

## FINANCIAL STATEMENTS AND RELATED ANNOUNCEMENT::SECOND QUARTER AND/ OR HALF YEARLY RESULTS

### Issuer & Securities

#### Issuer/ Manager

CAPTII LIMITED

#### Securities

CAPTII LIMITED - SG1BA0000004 - AWW

#### Stapled Security

No

### Announcement Details

#### Announcement Title

Financial Statements and Related Announcement

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#### Submitted By (Co./ Ind. Name)

Wong Tze Leng

#### Designation

Executive Chairman

#### Description (Please provide a detailed description of the event in the box below - Refer to the Online help for the format)

Please see attached.

### Additional Details

#### For Financial Period Ended

30/06/2024

### Attachments

[CL SGX Financial Results Q2 2024.pdf](#)

Total size =428K MB

**Condensed interim financial statements**  
**for the quarter and six months ended 30 June 2024**

**A. Condensed consolidated statement of profit or loss and other comprehensive income**

	Note	Group		Group	
		Quarter ended 30 June		6 months ended 30 June	
		Q2 2024	Q2 2023	2024	2023
		S\$'000	S\$'000	S\$'000	S\$'000
<b>Revenue</b>	4	<b>3,535</b>	<b>5,127</b>	<b>6,544</b>	<b>10,188</b>
Cost of sales		(1,675)	(3,038)	(3,309)	(5,769)
<b>Gross profit</b>		<b>1,860</b>	<b>2,089</b>	<b>3,235</b>	<b>4,419</b>
Other items of income:					
Interest Income		19	31	45	64
Other gains		(182)	21	129	135
Other items of expense:					
Technical support expenses		(1,164)	(1,116)	(2,372)	(2,249)
Distribution costs		(398)	(419)	(771)	(806)
Administrative expenses		(530)	(546)	(1,031)	(1,083)
Other losses		(1,925)	234	(1,928)	(55)
Finance costs		(26)	(22)	(35)	(29)
<b>(Loss)/Profit before income tax</b>	6	<b>(2,346)</b>	<b>272</b>	<b>(2,728)</b>	<b>396</b>
Income tax expenses	7	(76)	(66)	(136)	(97)
<b>(Loss)/Profit, net of tax</b>		<b>(2,422)</b>	<b>206</b>	<b>(2,864)</b>	<b>299</b>
<b>Loss/(Profit), net of tax attributable</b>					
Owners of the company		(2,200)	174	(2,484)	185
Non-controlling interests		(222)	32	(380)	114
<b>(Loss)/Profit, net of tax</b>		<b>(2,422)</b>	<b>206</b>	<b>(2,864)</b>	<b>299</b>

**Other comprehensive loss**

	Note	Group		Group	
		Quarter ended 30 June		6 months ended 30 June	
		Q2 2024	Q2 2023	2024	2023
		S\$'000	S\$'000	S\$'000	S\$'000
<b>(Loss)/Profit, net of tax</b>		(2,422)	206	(2,864)	299
Other comprehensive loss:					
Items that may be reclassified to profit or loss in subsequent periods (net of tax)					
Currency translation differences on consolidation of foreign entities (net)		176	(1,135)	83	(1,398)
<b>Total other comprehensive loss for the financial period</b>		<b>(2,246)</b>	<b>(929)</b>	<b>(2,781)</b>	<b>(1,099)</b>
<b>Total comprehensive loss attributable to:</b>					
Owners of the company		(2,054)	(808)	(2,448)	(1,020)
Non-Controlling interest		(192)	(121)	(334)	(79)
<b>Total other comprehensive loss for the financial period</b>		<b>(2,246)</b>	<b>(929)</b>	<b>(2,781)</b>	<b>(1,099)</b>
<b>Earnings per share for loss for the year attributable to the owners of the company during the financial period:</b>		<b>cents</b>	<b>cents</b>	<b>cents</b>	<b>cents</b>
Basic and diluted earnings per share		(6.88)	0.54	(7.77)	0.58

B. Condensed statements of financial position

	Note	Group	Group	Company	Company
		As at	As at	As at	As at
		30/6/2024	31/12/2023	30/6/2024	31/12/2023
		S\$'000	S\$'000	S\$'000	S\$'000
<b>ASSETS</b>					
<b>Non-current assets</b>					
Plant and equipment	11	994	1,199	-	-
Investment property	12	1,896	1,895	-	-
Intangible assets	10	2,867	2,896	-	-
Investments in subsidiaries		-	-	25,166	25,166
Other financial assets	9	15,109	17,171	-	-
Deferred tax assets		654	654	-	-
<b>Total non-current assets</b>		<b>21,520</b>	<b>23,815</b>	<b>25,166</b>	<b>25,166</b>
<b>Current assets</b>					
Inventories		6	5	-	-
Trade and other receivables		10,407	8,662	7,884	8,644
Other non-financial assets		2,145	4,628	28	44
Cash and cash equivalents		9,300	10,965	505	399
<b>Total current assets</b>		<b>21,858</b>	<b>24,260</b>	<b>8,417</b>	<b>9,087</b>
<b>Total assets</b>		<b>43,378</b>	<b>48,075</b>	<b>33,583</b>	<b>34,253</b>
<b>EQUITY AND LIABILITIES</b>					
<b>Equity</b>					
Share capital	14	31,948	31,948	31,948	31,948
Retained earnings		13,466	15,950	312	448
Foreign currency translation reserve		(11,718)	(11,755)	-	-
<b>Equity, attributable to owners of the parent</b>		<b>33,696</b>	<b>36,143</b>	<b>32,260</b>	<b>32,396</b>
Non-controlling interest		6,191	6,525	-	-
<b>Total equity</b>		<b>39,887</b>	<b>42,668</b>	<b>32,260</b>	<b>32,396</b>
<b>Non-current liabilities</b>					
Lease liabilities		238	343	-	-
Deferred tax liabilities		33	33	-	-
<b>Total non-current liabilities</b>		<b>271</b>	<b>376</b>	<b>-</b>	<b>-</b>
<b>Current liabilities</b>					
Income tax payables		10	45	2	4
Trade and other payables		2,033	3,364	1,321	1,853
Other non-financial liabilities		916	458	-	-
Lease liabilities		261	318	-	-
Borrowings	13	-	846	-	-
<b>Total current liabilities</b>		<b>3,220</b>	<b>5,031</b>	<b>1,323</b>	<b>1,857</b>
<b>Total liabilities</b>		<b>3,491</b>	<b>5,407</b>	<b>1,323</b>	<b>1,857</b>
<b>Total equity and liabilities</b>		<b>43,378</b>	<b>48,075</b>	<b>33,583</b>	<b>34,253</b>

