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**CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS AND FULL YEAR ENDED 30 SEPTEMBER 2022**

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*This announcement has been reviewed by the Company's sponsor, Evolve Capital Advisory Private Limited (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.*

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**Background**

AcroMeta Group Limited, formerly known as ACROMECA Limited, (together with its subsidiaries, the "Group") was listed on Catalist of the SGX-ST on 18 April 2016, pursuant to an initial public offering (the "IPO") exercise. The Group is primarily a Singapore-based specialist engineering services provider in the field of controlled environments. It currently serves mainly the healthcare, pharmaceutical, biomedical science, research and academia, and electronics sectors.

The Group's business is divided into three main business segments:

- (1) Engineering, Procurement and Construction ("EPC") segment;
- (2) Maintenance segment; and
- (3) Renewable Energy segment.

The EPC segment provides engineering, procurement and construction services, specialising in architectural, mechanical, electrical and process works within controlled environment. The Maintenance segment provides maintenance and repair services for facilities and equipment of controlled environments and their supporting infrastructure.

The Group has expanded and diversified its core business to include the renewable energy business in July 2019. The renewable energy business segment includes but not limited to the building, owning and operating of power plants involving the generation of electricity using sustainable sources.

**A. Condensed Interim Consolidated Statement of Comprehensive Income for the six months and full year ended 30 September 2022**

	Note	Group					
		6 months ended 30 Sep			12 months ended 30 Sep		
		2022	2021	Inc/ (Dec)	2022	2021	Inc/ (Dec)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%	
<b>Revenue</b>	5	41,283	16,789	146	63,261	29,103	117
Cost of sales		(36,344)	(14,431)	152	(55,331)	(24,431)	126
<b>Gross profit</b>		4,939	2,358	109	7,930	4,672	70
Other operating income		329	214	54	616	530	16
Administrative expenses		(3,344)	(2,493)	34	(6,338)	(4,568)	39
Other operating expenses		(760)	(464)	64	(1,360)	(863)	58
Finance costs		(176)	(156)	13	(318)	(283)	12
Share of profit/(loss) of associate		-	5	(100)	(20)	5	N.M
<b>Profit/(Loss) before income tax</b>	6	988	(536)	N.M	510	(507)	N.M
Income tax		-	(4)	(100)	-	(4)	(100)
<b>Profit/(Loss) for the financial period</b>		988	(540)	N.M	510	(511)	N.M
<b>Other comprehensive income/(loss):</b>							
Item that may be reclassified subsequently to profit or loss:							
Exchange differences on translation of foreign operations		-	45	(100)	-	23	(100)
<b>Total comprehensive income/(loss)</b>		988	(495)	N.M	510	(488)	N.M
<b>Profit/(Loss) attributable to:</b>							
- Owners of the Company		1,502	10	>1000	1,600	87	>1000
- Non-controlling interests		(514)	(550)	(7)	(1,090)	(598)	82
<b>Total comprehensive income/(loss) attributable to:</b>							
- Owners of the Company		1,502	49	>1000	1,600	104	>1000
- Non-controlling interests		(514)	(544)	(6)	(1,090)	(592)	84
<b>Earnings per share ("EPS"):</b>							
- Basic and diluted (cents)	7	1.08	0.01		1.15	0.06	

