



**LY CORPORATION LIMITED**  
(Incorporated in the Republic of Singapore)  
(Company Registration No. 201629154K)

**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT  
FOR THE SIX MONTHS ENDED 30 JUNE 2024**

**TABLE OF CONTENTS**

	<b>Page</b>
A Condensed interim consolidated statement of profit or loss and other comprehensive income	1
B Condensed interim consolidated statements of financial position	2
C Condensed interim consolidated statements of changes in equity	3-4
D Condensed interim consolidated statement of cash flows	5-6
E Notes to the condensed interim consolidated financial statements	7-18
F Information required under Appendix 7C of the Catalist Rules	19-26

*This announcement has been prepared by LY Corporation Limited (the “**Company**”) and its contents have been reviewed by the Company’s sponsor, Xandar Capital Pte. Ltd. (the “**Sponsor**”) for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) Listing Manual Section B: Rules of Catalist (the “**Catalist Rules**”).*

*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 Ms Pauline Sim, Head of Corporate Finance, at 3 Shenton Way, #24-02 Shenton House, Singapore 068805, telephone (65) 6319 4954.*

**A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Note	Group 6 months ended		Increase/ (decrease) %
		30 June 2024 RM'000	30 June 2023 RM'000	
Revenue	N4.2	109,744	86,722	26.5
Cost of sales		(98,703)	(88,678)	11.3
<b>Gross profit/(loss)</b>		<b>11,041</b>	<b>(1,956)</b>	<b>(664.5)</b>
<b>Other items of income</b>				
Interest income from short-term deposits		728	402	81.1
Distributions from short-term investment security		104	32	225.0
Other income		5,189	2,354	120.4
<b>Other items of expense</b>				
Selling and administrative expenses		(10,295)	(9,004)	14.3
Finance costs		(1,044)	(1,316)	(20.7)
Other expense		(424)	(390)	8.7
<b>Profit/(loss) before tax</b>	N6	<b>5,299</b>	<b>(9,878)</b>	<b>(153.6)</b>
Income tax expense	N7	(6)	(5)	20.0
<b>Profit/(loss) for the period, representing total comprehensive income for the period</b>		<b>5,293</b>	<b>(9,883)</b>	<b>(153.6)</b>
<b>Profit/(loss) for the period, representing total comprehensive income for the period attributable to:</b>				
Owners of the Company		5,041	(9,621)	(152.4)
Non-controlling interest		252	(262)	(196.2)
		<b>5,293</b>	<b>(9,883)</b>	<b>(153.6)</b>
<b>Profit/(loss) per share attributable to owners of the Company (sen per share)</b>				
Basic and diluted		1.03	(1.97)	

## B. CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Note	Group As at 30 June 2024 RM'000	Group As at 31 December 2023 RM'000	Company As at 30 June 2024 RM'000	Company As at 31 December 2023 RM'000
<b>ASSETS</b>					
<b>Non-current assets</b>					
Property, plant and equipment	N11	140,148	143,875	–	–
Right-of-use assets		23,145	22,743	–	–
Intangible assets	N10	2,796	2,821	–	–
Investment in subsidiaries		–	–	47,234	47,612
Amount owing by a subsidiary		–	–	7,521	8,021
		<b>166,089</b>	<b>169,439</b>	<b>54,755</b>	<b>55,633</b>
<b>Current assets</b>					
Inventories		66,749	49,884	–	–
Trade and other receivables		20,214	19,892	–	7
Amount owing by a subsidiary		–	–	147	5,579
Prepaid operating expense		1,871	2,091	48	61
Tax recoverable		2,157	2,157	–	–
Cash and cash equivalents		27,799	54,215	9,212	4,290
Assets classified as held for sale		130	130	–	–
		<b>118,920</b>	<b>128,369</b>	<b>9,407</b>	<b>9,937</b>
<b>Total assets</b>		<b>285,009</b>	<b>297,808</b>	<b>64,162</b>	<b>65,570</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Loans and borrowings	N12	14,215	16,693	–	–
Trade and other payables		21,634	36,664	–	–
Lease liabilities		1,749	1,785	–	–
Accrued operating expenses		366	1,113	200	762
		<b>37,964</b>	<b>56,255</b>	<b>200</b>	<b>762</b>
<b>Net current assets</b>		<b>80,956</b>	<b>72,114</b>	<b>9,207</b>	<b>9,175</b>
<b>Non-current liabilities</b>					
Loans and borrowings	N12	9,146	9,541	–	–
Deferred tax liabilities		14,604	14,604	–	–
Lease liabilities		4,425	3,821	–	–
		<b>28,175</b>	<b>27,966</b>	<b>–</b>	<b>–</b>
<b>Total liabilities</b>		<b>66,139</b>	<b>84,221</b>	<b>200</b>	<b>762</b>
<b>Net assets</b>		<b>218,870</b>	<b>213,587</b>	<b>63,962</b>	<b>64,808</b>
<b>Equity attributable to owners of the Company</b>					
Share capital	N13	66,135	66,135	66,135	66,135
Treasury shares	N13	(183)	(173)	(183)	(173)
Merger reserve		(15,234)	(15,234)	–	–
Other reserve		(3,322)	(3,322)	–	–
Retained earnings		174,560	169,519	(1,990)	(1,154)
		221,956	216,925	63,962	64,808
Non-controlling interest		(3,086)	(3,338)	–	–
<b>Total equity</b>		<b>218,870</b>	<b>213,587</b>	<b>63,962</b>	<b>64,808</b>
<b>Total equity and liabilities</b>		<b>285,009</b>	<b>297,808</b>	<b>64,162</b>	<b>65,570</b>

