



## **ANNAIK LIMITED**

Condensed Financial Statements  
for the six months and full year ended 31 December 2024

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# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### A CONDENSED CONSOLIDATED INCOME STATEMENT

	Note	Group					
		6 Months Ended			12 Months Ended		
		31-Dec-24	31-Dec-23	Change	31-Dec-24	31-Dec-23	Change
		S\$'000	S\$'000	%	S\$'000	S\$'000	%
<b>Continuing operations</b>							
Revenue	4	26,713	22,696	17.70	47,644	47,659	(0.03)
Cost of sales		(18,435)	(14,568)	26.54	(32,655)	(31,412)	3.96
<b>Gross profit</b>		<b>8,278</b>	<b>8,128</b>	<b>1.85</b>	<b>14,989</b>	<b>16,247</b>	<b>(7.74)</b>
Other operating income		1,179	55	2,043.64	1,633	740	120.68
Distribution expenses		(381)	(336)	13.39	(731)	(677)	7.98
Administrative expenses		(4,990)	(4,434)	12.54	(9,061)	(8,816)	2.78
(Allowance)/written-back for impairment losses on financial assets		(43)	(18)	138.89	(48)	15	NM
Other operating expenses		(308)	(245)	25.71	(711)	(566)	25.62
Share of (losses)/profits of associates		(47)	260	NM	(216)	187	NM
Finance costs		(630)	(702)	(10.26)	(1,257)	(1,429)	(12.04)
<b>Profit before tax</b>	5	<b>3,058</b>	<b>2,708</b>	<b>12.92</b>	<b>4,598</b>	<b>5,701</b>	<b>(19.35)</b>
Income tax expense	6	(415)	(557)	(25.49)	(822)	(1,146)	(28.27)
<b>Profit from continuing operations</b>		<b>2,643</b>	<b>2,151</b>	<b>22.87</b>	<b>3,776</b>	<b>4,555</b>	<b>(17.10)</b>
<b>Discontinued operations</b>							
Profit from discontinuing operations	5	-	175	NM	-	80	NM
<b>Profit for the financial period/year</b>		<b>2,643</b>	<b>2,326</b>	<b>13.63</b>	<b>3,776</b>	<b>4,635</b>	<b>(18.53)</b>
<b>Attributable to:</b>							
Owners of the Company							
Continuing operations		1,592	1,453	9.57	2,051	3,195	(35.81)
Discontinued operations		-	96	NM	-	50	NM
		1,592	1,549	2.78	2,051	3,245	(36.80)
Non-controlling interests							
Continuing operations		1,051	698	50.57	1,725	1,360	26.84
Discontinued operations		-	79	NM	-	30	NM
		1,051	777	35.26	1,725	1,390	24.10
		<b>2,643</b>	<b>2,326</b>	<b>13.63</b>	<b>3,776</b>	<b>4,635</b>	<b>(18.53)</b>
<b>Earnings per share (cents per share):</b>							
Basic and diluted							
Continuing operations		0.55	0.50	10.00	0.71	1.11	(36.04)
Discontinued operations		-	0.03	NM	-	0.02	NM

### CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Group						
	6 Months Ended			12 Months Ended			
	31-Dec-24	31-Dec-23	Change	31-Dec-24	31-Dec-23	Change	
		S\$'000	S\$'000	%	S\$'000	S\$'000	%
<b>Profit for the financial period/year</b>		<b>2,643</b>	<b>2,326</b>	<b>13.63</b>	<b>3,776</b>	<b>4,635</b>	<b>(18.53)</b>
<b>Other comprehensive income</b>							
<u>Item that may be reclassified subsequently to profit or loss</u>							
Exchange differences on translation of foreign operations		64	(75)	NM	246	(2,330)	NM
<u>Item that will not be reclassified subsequently to profit or loss</u>							
Fair value loss on investment securities		-	(67)	NM	-	(67)	NM
Other comprehensive income/(loss) for the financial period/year, net of tax		64	(142)	NM	246	(2,397)	NM
<b>Total comprehensive income for the financial period/year</b>		<b>2,707</b>	<b>2,184</b>	<b>23.95</b>	<b>4,022</b>	<b>2,238</b>	<b>79.71</b>
<b>Total comprehensive income attributable to:</b>							
Owners of the Company							
Continuing operations		1,642	1,297 *	26.60	2,274	1,377 *	65.14
Discontinued operations		-	96 *	NM	-	34 *	NM
		1,642	1,393	17.88	2,274	1,411	61.16
Non-controlling interests							
Continuing operations		1,065	710 *	50.00	1,748	804 *	117.41
Discontinued operations		-	81 *	NM	-	23 *	NM
		1,065	791	34.64	1,748	827	111.37
		<b>2,707</b>	<b>2,184</b>	<b>23.95</b>	<b>4,022</b>	<b>2,238</b>	<b>79.71</b>

(1) NM denotes not meaningful.

(2) \* (Represented)

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### B CONDENSED STATEMENT OF FINANCIAL POSITION

	Note	Group		Company	
		31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
		S\$'000	S\$'000	S\$'000	S\$'000
<b>ASSETS</b>					
<b>Current assets:</b>					
Cash and cash equivalents		10,013	11,073	593	711
Trade receivables		22,391	19,218	-	-
Other receivables		2,317	1,919	101	22
Prepayments		143	189	16	6
Amount due from subsidiaries		-	-	7,867	10,293
Inventories		22,594	21,895	-	-
<b>Total current assets</b>		<b>57,458</b>	<b>54,294</b>	<b>8,577</b>	<b>11,032</b>
Assets of disposal group classified as held for sale	7	-	3,500	-	-
<b>Total current assets</b>		<b>57,458</b>	<b>57,794</b>	<b>8,577</b>	<b>11,032</b>
<b>Non-current assets:</b>					
Property, plant and equipment	8	11,307	11,586	5	8
Right-of-use assets		4,090	3,965	-	-
Goodwill	9	497	497	-	-
Intangible assets	10	34,506	35,631	339	679
Investment in subsidiaries		-	-	28,881	30,048
Investment in associates		9,603	9,824	-	-
Investment securities		-	-	-	-
Club membership		190	190	190	190
Refundable deposits		434	434	-	-
Deferred tax assets		204	122	-	-
<b>Total non-current assets</b>		<b>60,831</b>	<b>62,249</b>	<b>29,415</b>	<b>30,925</b>
<b>Total assets</b>		<b>118,289</b>	<b>120,043</b>	<b>37,992</b>	<b>41,957</b>
<b>LIABILITIES AND EQUITY</b>					
<b>Current liabilities:</b>					
Bank loans	11	5,849	4,693	260	260
Government loan	11	-	156	-	-
Lease liabilities		267	264	-	-
Bills payable	11	7,175	5,732	-	-
Trade payables		1,411	2,189	-	-
Other payables and accruals		5,314	6,224	1,113	1,138
Provision for income tax		1,607	1,271	-	-
Amount due to subsidiaries and associate		150	374	276	476
		21,773	20,903	1,649	1,874
Liabilities directly associated with disposal group classified as held for sale	7	-	3,143	-	-
<b>Total current liabilities</b>		<b>21,773</b>	<b>24,046</b>	<b>1,649</b>	<b>1,874</b>
<b>Non-current liabilities</b>					
Bank loans	11	9,891	11,766	-	252
Lease liabilities		2,538	2,784	-	-
Other payables and accruals		30	33	-	-
Deferred government grants		1,388	1,459	-	-
Deferred tax liabilities		1,059	1,044	-	-
<b>Total non-current liabilities</b>		<b>14,906</b>	<b>17,086</b>	<b>-</b>	<b>252</b>
<b>Capital, reserves and non-controlling interests</b>					
Share capital	12	38,864	38,864	38,864	38,864
Treasury shares	12	(568)	(568)	(568)	(568)
Reserves		27,901	26,471	(1,953)	1,535
<b>Equity attributable to owners of the Company</b>		<b>66,197</b>	<b>64,767</b>	<b>36,343</b>	<b>39,831</b>
Non-controlling interests		15,413	14,144	-	-
<b>Total equity</b>		<b>81,610</b>	<b>78,911</b>	<b>36,343</b>	<b>39,831</b>
<b>Total equity and liabilities</b>		<b>118,289</b>	<b>120,043</b>	<b>37,992</b>	<b>41,957</b>