C. Condensed statements of changes in equity

**Statement of Changes in Equity for the quarter ended 30 June 2024**

	Note	Total equity S\$'000	Attributable to parent Sub-total S\$'000	Share capital S\$'000	Retained earnings S\$'000	Foreign currency translation reserve S\$'000	Non-controlling interests S\$'000
<b>Current quarter</b>							
<b>Group</b>							
Opening balance at 1 April 2024		42,133	35,750	31,948	15,666	(11,864)	6,383
Total comprehensive income/(expenses) for the financial period		(2,246)	(2,054)	-	(2,200)	146	(192)
<b>Closing Balance at 30 June 2024</b>		<b>39,887</b>	<b>33,696</b>	<b>31,948</b>	<b>13,466</b>	<b>(11,718)</b>	<b>6,191</b>
<b>Company</b>							
Opening balance at 1 April 2024		32,348	32,348	31,948	400	-	-
Total comprehensive expenses for the financial period		(88)	(88)	-	(88)	-	-
<b>Closing Balance at 30 June 2024</b>		<b>32,260</b>	<b>32,260</b>	<b>31,948</b>	<b>312</b>	<b>-</b>	<b>-</b>

**Statement of Changes in Equity for the quarter ended 30 June 2023**

	Note	Total equity S\$'000	Attributable to parent Sub-total S\$'000	Share capital S\$'000	Retained earnings S\$'000	Foreign currency translation reserve S\$'000	Non-controlling interests S\$'000
<b>Previous quarter</b>							
<b>Group</b>							
Opening balance at 1 April 2023		56,537	46,111	31,948	24,776	(10,613)	10,426
Total comprehensive income/(expenses) for the quarter		(929)	(808)	-	174	(982)	(121)
<b>Closing balance at 30 June 2023</b>		<b>55,608</b>	<b>45,303</b>	<b>31,948</b>	<b>24,950</b>	<b>(11,595)</b>	<b>10,305</b>
<b>Company</b>							
Opening balance at 1 April 2023		33,872	33,872	31,948	1,924	-	-
Total comprehensive expenses for the financial period		(81)	(81)	-	(81)	-	-
<b>Closing balance at 30 June 2023</b>		<b>33,791</b>	<b>33,791</b>	<b>31,948</b>	<b>1,843</b>	<b>-</b>	<b>-</b>

C. Condensed interim statements of changes in equity (continued)

**Statements of changes in equity for the six months ended 30 June 2024**

	Note	Total equity S\$'000	Attributable to parent sub-total S\$'000	Share capital S\$'000	Retained earnings S\$'000	Foreign currency translation reserve S\$'000	Non-controlling interests S\$'000
<b>Current period:</b>							
<b>Group</b>							
Opening balance at 1 January 2024		42,668	36,143	31,948	15,950	(11,755)	6,525
Total comprehensive loss for the financial period		(2,781)	(2,447)	-	(2,484)	37	(334)
<b>Closing balance at 30 June 2024</b>		<b>39,887</b>	<b>33,696</b>	<b>31,948</b>	<b>13,466</b>	<b>(11,718)</b>	<b>6,191</b>
<b>Company</b>							
Opening balance at 1 January 2024		32,396	32,396	31,948	448	-	-
Total comprehensive loss for the financial period		(136)	(136)	-	(136)	-	-
<b>Closing balance at 30 June 2024</b>		<b>32,260</b>	<b>32,260</b>	<b>31,948</b>	<b>312</b>	<b>-</b>	<b>-</b>

**Statements of changes in equity for the six months ended 30 June 2023**

	Note	Total equity S\$'000	Attributable to parent Sub-total S\$'000	Share capital S\$'000	Retained earnings S\$'000	Foreign currency translation reserve S\$'000	Non-controlling interests S\$'000
<b>Previous period:</b>							
<b>Group</b>							
Opening balance at 1 January 2023		56,707	46,323	31,948	24,765	(10,390)	10,384
Total comprehensive income/(expenses) for the period		(1,099)	(1,020)	-	185	(1,205)	(79)
<b>Closing balance at 30 June 2023</b>		<b>55,608</b>	<b>45,303</b>	<b>31,948</b>	<b>24,950</b>	<b>(11,595)</b>	<b>10,305</b>
<b>Company</b>							
Opening balance at 1 January 2023		33,910	33,910	31,948	1,962	-	-
Total comprehensive expenses for the period		(119)	(119)	-	(119)	-	-
<b>Closing balance at 30 June 2023</b>		<b>33,791</b>	<b>33,791</b>	<b>31,948</b>	<b>1,843</b>	<b>-</b>	<b>-</b>