**C. CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

**Group**  
**(Unaudited)**

	Note	Attributable to owners of the Company					Equity attributable to owner RM'000	Non-controlling interest RM'000	Total equity RM'000
		Share capital RM'000	Treasury shares RM'000	Merger reserve RM'000	Other reserve RM'000	Retained earnings RM'000			
<b>At 1 January 2024</b>	N13	<b>66,135</b>	<b>(173)</b>	<b>(15,234)</b>	<b>(3,322)</b>	<b>169,519</b>	<b>216,925</b>	<b>(3,338)</b>	<b>213,587</b>
Profit for the period, representing total comprehensive income for the period		–	–	–	–	5,041	5,041	252	5,293
Purchase of treasury shares		–	(10)	–	–	–	(10)	–	(10)
<b>At 30 June 2024</b>		<b>66,135</b>	<b>(183)</b>	<b>(15,234)</b>	<b>(3,322)</b>	<b>174,560</b>	<b>221,956</b>	<b>(3,086)</b>	<b>218,870</b>
<b>At 1 January 2023</b>	N13	<b>66,135</b>	<b>(173)</b>	<b>(15,234)</b>	<b>(3,322)</b>	<b>177,663</b>	<b>225,069</b>	<b>(3,270)</b>	<b>221,799</b>
Loss for the period, representing total comprehensive income for the period		–	–	–	–	(9,621)	(9,621)	(262)	(9,883)
<b>At 30 June 2023</b>		<b>66,135</b>	<b>(173)</b>	<b>(15,234)</b>	<b>(3,322)</b>	<b>168,042</b>	<b>215,448</b>	<b>(3,532)</b>	<b>211,916</b>

**C. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (CONT'D)**

**Company**  
**(Unaudited)**

	<b>Note</b>	<b>Share capital RM'000</b>	<b>Treasury shares RM'000</b>	<b>Retained earnings RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2024</b>	N13	<b>66,135</b>	<b>(173)</b>	<b>(1,154)</b>	<b>64,808</b>
Loss for the period, representing total comprehensive income for the period		–	–	(836)	(836)
Purchase of treasury shares		–	(10)	–	(10)
<b>At 30 June 2024</b>		<b>66,135</b>	<b>(183)</b>	<b>(1,990)</b>	<b>63,962</b>
<b>At 1 January 2023</b>	N13	<b>66,135</b>	<b>(173)</b>	<b>(2,129)</b>	<b>63,833</b>
Profit for the period, representing total comprehensive income for the period		–	–	4,381	4,381
<b>At 30 June 2023</b>		<b>66,135</b>	<b>(173)</b>	<b>2,252</b>	<b>68,214</b>

**D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**

	Note	Group 6 months ended	
		30 June 2024 RM'000	30 June 2023 RM'000
<b>Operating activities</b>			
Profit/(loss) before tax		5,299	(9,878)
<u>Adjustments for:</u>			
Loss on disposal of property, plant and equipment	N6.1	406	10
Gain on disposal of short-term investment security	N6.1	(76)	(10)
Interest income from short-term deposits		(728)	(402)
Distributions from short-term investment security		(104)	(32)
Interest expense	N6.1	1,044	1,316
Depreciation on right-of-use assets	N6.1	1,274	1,645
Adjustment on right-of-use assets		(61)	(193)
Amortisation of trademarks	N10	25	25
Depreciation of property, plant and equipment	N6.1	5,784	6,005
Property, plant and equipment written-off	N6.1	19	29
Allowance/(Reversal) for slow moving inventories	N6.1	2,178	(28)
Unrealised exchange (gain)/loss		(2,225)	910
Trade bad debts written off		2	-
		<b>12,837</b>	<b>(603)</b>
<u>Operating profit/(loss) before working capital changes</u>			
<u>Changes in working capital:</u>			
(Increase)/decrease in inventories		(19,043)	26,374
Decrease in trade and other receivables		1,299	1,641
Decrease in prepaid operating expense		220	730
(Decrease)/increase in trade and other payables		(14,972)	523
Decrease in contract liabilities		-	(942)
Decrease in accrued operating expenses		(747)	(221)
		<b>(20,406)</b>	<b>27,502</b>
<u>Cash flows (used in)/generated from operations</u>			
Net income taxes (paid)/refund		(6)	1,203
		<b>(20,412)</b>	<b>28,705</b>
<u>Net cash flows (used in)/ generated from operating activities</u>			
<b>Investing activities</b>			
Interest income from short term deposits		728	402
Distributions from short-term investment security		104	32
Proceeds from disposal of short-term investment security		15,679	3,810
Placement of short-term investment security		(15,603)	(8,302)
Purchase of property, plant and equipment	A	(2,558)	(940)
Proceeds from disposal of property, plant and equipment		76	3
		<b>(1,574)</b>	<b>(4,995)</b>
<u>Net cash flows used in investing activities</u>			

