

FINANCIAL STATEMENTS AND RELATED ANNOUNCEMENT::FULL YEARLY RESULTS

Issuer & Securities

Issuer/ Manager

CAPTII LIMITED

Securities

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Executive Chairman

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Please see attached.

Additional Details

For Financial Period Ended

31/12/2020

Attachments

[CL SGX Financial Results 2020 Full Year.pdf](#)

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CAPTII LIMITED

(Incorporated in the Republic of Singapore)
(Company registration no.: 200211129W)

**Full Year Financial Statements and Dividend Announcement
for the Full Year Ended 31 December 2020**
PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4), HALF-YEAR AND FULL YEAR RESULTS

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

Set out below are the financial statements for the financial year ended 31 December 2020

Consolidated Statement of Comprehensive Income

	Group		
	12 months ended 31 December		
	2020	2019	Inc/(dec)
	S\$'000	S\$'000	%
Revenue	21,361	23,813	(10.3)
Cost of Sales	(10,093)	(11,393)	(11.4)
Gross profit	11,268	12,420	(9.3)
Other Items of Income:			
Interest Income	196	149	31.5
Other Gains	115	498	(76.9)
Other Items of Expense:			
Technical Support Expenses	(4,207)	(4,477)	(6.0)
Distribution Costs	(936)	(1,113)	(15.9)
Administrative Expenses	(3,042)	(3,283)	(7.3)
Other Losses	(371)	(496)	(25.2)
Finance Costs	(134)	(140)	(4.2)
Profit Before Income Tax	2,889	3,558	(18.8)
Income Tax Expenses	(768)	(691)	11.1
Profit, Net of Tax	2,121	2,867	(26.0)
Profit, Net of Tax Attributable to:			
Owners of the Company	1,288	2,076	(38.0)
Non-Controlling Interests	833	791	5.3
Profit, Net of Tax	2,121	2,867	(26.0)

Consolidated Statement of Comprehensive Income/(Expense)

	Group		
	12 months ended 31 December		
	2020	2019	Inc/(dec)
	S\$'000	S\$'000	%
Profit, Net of Tax	2,121	2,867	(26.0)
Other Comprehensive Income:			
Item that may be reclassified subsequently to profit or loss:			
Exchange Differences on Translating Foreign Operations, Net of Tax	91	45	102.4
Total Comprehensive Income for the year	2,212	2,912	(24.0)
Total Comprehensive Income for the year Attributable to:			
Owners of the Company	1,369	2,127	(35.7)
Non-Controlling interest	843	785	7.2
Total Comprehensive Income for the year	2,212	2,912	(24.0)

1(a)(ii) Notes to Statement of Comprehensive Income

	Group		
	12 months ended 31 December		
	2020	2019	Inc/(dec)
	S\$'000	S\$'000	%
Profit before income tax is stated after (charging)/crediting the following items:			
Fair Value (Loss)/Gain on Investments	(175)	436	(140.1)
Gain on Disposal of Investment	3	-	100.0
Foreign Exchange Loss, net	(135)	(248)	(45.6)
Amortisation of Intangible Assets	(313)	(459)	(31.8)
Depreciation of Plant and Equipment	(591)	(598)	(1.2)
Depreciation of Right-of-use assets	(191)	(57)	235.1
Write-down of Inventories	-	(1)	(100.0)
Impairment Loss on Receivables	(30)	-	100.0
Impairment Loss on Plant and Equipment	(0)	(220)	(100.0)
Impairment Loss on Intangible Assets	(11)	-	100.0
Plant and Equipment Written-Off	(7)	-	100.0
Components of tax expense recognised in profit and loss include:			
Current Tax Expenses	(320)	(705)	(54.6)
Deferred Tax Income	(447)	104	(529.9)
Over adjustments in respect of prior years	85	16	431.3
Overseas Withholding Tax Expenses	(86)	(106)	(18.8)