D. Condensed consolidated statement of cash flows

	Note	Group			
		6 months ended 30 June			
		Q2 2024	Q2 2023	2024	2023
		S\$'000	S\$'000	S\$'000	S\$'000
<b>Operating activities:</b>					
(Loss)/Profit before income tax		(2,346)	272	(2,728)	396
Adjustments for:					
Amortisation of intangible assets	6	49	51	102	112
Depreciation of plant and equipment	6	75	100	152	204
Depreciation of right-of-use assets	6	81	82	161	166
Fair value loss on unquoted investments	6	2,094	19	1,923	19
Interest expense		26	22	35	29
Interest income		(19)	(31)	(45)	(64)
<b>Operating cash flow before changes in working capital</b>		<b>(40)</b>	<b>515</b>	<b>(400)</b>	<b>862</b>
Inventories		(0)	1	(1)	1
Trade and other receivables		(360)	1,007	(1,743)	1,809
Other non-financial assets		679	(671)	2,484	(624)
Trade and other payables		(682)	335	(1,319)	(968)
Other non-financial liabilities		279	133	458	(11)
<b>Net cash flows (used in)/from operations</b>		<b>(124)</b>	<b>1,320</b>	<b>(521)</b>	<b>1,069</b>
Income tax paid		(80)	(105)	(182)	(318)
<b>Net cash flows (used in)/from operating activities</b>		<b>(204)</b>	<b>1,215</b>	<b>(703)</b>	<b>751</b>
<b>Cash flows from investing activities:</b>					
Purchase of plant and equipment		(50)	(32)	(108)	(68)
Proceeds from disposal of unquoted investments		350	-	350	-
Investment in unquoted investments		-	(133)	-	(133)
Payment for development costs		(40)	(88)	(72)	(182)
Interest received		19	31	45	64
<b>Net cash flow used in from/(used in) investing activities</b>		<b>279</b>	<b>(222)</b>	<b>215</b>	<b>(319)</b>
<b>Cash flows from financing activities:</b>					
Cash restricted in use		(2)	149	(5)	(4)
Repayment of interest bearing borrowings		(846)	(852)	(846)	(852)
Lease liabilities principal portion paid		(79)	(93)	(163)	(192)
Interest expenses paid		(26)	(22)	(35)	(29)
<b>Net cash flows used in financing activities</b>		<b>(953)</b>	<b>(818)</b>	<b>(1,049)</b>	<b>(1,077)</b>
<b>Net change in cash and cash equivalents</b>		<b>(878)</b>	<b>175</b>	<b>(1,537)</b>	<b>(645)</b>
<b>Cash and cash equivalents at beginning of the financial year (Note 1)</b>		<b>7,831</b>	<b>10,011</b>	<b>8,662</b>	<b>10,831</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>		<b>39</b>	<b>(884)</b>	<b>(133)</b>	<b>(884)</b>
<b>Cash and cash equivalents at end of the financial period/year (Note 1)</b>		<b>6,992</b>	<b>9,302</b>	<b>6,992</b>	<b>9,302</b>

Explanatory Notes:

**Note 1**

	Group	
	6 months ended 30 June	
	2024	2023
	S\$'000	S\$'000
Cash and bank balances per statement of financial position	9,300	11,588
Less: Restricted deposits	(2,308)	(2,286)
Cash and cash equivalents per consolidated statement of cash flows	<b>6,992</b>	<b>9,302</b>

## E. Notes to the condensed interim consolidated financial statements

### 1. Corporate information

Captii Limited (the company) is incorporated in Singapore with limited liability. It is listed on Singapore Exchange Securities Trading Limited ("SGX-ST"). These condensed interim consolidated financial statements as at and for the financial period ended 30 June 2024 comprise the company and its subsidiaries (collectively, the group). The primary activities of the company are those of investment holding and the provision of management services.

The principal activities of the group are:

- a) Distribution of information technology and telecommunications products, research and development, software engineering, system integration, project management, and maintenance and support services for the telecommunications industry.
- b) Providing money lending services, credit profiling, pay-later solutions, and/or other incidental/relevant businesses to any telecommunications operators, service providers, enterprises, or entities of any descriptions.
- c) Provision of global roaming quality of services management solutions.
- d) Undertake investment in technology companies.
- e) Investment holding and the provision of management services.

### 2. Basis of Preparation

The condensed interim financial statements for the financial period ended 30 June 2024 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the group's financial position and performance of the group since the last annual financial statements for the year ended 31 December 2023.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

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

#### 2.1. New and amended standards adopted by the group

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

#### 2.2. Use of judgements and estimates

In preparing the condensed 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 critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is included in the following notes:

- \* Note 4 – revenue recognised over time
- \* Note 9 – fair value of unquoted investments
- \* Note 10 – impairment test of intangible assets and goodwill: key assumptions underlying recoverable amounts
- \* Note 12 – determination of fair value of investment property using significant unobservable inputs
- \* Note 15 – expected credit loss allowance on receivables

### 3. Seasonal operations

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

### 4. Segment and revenue information

The group is organised into the following main business segments:

- \* 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 investment holding and operational headquarters of the group.