**D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)**

	Note	Group	
		6 months ended	
		30 June 2024 RM'000	30 June 2023 RM'000
<b>Financing activities</b>			
Proceeds from loans and borrowings		11,457	13,294
Repayment under financing arrangements		(335)	(322)
Repayment of loans and borrowings		(13,924)	(19,189)
Principal repayment of lease liabilities		(1,173)	(1,549)
Interest paid		(917)	(1,150)
Purchase of treasury shares		(10)	–
<b>Net cash flows used in financing activities</b>		<b>(4,902)</b>	<b>(8,916)</b>
Net (decrease)/increase in cash and cash equivalents		(26,888)	14,794
Effect of exchange rate changes on cash and cash equivalent		472	791
Cash and cash equivalents at beginning of period		54,215	25,762
<b>Cash and cash equivalents at end of period</b>		<b>27,799</b>	<b>41,347</b>

**Notes to the consolidated statement of cash flows**

**A. Property, plant and equipment**

	Group	
	6 months ended	
	30 June 2024 RM'000	30 June 2023 RM'000
Current year additions to property, plant and equipment	2,558	1,166
Less: Obligation under financing arrangements	–	(226)
<b>Net cash outflow for the purchase of property, plant and equipment</b>	<b>2,558</b>	<b>940</b>

## **E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

### **N1. Corporate information**

LY Corporation Limited (the “**Company**”) is a limited liability company incorporated and domiciled in Singapore and is listed on the Catalist Board of SGX-ST. The immediate and ultimate holding company is Lian Yu Holdings Pte. Ltd., which is incorporated in Singapore.

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 principal activity of the Company is that of investment holding.

The principal activities of the Group are:

- (a) Manufacturing of all kinds of furniture;
- (b) Manufacturing of any type of woodwork or building product;
- (c) Conducting research in designing any furniture under the subsidiary’s patents; and
- (d) Trading of all kinds of furniture.

### **N2. Basis of preparation**

The condensed interim consolidated financial statements for the six months ended 30 June 2024 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“**SFRS(I)**”) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for the year ended 31 December 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 N2.1.

The condensed interim financial statements are presented in Ringgit Malaysia (“**RM**”) which is the Company’s functional currency and all values in the tables are rounded to the nearest thousand (RM’000), except when otherwise indicated.

#### **N2.1 New and amended standards adopted by the Group**

A number of amendments to SFRS(I)s 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.

#### **N2.2. 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.



## E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

### N2.2. Use of judgements and estimates (cont'd)

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

- Impairment assessment of intangible assets (including goodwill), property, plant and equipment, right-of-use assets and the Company's investment in subsidiaries

Goodwill is assessed for impairment on an annual basis. In performing the impairment assessment of the carrying amount of goodwill, the recoverable amounts of the cash-generating units ("CGUs") in which goodwill is attributable to, are determined using value-in-use ("VIU") calculation.

The Group reviews property, plant and equipment, intangible assets, right-of-use assets and the Company's investment in subsidiaries for impairment whenever events or changes in circumstances indicate that the carrying amounts of the assets exceed their recoverable amounts. The recoverable amounts of the CGU (or group of CGUs) are also determined using VIU calculation.

In deriving the VIU, significant judgements are used to estimate the budgeted gross margin, pre-tax discount rates and terminal growth rates applied in computing the recoverable amounts of different CGUs. In making these estimates, management has relied on past performance, its expectations of market developments in the United States of America and the industry trends for wooden furniture.

The carrying amounts of the Group's intangible assets (including goodwill), property, plant and equipment and right-of-use assets as at 30 June 2024 were approximately RM2,796,000, RM140,148,000 and RM23,145,000 respectively (31 December 2023: RM2,821,000, RM143,875,000 and RM22,743,000 respectively).

The results of the impairment assessment performed by the Group on intangible assets (goodwill), property, plant, and equipment, and right-of-use assets as at 31 December 2023 indicated that no impairment charge was necessary.

The carrying amount of the Company's investment in subsidiaries and amount owing by a subsidiary as at 30 June 2024 were approximately RM47,234,000 and RM7,668,000 respectively (31 December 2023: RM47,612,000 and RM13,600,000 respectively). An impairment loss of RM1,235,000 was recognised for an investment in a subsidiary as at 30 June 2024 (31 December 2023: RM857,000).

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N3. Seasonal operations**

Generally, the Group's businesses are not subject to any significant seasonal fluctuations that will affect the business and operations except that the revenue is generally higher in the second half of the year due to festive seasons in the United States of America, bearing the challenges that the Group may face in the next 12 months as commented in Section 10, Part F below.