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

Statements of Financial Position

	Group		Company	
	As at		As at	
	31/12/2020		31/12/2019	
	S\$'000		S\$'000	
ASSETS				
Non-Current Assets				
Plant and Equipment	2,454	1,690	-	-
Investment Property	2,306	2,301	-	-
Intangible Assets	10,956	10,888	-	-
Investments in Subsidiaries	-	-	34,778	34,778
Other Financial Assets	11,770	12,073	-	-
Deferred Tax assets	921	1,362	-	-
Trade and Other Receivables	281	599	-	-
Total Non-Current Assets	28,688	28,913	34,778	34,778
Current assets				
Inventories	4	4	-	-
Trade and Other Receivables	9,695	11,861	9,446	9,678
Other Assets	2,492	3,073	5	4
Cash and Cash Equivalents	13,147	10,173	221	282
Total Current Assets	25,338	25,111	9,672	9,964
Total Assets	54,026	54,024	44,450	44,742
EQUITY AND LIABILITIES				
Equity				
Share Capital	31,948	31,948	31,948	31,948
Retained Earnings	17,937	17,048	9,996	10,501
Foreign Currency Translation Reserve	(8,161)	(8,242)	-	-
Equity, Attributable to Owners of the Parent	41,724	40,754	41,944	42,449
Non-Controlling Interest	5,177	4,655	-	-
Total Equity	46,901	45,409	41,944	42,449
Non-Current Liabilities				
Lease Liabilities	691	-	-	-
Deferred Tax Liabilities	6	-	-	-
Total Non-Current Liabilities	697	-	-	-
Current Liabilities				
Income Tax Payables	158	344	-	-
Trade and Other Payables	3,785	4,615	2,506	2,293
Other Liabilities	1,191	1,931	-	-
Lease Liabilities	324	73	-	-
Borrowings	970	1,652	-	-
Total Current Liabilities	6,428	8,615	2,506	2,293
Total Liabilities	7,125	8,615	2,506	2,293
Total Equity and Liabilities	54,026	54,024	44,450	44,742

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

Amount repayable in one year or less, or on demand

Group		Group	
As at 31/12/2020		As at 31/12/2019	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
970	-	1,652	-

Amount repayable after one year

Group		Group	
As at 31/12/2020		As at 31/12/2019	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	-	-	-

Details of any collateral

The company has issued financial guarantee to the financial institutions for the following facilities granted to the Group's subsidiaries:-

- 1) A facility with outstanding amount of S\$853,000 (2019: S\$1,479,000), that is secured by an asset of the subsidiary and corporate guarantee of the company of S\$2,965,000 (2019: S\$2,959,000);
- 2) A facility with outstanding amount of Nil (2019: Nil), that is secured by fixed deposits of the subsidiary amounting to approximately S\$2,354,000 and covered by a personal guarantee of a director of the subsidiary, and corporate guarantee of the company of S\$2,016,000 (2019: S\$2,012,000); and
- 3) A facility with outstanding amount of S\$117,000 (2019: S\$173,000), that is secured by an asset of the subsidiary and corporate guarantee of the company of S\$1,318,000 (2019: S\$1,315,000).

As at the end of the financial year, the outstanding facilities covered by the guarantee were S\$970,000 (2019: S\$1,652,000).