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### C CONDENSED STATEMENT OF CHANGES IN EQUITY

	Share Capital	Treasury Shares	Currency Translation Reserve	Reserve Fund	Share Options Reserve	Fair Value Reserve	Retained Earnings	Attributable To Owners Of The Company	Non-Controlling Interests	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Group</b>										
<b>Balance at 1 January 2023</b>	<b>38,864</b>	<b>(568)</b>	<b>(966)</b>	<b>3,277</b>	<b>454</b>	<b>-</b>	<b>23,449</b>	<b>64,510</b>	<b>14,516</b>	<b>79,026</b>
Profit for the financial year	-	-	-	-	-	-	3,245	3,245	1,390	4,635
<u>Other comprehensive income</u>										
Foreign currency translation	-	-	(1,767)	-	-	-	-	(1,767)	(563)	(2,330)
Fair value loss on investment securities	-	-	-	-	-	(67)	-	(67)	-	(67)
Total comprehensive income for the financial year	-	-	<b>(1,767)</b>	-	-	<b>(67)</b>	<b>3,245</b>	<b>1,411</b>	<b>827</b>	<b>2,238</b>
<u>Contribution by and distributions to owners</u>										
Expiry of share option	-	-	-	-	(454)	-	454	-	-	-
Dividends paid	-	-	-	-	-	-	(1,154)	(1,154)	-	(1,154)
Total transactions with owners via their capacity as owners	-	-	-	-	<b>(454)</b>	-	<b>(700)</b>	<b>(1,154)</b>	-	<b>(1,154)</b>
<u>Changes in ownership interests in subsidiaries</u>										
Acquisition of non-controlling interests without a change in control	-	-	-	-	-	-	-	-	(132)	(132)
Total changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	<b>(132)</b>	<b>(132)</b>
<u>Others</u>										
Transfer to statutory reserve fund	-	-	-	571	-	-	(571)	-	-	-
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	(1,067)	(1,067)
<b>Balance at 31 December 2023</b>	<b>38,864</b>	<b>(568)</b>	<b>(2,733)</b>	<b>3,848</b>	<b>-</b>	<b>(67)</b>	<b>25,423</b>	<b>64,767</b>	<b>14,144</b>	<b>78,911</b>
<b>Balance at 1 January 2024</b>	<b>38,864</b>	<b>(568)</b>	<b>(2,733)</b>	<b>3,848</b>	<b>-</b>	<b>(67)</b>	<b>25,423</b>	<b>64,767</b>	<b>14,144</b>	<b>78,911</b>
Profit for the financial year	-	-	-	-	-	-	2,051	2,051	1,725	3,776
<u>Other comprehensive income</u>										
Foreign currency translation	-	-	223	-	-	-	-	223	23	246
Total comprehensive income for the financial year	-	-	<b>223</b>	-	-	-	<b>2,051</b>	<b>2,274</b>	<b>1,748</b>	<b>4,022</b>
<u>Distributions to owners</u>										
Dividends paid	-	-	-	-	-	-	(866)	(866)	-	(866)
Total transactions with owners via their capacity as owners	-	-	-	-	-	-	<b>(866)</b>	<b>(866)</b>	-	<b>(866)</b>
<u>Changes in ownership interests in subsidiaries</u>										
Disposal of subsidiaries	-	-	22	(12)	-	-	12	22	(205)	(183)
Total changes in ownership interests in subsidiaries	-	-	<b>22</b>	<b>(12)</b>	-	-	<b>12</b>	<b>22</b>	<b>(205)</b>	<b>(183)</b>
<u>Others</u>										
Transfer to statutory reserve fund	-	-	-	156	-	-	(156)	-	-	-
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	(274)	(274)
<b>Balance at 31 December 2024</b>	<b>38,864</b>	<b>(568)</b>	<b>(2,488)</b>	<b>3,992</b>	<b>-</b>	<b>(67)</b>	<b>26,464</b>	<b>66,197</b>	<b>15,413</b>	<b>81,610</b>

\* (Represented)

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### C CONDENSED STATEMENT OF CHANGES IN EQUITY (cont'd)

	Share Capital	Treasury Shares	Share Options Reserve	Retained Earnings / (Accumulated Losses)	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Company</b>					
<b>Balance at 1 January 2023</b>	<b>38,864</b>	<b>(568)</b>	<b>454</b>	<b>(2,473)</b>	<b>36,277</b>
Total comprehensive income for the financial year	-	-	-	<b>4,708</b>	<b>4,708</b>
<u>Contribution by and distributions to owners</u>					
Expiry of share options	-	-	(454)	454	-
Dividends paid	-	-	-	(1,154)	(1,154)
Total transactions with owners via their capacity as owners	-	-	<b>(454)</b>	<b>(700)</b>	<b>(1,154)</b>
<b>Balance at 31 December 2023</b>	<b>38,864</b>	<b>(568)</b>	<b>-</b>	<b>1,535</b>	<b>39,831</b>
<b>Balance at 1 January 2024</b>	<b>38,864</b>	<b>(568)</b>	<b>-</b>	<b>1,535</b>	<b>39,831</b>
Total comprehensive income for the financial year	-	-	-	<b>(2,622)</b>	<b>(2,622)</b>
<u>Distributions to owners</u>					
Dividends paid	-	-	-	(866)	(866)
Total transactions with owners via their capacity as owners	-	-	-	<b>(866)</b>	<b>(866)</b>
<b>Balance at 31 December 2024</b>	<b>38,864</b>	<b>(568)</b>	<b>-</b>	<b>(1,953)</b>	<b>36,343</b>

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### D CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Note	Group	
		12 Months Ended	
		31-Dec-24	31-Dec-23
		S\$'000	S\$'000
<b>Cash flows from operating activities:</b>			
Profit before tax from continuing operations		4,598	5,701
Profit before tax from discontinued operations		-	114
Profit before tax	7	4,598	5,815
<b>Adjustments for:</b>			
Amortisation of government grants		(70)	(70)
Gain on disposal of property, plant and equipment		(3)	-
Loss on disposal of intangible assets		23	-
Gain on disposal of assets of disposal group classified as held for sale		(46)	-
Allowance/(written-back) for impairment losses on financial assets		48	(15)
Bad debts written off		-	18
Depreciation of property, plant and equipment		850	887
Depreciation of right-of-use assets		401	469
Amortisation of intangible assets		2,147	1,875
(Reversal)/allowance for slow moving inventories		(52)	139
Government loan written off		(144)	-
Reversal of accruals		-	(72)
Share of losses/(profits) of associates		216	(178)
Interest income		(64)	(157)
Finance costs		1,257	1,429
Unrealised foreign exchange loss/(gain), net		74	(377)
<b>Operating profit before working capital changes</b>		<b>9,235</b>	<b>9,763</b>
<u>Decrease/(increase) in:</u>			
Trade receivables		(3,223)	(1,813)
Other receivables and prepayments		(356)	(901)
Inventories		(637)	3,069
<u>(Decrease)/increase in:</u>			
Trade payables		(778)	(376)
Other payables		(913)	95
Bills payable		1,443	(1,407)
<b>Cash generated from operations</b>		<b>4,771</b>	<b>8,430</b>
Interest expense paid		(1,120)	(1,281)
Interest income received		64	157
Income tax paid		(511)	(1,043)
<b>Net cash flows generated from operating activities</b>		<b>3,204</b>	<b>6,263</b>
<b>Cash flows from investing activities:</b>			
Proceeds from disposal of property, plant and equipment		7	-
Net cash outflow from disposal of assets of disposal group classified as held for sale		(933)	-
Purchase of property, plant and equipment and right-of-use assets		(1,057)	(557)
Additions to intangible assets		(1,065)	(1,712)
Acquisition of non-controlling interests without a change in control		-	(57)
<b>Net cash flows used in investing activities</b>		<b>(3,048)</b>	<b>(2,326)</b>
<b>Cash flows from financing activities:</b>			
Proceeds from government grants		-	187
Proceeds from loans and borrowings		11,330	4,115
Repayment to loans and borrowings		(12,023)	(8,011)
(Decrease)/increase in amount due to associates		(224)	48
Dividends paid		(866)	(1,154)
Dividends paid to non-controlling interests		(274)	(1,067)
Payment of principal portion of lease liabilities		(264)	(345)
Payment of interest on lease liabilities		(137)	(148)
<b>Net cash flows used in financing activities</b>		<b>(2,458)</b>	<b>(6,375)</b>
Net decrease in cash and cash equivalents		(2,302)	(2,438)
Cash and cash equivalents at the beginning of the financial year		12,226	15,002
Effect of exchange rate changes on the balance of cash held in foreign currencies		89	(338)
<b>Cash and cash equivalents at the end of the financial year</b>		<b>10,013</b>	<b>12,226</b>