**N4. Segment and revenue information**

The Group is organised into the following operating segments:

- (a) Segment 1: Manufacturing of all kinds of furniture ("**Furniture**")
- (b) Segment 2: Manufacturing of any type of woodwork or building product ("**Millwork**")

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

**N4.1 Reportable segments**

	<b>Furniture</b>	<b>Millwork</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>1 January 2024 to 30 June 2024</b>			
<b>Total segment revenue</b>			
Revenue	72,443	37,301	109,744
<b>Results</b>			
Segment profit/(loss)	4,459	(1,550)	2,909
Interest income from short-term deposits			728
Distributions from short-term investment security			104
Other income			5,189
Finance cost			(1,044)
Unallocated expenses			(2,587)
Profit before tax			5,299
Income tax expense			(6)
Profit net of tax			5,293

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N4.1. Reportable segments (cont'd)**

	<b>Furniture</b>	<b>Millwork</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>1 January 2024 to 30 June 2024</b>			
<b>Other segment information</b>			
Depreciation and amortisation	5,637	1,446	7,083
Additions of non-current assets	1,683	822	2,505
Unallocated assets			53
Total additions of non-current assets			<u>2,558</u>
Non-cash (income)/expense other than depreciation	(1,786)	1,759	(27)
Unallocated expense			1
Total non-cash expense other than depreciation			<u>(26)</u>
	<b>Furniture</b>	<b>Millwork</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>1 January 2023 to 30 June 2023</b>			
<b>Total segment revenue</b>			
Revenue	69,372	17,350	86,722
<b>Results</b>			
Segment loss	(5,080)	(4,300)	(9,380)
Interest income from short-term deposits			402
Distributions from short-term investment security			32
Other income			2,354
Finance cost			(1,316)
Unallocated expenses			(1,970)
Loss before tax			(9,878)
Income tax expense			(5)
Loss net of tax			<u>(9,883)</u>
<b>Other segment information</b>			
Depreciation and amortisation	6,398	1,277	7,675
Additions of non-current assets	676	245	921
Unallocated assets			245
Total additions of non-current assets			<u>1,166</u>
Non-cash expense/(income) other than depreciation	991	(76)	915
Unallocated income			(4)
Total non-cash income other than depreciation			<u>911</u>

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
(CONT'D)

N4.1. Reportable segments (cont'd)

	<u>Furniture</u>	<u>Millwork</u>	<u>Total</u>
	RM'000	RM'000	RM'000
<b>As at 30 June 2024</b>			
<b>Assets</b>			
Segment assets	196,128	76,618	272,746
Unallocated assets			<u>12,263</u>
<b>Total assets</b>			<u><u>285,009</u></u>
<b>Liabilities</b>			
Segment liabilities	43,878	5,383	49,261
Unallocated liabilities			<u>16,878</u>
<b>Total liabilities</b>			<u><u>66,139</u></u>
<b>As at 31 December 2023</b>			
<b>Assets</b>			
Segment assets	216,815	73,564	290,379
Unallocated assets			<u>7,429</u>
<b>Total assets</b>			<u><u>297,808</u></u>
<b>Liabilities</b>			
Segment liabilities	62,709	5,365	68,074
Unallocated liabilities			<u>16,147</u>
<b>Total liabilities</b>			<u><u>84,221</u></u>

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N4.2 Disaggregation of revenue**

	<b>6 months ended 30 June 2024</b>		
	<b>Furniture RM'000</b>	<b>Millwork RM'000</b>	<b>Total RM'000</b>
<b>Primary geographical markets</b>			
United States of America	47,983	7,322	55,305
Malaysia	21,370	–	21,370
United Arab Emirates	2,000	–	2,000
Hong Kong	–	29,979	29,979
Others	1,090	–	1,090
	<b>72,443</b>	<b>37,301</b>	<b>109,744</b>
<b>Major product or service lines</b>			
- Sale of goods	71,354	37,301	108,655
- Others	1,089	–	1,089
	<b>72,443</b>	<b>37,301</b>	<b>109,744</b>
<b>Timing of transfer of goods or services</b>			
At that point in time	72,443	37,301	109,744
	<b>72,443</b>	<b>37,301</b>	<b>109,744</b>
	<b>6 months ended 30 June 2023</b>		
	<b>Furniture RM'000</b>	<b>Millwork RM'000</b>	<b>Total RM'000</b>
<b>Primary geographical markets</b>			
United States of America	45,543	6,999	52,542
Malaysia	15,395	143	15,538
Republic of China	1,398	–	1,398
People's Republic of China	275	–	275
United Arab Emirates	1,662	–	1,662
Hong Kong	1	9,675	9,676
Japan	1,857	–	1,857
Korea	643	–	643
Others	2,598	533	3,131
	<b>69,372</b>	<b>17,350</b>	<b>86,722</b>
<b>Major product or service lines</b>			
- Sale of goods	69,097	17,350	86,447
- Others	275	–	275
	<b>69,372</b>	<b>17,350</b>	<b>86,722</b>
<b>Timing of transfer of goods or services</b>			
At that point in time	69,372	17,350	86,722
	<b>69,372</b>	<b>17,350</b>	<b>86,722</b>

Note: The above geographical segmentation information is based on the geographical location of customers.