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

Consolidated Statement of Cash Flow

	Group	
	12 months ended 31 December	
	2020	2019
	S\$'000	S\$'000
Operating activities:		
Profit Before Income Tax	2,889	3,558
Adjustments for:		
Amortisation of Intangible Assets	313	459
Depreciation of Plant and Equipment	591	598
Depreciation of Right-of-use assets	191	57
Gain on Disposal of Plant and Equipment	(3)	-
Plant and Equipment Written-Off	7	-
Fair Value Loss/(Gain) on Investments	175	(436)
Write-down of Inventories	-	1
Impairment Loss on Plant and Equipment	-	220
Impairment Loss on Intangible Assets	11	-
Impairment Loss on Receivables	30	-
Interest Expense	134	140
Interest Income	(196)	(149)
Operating Cash Flow before Changes in Working Capital	4,142	4,448
Inventories	-	483
Trade and Other receivables	2,452	586
Other Assets	581	2,761
Trade and Other payables	(835)	(2,441)
Other Liabilities	(740)	(1,492)
Net Cash Flows From Operations	5,600	4,345
Income Tax Paid	(498)	(545)
Net Cash Flows From Operating Activities	5,102	3,800
Cash Flows From Investing Activities:		
Purchase of Plant and Equipment	(437)	(643)
Redemption of Investment	173	116
Other Financial Assets	(72)	(628)
Proceeds From Disposal of Plant and Equipment	5	-
Payment for Development Costs	(365)	(305)
Cash Restricted in Use	-	-
Interest Income Received	196	149
Net Cash Flows Used in Investing Activities	(500)	(1,311)
Cash Flows From Financing Activities:		
Dividend Paid by a Subsidiary to Non-Controlling Interest	(321)	(210)
Dividend Paid to Equity Owners	(399)	(399)
Cash Restricted in Use	109	73
Proceeds from Interest Bearing Borrowings	-	478
Repayment of Interest Bearing Borrowings	(629)	(1,014)
Lease liabilities principal portion paid	(192)	(42)
Interest Expenses Paid	(134)	(149)
Net Cash Flows Used in Financing Activities	(1,566)	(1,263)
Net Change in Cash and Cash Equivalents	3,036	1,226
Cash and Cash Equivalents at Beginning of the Financial Year (Note 1)	7,398	6,011
Effect of Exchange Rate Changes On Cash and Cash Equivalents	102	161
Cash and Cash Equivalents At End of the Financial Year (Note 1)	10,536	7,398

Explanatory Notes:

Note 1

	Group	
	12 months ended 31 December	
	2020	2019
	S\$'000	S\$'000
Cash and bank balances per statement of financial position	13,147	10,173
Bank overdrafts	(117)	(173)
Less: Restricted Deposits	(2,494)	(2,602)
Cash and cash equivalents per consolidated statement of cash flows	10,536	7,398

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

Statements of Changes in Equity for the year ended 31 December 2020

	Total Equity	Attributable to Parent Sub-total	Share Capital	Retained earnings	Foreign Currency Translation Reserve	Non- Controlling Interests
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Current Year:						
Group						
Opening Balance at 1 January 2020	45,409	40,754	31,948	17,048	(8,242)	4,655
Total Comprehensive income for the financial year	2,212	1,369	-	1,288	81	843
Dividend Paid	(720)	(399)	-	(399)	-	(321)
Closing Balance at 31 December 2020	46,901	41,724	31,948	17,937	(8,161)	5,177
Company						
Opening Balance at 1 January 2020	42,449	42,449	31,948	10,501	-	-
Total Comprehensive expenses for the financial year	(106)	(106)	-	(106)	-	-
Dividend Paid	(399)	(399)	-	(399)	-	-
Closing Balance at 31 December 2020	41,944	41,944	31,948	9,996	-	-

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

Statements of Changes in Equity for the year ended 31 December 2019

	Total Equity	Attributable to Parent Sub-total	Share Capital	Retained earnings	Foreign Currency Translation Reserve	Non- Controlling Interests
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Previous Year:						
Group						
Opening Balance at 1 January 2019	43,106	39,026	31,948	15,371	(8,293)	4,080
Total Comprehensive income for the financial year	2,912	2,127	-	2,076	51	785
Dividend Paid	(609)	(399)	-	(399)	-	(210)
Closing Balance at 31 December 2019	45,409	40,754	31,948	17,048	(8,242)	4,655
Company						
Opening Balance at 1 January 2019	42,003	42,003	31,948	10,055	-	-
Total Comprehensive income for the financial year	845	845	-	845	-	-
Dividend Paid	(399)	(399)	-	(399)	-	-
Closing Balance at 31 December 2019	42,449	42,449	31,948	10,501	-	-

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

None

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the preceding year.

	Company	
	As at 31/12/2020	As at 31/12/2019
Ordinary share	31,957,264	31,957,264

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

Not applicable.

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

These figures have neither been audited nor reviewed.

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

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.

The Group has adopted the same accounting policies and methods of computation in the financial statements for the current period as those applied in their audited financial statements for the year ended 31 December 2019, except as disclosed in paragraph 5 below.

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

The Group has adopted the new Singapore Financial Reporting Standards (International) ("SFRS(I)") and the related Interpretations to SFRS(I)s ("SFRS(I) INT") that are relevant to its operations and effective for annual periods beginning on or after 1 January 2020. The adoption of these SFRS(I) and SFRS(I) INT did not result in any significant impact on the financial statements of the Group.