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

#### 4.1. Reportable segments

##### Financial period ended 30 June 2024

	Unifiedcomms S\$'000	GlobeOSS S\$'000	Captii Ventures S\$'000	Others S\$'000	Elimination S\$'000	Group S\$'000
<b>Revenue:</b>						
-external	4,886	1,658	-	-	-	6,544
-inter-segment	-	231	-	25	(256)	-
<b>Revenue from external parties</b>	<b>4,886</b>	<b>1,889</b>	<b>-</b>	<b>25</b>	<b>(256)</b>	<b>6,544</b>
Cost of sales	(2,554)	(961)	-	(26)	232	(3,309)
<b>Gross profit</b>	<b>2,332</b>	<b>928</b>	<b>-</b>	<b>(1)</b>	<b>(24)</b>	<b>3,235</b>
<b>Other items of income:</b>						
Interest income	32	13	-	-	-	45
Other gains	61	(0)	107	3	(42)	129
<b>Other item of expenses:</b>						
Technical support expenses	(1,235)	(1,144)	-	(31)	38	(2,372)
Distribution costs	(464)	(311)	-	-	4	(771)
Administrative expenses	(472)	(201)	(36)	(358)	36	(1,031)
Other losses	38	(34)	(1,923)	(0)	(9)	(1,928)
Finance costs	(18)	(17)	-	-	-	(35)
<b>Profit/(Loss) before income tax</b>	<b>274</b>	<b>(766)</b>	<b>(1,852)</b>	<b>(387)</b>	<b>3</b>	<b>(2,728)</b>
Income tax expenses	(132)	(4)	-	(0)	-	(136)
<b>Profit/(Loss), net of tax</b>	<b>142</b>	<b>(770)</b>	<b>(1,852)</b>	<b>(387)</b>	<b>3</b>	<b>(2,864)</b>
<b>Profit/(Loss) for the year attributable to:</b>						
Owners of the company	142	(392)	(1,850)	(387)	3	(2,484)
Non-controlling interest	-	(378)	(2)	-	-	(380)
<b>Profit/(Loss) for the year</b>	<b>142</b>	<b>(770)</b>	<b>(1,852)</b>	<b>(387)</b>	<b>3</b>	<b>(2,864)</b>
<b>Other information</b>						
Depreciation of plant and equipment	(125)	(26)	-	(1)	-	(152)
Depreciation of right-of-use assets	(119)	(42)	-	-	-	(161)
Amortisation of intangible assets	(102)	-	-	-	-	(102)
Fair value gain on unquoted investments	-	-	(1,923)	-	-	(1,923)
<b>Other segment items</b>						
Capital expenditure						
- Plant and equipment	93	15	-	-	-	108
- Development costs	72	-	-	-	-	72

##### Financial period ended 30 June 2024

Segment assets	19,093	11,668	15,145	39,498	(42,680)	42,724
Unallocated assets						654
<b>Consolidated total assets</b>						<b>43,378</b>
Segment liabilities	4,785	1,480	10,261	3,548	(16,616)	3,458
Unallocated liabilities						33
<b>Consolidated total liabilities</b>						<b>3,491</b>



#### 4.1 Reportable segments (continued)

##### Financial period ended 30 June 2023

	Unifiedcomms S\$'000	GlobeOSS S\$'000	Captii Ventures S\$'000	Others S\$'000	Elimination S\$'000	Group S\$'000
<b>Revenue:</b>						
-external	6,337	3,851	-	-	-	10,188
-inter-segment	-	241	-	14	(255)	-
	<b>6,337</b>	<b>4,092</b>	<b>-</b>	<b>14</b>	<b>(255)</b>	<b>10,188</b>
Cost of sales	(3,712)	(2,272)	-	(27)	242	(5,769)
<b>Gross profit</b>	<b>2,625</b>	<b>1,820</b>	<b>-</b>	<b>(13)</b>	<b>(13)</b>	<b>4,419</b>
<b>Other items of income:</b>						
Interest income	32	32	-	-	-	64
Other gains	153	21	25	176	(240)	135
<b>Other item of expenses:</b>						
Technical support expenses	(1,243)	(978)	-	(35)	7	(2,249)
Distribution costs	(455)	(356)	-	-	5	(806)
Administrative expenses	(479)	(246)	(54)	(336)	32	(1,083)
Other losses	(255)	(1)	(19)	(1)	221	(55)
Finance costs	(10)	(19)	-	-	-	(29)
<b>Profit/(Loss) before income tax</b>	<b>368</b>	<b>273</b>	<b>(48)</b>	<b>(209)</b>	<b>12</b>	<b>396</b>
Income tax expenses	(58)	(39)	-	-	-	(97)
<b>Profit/(Loss), net of tax</b>	<b>310</b>	<b>234</b>	<b>(48)</b>	<b>(209)</b>	<b>12</b>	<b>299</b>
<b>Profit/(Loss) for the period attributable to:</b>						
Owners of the company	310	121	(49)	(209)	12	185
Non-controlling interest	-	113	1	-	-	114
<b>Profit/(Loss) for the period</b>	<b>310</b>	<b>234</b>	<b>(48)</b>	<b>(209)</b>	<b>12</b>	<b>299</b>
<b>Other information</b>						
Depreciation of plant and equipment	(162)	(41)	-	(1)	-	(204)
Depreciation of right-of-use assets	(122)	(44)	-	-	-	(166)
Amortisation of intangible assets	(279)	-	-	-	167	(112)
Fair value loss on unquoted investments	-	-	(19)	-	-	(19)
<b>Other segment items</b>						
Capital expenditure						
- Plant and equipment	65	3	-	-	-	68
- Development costs	182	-	-	-	-	182

##### Financial year ended 31 December 2023

Segment assets	20,252	13,581	17,208	41,391	(45,011)	47,421
Unallocated assets						654
<b>Consolidated total assets</b>						<b>48,075</b>
Segment liabilities	6,068	2,625	10,576	3,853	(17,748)	5,374
Unallocated liabilities						33
<b>Consolidated total liabilities</b>						<b>5,407</b>

#### 4.2. Disaggregation of revenue

The group's revenue can be divided into revenue generated from two types of contracts, as described below:

(a) System sales – 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.