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N5. 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:

	<b>Group</b>	
	<b>30 June 2024</b>	<b>31 December 2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Financial assets</b>		
<b>At amortised cost</b>		
Trade and other receivables	20,214	19,892
Cash and cash equivalents	27,799	54,215
	48,013	74,107
<b>Financial liabilities</b>		
<b>At amortised cost</b>		
Trade and other payables	21,634	36,664
Accrued operating expenses	366	1,113
Loans and borrowings	23,361	26,234
Lease liabilities	6,174	5,606
	51,535	69,617
Total undiscounted financial (liabilities)/assets, net	(3,522)	4,490

	<b>Company</b>	
	<b>30 June 2024</b>	<b>31 December 2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Financial assets</b>		
Trade and other receivables	–	7
Cash and cash equivalents	9,212	4,290
Amount due from a subsidiary	7,668	13,600
	16,880	17,897
<b>Financial liabilities</b>		
Accrued expenses	200	762
	200	762
Total undiscounted financial assets, net	16,680	17,135

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N6. Loss before taxation**

**N6.1 Significant items**

Profit/(loss) for the period include the following (charges)/credits:

	<b>Group</b>	
	<b>6 months ended</b>	
	<b>30 June</b>	<b>30 June</b>
	<b>2024</b>	<b>2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Income and revenue</b>		
Variation claim	10,467	–
Rental income	1,047	707
Reversal of allowance for slow moving inventories	–	28
Gain on disposal of short-term investment	76	10
Net foreign exchange gain	2,223	–
<b>Expenses</b>		
Finance expenses:		
- financing arrangements	(53)	(74)
- bank loans	(864)	(1,076)
- lease liabilities	(127)	(166)
	(1,044)	(1,316)
Depreciation expenses:		
- property, plant and equipment	(5,784)	(6,005)
- rights-of-use assets	(1,274)	(1,645)
	(7,058)	(7,650)
Amortisation of trademarks	(25)	(25)
Allowance for slow moving inventories	(2,178)	–
Property plant and equipment written-off	(19)	(29)
Loss on disposal of property, plant and equipment	(406)	(10)
Net foreign exchange loss	–	(350)
Trade bad debts written off	(2)	–

**N6.2 Related parties transactions**

**Sale and purchase of goods and services**

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

	<b>Group</b>	
	<b>6 months ended</b>	
	<b>30 June 2024</b>	<b>30 June 2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Director-related companies:</b>		
Rental received	223	77
Rental paid	(250)	(150)
Purchase of property, plant and equipment	(16)	–
Sub-contractor costs	(3,586)	(2,780)
Rental paid to a director of the Company	(15)	(14)

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N7. Taxation**

The Group calculates the period income tax expense using the applicable corporate tax rate. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	<b>6 months ended 30 June 2024 RM'000</b>	<b>6 months ended 30 June 2023 RM'000</b>
Current income tax		
- Current income taxation	1	–
- Under provision in respect of previous years	–	5
- Withholding tax expense	5	–
	<hr/>	<hr/>
Income tax expense recognised in profit or loss	6	5
	<hr/> <hr/>	<hr/> <hr/>

**N8. Dividends**

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

**(a) Current Financial Period Reported on**

Any dividend recommended for the current financial period reported on?

No.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

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

No.

**(c) The date the dividend is payable.**

Not applicable.

**(d) The date on which Registrable Transfer receive by the Company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.**

Not applicable.



**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N9. Net assets value**

Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:

- (a) current financial period reported on; and
- (b) immediately preceding financial year.

	<b>Group</b>		<b>Company</b>	
	<b>As at 30 June 2024</b>	<b>As at 31 December 2023</b>	<b>As at 30 June 2024</b>	<b>As at 31 December 2023</b>
Net asset value ("NAV") (RM'000)	218,870	213,587	63,962	64,808
Number of ordinary shares in issue ('000)	488,799	488,834	488,799	488,834
NAV per ordinary share (RM)	0.45	0.44	0.13	0.13

**N10. Intangible assets**

	<b>Goodwill RM'000</b>	<b>Trademarks RM'000</b>	<b>Total RM'000</b>
<b>Group</b>			
<b>Cost</b>			
At 31 December 2023, 1 January 2024 and 30 June 2024	2,639	432	3,071
Accumulated amortisation			
At 1 January 2023	–	199	199
Amortisation	–	51	51
At 31 December 2023 and 1 January 2024	–	250	250
Amortisation	–	25	25
At 30 June 2024	–	275	275
<b>Net carrying amount</b>			
At 31 December 2023	2,639	182	2,821
At 30 June 2024	2,639	157	2,796

**N11. Property, plant and equipment**

During the year, the Group acquired assets amounting to RM2,558,000 (31 December 2023: RM2,417,000), disposed of assets at net book value of RM482,000 (31 December 2023: RM284,000).

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N12. Loans and borrowings**

	<b>Group</b>	
	<b>30 June 2024 RM'000</b>	<b>31 December 2023 RM'000</b>
<b>Current:</b>		
Bankers' acceptances	3,645	1,786
Financing arrangements	702	680
Term loan	9,868	14,227
	14,215	16,693
<b>Non-current:</b>		
Financing arrangements	804	1,161
Term loan	8,342	8,380
	9,146	9,541
Total loans and borrowings	23,361	26,234

The bankers' acceptance and short-term financing are secured by corporate guarantee provided by the Company. The term loans are secured by mortgage over certain buildings, leasehold land, assets and corporate guarantee provided by the Company. The financing arrangements are secured by a charge over the respective assets.