Cash and cash equivalents, for the purpose of presenting consolidated statement of cash flows, consist of:

	31-Dec-24	31-Dec-23
	S\$'000	S\$'000
Cash and bank balances	10,013	11,073
Cash and bank balances reclassified to disposal group	10,013	11,073
	-	1,153
	10,013	12,226

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### E NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

#### 1 CORPORATE INFORMATION

AnnAik Limited (the "Company") is a limited liability company incorporated and domiciled in Singapore and is listed on the Catalist Board of the Singapore Exchange.

These condensed consolidated financial statements as at and for the full financial year ended 31 December 2024 ("FY2024") as well as for the second half year ended 31 December 2024 ("2H2024") comprise the Company and its subsidiaries (collectively, the "Group") and the comparable periods are for the full financial year ended 31 December 2023 ("FY2023") and for the second half year ended 31 December 2023 ("2H2023") respectively.

The principal activities of the Group are:

- (a) Investment holding
- (b) Marketing and sale of steel and non-steel products
- (c) Owning and management of wastewater treatment plants

#### 2 BASIS OF PREPARATION

The condensed financial statements for 2H2024 and FY2024 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed 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 30 June 2024 ("1H2024").

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 financial statements are presented in Singapore Dollars ("SGD" or "\$") which is the Company's functional currency and all values in the tables are rounded to the nearest thousand ("'\$000'") except when otherwise indicated.

#### 2.1 NEW AND AMENDED STANDARDS ADOPTED BY THE GROUP

In the current financial year, the Group has adopted all the new and revised SFRS(I) that are relevant to its operations and effective for the current financial year.

The adoption of these new/revised SFRS(I)s did not result in material changes to the Group's accounting policies and has no material effect on the financial results or position of the Group and the Company.

#### 2.2 USE OF JUDGEMENTS AND ESTIMATES

In preparing the condensed 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.

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 financial period are as follows:

(i) Included in Note 9 - Goodwill

(ii) Provision of expected credit losses of trade receivables

The Group uses a provision matrix to calculate expected credit losses ("ECLs") for trade receivables. The provision rates are based on days past due from customer.

The provision matrix is initially based on the Group's historical observed default rates. The Group will calibrate the matrix to adjust historical credit loss experience with forward-looking information. At every reporting date, historical default rates are updated and changes in the forward-looking estimates are analysed.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

(iii) Allowance for inventories

Inventories are stated at the lower of cost and net realisable value. In assessing the allowance for inventories, the Group takes into account the historical obsolescence and slow-moving experiences and future demand of their product.

Based on management's estimate, inventories are fully provided for obsolescence if there are no sale movements within 4 years.

(iv) Impairment of investments in subsidiaries

Management has carried out a review of the recoverable amount of the investments in subsidiaries, with consideration to the existing performance of the relevant subsidiaries.

Management has estimated the recoverable amount based on the higher of value in use and fair value less costs of disposal. The recoverable amounts of investments in subsidiaries are assessed using the higher of fair value less costs of disposal which was determined by reference to the adjusted net asset value of the subsidiaries or value in use which was determined by reference to a discounted cash flow forecast.

#### 3 SEASONAL OPERATIONS

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

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### E NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

#### 4 SEGMENT AND REVENUE INFORMATION

The following segment information is prepared based on the nature of the principal activities of the Company and its subsidiaries. Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. They are segregated primarily into three reporting segments; i.e. distribution of stainless steel products; manufacturing of steel flanges and environmental business. The portion of environmental business segment contributed by Pioneer Group was disposed of during the financial year ended 31 December 2023 and presented separately as "Discontinued operations". Except as indicated above, no operating segments have been aggregated to form the above reportable segments.

#### 4.1 BUSINESS SEGMENTS

6 Months Ended - 31 December 2024	Distribution	Manufacturing of steel flanges	Environmental business	Discontinued operations	Elimination	Consolidation
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Revenue</b>						
External revenue (steel products)	16,545	-	-	-	-	16,545
External revenue	-	1,842	8,326	-	-	10,168
Inter-segment revenue	4,035	2,672	204	-	(6,911)	-
Total revenue	20,580	4,514	8,530	-	(6,911)	26,713
<b>Result</b>						
Segment results	(503)	389	4,155	-	(285)	3,756
Dividend income	963	-	-	-	(963)	-
Written-back/(allowance) for impairment losses on financial assets	-	23	(66)	-	-	(43)
Impairment losses on non-financial assets	(967)	-	-	-	967	-
Share of losses of associates	-	-	(47)	-	-	(47)
Interest income	-	-	-	-	-	22
Finance costs	-	-	-	-	-	(630)
Profit before tax	-	-	-	-	-	3,058
Income tax expense	-	-	-	-	-	(415)
Profit for the financial period	-	-	-	-	-	2,643
<b>Assets</b>						
Segment assets	42,241	6,743	59,702	-	-	108,686
Investment in associates	-	-	9,603	-	-	9,603
Consolidated total assets	-	-	-	-	-	118,289
<b>Liabilities</b>						
Segment liabilities	10,951	2,106	7,882	-	-	20,939
Bank loans and government loan	12,263	-	3,477	-	-	15,740
Consolidated total liabilities	-	-	-	-	-	36,679
<b>Other information</b>						
Depreciation and amortisation	608	169	924	-	-	1,701
Capital expenditure	306	(285)	565	-	-	586
Other non-cash expenses	(310)	(12)	82	-	-	(240)

6 Months Ended - 31 December 2023	Distribution	Manufacturing of steel flanges	Environmental business	Discontinued operations	Elimination	Consolidation
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Revenue</b>						
External revenue (steel products)	14,867	-	-	-	-	14,867
External revenue	-	2,564	5,265	905	-	8,734
Inter-segment revenue	1,446	2,330	431	40	(4,247)	-
Total revenue	16,313	4,894	5,696	945	(4,247)	23,601
<b>Result</b>						
Segment results	96	554	4,262	116	(1,775)	3,253
Dividend income	1,800	-	-	-	(1,800)	-
Allowance for impairment losses on financial assets	(2)	(6)	(10)	-	-	(18)
Reversal of impairment losses on non-financial assets	3,425	-	-	-	(3,425)	-
Share of profits/(losses) of associates	-	-	260	(8)	-	252
Interest income	-	-	-	-	-	105
Finance costs	-	-	-	-	-	(702)
Profit before tax	-	-	-	-	-	2,890
Income tax expense	-	-	-	-	-	(564)
Profit for the financial period	-	-	-	-	-	2,326
<b>Assets</b>						
Segment assets	42,187	6,211	58,321	3,353	-	110,072
Investment in associates	-	-	9,824	147	-	9,971
Consolidated total assets	-	-	-	-	-	120,043
<b>Liabilities</b>						
Segment liabilities	11,418	1,915	8,041	3,143	-	24,517
Bank loans and government loan	9,814	-	6,801	-	-	16,615
Consolidated total liabilities	-	-	-	-	-	41,132
<b>Other information</b>						
Depreciation and amortisation	627	167	699	4	-	1,497
Capital expenditure	21	825	(273)	5	-	578
Other non-cash items	57	456	(170)	-	-	343



# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### E NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

#### 4.1 BUSINESS SEGMENTS (cont'd)

12 Months Ended - 31 December 2024	Distribution	Manufacturing of steel flanges	Environmental business	Discontinued operations	Elimination	Consolidation
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Revenue</b>						
External revenue (steel products)	28,747	-	-	-	-	28,747
External revenue	-	3,921	14,976	-	-	18,897
Inter-segment revenue	5,357	4,814	204	-	(10,375)	-
Total revenue	34,104	8,735	15,180	-	(10,375)	47,644
<b>Result</b>						
Segment results	(800)	699	6,968	-	(812)	6,055
Dividend income	1,183	-	1,910	-	(3,093)	-
(Allowance)/written-back for impairment losses on financial assets	(3)	23	(68)	-	-	(48)
Impairment losses on non-financial assets	(967)	-	-	-	967	-
Share of losses of associates	-	-	(216)	-	-	(216)
Interest income	-	-	-	-	-	64
Finance costs	-	-	-	-	-	(1,257)
Profit before tax	-	-	-	-	-	4,598
Income tax expense	-	-	-	-	-	(822)
Profit for the financial year	-	-	-	-	-	3,776
<b>Assets</b>						
Segment assets	42,241	6,743	59,702	-	-	108,686
Investment in associates	-	-	9,603	-	-	9,603
Consolidated total assets	-	-	-	-	-	118,289
<b>Liabilities</b>						
Segment liabilities	10,951	2,106	7,882	-	-	20,939
Bank loans and government loan	12,263	-	3,477	-	-	15,740
Consolidated total liabilities	-	-	-	-	-	36,679
<b>Other information</b>						
Depreciation and amortisation	1,229	267	1,902	-	-	3,398
Capital expenditure	628	421	1,073	-	-	2,122
Other non-cash expenses	(223)	106	63	-	-	(54)

  

12 Months Ended - 31 December 2023	Distribution	Manufacturing of steel flanges	Environmental business	Discontinued operations	Elimination	Consolidation
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Revenue</b>						
External revenue (steel products)	30,186	-	-	-	-	30,186
External revenue	-	4,133	13,340	2,741	-	20,214
Inter-segment revenue	1,707	4,042	1,483	172	(7,404)	-
Total revenue	31,893	8,175	14,823	2,913	(7,404)	50,400
<b>Result</b>						
Segment results	698	764	7,470	7	(2,045)	6,894
Dividend income	4,020	-	1,809	-	(5,829)	-
Written-back/(allowance) for impairment losses on financial assets	26	(6)	(5)	-	-	15
Reversal of impairment losses on non-financial assets	3,425	-	-	-	(3,425)	-
Share of profits/(losses) of associates	-	-	187	(9)	-	178
Interest income	-	-	-	-	-	157
Finance costs	-	-	-	-	-	(1,429)
Profit before tax	-	-	-	-	-	5,815
Income tax expense	-	-	-	-	-	(1,180)
Profit for the financial year	-	-	-	-	-	4,635
<b>Assets</b>						
Segment assets	42,187	6,211	58,321	3,353	-	110,072
Investment in associates	-	-	9,824	147	-	9,971
Consolidated total assets	-	-	-	-	-	120,043
<b>Liabilities</b>						
Segment liabilities	11,418	1,915	8,041	3,143	-	24,517
Bank loans and government loan	9,814	-	6,801	-	-	16,615
Consolidated total liabilities	-	-	-	-	-	41,132
<b>Other information</b>						
Depreciation and amortisation	1,263	315	1,641	12	-	3,231
Capital expenditure	39	831	1,714	5	-	2,589
Other non-cash items	139	528	(558)	-	-	109

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### E NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

#### 4.2 DISAGGREGATION OF REVENUE

6 Months Ended - 31 December 2024	Sale of goods	Service income from environmental business	Construction revenue	Discontinued operations	Total revenue
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Primary geographical markets</b>					
Singapore	11,063	-	-	-	11,063
People's Republic of China	6	7,369	951	-	8,326
Malaysia	4,979	-	-	-	4,979
Indonesia	1,592	-	-	-	1,592
Australia	414	-	-	-	414
New Zealand	197	-	-	-	197
Vietnam	6	-	-	-	6
Hong Kong	1	-	-	-	1
Thailand	123	-	-	-	123
Japan	-	-	-	-	-
Others	12	-	-	-	12
	18,393	7,369	951	-	26,713
<b>Timing of transfer of goods or services</b>					
At a point in time	18,393	7,369	-	-	25,762
Over time	-	-	951	-	951
	18,393	7,369	951	-	26,713

6 Months Ended - 31 December 2023	Sale of goods	Service income from environmental business	Construction revenue	Discontinued operations	Total revenue
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Primary geographical markets</b>					
Singapore	10,312	-	-	292	10,604
People's Republic of China	-	6,646	(1,381)	276	5,541
Malaysia	4,018	-	-	67	4,085
Indonesia	2,016	-	-	-	2,016
Australia	278	-	-	-	278
New Zealand	119	-	-	-	119
Vietnam	7	-	-	-	7
Hong Kong	34	-	-	270	304
Thailand	67	-	-	-	67
Japan	580	-	-	-	580
Others	-	-	-	-	-
	17,431	6,646	(1,381)	905	23,601
<b>Timing of transfer of goods or services</b>					
At a point in time	17,431	6,646	-	905	24,982
Over time	-	-	(1,381)	-	(1,381)
	17,431	6,646	(1,381)	905	23,601

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### E NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

#### 4.2 DISAGGREGATION OF REVENUE (cont'd)

12 Months Ended - 31 December 2024	Sale of goods	Service income from environmental business	Construction revenue	Discontinued operations	Total revenue
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Primary geographical markets</b>					
Singapore	20,843	-	-	-	20,843
People's Republic of China	6	13,564	1,406	-	14,976
Malaysia	7,961	-	-	-	7,961
Indonesia	2,585	-	-	-	2,585
Australia	709	-	-	-	709
New Zealand	259	-	-	-	259
Vietnam	12	-	-	-	12
Hong Kong	22	-	-	-	22
Thailand	254	-	-	-	254
Japan	-	-	-	-	-
Others	23	-	-	-	23
	32,674	13,564	1,406	-	47,644
<b>Timing of transfer of goods or services</b>					
At a point in time	32,674	13,564	-	-	46,238
Over time	-	-	1,406	-	1,406
	32,674	13,564	1,406	-	47,644

12 Months Ended - 31 December 2023	Sale of goods	Service income from environmental business	Construction revenue	Discontinued operations	Total revenue
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Primary geographical markets</b>					
Singapore	22,037	-	-	1,187	23,224
People's Republic of China	-	12,720	620	1,036	14,376
Malaysia	7,215	-	-	67	7,282
Indonesia	3,327	-	-	-	3,327
Australia	734	-	-	-	734
New Zealand	213	-	-	-	213
Vietnam	7	-	-	-	7
Hong Kong	34	-	-	451	485
Thailand	147	-	-	-	147
Japan	580	-	-	-	580
Others	25	-	-	-	25
	34,319	12,720	620	2,741	50,400
<b>Timing of transfer of goods or services</b>					
At a point in time	34,319	12,720	-	2,741	49,780
Over time	-	-	620	-	620
	34,319	12,720	620	2,741	50,400