N.M : Not meaningful

**B. Condensed Interim Statements of Financial Position as at 30 September 2022**

	Note	Group		Company	
		30 Sep 2022 S\$'000	30 Sep 2021 S\$'000	30 Sep 2022 S\$'000	30 Sep 2021 S\$'000
<b>ASSETS</b>					
<b>Non-current assets</b>					
Investment in subsidiaries		-	-	14,831	14,831
Investment in associate		-	20	-	-
Goodwill		183	183	-	-
Investment property	10	1,564	1,601	-	-
Right-of-use assets		2,354	2,401	-	-
Property, plant and equipment	9	12,687	12,003	-	-
<b>Total non-current assets</b>		<b>16,788</b>	<b>16,208</b>	<b>14,831</b>	<b>14,831</b>
<b>Current assets</b>					
Trade receivables		15,584	5,681	-	-
Other receivables, deposits and prepayments		1,220	1,341	209	97
Inventories		758	884	-	-
Contract assets		7,630	4,437	-	-
Loan to subsidiaries		-	-	4,802	115
Cash and bank balances <sup>(1)</sup>		6,025	6,006	22	64
<b>Total current assets</b>		<b>31,217</b>	<b>18,349</b>	<b>5,033</b>	<b>276</b>
<b>Total assets</b>		<b>48,005</b>	<b>34,557</b>	<b>19,864</b>	<b>15,107</b>
<b>LIABILITIES AND EQUITY</b>					
<b>Current liabilities</b>					
Trade and other payables		25,097	15,014	5,262	377
Bill payables	11	4,519	985	-	-
Contract liabilities		990	290	-	-
Lease liabilities	11	757	599	-	-
Bank loans	11	1,929	1,921	-	-
Tax payable		34	44	-	-
<b>Total current liabilities</b>		<b>33,326</b>	<b>18,853</b>	<b>5,262</b>	<b>377</b>
<b>Non-current liabilities</b>					
Lease liabilities	11	516	806	-	-
Loan from non-controlling interest	11	2,560	2,207	-	-
Bank loans	11	4,129	5,727	-	-
Deferred tax liabilities		22	22	-	-
<b>Total non-current liabilities</b>		<b>7,227</b>	<b>8,762</b>	<b>-</b>	<b>-</b>
<b>Net assets</b>		<b>7,452</b>	<b>6,942</b>	<b>14,602</b>	<b>14,730</b>

	Note	Group		Company	
		30 Sep 2022 S\$'000	30 Sep 2021 S\$'000	30 Sep 2022 S\$'000	30 Sep 2021 S\$'000
<b>Equity attributable to the owners of the Company</b>					
Share capital	12	16,225	16,225	16,225	16,225
Merger reserve		(4,718)	(4,718)	-	-
Capital reserve	13	(139)	421	-	-
Foreign translation reserve		15	15	-	-
Accumulated losses		(4,028)	(5,628)	(1,623)	(1,495)
<b>Shareholders' equity</b>		<u>7,355</u>	<u>6,315</u>	<u>14,602</u>	<u>14,730</u>
<b>Non-controlling interests</b>		<u>97</u>	<u>627</u>	<u>-</u>	<u>-</u>
<b>Total equity</b>		<u>7,452</u>	<u>6,942</u>	<u>14,602</u>	<u>14,730</u>
<b>Total liabilities and equity</b>		<u>48,005</u>	<u>34,557</u>	<u>19,864</u>	<u>15,107</u>

Note:

- (1) The amount stated includes fixed deposits pledged as collaterals for banking facilities. 30 September 2022: S\$1,916,000 (30 September 2021: S\$1,985,000).

**C. Condensed Interim Statements of Changes in Equity**

**Group**

	Note	Attributable to Owners of the Company						Non-controlling interests	Total Equity
		Share capital	Merger reserve	(Accumulated losses)/ Retained earnings	Capital reserve	Translation reserve	Total		
		S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
Balance as at 1 October 2021		16,225	(4,718)	(5,628)	421	15	6,315	627	6,942
Profit/(Loss) for the financial year		-	-	1,600	-	-	1,600	(1,090)	510
Other comprehensive profit		-	-	-	-	-	-	-	-
Effects of disposing part of interest in subsidiary to non-controlling interest	13	-	-	-	(560)	-	(560)	560	-
Balance as at 30 September 2022		16,225	(4,718)	(4,028)	(139)	15	7,355	97	7,452
Balance as at 1 October 2020		16,225	(4,718)	(5,715)	196	(2)	5,986	7	5,993
Profit/(Loss) for the financial year		-	-	87	-	-	87	(598)	(511)
Other comprehensive profit		-	-	-	-	17	17	6	23
Effects of disposing part of non-controlling interest in a subsidiary	13	-	-	-	(63)	-	(63)	200	137
Effects of shares issuance of a subsidiary to non-controlling interest	13	-	-	-	288	-	288	1,012	1,300
Balance as at 30 September 2021		16,225	(4,718)	(5,628)	421	15	6,315	627	6,942