As at 31 December 2023, one of the subsidiaries breached its covenants with banks that granted short term financing and term loan to the said subsidiary and has subsequent to the financial year end, obtained a waiver for such breach from one of the banks. Nevertheless, as required under SFRS(I) 1-1 *Presentation of Financial Statements*, in the event of a breach of loan covenant on or before the end of reporting date, an entity is required to classify a liability as current as it no longer has the unconditional right to defer its settlement for at least twelve months after that date. Accordingly, the non-current portion of the term loan amounting to RM4.6 million has been reclassified as current liabilities as at 31 December 2023 to comply with SFRS(I) 1-1. The non-current portion has been reclassified to non-current liabilities as at 30 June 2024.

Loans and borrowings denominated in currency other than functional currency are as follows:

	<b>Group</b>	
	<b>30 June 2024 RM'000</b>	<b>31 December 2023 RM'000</b>
<b>Current:</b>		
United States Dollar	8,520	12,910
<b>Non-current:</b>		
United States Dollar	7,647	7,003

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N13. Share capital**

	30 June 2024		31 December 2023	
	No. of shares	RM'000	No. of shares	RM'000
<b>Issued and fully paid ordinary shares</b>				
At 31 December 2023, 1 January 2024 and 30 June 2024	489,144,200	66,135	489,144,200	66,135
<b>Treasury shares</b>				
At 31 December 2023 and 1 January 2024	310,400	173	310,400	173
Shares buy-back held as treasury shares	34,600	10	–	–
At 30 June 2024	345,000	183	310,400	173
<b>Issued and fully paid ordinary shares excluding treasury shares</b>	<b>488,799,200</b>	<b>65,952</b>	<b>488,833,800</b>	<b>65,962</b>

The Company did not have any outstanding convertibles as at 30 June 2024 and 31 December 2023.

The Company did not have any subsidiary holdings during and as at the end of the current financial period reported on.

No treasury share was sold, transferred, cancelled or used for the financial period reported on.

**N14. Subsequent events**

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

On 23 July 2024, the Company entered into a share sale and purchase agreement with Mr Looi Chee En and Mr Looi Chee Yang to acquire 510,000 ordinary shares, representing 51% equity interest in LY Unity Sdn Bhd, for a cash consideration of RM7,012,500 ("**Acquisition**"). LY Unity Sdn Bhd and its subsidiaries are involved in the manufacturing, retailing, and dealership of cabinets and furniture. The Acquisition was completed on 1 August 2024.

## F. INFORMATION REQUIRED UNDER APPENDIX 7C OF THE CATALIST RULES

1. (a)(i) **An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Please refer to paragraph A.

- (a)(ii) **Significant items**

Please refer to N6.1.

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

Please refer to paragraph B.

- (b)(ii) **Aggregate amount of group's borrowings and debt securities.  
Amount repayable by the Group in one year or less, or on demand**

As at 30 June 2024		As at 31 December 2023	
Secured	Unsecured	Secured	Unsecured
RM'000	RM'000	RM'000	RM'000
14,215	–	16,693	–

### Amount repayable by the Group after one year

As at 30 June 2024		As at 31 December 2023	
Secured	Unsecured	Secured	Unsecured
RM'000	RM'000	RM'000	RM'000
9,146	–	9,541	–

### Details of collateral

The Group's borrowings consist of bankers' acceptance, short term financing, financing arrangements, and term loans.

The bankers' acceptance, short term financing and term loans are secured by mortgage over certain buildings, leasehold land, assets and corporate guarantee from the Company.

The financing arrangements are secured by a charge over the respective leased motor vehicles and machineries.

Please also refer to further details of the Group's loans and borrowings in N12.

- (c) **A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Please refer to paragraph D.

- (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.**

Please refer to paragraph C.

- (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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings 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.

Please refer to N13.

- (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.

Please refer to N13.

- (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.

Please refer to N13. No treasury share was sold, transferred, cancelled or used for the financial period reported on.

- (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.

Please refer to N13. There is no subsidiary holdings.

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

The condensed consolidated statement of financial position of LY Corporation Limited 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 for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

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

Not applicable. The figures have not been audited or reviewed by the Company's auditors.

**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.

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

Please refer to N2.

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.

Please refer to N2.

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

	Group 6 months ended	
	30 June 2024	30 June 2023
Profit/(loss) attributable to owners of the Company (RM'000)	5,041	(9,621)
Weighted average number of ordinary shares ('000)	488,825	488,834
Basic and diluted earnings/(loss) per share <sup>(1)</sup> (sen)	1.03	(1.97)

Note:

(1) The basic and fully diluted earnings/(loss) per share were the same as there were no dilutive ordinary shares in issue as at 30 June 2024 and 30 June 2023.

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

Please refer to N9.

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 turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
  - (b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

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

***Review of Group's performance for the 6 months ended 30 June 2024 ("1H2024") as compared to the 6 months ended 30 June 2023 ("1H2023")***

Revenue

The Group's revenue increased by approximately RM23.0 million, or 26.5% due mainly to the finalisation of a variation claim with a customer in 1H2024. The variation claim was in relation to containers which had undergone re-work as a result of shipment delays caused by the COVID-19 lockdown.