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

	Group	
	12 months ended 31 December	
	2020	2019
	cents	cents
Based on the weighted average number of ordinary shares on issue ⁽¹⁾	4.03	6.50
On fully diluted basis (detailing any adjustments made to the earnings) ⁽²⁾	n.a	n.a

n.a.: not applicable

⁽¹⁾ For comparative purposes, the earnings per ordinary share of the Group has been computed based on the profit, net of tax from the financial statements of the relevant financial period and the weighted average number of ordinary shares issued of 31,957,264 shares for financial year ended 31 December 2020 and 31 December 2019.

⁽²⁾ Diluted earnings per share have not been calculated as no diluting events existed during these periods. No share options were granted to any employees during these periods.

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

	As at 31/12/2020		As at 31/12/2019	
	Group cents	Company cents	Group cents	Company cents
Net asset value per ordinary share ⁽¹⁾	130.56	131.25	127.53	132.83

⁽¹⁾ For comparative purposes, the net asset value per ordinary share of the Group and the Company has been computed based on the net asset value of the Group and the Company attributable to owners of the Company at the relevant financial year and the existing issued share capital of 31,957,264 shares.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss 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 results for the financial year ended 31 December 2020 as compared to corresponding financial year ended 31 December 2019

Group Revenue

The Group recorded consolidated revenue of S\$21.361 million for the financial year ended 31 December 2020 ("2020"), a decrease of 10.3% against the revenue achieved in the corresponding financial year ended 31 December 2019 ("2019"). The decline in Group revenue for 2020 is mainly attributable to lower revenue recorded by both GlobeOSS and Unifiedcomms.

GlobeOSS recorded revenue of S\$9.292 million in 2020, a decrease of 14.6% from the S\$10.876 million recorded in 2019. This decline was due to lower system sale contract revenues.

Unifiedcomms recorded revenue of S\$12.069 million in 2020, a decrease of 6.7% from the S\$12.937 million recorded in 2019. This decline was due to lower system sale contract revenues.

The Group's sales mix in 2020 showed an increase in the proportionate contribution of revenue of a recurring nature, with revenue from managed service contracts representing 73.9% of the Group's total revenue in 2020 as compared to 60.8% in 2019. The shift in the Group's sales mix in 2020 is mainly attributable to a 40.4% drop in system sales contract revenue contribution from Unifiedcomms and GlobeOSS, which declined from S\$9.345 million in 2019 to S\$5.566 million.

Gross Profit and Gross Profit Margins

The Group recorded lower gross profit of S\$11.268 million, a decrease of 9.3% from the S\$12.420 million realised in 2019. The decrease in gross profit is attributable to the 10.3% decline in revenue against that achieved in 2019. Meanwhile, the Group recorded gross profit margin of 52.8% in 2020, slightly higher against the 52.2% margin recorded in 2019.

The Group recorded gross profit margin on its system sale contract revenues of 59.4% in 2020, higher against the 53.9% margin recorded in 2019. This is attributable to the lower proportionate contribution of system sale contract revenues from GlobeOSS, which generally delivers lower gross profit margin.

This improvement in system sale contract revenues was partly offset by the lower gross profit margin on managed service contract revenues of 50.4% in 2020, as compared to the 51.0% margin achieved in 2019. This decrease in gross profit margin was mainly due to higher third party costs on certain managed service contracts.

Interest Income

The Group recorded higher interest income of S\$0.196 million as compared to S\$0.149 million recorded in 2019, in line with higher bank balances in the current reporting year.

Other gains

The Group recorded other gains of S\$0.115 million in 2020, 76.9% lower than the S\$0.498 million recorded in 2019. This was mainly due to the absence of a fair value gain on the Group's venture investment portfolio in the current reporting year.

Other Items of Expense

The Group recorded total expenses of S\$8.69 million in 2020, 8.6% lower than the S\$9.509 million incurred in 2019. This is mainly attributable to:-

- * Lower overall operating expenses as a result of lower payroll related cost, stemming from CoViD-19 related government allowances received and a reduction in Group headcount; and
 - * Lower other losses as a result of i) an absence of impairment loss on plant and equipment, and ii) lower net foreign exchange loss as a result of the favourable exchange movement of PKR against SGD.
- This decrease in expenses was partly offset by a fair value loss of S\$0.175 million assessed on the Group's venture investment portfolio in the current year, as certain investees' business and capital raising activities were severely impacted by the CoViD-19 pandemic.