#### A breakdown of revenue as follows:

	Group		Change
	FY2024	FY2023	
	S\$'000	S\$'000	%
Revenue reported for:			
First Half Year ended 30 Jun	20,931	26,799	(21.90)
Second Half Year ended 31 Dec	26,713	23,601	13.19
	47,644	50,400	(5.47)
Net profit after tax before deducting non-controlling interests reported for:			
First Half Year ended 30 Jun	1,133	2,309	(50.93)
Second Half Year ended 31 Dec	2,643	2,326	13.63
	3,776	4,635	(18.53)

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### E NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

#### 5 PROFIT BEFORE TAX

Profit before tax is stated after charging/(crediting):

	Group			
	6 Months Ended		12 Months Ended	
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Continuing operations:</b>				
Amortisation of government grant	(35)	(36)	(70)	(70)
Gain on disposal of property, plant and equipment	(3)	-	(3)	-
Gain on disposal of assets of disposal group classified as held for sale	(46)	-	(46)	-
Loss on disposal of intangible assets	23	-	23	-
Allowance/(written-back) for impairment losses on financial assets	43	18	48	(15)
Bad debts written off	-	18	-	18
Depreciation of property, plant and equipment	408	438	850	880
Depreciation of right-of-use assets	241	230	401	464
Amortisation of intangible assets	1,052	825	2,147	1,875
(Reversal)/allowance for slow moving inventories	(174)	(153)	(52)	139
Government loan written off	(144)	-	(144)	-
Reversal of accruals	-	(72)	-	(72)
Share of losses/(profits) of associates	47	(260)	216	(187)
Interest income	(22)	(40)	(64)	(63)
Finance costs	630	702	1,257	1,429
Unrealised foreign exchange loss/(gain), net	15	(30)	74	(377)
<b>Discontinued operations:</b>				
Depreciation of property, plant and equipment	-	2	-	7
Depreciation of right-of-use assets	-	-	-	5
Share of losses of associates	-	8	-	9
Interest income	-	(65)	-	(94)

#### 6 INCOME TAX EXPENSE

The major components of income tax expense for the period/year ended 31 December are:

	Group			
	6 Months Ended		12 Months Ended	
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Consolidated income statement</b>				
Current taxation:				
-Current income taxation	486	316	917	996
-(Over)/underprovision in respect of prior years	(46)	27	(80)	27
	<b>440</b>	<b>343</b>	<b>837</b>	<b>1,023</b>
Deferred taxation:				
-Origination and reversal of temporary differences	(25)	214	(25)	32
Withholding tax expense	-	-	10	91
Income tax expense attributable to continuing operations	415	557	822	1,146
Income tax expense attributable to discontinued operations	-	7	-	34
Income tax expense recognised in the profit or loss	<b>415</b>	<b>564</b>	<b>822</b>	<b>1,180</b>

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### E NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

#### 7 DISCONTINUED OPERATIONS AND DISPOSAL GROUP CLASSIFIED AS HELD FOR SALE

On 13 December 2023, the Company entered into a Sale and Purchase agreement (SPA) in relation to the disposal of all the Company's shares in Pioneer Environmental Technology Pte. Ltd., a 51% owned subsidiary of the Company and its subsidiaries and associated companies (Pioneer Group), subject to the fulfilment of the condition precedents. The date of disposal was deemed to be on 30 September 2023 which was the date used to determine the net asset value of Pioneer Group.

Following the Group's decision to sell Pioneer Group and in compliance with SFRS(I) 5 Non-Current Assets Held for Sale and Discontinued Operations, the carrying amount of assets and liabilities of Pioneer Group were classified as "Assets of disposal group classified as held for sale" and "Liabilities directly associated with disposal group classified as held for sale" as at 31 December 2023. Pioneer Group's financial results for the comparative financial period ending 30 September 2023 were presented separately in the consolidated income statement and statement of comprehensive income as "Profit from discontinuing operations".

On 10 May 2024, the proposed disposal of Pioneer Group was completed in accordance with the terms and conditions of the SPA, for a cash consideration of S\$219,709.38. Subsequently, the entities within the Pioneer Group have ceased to be subsidiaries and/or associated companies of the Company.

For comparative purpose, the results of the discontinued operations are as follows:

	Group	
	12 Months Ended	
	31-Dec-24	1 January 2023 to 30 September 2023
	S\$'000	S\$'000
Revenue	-	2,741
Cost of sales	-	(2,154)
Gross profit	-	587
Other operating income	-	140
Distribution expenses	-	(247)
Administrative expenses	-	(354)
Other operating expenses	-	(3)
Share of loss of associate	-	(9)
Profit before tax	-	114
Income tax expense	-	(34)
Profit for the financial period	-	80

The value of assets and liabilities of Pioneer Group recorded in consolidated financial statements as at disposal date and the cash flow effect of the disposal were as follows:

	As at
	10-May-24
	S\$'000
Cash and cash equivalents	1,153
Trade receivables	1,278
Other receivables	894
Prepayments	7
Property, plant and equipment	21
Investment in associates	147
	3,500
Trade payables	(877)
Other payables and accruals	(2,163)
Provision for income tax	(103)
Carrying value of net assets	357
Non-controlling interests	(205)
Reserves realised to profit or loss	22
Net carrying value of assets disposed	174
Gain on disposal recognised in profit or loss	46
Cash consideration	220
Less: Cash and cash equivalents of the subsidiary disposed	(1,153)
Net cash outflow on disposal	(933)

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### E NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

#### 8 PROPERTY, PLANT AND EQUIPMENT

During the year ended 31 December 2024, the Group acquired assets amounting to S\$1,057,000 (31 December 2023: S\$557,000) and disposed of assets with carrying amount of S\$4,000 (31 December 2023: nil) for its continuing operations.

#### 9 GOODWILL

Goodwill acquired in a business combination is allocated to the CGU that is expected to benefit from that business combination for impairment testing purpose, as follows:

	Group	
	As At	
	31-Dec-24	31-Dec-23
	S\$'000	S\$'000
AngWei Environmental Ecological & Engineering (Shanghai) Co., Ltd ("AngWei Enviro") and its subsidiaries (1)	497	497

(1) Comprising the wastewater treatment business of its subsidiaries, arising from the service concession rights granted by the People's Republic of China government.

The recoverable amount of AngWei Enviro Group was determined based on value in use calculated using cash flow projection from the financial budgets approved by management covering the remaining concession periods, useful lives of the wastewater treatment plants operated by the CGU, ranging from 14 - 23 years (2023: 15 - 24 years). The pre-tax discount rate applied to these cash flows is 10% (2023: 10%).

#### Key assumptions used for the value in use calculation:

The calculation of value in use is most sensitive to the following assumptions:

Revenue growth rate - Projected revenue for wastewater treatment plants is based on government guarantee stated in the service concession agreement with the local government.

Pre-tax discount rate - Pre-tax discount rate was determined with reference to the discount rates used by industry peers which is based on weighted average cost of capital (WACC). The WACC takes into account both the cost of debt and equity used by entities in similar industries.

Budgeted gross profit margins - Budgeted gross profit margins is based on results achieved in the year preceding the start of the budget period.

#### Sensitivity to changes in assumptions:

With regards to the assessment of value in use for AngWei Enviro, management believes that no reasonable possible changes in any of the above key assumptions would cause the carrying value of the unit to materially exceed its recoverable amount.