Excluding the above variation claim, the Group's revenue increased by approximately RM12.5 million, or 14.5%. This was mainly attributable to the increase in the average selling price per 40-ft container which increased from RM80,000 in 1H2023 to RM88,000 in 1H2024 as a result of the different product mix (more revenue from the Millwork segment as compared to a decrease in the revenue from the Furniture segment) sold by the Group. The number of 40-ft containers sold also increased from 1,085 40-ft containers in 1H2023 to 1,122 40-ft containers in 1H2024. The Group also benefitted from the higher exchange rate for USD in 1H2024 as compared to 1H2023. As a reference, the closing exchange rate of US\$1 against the Malaysian Ringgit was RM4.66903 as at 30 June 2023 and strengthened to RM4.715 as at 30 June 2024. \*

Note: \* Source: [www.oanda.com](http://www.oanda.com). OANDA Corporation has not consented to the inclusion of the information in this announcement.

Cost of sales and gross profit

Cost of sales increased by approximately RM10.0 million, or 11.3%, mainly due to more material used (due to different product mix) and labour cost in line with increase in revenue in the Millwork segment as well as an increase in carriage inwards charges for increase in purchase of raw materials.

The Group's gross profit increased by approximately RM13 million, or 664.5% mainly due to the finalisation of a variation claim in 1H2024 as mentioned above. This was because the Group had recognised the cost of sales in relation to the variation claim in prior years.

Excluding the revenue and gross profit from the variation claim, the Group recorded a gross profit margin of 0.6% in 1H2024 as compared to a gross loss margin of 2.3% in 1H2023 with the higher percentage increase in revenue as compared to our cost of sales,

Interest income

Interest income increased by approximately RM0.3 million, or 81.1%, mainly due to higher cash placements in short term fixed deposits in the bank account maintained in Malaysia in 1H2024.

Distributions from short-term investment security

Distributions from short-term investment security comprised income received for funds placed with Money Market Funds during 1H2024.

#### Other income

Other income comprised mainly government grants, rental income, scrap and foreign exchange gain as well as charges for services provided such as transportation.

Other income increased by approximately RM2.8 million, or 120.4%, mainly due to the increase in machine rental received and foreign exchange gain.

The Group registered net foreign exchange gain of RM2.2 million in 1H2024 as compared to net foreign exchange loss of RM0.4 million in 1H2023 due to decrease in USD-denominated other payables as well as USD-denominated loans and borrowings.

#### Selling and administrative expenses

Selling and administrative expenses increased by approximately RM1.3 million, or 14.3%, mainly due to the higher provision for bonus and upkeep of building in 1H2024.

#### Depreciation expenses

Depreciation expenses decreased by approximately RM0.6 million, or 7.7% mainly due to the decrease in depreciation expenses for right-of-use assets due to lesser number of tenancy agreements in 1H2024.

#### Finance costs

Finance costs decreased by approximately RM0.3 million, or 20.7% mainly due to lesser number of tenancy agreements and decrease in term loans balances. However, the decrease was partially offset by an increase in interest rate charged on the term loans in 1H2024.

#### Other expense

Other expense increased by approximately RM34,000, or 8.7% mainly due to the loss on disposal of property, plant and equipment in 1H2024.

#### Profit/(loss) for the period

As a result of higher percentage increase in revenue as compared to our cost of sales as well as the variation claim, the Group incurred net profit of approximately RM5.3 million in 1H2024 as compared to a net loss of RM9.9 million in 1H2023.

### **CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION**

#### ***Review of the Group's financial position as at 30 June 2024 as compared to 31 December 2023***

#### Non-current assets

Property, plant and equipment decreased by approximately RM3.7 million, or 2.6%, mainly due to depreciation charged in 1H2024.

Right-of-use assets of approximately RM23.1 million comprised the right to use the properties and land use rights of the Group over the respective lease period. The increase in right-of-use assets of approximately RM0.4 million, or 1.8% was mainly due to a new tenancy agreement entered in 1H2024.

Intangible assets of approximately RM2.8 million consists of trademarks and goodwill arising from a business combination as announced on 28 January 2019.



### Current assets

Inventories increased by approximately RM16.9 million, or 33.8%, mainly due to increase in purchase of raw materials in 1H2024 in line with increase in sales.

Trade and other receivables of approximately RM20.2 million comprised trade receivables, deposits and other receivables. The increase in trade and other receivables by approximately RM0.3 million, or 1.6% was mainly due to increase in trade receivables in line with higher sales in 1H2024. However, this was partially offset by a decrease in levy paid in advance.

Prepaid operating expense of approximately RM1.9 million comprised mainly expenses paid in advance as at 30 June 2024.

Tax recoverable, being prepaid current income tax of approximately RM2.2 million comprised tax paid in advance by the Malaysian subsidiaries for the Year of Assessment 2020, 2021, 2022 and 2023.

### Current liabilities and non-current liabilities

Loans and borrowings comprised bankers' acceptance, financing arrangements and long-term loans. The decrease in loans and borrowings by approximately RM2.9 million, or 11.0% was mainly due to the scheduled repayment of loans and borrowings. However, the decrease was offset by the net increase in the usage of bankers' acceptances of approximately RM1.9 million.