Net Profit and EBITDA

The Group recorded net profit of S\$2.121 million and EBITDA of S\$3.922 million in 2020 as compared to S\$2.867 million in net profit and S\$4.663 million in EBITDA in 2019. Lower net profit and EBITDA was recorded in 2020 due to the flow-down effects of the lower revenue and lower other gains recorded in 2020, partly mitigated by lower operating expenses.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on (continued)

Review of results for the financial year ended 31 December 2020 as compared to corresponding financial year ended 31 December 2019 (continued)

Detailed Segmental Breakdown of Group Revenue and Gross Profit

The detailed segmental breakdown of the Group's revenue and gross profit for 2020, together with comparative results for 2019 is provided below:

Table 8.1: Group revenue as analysed by business unit for the financial year ended 31 December

	2020 S\$'000	Sales mix %	2019 S\$'000	Sales mix %
Unifiedcomms	12,069	56.5	12,937	54.3
GlobeOSS	9,292	43.5	10,876	45.7
Captii Ventures	-	-	-	-
Others	-	-	-	-
Total	21,361	100.0	23,813	100.0

Unifiedcomms - Segment for content-driven mobile VAS, messaging and signaling systems, solutions and managed services.

GlobeOSS - Segment for mobile network operation support systems, solutions and managed services.

Captii Ventures - Segment for strategic investment in early and late-stage technology ventures.

Others - Segment for operational headquarters of the Group and investment holding.

Table 8.2: Group revenue as analysed by geographical segment for the financial year ended 31 December

External Sales	2020			
	Unifiedcomms S\$'000	GlobeOSS S\$'000	Others S\$'000	Group S\$'000
South East Asia (SEA)	11,182	9,288	-	20,470
South Asia (SA)	333	-	-	333
Middle East & Africa (MEA)	554	-	-	554
Others	-	4	-	4
Total	12,069	9,292	-	21,361

External Sales	2019			
	Unifiedcomms S\$'000	GlobeOSS S\$'000	Others S\$'000	Group S\$'000
SEA	11,909	10,872	-	22,781
SA	578	-	-	578
MEA	450	-	-	450
Others	-	4	-	4
Total	12,937	10,876	-	23,813

Table 8.3: Group revenue as analysed by contract type for the financial year ended 31 December

External Sales	2020			2019		
	System Sale (1)	Managed Service (2)	Group	System Sale (1)	Managed Service (2)	Group
Revenue	5,566	15,795	21,361	9,345	14,468	23,813
Gross Profit	3,304	7,964	11,268	5,037	7,383	12,420
Gross Profit (%)	59.4%	50.4%	52.8%	53.9%	51.0%	52.2%

(1) System Sale – this refers to contracts that involve the outright purchase by customers of systems comprising the Group's products and technologies, and where these systems are in turn delivered as turnkey solutions. The scope of work for a system sale contract includes system design, implementation, testing and commissioning services.

(2) Managed Service – this refers to contracts that involve the provision of both systems comprising the Group's products and technologies as well as the Group's professional services, on a recurring, revenue sharing, software-as-a-service, pay-per-use or monthly or quarterly fixed and variable fee basis. Also treated as a managed service contract are system maintenance and technical support contracts with existing customers of the Group.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on (continued)

Review of the Group's financial position as at 31 December 2020 as compared to the Group's financial position as at 31 December 2019

Non-cash current assets of the Group decreased from S\$14.938 million as at 31 December 2019 to S\$12.191 million as at 31 December 2020. This 18.4% decrease in non-cash current assets was mainly due to a decrease in trade and other receivables as a result of lower revenue recorded for the year.

Total non-current assets of the Group decreased from S\$28.913 million as at 31 December 2019 to S\$28.688 million as at 31 December 2020 representing a marginal decline of 0.7%.