#### 10 INTANGIBLE ASSETS

	Group			
	Patent rights	Concession rights	Technical know-how	Total
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Cost:</b>				
At 1 January 2023	3,732	47,752	388	51,872
Additions	-	1,712	-	1,712
Exchange differences	-	(1,854)	(15)	(1,869)
At 31 December 2023 and 1 January 2024	3,732	47,610	373	51,715
Additions	-	1,065	-	1,065
Disposals	-	(47)	-	(47)
Exchange differences	-	(13)	-	(13)
At 31 December 2024	<b>3,732</b>	<b>48,615</b>	<b>373</b>	<b>52,720</b>
<b>Accumulated amortisation:</b>				
At 1 January 2023	2,714	11,573	388	14,675
Amortisation charge for the year	339	1,536	-	1,875
Disposals	-	-	-	-
Exchange differences	-	(451)	(15)	(466)
At 31 December 2023 and 1 January 2024	3,053	12,658	373	16,084
Amortisation charge for the year	340	1,807	-	2,147
Disposals	-	(24)	-	(24)
Exchange differences	-	7	-	7
At 31 December 2024	<b>3,393</b>	<b>14,448</b>	<b>373</b>	<b>18,214</b>
<b>Carrying amount:</b>				
At 31 December 2023	679	34,952	-	35,631
At 31 December 2024	<b>339</b>	<b>34,167</b>	<b>-</b>	<b>34,506</b>

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### E NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

#### 10 INTANGIBLE ASSETS (cont'd)

	Company Patent rights S\$'000
<b>Cost:</b>	
At 1 January 2023, 31 December 2023, 1 January 2024 and 31 December 2024	3,732
<b>Accumulated amortisation:</b>	
At 1 January 2023	2,714
Amortisation charge for the year At 31 December 2023 and 1 January 2024	339
At 31 December 2023	3,053
Amortisation charge for the year At 31 December 2024	340
At 31 December 2024	3,393
<b>Carrying amount:</b>	
At 31 December 2023	679
At 31 December 2024	<b>339</b>

#### 11 LOANS AND BORROWINGS

	Group		Company	
	As At		As At	
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Amount repayable in one year or less, or on demand:-</b>				
Secured	12,764	10,321	-	-
Unsecured	260	260	260	260
<b>Sub-total</b>	<b>13,024</b>	<b>10,581</b>	<b>260</b>	<b>260</b>
<b>Amount repayable after one year</b>				
Secured	9,891	11,514	-	-
Unsecured	-	252	-	252
<b>Sub-total</b>	<b>9,891</b>	<b>11,766</b>	<b>-</b>	<b>252</b>
<b>Total borrowings</b>	<b>22,915</b>	<b>22,347</b>	<b>260</b>	<b>512</b>

##### Details of any collateral

As at 31 December 2024, the Group's secured borrowings consist of bank loans and bills payable (31 December 2023: bank loans, government loan and bills payable).

As at 31 December 2024, bank loans of S\$6.37m (31 December 2023: S\$7.18m) was secured by a charge over a property of a subsidiary.

As at 31 December 2024, bank loans of nil (31 December 2023: S\$1.47m) was secured by corporate guarantee of the Company and personal guarantees of certain key management personnel of the Company.

As at 31 December 2024, bills payable and remaining bank loans of S\$16.29m (31 December 2023: S\$13.19m) was secured by corporate guarantee of the Company and corporate guarantee by a subsidiary company.

#### 12 SHARE CAPITAL AND TREASURY SHARES

	Group and Company			
	31-Dec-24		31-Dec-23	
	Number of Shares '000	Share Capital S\$'000	Number of Shares '000	Share Capital S\$'000
<u>Share capital</u>				
Beginning of financial year	294,054	38,864	294,054	38,864
End of financial year	<b>294,054</b>	<b>38,864</b>	<b>294,054</b>	<b>38,864</b>
<u>Treasury shares</u>				
Beginning of financial year	(5,534)	(568)	(5,534)	(568)
End of financial year	<b>(5,534)</b>	<b>(568)</b>	<b>(5,534)</b>	<b>(568)</b>

Company has 5,533,700 treasury shares as at 31 December 2024 and 31 December 2023.

Company issued nil ordinary shares as at 31 December 2024 and 31 December 2023. The number of shares that may be issued on conversion of all share options outstanding as at 31 December 2024 and 31 December 2023 was nil.

There were no shares held as subsidiary holdings as at 31 December 2024 and 31 December 2023.

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### E NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

#### 13 RELATED PARTIES TRANSACTIONS

	Group			
	6 Months Ended		12 Months Ended	
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Sales and purchases of goods and services</b>				
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/year:				
Purchase of goods from a related party	193	675	369	870
<b>Compensation of directors and key management personnel</b>				
The remuneration of directors and other members of key management during the financial period/year was as follows:				
Salaries, bonuses and benefits	1,974	1,504	2,879	2,722
Central Provident Fund contributions	54	60	95	102
Directors' fees	58	55	113	110
	<b>2,086</b>	<b>1,619</b>	<b>3,087</b>	<b>2,934</b>
Comprise amounts paid to:				
- Directors of the Company	1,447	892	2,050	1,737
- Other key management personnel	639	727	1,037	1,197
	<b>2,086</b>	<b>1,619</b>	<b>3,087</b>	<b>2,934</b>
The remuneration of directors and key management is determined by the remuneration committee having regard to the performance of individuals and market trends.				
<u>Directors' interests in employee share option</u>				
At the end of the reporting period/year, the total number of outstanding share options granted by the Company to the above-mentioned directors under the share option plan amounted to nil (2023: nil).				
There were no share option scheme existing during the financial year ended 31 December 2024.				

#### 14 DIVIDENDS

	Group	
	12 Months Ended	
	31-Dec-24	31-Dec-23
	S\$'000	S\$'000
<b>Declared and paid during the year:</b>		
Dividends on ordinary shares:		
-Final exempt (one-tier) dividend paid in 2024: nil (2023: 0.4) cent per share	-	1,154
<b>Proposed but not recognised as liability as at 31 December:</b>		
Dividends on ordinary shares, subject to shareholders' approval at AGM:		
-Final exempt (one-tier) dividend for 2024: nil (2023: 0.3) cent per share	-	866

#### 15 FINANCIAL ASSETS AND FINANCIAL LIABILITIES

	Group		Company	
	As At		As At	
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Financial assets (Amortised cost)</b>				
Refundable deposits	434	434	-	-
Trade and other receivables (1)	23,091	19,575	101	22
Amount due from subsidiaries	-	-	7,867	10,293
Cash and cash equivalents	10,013	11,073	593	711
	<b>33,538</b>	<b>31,082</b>	<b>8,561</b>	<b>11,026</b>
<b>Financial liabilities (Amortised cost)</b>				
Trade payables	1,411	2,189	-	-
Other payables and accruals (2)	5,263	5,186	1,101	1,128
Amount due to associates	150	374	-	-
Amount due to subsidiaries	-	-	276	476
Loans and borrowings	22,915	22,347	260	512
Lease liabilities	2,805	3,048	-	-
	<b>32,544</b>	<b>33,144</b>	<b>1,637</b>	<b>2,116</b>

(1) Exclude VAT/GST receivables and advances to suppliers.

(2) Exclude VAT/GST payables and deposits from customers.

#### 16 CONTINGENCIES

On 13 December 2023, the Company entered into a sale and purchase agreement (SPA) with a purchaser to dispose of all the Company's shares in Pioneer Environmental Technology Pte. Ltd. (Pioneer), a 51% owned subsidiary of the Company. Pursuant to the SPA, the Company will continue to provide securities and guarantees to Pioneer for ongoing projects and debts in bank facilities until the completion of these projects undertaken by Pioneer and discharge of bank facilities.

As at the date of the SPA, the outstanding obligations to be fulfilled under the project contract amounted to approximately S\$4,450,000, of which the bank has provided banker's guarantees of approximately S\$1,790,000. The securities and guarantees provided by the Company will only be discharged upon the completion of the respective project contracts and repayment of the bank facilities.

Based on information currently available, the Company does not expect any liabilities to arise from the abovementioned guarantees as the Company's exposure is mitigated by the securities pledged by the Purchaser. These securities include a personal guarantee by the purchaser, mortgage over two properties in Singapore and charges over the shares in certain PRC subsidiaries held by the purchaser. Accordingly, no provision has been recognised for the financial year ended 31 December 2024.



# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### F OTHER INFORMATION

- 1 (a)(i) Details of any changes in the company's share capital arising from right issue, bonus issue, subdivision consolidation, 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 year 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 year 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 year reported on and as at the end of the corresponding period of the immediately preceding financial year.