(b) Managed services – 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 managed service contracts are system maintenance and technical support contracts with existing customers of the group.

##### Financial period ended 30 June 2024

	Unifiedcomms S\$'000	GlobeOSS S\$'000	Captii Ventures S\$'000	Others S\$'000	Elimination S\$'000	Group S\$'000
<b>Types of goods or service:</b>						
-System sales	495	343	-	-	-	838
-Managed service	4,391	1,315	-	-	-	5,706
<b>Total revenue</b>	<b>4,886</b>	<b>1,658</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,544</b>

All the contracts are less than 12 months, and majority of the contracts are recognised over time. Customers are mainly companies in the telecommunication industry.

##### **Geographical information:**

-South East Asia #	4,740	1,658	-	-	-	6,398
-South Asia	41	-	-	-	-	41
-Middle East & Africa	105	-	-	-	-	105
-Others	-	-	-	-	-	-
	<b>4,886</b>	<b>1,658</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,544</b>

##### (#) South East Asia included

-Singapore	330	-	-	-	-	330
-Malaysia	4,278	1,457	-	-	-	5,735
-Others	132	201	-	-	-	333
	<b>4,740</b>	<b>1,658</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,398</b>

##### Financial period ended 30 June 2023

	Unifiedcomms S\$'000	GlobeOSS S\$'000	Captii Ventures S\$'000	Others S\$'000	Elimination S\$'000	Group S\$'000
<b>Types of goods or service:</b>						
-System sales	552	2,818	-	-	-	3,370
-Managed service	5,785	1,033	-	-	-	6,818
<b>Total revenue</b>	<b>6,337</b>	<b>3,851</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,188</b>

All the contracts are less than 12 months, and majority of the contracts are recognised over time. Customers are mainly companies in the telecommunication industry.

##### **Geographical information:**

-South East Asia #	6,185	3,851	-	-	-	10,036
-South Asia	51	-	-	-	-	51
-Middle East & Africa	101	-	-	-	-	101
-Others	-	-	-	-	-	-
	<b>6,337</b>	<b>3,851</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,188</b>

##### (#) South East Asia included

-Singapore	252	-	-	-	-	252
-Malaysia	5,723	3,375	-	-	-	9,098
-Others	210	476	-	-	-	686
	<b>6,185</b>	<b>3,851</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,036</b>

Revenue contribution from a single region is disclosed separately when it exceeds 20% of the group's revenue.

## 5. Financial assets and financial liabilities

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

	Note	Group		Company	
		As at	As at	As at	As at
		30/6/2024	31/12/2023	30/6/2024	31/12/2023
		S\$'000	S\$'000	S\$'000	S\$'000
<b>Financial assets</b>					
Financial assets at fair value through profit or loss	9	15,109	17,171	-	-
Cash and bank balances and trade and other receivables (Amortised cost)		19,708	19,627	8,389	9,043
		<b>34,816</b>	<b>36,798</b>	<b>8,389</b>	<b>9,043</b>
<b>Financial liabilities</b>					
Trade and other payables and borrowings (Amortised cost)		2,532	4,871	1,321	1,853

## 6. Profit before taxation

6.1. Significant items	Group		Group	
	Quarter ended 30 June		6 months ended 30 June	
	Q2 2024	Q2 2023	2024	2023
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Profit before income tax is stated after (charging)/crediting the following items:</b>				
Fair value loss on unquoted investments	(2,094)	(19)	(1,923)	(19)
Foreign exchange gain/ (loss), net	(18)	254	120	(33)
Amortisation of intangible assets	(49)	(51)	(102)	(112)
Depreciation of plant and equipment	(75)	(100)	(152)	(204)
Depreciation of right-of-use assets	(81)	(82)	(161)	(166)

## 6.2. Related party transactions

There are no material related party transactions apart from those disclosed elsewhere in the financial statements.

## 7. Taxation

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

	Group		Group	
	Quarter ended 30 June		6 months ended 30 June	
	Q2 2024	Q2 2023	2024	2023
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Components of tax expense recognised in profit and loss include:</b>				
Current tax expenses	(68)	(52)	(120)	(71)
Overseas withholding tax expenses	(8)	(14)	(16)	(26)
<b>Total income tax expenses</b>	<b>(76)</b>	<b>(66)</b>	<b>(136)</b>	<b>(97)</b>

## 8. Net asset value

	As at 30/6/2024	As at 31/12/2023	As at 30/6/2024	As at 31/12/2023
	Group cents	Group cents	Company cents	Company cents
Net asset value per ordinary share <sup>(1)</sup>	105.44	113.10	100.95	101.37

<sup>(1)</sup> 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.

## 9. Other financial assets

Financial assets at fair value through profit or loss comprise the following:

	Group	
	As at	As at
	30/6/2024	31/12/2023
	S\$'000	S\$'000
Balance is made up of:		
Unquoted investments at fair value through profit or loss	15,109	17,171

### 9.1. Fair value measurement

The group classifies financial assets measured at fair value using a fair value hierarchy which reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- Inputs other than quoted prices included within Level 1 which are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (Level 2); and
- Inputs for the assets or liability which are not based on observable market data (unobservable inputs) (Level 3)

For fair value measurements (Level 3) recognised in the statement of financial position, the group adopted the following valuation methodologies in estimating the fair values of the investments:

- Cost approach;
- Option Pricing Model; and
- Implied Enterprise Value

The group has the policy to regularly assess and evaluate the appropriate valuation methodologies in ascertaining the fair value of the investments.