Trade and other payables of approximately RM21.6 million comprised trade payables and other payables. The decrease in trade and other payables of RM15.0 million, or 41.0%, was mainly due to the decrease in credit purchase of raw materials and payment of insurance payable as well as a decrease in other payables due to the finalisation of the variation claim as mentioned above.

Lease liabilities of approximately RM6.2 million comprised the liabilities that the Group has to pay over the respective lease period for the use of the properties. The increase in the lease liabilities of RM0.6 million, or 10.1%, was mainly due to a new tenancy agreement entered in 1H2024.

Accrued operating expenses of approximately RM0.4 million comprised accrued operating expenses.

## **CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**

### ***Review of the Group's cash flow statement for 1H2024***

The Group recorded net cash flows used in operating activities of approximately RM20.4 million in 1H2024 as the Group increased its purchase of raw materials as explained above and had higher level of inventories as at 30 June 2024.

The Group recorded net cash flows used in investing activities of approximately RM1.6 million in 1H2024 mainly due to purchase of property, plant and equipment.

The Group recorded net cash flows used in financing activities of approximately RM4.9 million mainly due to repayment of loans and borrowings in 1H2024. However, it was partially offset by the proceed from loans and borrowings.

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

No forecast or a prospect statement was disclosed to shareholders.

**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.**

- (a) The principal market of the Group's products is the United States of America (the US). As mentioned in earlier paragraph, the Group registered lower revenue from the Furniture segment for 1H2024. The Company believes that the decrease was attributed to lower demand for the Furniture segment brought about by the uncertainties in the economic conditions in the US which has led to consumers in the US being more selective and careful in their purchases of customer products. News reported that US consumer sentiment fell to an eight-month low in early July 2024 as high prices continued to weigh on the outlook of the economy.
- (b) The prolonged Ukraine-Russia war, the ongoing Israel-Hamas war and the Red Sea attacks have also created uncertainties in the recovery of the world's economy from the pandemic. All these conflicts have the potential to further increase the oil and gas prices and extend delivery logistics resulting in higher delivery costs to the Group. As a result, while these conflicts have no direct impact on the Group since the Group does not have any business or customers in these conflicted countries, the negative effects, particularly inflation and the geopolitical uncertainties have indirectly affected the demand of the Group's products as well as the supplies of our raw materials.

**11. Dividend**

Please refer to N8.

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

No dividend has been declared/recommended for 1H2024 as the Group would prefer to conserve the cash for any unforeseen circumstances and to reinvest back into its businesses.

In addition, the Company has also used up its cash for the acquisition of 510,000 ordinary shares, representing 51% equity interest in LY Unity Sdn Bhd which was announced on 23 July 2024. LY Unity Sdn Bhd and its subsidiaries are involved in the manufacturing, retailing, and dealership of cabinets and furniture. The Acquisition was completed on 1 August 2024.

**13. If the group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Group had renewed its general mandate for IPTs at the annual general meeting held on 29 April 2024. Please refer to the Company's appendix to the annual report dated 8 April 2024 for further details.

The aggregate value of all interested person transactions during the 1H2024 is as follows:

Name of Interested Person	Nature of relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$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 \$100,000)
	Notes	RM'000	RM'000
Lean Shern Furniture Sdn Bhd	(1)	-	1,982
Leatherworld Upholstery Sdn Bhd	(2)	-	1,605

Name of Interested Person	Nature of relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$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 \$100,000)
	Notes	RM'000	RM'000
Lian Yu Asset Management Sdn Bhd	(3)	849	-
Lian Yu Furniture Industries Sdn Bhd	(3)	562	-

Notes:

- (1) Lean Shern Furniture Sdn Bhd's shareholders are Tan Kwee Ming and Tan Kwee Song, who are brothers of the Company's Executive Director, Tan Kwee Chai.
- (2) Leatherwold Upholstery Sdn Bhd is a 51%-owned subsidiary of Lian Yu Furniture Corporation Sdn Bhd ("LYFC") which is owned by Tan Kwee Chai and his associates.
- (3) Lian Yu Asset Management Sdn Bhd and Lian Yu Furniture Industries Sdn Bhd are wholly-owned subsidiaries of LYFC which is owned by Tan Kwee Chai and his associates.
- (4) Excludes transactions which are less than S\$100,000.

**14. Confirmation pursuant to Rule 705(5) of the Catalist Listing Manual**

We, Tan Kwee Chai and Tan Yong Chuan, being two directors of the Company, do hereby confirm on behalf of the Directors of the Company that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited consolidated financial statements of the Group for the 1H2024 to be false or misleading in any material aspect.

Tan Kwee Chai  
Executive Director

Tan Yong Chuan  
Executive Director and Chief Executive Officer

**15. Confirmation pursuant to Rule 720(1) of the Catalist Rules**

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

**16. Disclosure of acquisition (including incorporations) and sale of shares under Catalist Rule 706A.**

Not applicable. The Company did not acquire and dispose shares in any companies during 1H2024.

**BY ORDER OF THE BOARD**

Tan Yong Chuan  
Executive Director and Chief Executive Officer  
8 August 2024