#### SHARE CAPITAL

	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
	Number of Shares		Share Capital	
	'000		S\$'000	
Balance as at beginning of financial year 294,053,974 ordinary shares	294,054	294,054	38,864	38,864
Less: Treasury Shares	(5,534)	(5,534)	(568)	(568)
Balance as at end of financial year 288,520,274 ordinary shares	<b>288,520</b>	<b>288,520</b>	<b>38,296</b>	<b>38,296</b>
Percentage (%) of treasury shares held against the total number of shares outstanding as at end of financial year	<b>1.90</b>	<b>1.90</b>		

Company has 5,533,700 treasury shares as at 31 December 2024 and 31 December 2023.

Company issued nil ordinary shares as at 31 December 2024 and 31 December 2023. The number of shares that may be issued on conversion of all share options outstanding as at 31 December 2024 and 31 December 2023 was nil.

There were no shares held as subsidiary holdings as at 31 December 2024 and 31 December 2023.

- 1 (a)(ii) 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 item 1(a)(i) above.

- 1 (a)(iii) A statement showing all sales, transfers, cancellation and/or use of treasury shares as at the end of the current financial year reported on.

There are no sales or transfers, cancellation and/or use of treasury shares between 1 January 2024 and 31 December 2024.

- 1 (a)(iv) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial year reported on.

Not applicable.

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### F OTHER INFORMATION (cont'd)

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

The figures have not been audited nor reviewed by our auditors.

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

Not applicable.

**3 (a) Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion, the financial statements have been adequately disclosed.**

**(i) update on the efforts taken to resolve each outstanding audit issue,**

**(ii) confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.**

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.**

There has been no changes in the accounting policies and methods of computation, including any required by an accounting standard.

The Group and Company have adopted the same accounting policies and methods of computation for the current financial year as those applied in the financial year ended 31 December 2023.

**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.**

Not applicable.

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

#### EARNINGS PER ORDINARY SHARE

	Group		
	31-Dec-24	31-Dec-23	Change %
Earnings per ordinary share for the financial year based on net profit attributable to the equity holders of the Company			
<b>Continuing operations</b>			
(i) Based on weighted average number of ordinary shares (in cents) - Weighted average number of shares	0.71 288,520,274	1.11 288,520,274	(36.04) -
(ii) On a fully diluted basis (in cents) - Adjusted weighted average number of shares	0.71 288,520,274	1.11 288,520,274	(36.04) -
<b>Discontinued operations</b>			
(i) Based on weighted average number of ordinary shares (in cents) - Weighted average number of shares	- 288,520,274	0.02 288,520,274	NM -
(ii) On a fully diluted basis (in cents) - Adjusted weighted average number of shares	- 288,520,274	0.02 288,520,274	NM -

**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 year reported on; and**

**(b) immediately preceding financial year**

	Group			Company		
	As At		Change %	As At		Change %
	31-Dec-24 Cents	31-Dec-23 Cents		31-Dec-24 Cents	31-Dec-23 Cents	
Net asset attributable to owners of the Company per ordinary share based on the existing issued share capital excluding treasury shares as at end of financial year	22.94	22.45	2.18	12.60	13.81	(8.76)

The net asset value per ordinary share is based on 288,520,274 (2023: 288,520,274) shares at the end of each financial year.

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### F OTHER INFORMATION (cont'd)

#### 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 year 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 year reported on.

##### Discontinued operations and subsidiary classified as held for sale:

On 13 December 2023, the Company entered into a sale and purchase agreement ("SPA") in relation to the disposal of all the Company's shares in Pioneer Environmental Technology Pte. Ltd., a 51% owned subsidiary of the Company, and its subsidiaries and associated companies ("Pioneer Group"), subject to the fulfillment of the condition precedents. Accordingly, the results of Pioneer Group have been separately presented in the consolidated income statement for the comparative financial year ended 31 December 2023 and condensed statement of financial position as at 31 December 2023 as discontinued operations and subsidiary classified as "Assets of disposal group classified as held for sale" and "Liabilities directly associated with disposal group classified as held for sale" respectively.

On 10 May 2024, the disposal of Pioneer Group was completed in accordance with the terms and conditions of the SPA. Accordingly, the Group ceased to hold any interest in Pioneer Group.

Please refer to Note E7 for the details.

##### Income Statement

###### Continuing Operations

The Group's profit attributable to owners of the Company for the year ended 31 December 2024 was S\$2.05 million as compared to S\$3.20 million (excluding discontinued operations) recorded in the prior year. The dip in results was mainly due to competitive steel prices which resulted in reduced gross profits. The Group's revenue for current year slightly decreased by approximately S\$0.02 million or 0.03% from S\$47.66 million for the financial year ended 31 December 2023 ("FY2023") to S\$47.64 million for the financial year ended 31 December 2024 ("FY2024"). The decrease was mainly due to:

- significantly lower sales from the distribution of steel products and valves business under the distribution division with external parties;
- lower sales generating from manufacturing of steel flanges with external parties; and partially offset by;
- higher turnover from environmental business division attributed to higher sales generated from industrial cum municipal wastewater business in the PRC.

Based on disaggregation of revenue by geographical markets, sales to Singapore, Indonesia and Japan decreased by S\$1.19 million, S\$0.74 million and S\$0.58 million respectively for the reasons explained under the distribution business division above. The rise in sales of goods to Malaysia by S\$0.75 million were mainly attributable to the increase in distribution of steel products. Disaggregation of revenue by geographical markets in PRC increased by S\$1.63 million for the reasons explained under the environmental business division above.

Gross profit decreased by S\$1.26 million or 7.74% for current year from S\$16.25 million in FY2023 to S\$14.99 million in FY2024. The decrease was due to lower gross profit from the distribution of steel products business as explained above.

Other operating income increased by S\$0.89 million or 120.68% from S\$0.74 million in FY2023 to S\$1.63 million in FY2024. The increase was mainly due to reversal of accrual of VAT expenses amounting to S\$0.57 million, one-off gain on disposal of assets of disposal group classified as held for sale amounting to S\$0.04 million and write-off of a government loan of S\$0.15 million in the current year.

An allowance of impairment on financial assets of S\$0.05 million was made during FY2024 as compared to write-back for impairment losses on financial assets amounted to S\$0.02 million in FY2023.

Other operating expenses increased by S\$0.14 million or 25.62% from S\$0.57 million in FY2023 to S\$0.71 million in FY2024 mainly due to higher foreign currency exchange losses from the depreciation of Singapore dollars against United States dollars, which the Group transacts in.

As a result of lesser EPC projects secured and delivered during the year from the rural wastewater treatment business under the environmental business division, share of results of associates recorded a loss of S\$0.22 million in FY2024 as compared to a profit of S\$0.19 million in FY2023.

Depreciation and amortisation was S\$0.18 million higher compared to FY2023 mainly due to the property, plant and equipment and intangible assets acquired during FY2024.

The Group recorded a reversal of S\$0.05 million for slow moving inventories in the current year as compared to an allowance of slow moving inventories of S\$0.14 million in FY2023.

Finance costs decreased by S\$0.17 million or 12.04% from S\$1.43 million in FY2023 to S\$1.26 million in FY2024 mainly attributed to the reduction in interest expense on bank loans as a result of net repayments made during the year.

##### Statement of Financial Position

The current assets of the Group decreased by S\$0.33 million from S\$57.79 million as at 31 December 2023 to S\$57.46 million as at 31 December 2024. The decrease was mainly attributed to:

- absence of assets of disposal group classified as held for sale of S\$3.50 million, following the completion of disposal of Pioneer Group; and
- decrease in cash and cash equivalents by S\$1.06 million from S\$11.07 million as at 31 December 2023 to S\$10.01 million as at 31 December 2024 for the reasons set out under Cash Flow section below; offset by
- an increase in trade receivables of S\$3.17 million mainly due to slower collections, especially from the environmental business in PRC. Debtor turnover increased from 149 days as at 31 December 2023 to 176 days as at 31 December 2024;
- an increase in other receivables of S\$0.39 million due to the advances to suppliers; and
- an increase in inventories of S\$0.70 million to fulfill project sales delivery and replenish stock requirements.