The following table presented the assets measured at fair value:

	Level	Group	
		As at	As at
		30/6/2024	31/12/2023
		S\$'000	S\$'000
<b>Enterprise application technology</b>			
Unquoted convertible preference shares in Singapore	3	534	701
Unquoted convertible loan notes in Singapore	3	8,781	8,769
Unquoted convertible preference shares in Malaysia	3	129	129
Unquoted convertible preference shares in Indonesia	3	1,366	3,377
<b>Marketplace technology</b>			
Unquoted convertible loan notes in Vietnam	3	4,299	4,195
<b>Total other financial assets</b>		<b>15,109</b>	<b>17,171</b>

### 10. Intangible assets

	Group			
	Deferred development costs	Intellectual property	Goodwill	Total
	S\$'000	S\$'000	S\$'000	S\$'000
<b>At 31 December 2023</b>				
Cost	8,875	17	9,209	18,101
Accumulated amortisation and impairment	(8,074)	(17)	(7,114)	(15,205)
Net book amount	<b>801</b>	-	<b>2,095</b>	<b>2,896</b>
<b>6 months ended 30 June 2024</b>				
Opening net book amount	801	-	2,095	2,896
Additions	72	-	-	72
Amortisation charge	(102)	-	-	(102)
Foreign exchange adjustments	2	-	1	3
Closing net book amount	<b>771</b>	-	<b>2,096</b>	<b>2,867</b>
<b>At 30 June 2024</b>				
Cost	8,947	17	9,211	18,175
Accumulated amortisation and impairment	(8,174)	(17)	(7,115)	(15,306)
Net book amount	<b>771</b>	-	<b>2,096</b>	<b>2,867</b>

#### 10.1 Deferred development costs

Deferred development costs mainly comprise staff costs, operating expenses and depreciation expenses for the development of the group's proprietary software and these have an average remaining amortisation period of 2 years (2023: 2 years).

#### 10.2 Intellectual property

Intellectual property comprises rights and titles relating to mobile software.

#### 10.3 Goodwill

Goodwill acquired through business combination has been allocated to its subsidiaries, Unified Communications Pte Ltd, Postpay Asia Sdn Bhd, Postpay Sdn Bhd, Postpay Technology Sdn Bhd, Adzentrum Sdn Bhd, Unified Communications (Private) Limited and Ahead Mobile Sdn Bhd for the purpose of impairment testing. The carrying amount is disclosed above.

An impairment loss is the amount by which the carrying amount of an asset or a cash-generating unit ("CGU") exceeds its recoverable amount. The recoverable amount of an asset or a CGU is the higher of its fair value less costs of disposal or its value-in-use. The recoverable amount of the CGU has been measured based on the value-in-use method.

The value-in-use was determined by management using discounted cash flows to be generated from the continuing use of the CGU. Value in use as at 30 June 2024 was determined similarly to the 31 December 2023 goodwill impairment test, and was based on the following key assumptions:

Unobservable inputs	As at	As at
	30/6/2024	31/12/2023
Estimated discount rates that reflect current market assessments at the risks specific to the CGU	14.68%	14.68%
Growth rates based on management estimate forecasts and not exceeding the average long-term growth rate for the relevant markets	2%	2%
Cash flow forecasts derived from the most recent financial budgets and plans approved by management	5 Years	5 Years

The value-in-use is a recurring fair value measurement (Level 3).

## 11. Plant and equipment

	Group			
	Computers, telecommunications, research and development equipment	Office equipment, furniture, motor vehicle and renovation	Right-of-use assets	Total
	S\$'000	S\$'000	S\$'000	S\$'000
<b>At 31 December 2023</b>				
Cost	8,569	181	1,161	9,911
Accumulated amortisation and impairment	(8,062)	(136)	(514)	(8,712)
Net book amount	<b>507</b>	<b>45</b>	<b>647</b>	<b>1,199</b>
<b>6 months ended 30 June 2024</b>				
Opening net book amount	507	45	647	1,199
Additions	91	17	-	108
Depreciation charge	(129)	(23)	(161)	(313)
Foreign exchange adjustments	-	-	-	-
Closing net book amount	<b>469</b>	<b>39</b>	<b>486</b>	<b>994</b>
<b>At 30 June 2024</b>				
Cost	8,670	199	1,162	10,031
Accumulated depreciation and impairment	(8,201)	(160)	(676)	(9,037)
Net book amount	<b>469</b>	<b>39</b>	<b>486</b>	<b>994</b>

During the financial period ended 30 June 2024, the group acquired assets amounting to S\$108,000 (31 December 2023: S\$192,000). There are no material capital commitments at 30 June 2024.

## 12. Investment property

The group's investment property represents a commercial property, held for long-term rental yield and/or capital appreciation and is not substantially occupied by the group.

	Group	
	As at 30/6/2024	As at 31/12/2023
	S\$'000	S\$'000
<b>Cost</b>		
Beginning of financial year	2,277	2,415
Currency translation differences	1	(138)
End of financial period/year	<b>2,278</b>	<b>2,277</b>
<b>Fair value loss movement</b>		
Beginning of financial year	382	405
Currency translation differences	-	(23)
End of financial period/year	<b>382</b>	<b>382</b>
<b>Net book value</b>	<b>1,896</b>	<b>1,895</b>

### 12.1 Valuation

The fair value of the investment property was measured at the end of every year based on the highest and best use method to reflect the actual market state and circumstances as of the end of the reporting year. The fair value was based on a valuation made by an external, independent and qualified professional valuer. There has been no change to the valuation technique during the period/year.