**Company**

	<b>Share capital</b>	<b>Accumulated losses</b>	<b>Total</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
Balance as at 1 October 2021	16,225	(1,495)	14,730
Total comprehensive loss for the year	-	(128)	(128)
	<hr/>	<hr/>	<hr/>
Balance as at 30 September 2022	16,225	(1,623)	14,602
	<hr/>	<hr/>	<hr/>
Balance as at 1 October 2020	16,225	(1,099)	15,126
Total comprehensive loss for the year	-	(396)	(396)
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Balance as at 30 September 2021	16,225	(1,495)	14,730
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**D. Condensed Interim Consolidated Statement of Cash Flows**

	Note	Group	
		Financial Year ended 30 Sep	
		2022 S\$'000	2021 S\$'000
<b>Operating activities</b>			
Profit/(Loss) before income tax		510	(507)
Adjustments for:			
Depreciation and amortisation	6	1,186	793
Interest income		(4)	(17)
Interest expense		318	283
Loss on disposal of property, plant and equipment		-	(108)
Share of loss/(profit) of associate		20	(5)
Operating cash flows before movements in working capital		2,030	439
Trade receivables		(9,903)	(929)
Other receivables, deposits and prepayments		121	(468)
Inventories		126	(884)
Contract assets/liabilities		(2,493)	(1,980)
Trade and other payables		10,065	6,475
Bill payables		3,534	685
Cash from operations		3,480	3,338
Income taxes paid		(10)	(14)
Interest received		3	28
Net cash from operating activities		3,473	3,352
<b>Investing activities</b>			
Purchase of property, plant and equipment	9	(1,611)	(7,225)
Proceeds from disposal of property, plant and equipment	9	-	21
Acquisition of an associate	13	-	(15)
Net cash used in investing activities		(1,611)	(7,219)
<b>Financing activities</b>			
Decrease in fixed deposits pledged		69	1,271
Proceeds from borrowings	11	300	300
Proceeds from leases		521	-
Repayment of lease liabilities		(829)	(620)
Repayment of bank loans		(1,890)	(515)
Interest paid		(298)	(283)
Proceeds from shareholder loan	11	353	2,207
Proceeds from disposal of part of non-controlling interest in a subsidiary	13	-	137
Proceeds from shares issuance of a subsidiary to non-controlling interest	13	-	1,300
Net cash (used in)/from financing activities		(1,774)	3,797
Net increase/(decrease) in cash and cash equivalents		88	(70)
Cash and cash equivalents at beginning of financial year		4,021	4,068
Effect of foreign exchange rate changes on the balance of cash held in foreign currencies		-	23
Cash and cash equivalents at end of financial year <sup>(1)</sup>		4,109	4,021

Note:

(1) The amount stated excludes fixed deposits pledged as collaterals for banking facilities. 30 September 2022: S\$1,916,000 (30 September 2021: S\$1,985,000)

**E. Notes to the Condensed Interim Consolidated Financial Statements for the six months and full year ended 30 September 2022**

**1. Corporate information**

AcroMeta Group Limited (the “Company”) (Registration No. 201544003M) is incorporated in the Republic of Singapore with its registered office and principal place of business at 4 Kaki Bukit Avenue 1, #04-04 Kaki Bukit Industrial Estate, Singapore 417939. The Company was listed on the Catalyst of the Singapore Exchange Securities Trading Limited (“SGX-ST”) on April 18, 2016. The financial statements are expressed in Singapore dollars.