The Group maintained a healthy and positive working capital of S\$35.69 million or current ratio of 2.64 times with current assets of S\$57.46 million and current liabilities of S\$21.77 million as at 31 December 2024.

The non-current assets of the Group decreased by S\$1.42 million from S\$62.25 million as at 31 December 2023 to S\$60.83 million as at 31 December 2024. The decrease was attributed to:

- decrease in intangible assets of S\$1.12 million due to the amortisation charge of S\$2.15 million, which was partially offset by acquisition of intangible assets amounting to S\$1.06 million related to the upgrading of wastewater treatment plants in the industrial cum municipal wastewater treatment business under the environmental business division.
- decrease in property, plant and equipment of S\$0.28 million was mainly attributed to the depreciation charge of S\$0.85 million, which was partially offset by addition of property, plant and equipment amounting to S\$0.54 million and recognition of foreign currency translation gain of S\$0.02 million.
- decrease in investment in associates by S\$0.22 million mainly due to share of loss of associates during the year; offset by
- an increase in right-of-use assets of S\$0.12 million due to addition of right-of-use assets of S\$0.52 million, which was partially offset by depreciation charge of S\$0.40 million.

The total liabilities of the Group decreased by S\$4.45 million from S\$41.13 million as at 31 December 2023 to S\$36.68 million as at 31 December 2024. The decrease was mainly attributable to (i) repayment of bank loans, write-off of a government loan, reductions in trade payables, other payables and accruals amounting to S\$0.72 million, S\$0.15 million, S\$0.78 million, S\$0.91 million respectively and (ii) absence of liabilities directly associated with disposal group classified as held for sale of S\$3.14 million, following the completion of disposal of Pioneer Group. However, the decrease was partially offset by the increase in bills payable of S\$1.44 million. Net gearing ratio remained relatively stable, increasing slightly from 0.22 times as at 31 December 2023 to 0.24 times as at 31 December 2024.

##### Cash Flow

Net cash flow generated from operating activities amounted to S\$3.20 million in the current year. Operating profit before working capital changes was S\$9.24 million. The working capital changes was mainly due to increase in bills payable amounting to S\$1.44 million. However, this was partially offset by an increase in trade receivables, other receivables and prepayments and inventories amounting to S\$3.22 million, S\$0.36 million and S\$0.64 million respectively, decrease in trade payables and other payables amounting to S\$0.78 million and S\$0.91 million respectively. Interest paid amounted to S\$1.12 million and income tax paid amounted to S\$0.51 million during the year.

Net cash flow used in investing activities amounted to S\$3.05 million mainly due to additions to intangible assets amounting to S\$1.06 million for the upgrading of plants in industrial cum municipal wastewater treatment business under the environmental business division, additions to property, plant and equipment and right-of-use assets amounting to S\$1.07 million mainly under the distribution of steel products business and manufacturing of steel flanges division and net cash outflow from disposal of assets of disposal group classified as held for sale amounting to S\$0.93 million.

Net cash flow used in financing activities amounted to S\$2.46 million mainly due to net repayments to loans and borrowings of S\$0.69 million, obligations under lease liabilities of S\$0.40 million, decrease in amount due to associates of S\$0.22 million, dividend payment of S\$0.87 million and dividend payment to non-controlling interests of S\$0.27 million.

The Group's net asset per share as at 31 December 2024 was 22.94 cents and weighted average earnings per share was 0.71 cents.

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### F OTHER INFORMATION (cont'd)

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

The Group's financial results for FY2024 are in line with the Company's trends and competitive conditions previously disclosed in the Company's announcement dated 14 August 2024 in relation to its results for half year ended 30 June 2024.

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

The Group anticipates that its distribution business will continue to operate in a highly competitive business environment coupled with rising business costs in Singapore. Gross profit and gross profit margin in distribution and manufacturing businesses will continue to face challenges in the next twelve months. As a result, we will enhance competitiveness through cost control, optimised revenue generation, efficient receivables and inventory management to curb challenges ahead.

With the recent initiatives by the People's Republic of China ("PRC") government to boost business confidence and inject liquidity to the local economy, our environment business division has achieved sustainable collections as committed by the local government in PRC, further strengthening our financial position and stability. We remain cautiously optimistic about the general outlook of our environment business division in PRC and will continue exploring opportunities to enhance the value of this segment.

Looking ahead, the Group will maintain financial discipline while identifying new business opportunities.

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

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

None.

**(b) (i) Amount per share in cents.**

Not applicable.

**(b) (ii) Previous corresponding period in cents.**

0.3 Singapore cent per share.

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

**12 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 after taking into consideration the Group's capital commitment plan and its cash flow requirements.

# ANNAIK LIMITED

## Condensed Financial Statements For The Full Year Ended 31-12-2024

### F OTHER INFORMATION (cont'd)

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

Total Annual Dividend Paid

Total	FY2024	FY2023
	S\$'000	S\$'000
Ordinary	866	1,154
Preference	-	-
	<b>866</b>	<b>1,154</b>

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

No IPT mandate has been obtained from shareholders. There were no IPTs entered during the year.

**15 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.**

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
Ow Eei Meng Benjamin	46	Son of Mr Ow Chin Seng (Executive Chairman cum CEO) and brother of Mr Ow Eei Phurn, Benedict (Executive Director cum Sales Director).	Deputy Chief Executive Officer of the Group and as executive director for the rest of the Company's subsidiaries. His roles are to assist the Chief Executive Officer in managing the strategic direction of the Company and oversee operations.	-
Low Kheng	72	Wife of Mr Ow Chin Seng (Executive Chairman cum CEO) and mother of Mr Ow Eei Phurn, Benedict (Executive Director cum Sales Director).	Mdm. Low is responsible for the marketing and sales of the Group's distribution products in Singapore. She has over 43 years of experience in the hardware and steel industry.	-
Peh Choon Chieh	50	Nephew of Mr Ow Chin Seng (Executive Chairman cum CEO) and cousin of Mr Ow Eei Phurn, Benedict (Executive Director cum Sales Director).	Commercial Manager in AnnAik Limited's subsidiary (AnnAik Pte Ltd). Responsible for development of sales in distribution products.	-

**16 Use of proceeds pursuant to Chapter 8 of the Catalist Rules.**

None.

# ANNAIK LIMITED

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## Condensed Financial Statements For The Full Year Ended 31-12-2024

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### F OTHER INFORMATION (cont'd)

**17 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 (in the format set out in Appendix 7H) under Rule 720(1) of the Catalist Rules.

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

As announced on 10 May 2024, the disposal of Pioneer Group was completed in accordance with the terms and conditions of the SPA. Following which, entities within the Pioneer Group have ceased to be subsidiaries and/or associated companies of the Company. Please refer to the Company's announcements dated 13 December 2023 and 10 May 2024 for more information on the disposal of Pioneer Group.

As announced on 29 November 2024, the Company and the joint venture partner has incorporated Anxon Ecotech Pte. Ltd. in Singapore on 28 November 2024 ("JV Company"). The principal activity of the JV Company is to carry out the business of providing environmental and related investment business in Singapore and overseas. The incorporation of JV Company was funded through internal resources, and is not expected to have any material impact on the earnings per share or net tangible assets of the Group for the financial year ended 31 December 2024. Please refer to the Company's announcement dated 29 November 2024 for more information on the joint venture.

By Order of the Board

Ow Chin Seng  
Executive Director

Ng Kim Keang  
Executive Director

28 February 2025

*This announcement has been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited ("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 Audrey Mok (Telephone no.: (65) 6232 3210) at 1 Robinson Road, #21-01 AIA Tower, Singapore 048542.*