Total liabilities of the Group decreased from S\$8.615 million as at 31 December 2019 to S\$7.125 million as at 31 December 2020. This 17.3% decrease in total liabilities is attributable to a decrease in trade and other payables and borrowings, following repayments in the reporting year.

Review of the Group's cash flow for the financial year ended 31 December 2020 as compared to the corresponding financial year ended 31 December 2019

The Group's net cash flow from operations for 2020 was S\$5.6 million, as compared to S\$4.345 million for 2019, an increase of 28.9%. This increase was primarily due to a favourable change in working capital of S\$1.458 million for 2020, attributable to higher collections from trade receivables, in contrast with the unfavourable working capital change of S\$0.103 million in 2019.

The Group's net cash flow used in investing activities for 2020 was S\$0.5 million, as compared to S\$1.311 million in 2019. The lower net cash used in investing activities was mainly due to the lower volume of venture investments made in 2020, as compared to 2019.

The Group's net cash flow used in financing activities for 2020 was S\$1.566 million, as compared to S\$1.263 million in 2019. This increase was mainly due to i) higher dividend payout to Non-Controlling Interest; and ii) lease repayments.

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

No profit forecast has been issued for the financial period under review.

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 CoViD-19 pandemic has resulted in many countries in our Group's regions of focus reinstating movement and travel restrictions at year-end. Such restrictions have adversely affected many businesses. The uncertainty of economic recovery from the shock caused by COVID-19 and the prospect of a protracted economic slowdown or a slow recovery, especially in the Group's regions of focus, have weighed on the minds of management and the directors of the Group when considering the outlook for the next twelve months.

The impact of CoViD-19 on Unifiedcomms and GlobeOSS has fortunately been minimal in the current financial year. This is because these businesses operate primarily in the field of telecommunications, an essential service in any economy today. In addition, Unifiedcomms and GlobeOSS businesses have been made capable of fully-functioning under a work-from-home mode of operation, well ahead of movement control restrictions or lockdown orders being enforced. The Group's primary customers in the Unifiedcomms and GlobeOSS businesses are telecommunications network operators and service providers that have continued to operate normally throughout CoViD-19 restrictions, albeit remotely and through digital engagement, rather than face-to-face interaction. Contracts in-hand continue to be progressed and management of the Group are hopeful that new projects and initiatives requiring our products and services, will continue to be pursued by customers in the year ahead. The possibility remains however, that larger system sale contracts that have yet to be committed in the coming year, may be further deferred, or even abandoned entirely if macroeconomic and industry conditions do not improve significantly. Some managed service contracts of the Group which are impacted by government restrictions or directives arising from CoViD-19 policy measures, may meanwhile continue to show weaker performance.

At Captii Ventures, the Group' venture investment business, the climate for either business development or funding has been challenging. As a result, certain investees in the Group's venture investment portfolio had dampened valuations and some faced difficulty in raising further capital. Management has taken active, early measures to perform impact assessment as well as in assisting investees to plan and manage through a more hostile environment for both business and funding. Investment management activities to assist investees and protect our investments will continue to be the priority at Captii Ventures in the year ahead.

Against this potentially negative macroeconomic backdrop for the future, the Group remains optimistic and will continue to work closely with customers and investees, to minimise the negative impact of CoViD-19-related developments on Group financial performance. Management of the Group has in recent months taken an active and measured approach to managing risks to protect the Group's people and assets, and will sustain these efforts until the pandemic resolves.

Management will further the work it has been doing to strengthen the Group's managed service contract portfolio and will invest even more selectively in the venture investment business. Demand for internet-driven application services for enterprises, in the broad domain of fintech, as well as in internet and handset-app delivered digital media, have been heightened in the current environment. These areas will continue to be the focus for the Group's venture investment activities, and is expected to complement the organic growth strategies of the Unifiedcomms and GlobeOSS businesses.

11. Dividend

(a) Current Financial Year Reported On

An interim dividend has been declared on 12 August 2020 and paid out on 18 September 2020.

Name of Dividend	Interim
Dividend Type	Cash
Dividend Amount per share (in cents)	1.25 Singapore Cents per ordinary share
Tax Rate	Tax-exempt (one-tier)

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend	Interim
Dividend Type	Cash
Dividend Amount per share (in cents)	1.25 Singapore Cents per ordinary share
Tax Rate	Tax-exempt (one-tier)

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect.