The principal activities of the Company is that of investment holding, engineering design and consultancy activities.

The Group’s business is divided into three main business segments:

1. Engineering, Procurement and Construction (“EPC”) segment;
2. Maintenance segment; and
3. Renewable Energy segment.

**2. Basis of preparation**

a) Basis of accounting

These consolidated financial statements are unaudited and prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. They do not include all of the information required for full annual financial statements and should be read in conjunction with the last audited annual financial statements for the year ended 30 September 2021 (2021 Audited Financial Statements).

The 2021 Audited Financial Statements were prepared under Singapore Financial Reporting Standards (International) (SFRS(I)).

b) Significant accounting policies

The accounting policies and presentation adopted for this consolidated interim financial report are consistent with those adopted for the 2021 Audited Financial Statements.

c) New and amended standards adopted by the Group

The Group has adopted all the applicable new and revised Singapore Financial Reporting Standards (International) (SFRS(I)) and Interpretations of SFRS(I) (INT SFRS(I)) that are mandatory for the accounting periods beginning on or after 1 October 2021. The adoption of these new and revised SFRS(I) and INT SFRS(I) did not result in any substantial change to the Group's and the Company's accounting policies and has no significant impact on the financial statements for the current financial reporting period.

**3. 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 30 September 2021.

#### 4. Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

#### 5. Segment and revenue information

##### 5.1 Reportable segments

For management purposes, the Group is organised into three operating segments:

- (i) Engineering, Procurement and Construction ("EPC") segment;
- (ii) Maintenance segment; and
- (iii) Renewable Energy segment.

The EPC segment provides engineering, procurement and construction services, specialising in architectural, mechanical, electrical and process works within controlled environment.

The Maintenance segment provides maintenance and repair services for facilities and equipment of controlled environments and their supporting infrastructure.

The Renewable Energy business segment includes the building, owning and operating of power plants involving the generation of electricity using sustainable sources.

##### Business segment

Group	Segment Information - S\$'000							
	FY2022				FY2021			
	EPC	Maintenance	Renewable Energy	Consolidated Total	EPC	Maintenance	Renewable Energy	Consolidated Total
Revenue from external customers	55,925	6,373	963	63,261	22,478	5,982	643	29,103
Cost of sales	(47,884)	(4,617)	(2,830)	(55,331)	(18,500)	(4,076)	(1,855)	(24,431)
Gross profit	8,041	1,756	(1,867)	7,930	3,978	1,906	(1,212)	4,672
Segment result	3,826	436	(2,232)	2,030	1,377	366	(1,196)	547
Depreciation expense				(1,186)				(793)
Interest income				4				17
Finance costs				(318)				(283)
Share of (loss)/profit of associate				(20)				5
Profit/(Loss) before tax				510				(507)
Income tax				-				(4)
Profit/(Loss) for the financial year				510				(511)

Geographical segment

The Group's activities are mainly located in Singapore. The geographical locations of the Group's customers and assets are mainly in Singapore. Accordingly, there are no geographical segments presented.

**5.2 Breakdown of revenue**

During the financial year, the Group derives revenue from the transfer of goods and services at a point in time and over time in the following categories:

	Group			
	6 months ended 30 Sep 2022		12 months ended 30 Sep 2021	
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Over time</b>				
Revenue from projects	37,870	13,242	55,925	22,478
Revenue from maintenance services rendered	3,331	2,904	6,373	5,982
<b>At a point in time</b>				
Revenue from renewable energy	82	643	963	643
<b>Total revenue</b>	<b>41,283</b>	<b>16,789</b>	<b>63,261</b>	<b>29,103</b>

**5.3 Breakdown of the Group's net sales & operating profit/loss after tax**

(All figures in S\$'000)