For fair value measurements categorised within Level 3 of the fair value hierarchy, a description of the valuation techniques and the significant other observable inputs used in the fair value measurement are as follows

Valuation technique for recurring fair value measurements	Comparison with market evidence of recent transaction prices for similar properties.
Significant observable inputs	Price per square foot. S\$234
Sensitivity on management's estimates – 10% variation from estimate	Impact – lower by S\$189,000; higher by S\$189,000

### 13. Borrowings

	Group	
	As at	As at
	30/6/2024	31/12/2023
	S\$'000	S\$'000
<b>Amount repayable within one year or on demand</b>		
Secured	-	846
Unsecured	-	-

#### Details of any collateral

The company has issued financial guarantees to the financial institutions for the following facilities granted to the group's subsidiary:-

- 1) A facility with outstanding amount of Nil (2023: S\$846,000), that is secured by fixed deposits of the subsidiary amounting to approximately S\$1,991,000 (2023: S\$1,987,000) and covered by a personal guarantee of a director of the subsidiary, and corporate guarantee of the company of S\$1,781,000 (2023: S\$1,781,000).

As at the end of the financial period/year, the outstanding facilities covered by the guarantee were Nil (2023: S\$846,000).

The fair value of these guarantees at 30 June 2024 was insignificant.

### 14. Share Capital

	30/6/2024		31/12/2023	
	Number of shares	Amount	Number of shares	Amount
	000	S\$'000	000	S\$'000
<b>Group and Company</b>				
Ordinary shares of no par value:				
Balance at beginning and end of the period/year	31,957	31,948	31,957	31,948

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

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

### 15. Expected credit loss allowance on receivables

There has been no change to the expected credit losses approach and assumptions as compared to previous financial year. As at 30 June 2024, no significant loss allowance was provided for the reporting period.

### 16. Subsequent events

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

## OTHER INFORMATION

### 1. Review

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

### 2. Review of performance of the group

#### **2.1 Review of performance of the group for the second quarter ended 30 June 2024 as compared to corresponding quarter ended 30 June 2023**

##### *Group revenue*

The group recorded consolidated revenue of S\$3.535 million for the quarter ended 30 June 2024 ("Q2 2024"), a 31.1% decrease against the revenue recorded in the corresponding quarter ended 30 June 2023 ("Q2 2023"). The decline in group revenue for Q2 2024 is attributable to lower revenue recorded by both GlobeOSS and Unifiedcomms.

GlobeOSS recorded revenue of S\$0.85 million in Q2 2024, a decrease of 55.9% from the S\$1.926 million recorded in Q2 2023. This decrease in revenue was due to lower system sale contract revenues.

Unifiedcomms recorded revenue of S\$2.685 million in Q2 2024, a decrease of 16.1% from the S\$3.201 million recorded in Q2 2023. This decrease in revenue was due to lower system sale contract revenues and managed service contract revenues.

The group's sales mix in Q2 2024 showed an increase in the proportionate contribution of revenue of a recurring nature, with revenue from managed service contracts representing 83.9% of the group's total revenue in Q2 2024 as compared to 65% in Q2 2023. The higher contribution of managed service contracts to the group's sales mix in Q2 2024 was mainly attributable to a 68.2% drop in system sale contract revenues of GlobeOSS from S\$1.793 million in Q2 2023 to S\$0.571 million in Q2 2024.

##### *Group gross profit and gross profit margins*

The group posted gross profit of S\$1.86 million in Q2 2024, a decline of 10.9% from the S\$2.089 million recorded in Q2 2023. The decline in group gross profit for Q2 2024 is due to the flow-down effect of lower group revenue. Gross profit margin was however higher at 52.6% as compared to 40.7% in Q2 2023.

The increase in group gross profit margin is mainly attributable to the higher gross profit margin on system sale contract revenues of 89.8% in Q2 2024, versus the 34.7% recorded in Q2 2023. This improvement in system sale contract gross profit margin is attributable to lower proportionate contribution of system sale contract revenues by GlobeOSS, which generally yield lower gross profit margin as a result of its typically higher third party costs. In addition, GlobeOSS system sale contracts delivered higher gross profit margin in Q2 2024, due to lower third-party component costs incurred in the current quarter.

Gross profit margin recorded by the group on its managed service contract revenues also increased to 45.5% in Q2 2024 from 44% in Q2 2023. This improvement in managed service contract gross profit margin is attributable to the lower revenue contribution of certain lower-margin managed service contracts.

##### *Interest income*

The group recorded interest income of S\$0.019 million in Q2 2024, slightly lower than the S\$0.031 million recorded in Q2 2023.

##### *Other gains and other item of expense*

The group recorded net total expenses of S\$4.225 million in Q2 2024, 128.5% higher than the S\$1.848 million incurred in Q2 2023. This is mainly attributable:-

- \* Higher fair value loss of S\$2.094 million assessed on the group's venture investment portfolio in Q2 2024 as compared to fair value loss of S\$0.019 million recorded in Q2 2023; and
- \* Higher net foreign exchange loss as a result of an unfavourable exchange rate movement of MYR against SGD, the group's reporting currency.