Not applicable.

13. Interested Person Transactions

Name of the Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)	
	12 months ended 31 December		12 months ended 31 December	
	2020 S\$'000	2019 S\$'000	2020 S\$'000	2019 S\$'000
AESBI Power Systems Sdn Bhd *	114	249	Nil	Nil

* A wholly-owned subsidiaries of Advance Synergy Capital Sdn. Bhd. (a wholly-owned subsidiary of Advance Synergy Berhad, the Group's ultimate holding corporation)

The Group does not require any shareholders' mandate pursuant to Rule 920 of the Listing Manual of SGX-ST.

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

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

Financial year ended 31 December 2020

	Unifiedcomms S\$'000	GlobeOSS S\$'000	Captii Ventures S\$'000	Others S\$'000	Elimination S\$'000	Group S\$'000
Revenue:						
-external	12,069	9,292	-	-	-	21,361
-inter-segment	-	532	-	682	(1,214)	-
	12,069	9,824	-	682	(1,214)	21,361
Cost of Sales	(5,699)	(5,062)	-	(55)	723	(10,093)
Gross Profit	6,370	4,762	-	627	(491)	11,268
Other Items of Income:						
Interest Income	57	139	-	-	-	196
Other Gains	162	62	-	59	(168)	115
Other Item of Expenses:						
Technical Support Expenses	(2,290)	(1,749)	-	(71)	(97)	(4,207)
Distribution Costs	(338)	(605)	-	-	7	(936)
Administrative Expenses	(1,714)	(490)	(550)	(1,097)	809	(3,042)
Other Losses	(134)	(41)	(203)	(29)	36	(371)
Finance Costs	(116)	(18)	-	-	-	(134)
Profit/(Loss) Before Income Tax	1,997	2,060	(753)	(511)	96	2,889
Income Tax Expenses	(396)	(361)	-	(11)	-	(768)
Profit/(Loss), Net of Tax	1,601	1,699	(753)	(522)	96	2,121
Profit/(Loss) for the Year Attributable to:						
Owners of the Company	1,601	866	(753)	(522)	96	1,288
Non-Controlling Interest	-	833	-	-	-	833
Profit/(Loss) for the year	1,601	1,699	(753)	(522)	96	2,121
Other information						
Impairment Loss on Intangible assets	-	(11)	-	-	-	(11)
Impairment Loss on Receivables	(30)	-	-	-	-	(30)
Depreciation of Plant and Equipment	(641)	(192)	-	(2)	54	(782)
Amortisation of Intangible Assets	(714)	(6)	-	-	407	(313)
Fair Value Loss on Investments	-	-	(175)	-	-	(175)
Segment Assets	33,300	13,425	11,811	53,260	(58,691)	53,105
Unallocated Assets						921
Consolidated Total Assets						54,026
Segment Liabilities	9,196	2,320	10,412	7,133	(21,942)	7,119
Unallocated Liabilities						6
Consolidated Total Liabilities						7,125
Other Segment Items						
Capital Expenditure						
- Plant and Equipment	253	184	-	-	-	437
- Development Costs	348	17	-	-	-	365