	Group		
	FY2022	FY2021	Change
(a) Sales reported for first half year	21,978	12,314	78%
(b) Operating profit/(loss) after tax before deducting non-controlling interests for first half year	(478)	29	N.M
(c) Sales reported for second half year	41,283	16,789	146%
(d) Operating profit/(loss) after tax before deducting non-controlling interests for second half year	988	(540)	N.M

N.M : not meaningful

## 6. Loss before tax

### 6.1 Significant items

	Group			
	6 months ended 30 Sep		12 months ended 30 Sep	
	2022	2021	2022	2021
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Expenses</b>				
Depreciation of property, plant and equipment and investment property	175	159	443	270
Depreciation of right-of-use assets	487	348	743	523

### 6.2 Related party transactions

During the year, the Group entered into the following material transactions with related parties:

	Group	
	30-Sep-22	30-Sep-21
	S\$'000	S\$'000
Purchase of property, plant and equipment from a related party	-	1,360
Provision of maintenance services to a related party	-	115

## 7. Earnings per share

	Group			
	6 months ended 30 Sep		12 months ended 30 Sep	
	2022	2021	2022	2021
Profit attributable to owners of the Company (S\$'000)	1,502	10	1,600	87
Weighted average number of ordinary shares	138,563,978	138,563,978	138,563,978	138,563,978
Earnings per share (basic and diluted) (cents)	1.08	0.01	1.15	0.06

The basic and diluted earnings per share is the same as there were no potentially dilutive ordinary shares in issue, for the financial year ended 30 September 2022 and 30 September 2021.

## 8. Net asset value

	Group		Company	
	30-Sep-2022	30-Sep-2021	30-Sep-2022	30-Sep-2021
Net Asset Value per share (cents)	5.31	4.56	10.54	10.63
Net Asset Value (S\$'000)	7,355	6,315	14,602	14,730
Number of ordinary shares	138,563,978	138,563,978	138,563,978	138,563,978

## 9. Property, plant and equipment

During the financial year ended 30 September 2022, the Group acquired assets amounting to S\$1,611,000 (30 September 2021: S\$7,225,000) and disposed of assets amounting to S\$nil (30 September 2021: S\$21,000).

## 10. Investment property

	Group S\$'000
<u>At cost:</u>	
At October 1, 2020, September 30, 2021 and 2022	1,750
<u>Accumulated depreciation:</u>	
At October 1, 2020	113
Depreciation for the year	36
At September 30, 2021	149
Depreciation for the year	37
At September 30, 2022	186
<u>Carrying amount:</u>	
September 30, 2022	1,564
September 30, 2021	1,601

## 11. Borrowings

Group	30 Sep 2022		30 Sep 2021	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Amount repayable in one year or less, or on demand	5,201	1,492	1,562	1,456
Amount repayable after one year	1,828	5,185	1,753	6,324
Total borrowings	7,029	6,677	3,315	7,780

**Details of collaterals**

- i. Bill payables of S\$4,519,000 (30 September 2021: S\$985,000) was secured by fixed deposits pledged with banks.
- ii. Bank loans of S\$1,641,000 (30 September 2021: S\$1,776,000) is secured on the Group's properties and S\$300,000 (30 September 2021: S\$300,000) is secured on fixed deposits. Bank loans of S\$4,117,000 (30 September 2021: S\$5,573,000) is unsecured.
- iii. Lease liabilities of S\$569,000 (30 September 2021: S\$254,000) is secured on the Group's motor vehicles and factory machinery.
- iv. Loan from non-controlling interests of S\$2,560,000 (30 September 2021: S\$2,207,000) is unsecured.

**12. Share capital**

	Group and Company	
	Number of ordinary shares	Issued and paid-up share capital
Issued and paid-up share capital as at 30 September 2022 and 30 September 2021	138,563,978	S\$16,225,000

There are no changes in the Company's share capital since the end of the previous period reported on. There were no outstanding convertibles, treasury shares and subsidiary holdings as at 30 September 2022 and 30 September 2021.

