in total assets was partially offset by (i) decrease in property, plant and equipment of S$5.2 million mainly due to depreciation of property, plant and equipment, and (ii) decrease in inventories of $1.8 million due to timing differences in deliveries of precast and prefabrication materials to customers.

Total liabilities increased by S$8.4 million from S$207.4 million as at 31 December 2023 to S$215.8 million as at 30 June 2024, mainly due to (i) increase in trade and other payables of S$12.6 million mainly due to increase in operating activities and timing difference in payment to suppliers and sub-contractors. The increase in total liabilities was partially offset by (i) decrease in borrowings of $3.1 million due to repayment of bank loans, (ii) decrease in provision for other liabilities of $0.9 million; and (iii) decrease in current income tax liabilities of S$0.2 million mainly due to income tax paid of $0.3 million.

The Group's and the Company's current liabilities exceed its current assets by $10,019,000 and $33,401,000 respectively as at 30 June 2024.

The negative working capital position was mainly due to the significant operating losses in the prior financial years due to adverse impact of COVID-19 on the construction industry and from the capital investment by the Group (i.e. investment in the Group's Integrated Construction and Precast Hub (ICPH) project, 2 factories in Tuas South Link, and the acquisition and expansion of manufacturing plants in Malaysia). The Group is expected to be able to pay its debts as and when they fall due to the following reasons:

(i) The Group has generated net profit amounting to $7,389,000 and positive cashflows from operating activities amounting to $18,617,000 for the financial period ended 30 June 2024. Management expects the Group to be able to meet its cash flow requirements from its normal course of business through its existing and future order books. The Group has order books amounting to approximately $1,183,000,000 as at 30 June 2024, which is expected to generate positive cash flows over the next twelve months.

**2. Review of performance of the Group (continued)**

**(b) Consolidated statement of balance sheet (continued)**

(ii) The Group has existing bank facilities which have yet to be utilised amounting to $8,898,000 as at 30 June 2024 in which it can tap on for its funding requirements. In addition, the Group has existing banking relationships with a number of banks and will be able to obtain additional funding from the banks when required.

(iii) Subsequent to 30 June 2024, a total of 179,079,831 2019 Warrants were exercised by the Company's warrant holders. The proceeds from the 2019 Warrants exercised subsequent to 30 June 2024, amounted to approximately $13,072,000.

(iv) The Company's current liabilities mainly relates to loans from subsidiaries and amount due to subsidiaries amounting to a total of $40,244,000. Management does not expect that the subsidiaries would demand for repayment of these amounts within the next 12 months.

Management has prepared a cash flow projection for the next 12 months after balance sheet date which has taken into account the above considerations, and has been approved by the Board of Directors. Based on the projection, management believes that the Group will be able to pay its debts as and when they fall due for the next 12 months.

**(c) Consolidated statement of cash flows**

Operating Activities

For 1HFY2024, the net cash inflow from operating activities amounted to S$18.6 million as compared to net cash inflow of S$20.5 million in the comparative period. The cash inflow from operating activities in 1HFY2024 was mainly attributable to the operating profit and timing difference in payment to suppliers and subcontractors.

Investing Activities

For 1HFY2024, cash outflow from investing activities amounted to S$1.1 million as compared to S$3.1 million in the comparative period. The cash outflow in 1HFY2024 was mainly attributable to the purchase of property, plant and equipment during the period under review.

**2. Review of performance of the Group (continued)**

**(c) Consolidated statement of cash flows (continued)**

Financing Activities

For 1HFY2024, cash outflow from financing activities amounted to S$6.0 million as compared to S$7.6 million in the comparative period. The cash outflow in 1HFY2024 was mainly attributable to repayment of bank loans, interest payments and dividends paid, partially offset by proceeds from bank loans.

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

Not applicable.

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

Based on advance estimates by the Ministry of Trade and Industry (Singapore) and its press release on 12 July 2024, the Singapore economy grew by 2.9 per cent on a year-on-year basis in the second quarter of 2024, extending the 3.0 per cent growth in the previous quarter. The construction sector grew by 4.3 per cent year-on-year in the second quarter, extending the 4.1 per cent growth in the preceding quarter. Growth during the quarter was supported by an increase in the public sector construction output.

The Group's order book stands at approximately $1.18 billion as at 30 June 2024. This is inclusive of the 5 new construction contracts and 5 new precast supply and delivery contracts, valued at approximately S$822 million in total, which were secured since the last financial year ended 31 December 2023.