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

Financial year ended 31 December 2019

	Unifiedcomms S\$'000	GlobeOSS S\$'000	Captii Ventures S\$'000	Others S\$'000	Elimination S\$'000	Group S\$'000
Revenue:						
-external	12,937	10,876	-	-	-	23,813
-inter-segment	-	534	-	816	(1,350)	-
	12,937	11,410	-	816	(1,350)	23,813
Cost of Sales	(5,611)	(6,243)	-	(53)	514	(11,393)
Gross Profit	7,326	5,167	-	763	(836)	12,420
Other Items of Income:						
Interest Income	42	107	-	-	-	149
Other Gains	173	-	436	47	(158)	498
Other Item of Expenses:						
Technical Support Expenses	(2,569)	(1,816)	-	(7)	(85)	(4,477)
Distribution Costs	(441)	(615)	-	(57)	-	(1,113)
Administrative Expenses	(1,898)	(624)	(560)	(1,143)	942	(3,283)
Other Losses	(422)	(14)	(56)	(147)	143	(496)
Finance Costs	(140)	-	-	-	-	(140)
Profit/(Loss) Before Income Tax	2,071	2,205	(180)	(544)	6	3,558
Income Tax Expenses	(82)	(594)	-	(15)	-	(691)
Profit/(Loss), Net of Tax	1,989	1,611	(180)	(559)	6	2,867
Profit/(Loss) for the Year Attributable to:						
Owners of the Company	1,989	820	(180)	(559)	6	2,076
Non-Controlling Interest	-	791	-	-	-	791
Profit/(Loss) for the year	1,989	1,611	(180)	(559)	6	2,867
Other information						
Impairment Loss on Plant and Equipment	(220)	-	-	-	-	(220)
Depreciation of Plant and Equipment	(633)	(74)	-	(5)	57	(655)
Amortisation of Intangible Assets	(755)	-	-	-	296	(459)
Fair Value Gain on Investments	-	-	436	-	-	436
Segment Assets	32,171	12,812	12,097	53,269	(57,687)	52,662
Unallocated Assets						1,362
Consolidated Total Assets						54,024
Segment Liabilities	9,368	3,424	9,943	6,339	(20,459)	8,615
Unallocated Liabilities						-
Consolidated Total Liabilities						8,615
Other Segment Items						
Capital Expenditure						
- Plant and Equipment	517	136	-	-	(10)	643
- Development Costs	305	-	-	-	-	305

	Group							
	Revenue		Total assets		Non-current assets		Capital expenditure	
	2020 S\$'000	2019 S\$'000	2020 S\$'000	2019 S\$'000	2020 S\$'000	2019 S\$'000	2020 S\$'000	2019 S\$'000
SEA	20,470	22,781	50,861	49,270	27,384	26,882	796	934
SA	333	578	672	694	57	98	6	14
MEA	554	450	259	198	-	-	-	-
Others	4	4	1,313	2,500	326	571	-	-
	21,361	23,813	53,105	52,662	27,767	27,551	802	948
Unallocated assets			921	1,362	921	1,362		
			54,026	54,024	28,688	28,913		

The Group has from 2010 onwards changed its geographical segments into four main areas comprising SEA, SA, MEA and Others. In 2009, Others represented Greater China, North America and other countries outside of SEA, SA and MEA.

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

Unifiedcomms recorded a decline in profit after tax in 2020 as compared to 2019. This was mainly due to the lower revenues from system sale contract in SEA region. This impact was partly mitigated by lower expenses as a result of i) Lower overall operating expenses; and ii) Lower other losses.

GlobeOSS recorded a slightly higher profit after tax in 2020 as compared to 2019. This was a result of lower revenues from system sale contract in SEA region being offset by the lower operating expenses.

Captii Ventures recorded a higher loss after tax in 2020 as compared to 2019. This was mainly due a fair value loss on its venture investment portfolio, in contrast with a fair value gain on its venture investment portfolio achieved in 2019.

For further information, please refer to note 8.

16. A breakdown of sales.

	Group		
	12 months ended 31 December		
	2020 S\$'000	2019 S\$'000	Inc/(dec) %
(a) Sales reported for first half year	10,773	11,807	(8.8)
(b) Profit, net of tax, before deducting non-controlling interest reported for first half year	(49)	1,929	(102.5)
(c) Sales reported for second half year	10,588	12,006	(11.8)
(d) Profit, net of tax, before deducting non-controlling interest reported for second half year	2,170	938	131.3

17. 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	
	2020 S\$'000	2019 S\$'000
Interim dividend to ordinary share	399	399

18. 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(13).

Pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Company hereby confirms that as at the date of this announcement, to the best of its knowledge, none of the persons occupying managerial positions in the Company or any of its principal subsidiaries, is a relative of a Director or Chief Executive Office or Substantial Shareholder of the Company.

19. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in appendix 7.7) under rule 720(1).

The Company confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

On behalf of the Board of Directors

Wong Tze Leng
Executive Chairman

Anton Syazi Ahmad Sebi
Executive Director

BY ORDER OF THE BOARD

Wong Tze Leng
Executive Chairman
23 February 2021