The total number of issued ordinary shares, excluding treasury shares, as at 30 September 2022 was 138,563,978 (30 September 2021: 138,563,978). There were no treasury shares held by the Company as at 30 September 2022 and 30 September 2021.

**13. Acquisition and disposal of subsidiaries/associates**

- a) On 12 November 2021, the Company has announced that, on 11 November 2021, various conditional transactional documents have been executed for the purpose of implementing an internal reorganisation within the Group, by way of a share swap, whereby Nutara would exchange its 30% direct shareholdings in NTP for 30% direct shareholdings in Acropower ("Share Swap"). The Share Swap was implemented to facilitate further joint developments of biomass-to-value projects between the Company and Nutara through its subsidiary. The effective interest of the Company remained unchanged after the Share Swap. There is no consideration payable or received by the Group given that the Share Swap is an internal reorganisation involving the relevant parties. The Share Swap has been completed on 7 December 2021. Please refer to the Company's announcements dated 12 November 2021 and 7 December 2021 for more details.

**14. Subsequent events**

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

**F. ADDITIONAL INFORMATION REQUIRED BY CATALIST RULES FOR SIX MONTHS AND YEAR ENDED 30 SEPTEMBER 2022**

- 1. 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.**

**REVIEW OF GROUP RESULTS**

Revenue for the six months ("2H22") and full year ended 30 September 2022 ("FY22") improved by 146% and 117% respectively when compared to their corresponding periods as business activities improved on the back of a strong order book from new contract wins.

Cost of sales for 2H22 and FY22 increased by 152% and 126% respectively, largely in line with increase in revenue. The Group registered gross profit margin for 2H22 and FY22 of 12% and 13% respectively compared to last year's respective corresponding periods of 14% and 16%. The dip in margin is due to increase in project costs such as direct manpower, subcontractor and material cost, as a result of inflationary pressure. The Group will continue to exercise close cost monitoring and control over its projects.

The increase in other operating income for 2H22 and FY22 is mainly due to the job growth incentive grants received.

Administrative expenses for 2H22 and FY22 increased by 34% and 39% respectively mainly due to higher staff salary and related expenses incurred to support revenue growth. Other operating expenses for 2H22 and FY22 increased by 64% and 58% mainly due to increase in dormitory expenses as the Group employs more foreign labour to ease manpower crunch. Finance costs increased to support higher business activities.

Non-controlling interests mainly relate to the share of results from the Group's subsidiaries, Neo Tiew Power Pte Ltd.

On the back of improved business activities, the Group reported net profit attributable to owners of the Company of approximately S\$1.6 million for the year, as compared to S\$87,000 in the same period last year.

**REVIEW OF GROUP'S FINANCIAL POSITION**

Non-current assets increased mainly due to the capitalisation of costs under property, plant and equipment arising from the construction of the waste-to-energy plant due to improvement works carried out to enhance controls on risk of dust explosion following the introduction of new regulations recently.

Current assets increase mainly due to increase in trade receivables and contract assets which is in line with increase in business activities.

Likewise, current liabilities increase mainly due to increase in trade and other payable and bill payables, on the back of improved business activities and the execution of larger size projects. Contract liabilities also increased in line with business activities.

Non-current liabilities reduced due to repayment of bank loans. Loan from non-controlling interest relate to the construction of the waste-to-energy plant for the renewable energy business.

As at 30 September 2022, the Group was at a net current liabilities position of S\$2.1 million. The net current liabilities were mainly due to payables to vendors arising from the construction of the waste-to-energy plant from the renewable energy business segment, which the Group continues to receive support from its joint venture partner, Nutara. Notwithstanding, after taking into consideration of the continued positive cashflow generated of the Group's main EPC business, the improved business activities of the EPC business, the reasonableness of management's cashflow forecast for the next twelve months, and continued support from the Group's lenders and vendors, the Board is of the opinion that the Group is able to meet its short-term obligations as and when they fall due.