The construction contracts secured relates to:

- Building of PSA Supply Chain Hub @ Tuas consisting of warehouse buildings, gate buildings, main intake substation and ancillary buildings at Tuas Port;
- Building of a 5-storey transportation hub in Ubi;
- Building of a block of 5-storey industrial building at New Industrial Road;
- Hoarding and earthworks at an industrial development in Tampines North; and
- Demolition and piling work for a multiple-user industrial development at Tuas South.

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

The precast contracts secured relates to the supply and delivery of precast components in Singapore for the following projects:

- Housing and Development Board public housing projects in Tengah and Kallang Whampoa;
- Public Schools.

**5. Dividend information**

**5a. Current Financial Period Reported on**
**Any dividend recommended for the current financial period reported on?**

Yes.

| | |
|---|---|
| **Name of dividend** | Interim |
| **Dividend type** | Cash |
| **Dividend per share** | S$0.001 per ordinary share |
| **Tax rate** | Tax exempt (1-Tier) |

**5b. Corresponding Period of the Immediate Preceding Financial Year**

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

The following dividend was declared for the financial year ended 31 December 2023:

| | |
|---|---|
| **Name of dividend** | First and final |
| **Dividend type** | Cash |
| **Dividend per share** | S$0.001 per ordinary share |
| **Tax rate** | Tax exempt (1-Tier) |

**5c. Date Payable**

13 September 2024

**5d. Books Closure Date**

5 September 2024

**6. If no dividend has been declared/recommended, a statement to that effect and the reasons for the decision not to declare/recommend any dividend**

Not applicable. Interim dividend has been recommended for the financial year ending 31 December 2024 as indicated in Point 5 above.

**7. Interested person transactions**

| Name of Interested Person[#] | Aggregate value of all interested person transactions during the financial period 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$100,000) |
|---|---|---|
| | **$'000** | **$'000** |
| **Transactions during 1HFY2024** | | |
| Soilbuild Group Holdings Ltd. & its subsidiaries | | |
| Office rental (Note (i)) | - | 122 |
| Revenue from construction contracts | - | 40,984 |
| | | |
| Soilbuild Business Space REIT | | |
| Revenue from construction contracts | | 1,621 |
| | | |
| Lim Chap Huat | | |
| Revenue from construction contracts | - | 728 |
| | | |
| Asian Worldwide Services Pte. Ltd. | | |
| Transportation and logistics services received | - | 292 |

[#] Interested person pertain to a director and companies which are wholly-owned, majority-owned or jointly-owned by a director of the Company.

Note (i):
Disclosure above does not correspond back to Note 6.2 Related party transactions note under the condensed interim consolidated financial statement as the above disclosures exclude transactions less than S$100,000.

## 8. Use of Proceeds from Exercise of 2019 Warrants

Pursuant to the exercise of the 2019 Warrants, the Company received net proceeds totaling approximately $13,322,000 of which amount of approximately $250,000 was received on or before 30 June 2024, and the remaining amount of approximately $13,072,000 was received on or after 1 July 2024.

Proceeds from the exercise of the 2019 Warrants will be utilised towards the repayment of the Group's bank borrowings.

The Company and the Group have yet to utilise the proceeds from the exercise of the 2019 Warrants at the date of this report.

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

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

**10. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder**

| Name | Age | Family relationship with any director 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 Chap Huat | 70 | Father of Lim Han Ren, the Executive Director and Group Chief Executive Officer of the Company and the Group. | Position: Executive Chairman<br><br>Duties: Chart the Group's strategic direction, business planning and development and succession planning and also provide guidance in project management and tender submission for the Group's various projects.<br><br>Date when position was first held: 14 January 2013 | N.A. |
| Lim Han Ren | 32 | Son of Lim Chap Huat, the Executive Chairman of the Company and the Group and also the substantial shareholder of the Company | Position: Executive Director and Group Chief Executive Officer<br><br>Duties: Responsible for overall management of the Company and the Group, driving the development and execution of business strategies and spearhead the growth of the Group.<br><br>Date when position was first held: 1 January 2023 | N.A. |

## 11. Confirmation pursuant to Rule 705(5) of the Listing Manual of SGX-ST

On behalf of the Board of Directors of the Company, we, the undersigned,hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the six-month period ended 30 June 2024 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Lim Chap Huat
Executive Chairman

Lim Han Ren
Executive Director and
Group Chief Executive Officer

Singapore

13 August 2024