#### **REVIEW OF GROUP'S CASH FLOWS**

Overall, the Group's cash and cash equivalents remained stable in FY22. Net cash generated from operations of approximately S\$3.47 million was mainly due to profit for the year and favourable working capital changes. This is offset by net cash used in financing activities of S\$1.77 million mainly due repayment of bank loans, and net cash used in investing activities of S\$1.61 million mainly due to costs incurred in the construction of its waste-to-energy plant amounting to S\$1.29 million.

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

No forecast or prospect statement was previously made to shareholders.

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

The Group expects continued pressure on its margins and its operating conditions to remain challenging as the construction industry is affected by higher cost from energy, labour and materials prices, driven by inflationary pressure, partly from the heightened geopolitical tensions caused by the Ukraine war. It will continue to focus on improving its efficiency in project execution and manage its costs, amid a tight foreign labour market.

Tender and business development activities remain healthy and the Group is encouraged by its strong order book. It will continue to actively develop its business through direct negotiations and bidding for projects, underpinned by its established track record.

The Group's maintenance business contribution is expected to remain stable. The maintenance business provides the Group with recurring revenue and income streams which augments well and adds stability to the Group's existing revenue which are largely project-based.

The Group's renewable energy business is currently focussed on testing and commissioning its waste-to-energy plant. The testing and commissioning has faced delays due to additional improvement work carried out on the plant in 2H22 to address the risk issues surrounding combustible dust resulting from the introduction of new combustible dust regulations. The Group will provide updates on material developments, including when the plant is fully operational.

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

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

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

Not applicable.

**6. 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.**

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

**7. Dividend:**

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

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

Nil.

- (b)(i) Amount per share:**

Nil.



**(b)(ii) Previous corresponding period:**  
Nil.

**(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).**

Not applicable.

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

Not applicable.

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

Not applicable.

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

No dividend has been declared or recommended in view of the Group's expansion in the renewable energy sector.

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

The Group does not have a shareholders' mandate for interested person transactions.

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

The Company has procured undertakings from all its directors and executive officers as set out in Appendix 7H under Rule 720(1).

**11. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.**

The Group's revenue for FY22 and FY21 was mainly contributed by its EPC business segment. Revenue contribution from the EPC business segment increased from 77% in FY21 to 88% in FY22 due to increased business activities stemming from a strong order book.

Although revenue from Maintenance segment remained relatively stable, its contribution to total revenue dipped from 21% in FY21 to 10% in FY22 due to higher revenue contribution from EPC

business segment. The Group continues its focus to grow the Maintenance business as it provides the Group with recurring revenue and income streams, thereby adding stability to the Group's revenue which are largely project-based.

Revenue contribution by the new Renewable Energy business segment stems from the activities relating to the contract with Chew's to build, own and operate a waste-to-energy plant at Neo Tiew Road.

Material earnings changes from the EPC business segment has been explained in Note F.1. of this announcement. There is no material change in Maintenance business segment earnings. The loss contribution by Renewable Energy business segment is due to the manpower and other operating cost incurred due to the delay in testing and commissioning and the enhancement of the waste-to-energy plant to address the requirements of recent regulations on dust explosion risk.

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

There was no dividend declared or paid in FY2022 and FY2021.

**13. 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 of the issuer pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

We confirm that none of the persons occupying managerial positions in the Group is a relative of a director or chief executive officer or substantial shareholder of the Company.

**14. Disclosures on Acquisition and Realisation of Shares pursuant to Catalist Rule 706A.**

The Company has acquired/disposed the following subsidiaries and associates during FY2022. Please refer to Note E13 and the relevant announcements for more information.

Name of Entity	Nature of transaction	Date of Relevant Announcement
Acropower Pte Ltd Neo Tiew Power Pte Ltd	Share swap agreement	12 November 2021

**On behalf of the Board of Directors**

**Lim Say Chin**  
Executive Chairman and Chief Executive Officer  
25 November 2022

**Chew Chee Keong**  
Executive Director