##### *Net (loss)/profit and (LBITDA)/EBITDA*

The group recorded a net loss of S\$2.422 million and LBITDA of S\$2.134 million in Q2 2024 as compared to S\$0.206 million in net profit and S\$0.496 million in EBITDA in Q2 2023. The net loss and LBITDA results recorded in Q2 2024 are mainly attributable to the flow-down effects of lower revenue and higher net total expenses, though partly mitigated by higher gross profit margin.

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

### 2.1 Review of performance of the group for the second quarter ended 30 June 2024 as compared to corresponding quarter ended 30 June 2023 (continued)

#### Detailed segmental breakdown of group revenue and gross profit

The detailed segmental breakdown of the group's revenue and gross profit for Q2 2024, together with comparative results for Q2 2023 is provided below:

Table 2.1: Group consolidated revenue as analysed by business unit for the quarter ended 30 June

	Q2 2024 S\$'000	Sales mix %	Q2 2023 S\$'000	Sales mix %
Unifiedcomms	2,685	76.0	3,201	62.4
GlobeOSS	850	24.0	1,926	37.6
Captii Ventures	-	-	-	-
Others	-	-	-	-
<b>Total</b>	<b>3,535</b>	<b>100.0</b>	<b>5,127</b>	<b>100.0</b>

Table 2.2: Group consolidated revenue as analysed by contract type for the quarter ended 30 June

External Sales	Q2 2024			Q2 2023		
	System Sale (1)	Managed Service (2)	Group	System Sale (1)	Managed Service (2)	Group
Revenue	571	2,964	3,535	1,793	3,334	5,127
Gross Profit	513	1,347	1,860	623	1,466	2,089
Gross Profit (%)	89.8%	45.5%	52.6%	34.7%	44.0%	40.7%

Table 2.3: Group net total expenses for the quarter ended 30 June

	Group	
	Q2 2024 S\$'000	Q2 2023 S\$'000
Other gains	(182)	21
Technical support expenses	(1,164)	(1,116)
Distribution costs	(398)	(419)
Administrative expenses	(530)	(546)
Other losses	(1,925)	234
Finance cost	(26)	(22)
<b>Net total expenses</b>	<b>(4,225)</b>	<b>(1,848)</b>



## 2. Review of performance of the group

### 2.2 Review of performance of the group for the six months ended 30 June 2024 as compared to corresponding financial period ended 30 June 2023

#### *Group revenue*

The group recorded consolidated revenue of S\$6.544 million for the six months ended 30 June 2024 ("6M 2024"), a 35.8% decrease against the revenue recorded in the corresponding period ended 30 June 2023 ("6M 2023"). The decline in group revenue for 6M 2024 is attributable to lower revenue recorded by both GlobeOSS and Unifiedcomms.

GlobeOSS recorded revenue of S\$1.658 million in 6M 2024, a decrease of 56.9% from the S\$3.851 million recorded in 6M 2023. This decrease in revenue was due to lower system sale contract revenues.

Unifiedcomms recorded revenue of S\$4.886 million in 6M 2024, a decrease of 22.9% from the S\$6.337 million recorded in 6M 2023. This decrease in revenue was due to lower system sale contract revenues and managed service contract revenues.

The group's sales mix in 6M 2024 showed an increase in the proportionate contribution of revenue of a recurring nature, with revenue from managed service contracts representing 87.2% of the group's total revenue in 6M 2024 as compared to 66.9% in 6M 2023. The higher contribution of managed service contracts to the group's sales mix in 6M 2024 was mainly attributable to a 75.1% drop in system sale contract revenues of both GlobeOSS and Unifiedcomms from S\$3.37 million in 6M 2023 to S\$0.838 million in 6M 2024.

#### *Gross profit and gross profit margins*

The group posted gross profit of S\$3.235 million in 6M 2024, a decline of 26.8% from the S\$4.419 million recorded in 6M 2023. The decline in group gross profit for 6M 2024 is due to the flow-down effect of lower group revenue. Gross profit margin was however higher at 49.4% as compared to 43.4% in 6M 2023.

The increase in group gross profit margin is mainly attributable to the higher gross profit margin on system sale contract revenues of 86% in 6M 2024, versus the 42.3% recorded in 6M 2023. This improvement in system sale contract gross profit margin is attributable to lower proportionate contribution of system sale contract revenues by GlobeOSS, which generally yield lower gross profit margin as a result of its typically higher third party costs. In addition, GlobeOSS system sale contracts delivered higher gross profit margin in 6M 2024, due to lower third-party component costs incurred in the current period.

#### *Interest income*

The group recorded interest income of S\$0.045 million in 6M 2024, slightly lower than the S\$0.064 million recorded in 6M 2023.

#### *Other gains and other item of expense*

The group recorded net total expenses of S\$6.008 million in 6M 2024, 47% higher than the S\$4.087 million incurred in 6M 2023. This is mainly attributable to:-

- \* Higher fair value loss of S\$1.923 million assessed on the group's venture investment portfolio in 6M 2024 as compared to fair value loss of S\$0.019 million recorded in 6M 2023; and
- \* Higher technical support expenses, due to an increase in headcount at both GlobeOSS and Unifiedcomms.

The above impact was partly mitigated by higher net foreign exchange gain as a result of favourable exchange rate movement of USD against SGD, the group's reporting currency.

#### *Net (loss)/profit and (LBITDA)/EBITDA*

The group recorded a net loss of S\$2.864 million and LBITDA of S\$2.323 million in 6M 2024 as compared to S\$0.299 million in net profit and S\$0.843 million in EBITDA in 6M 2023. The net loss and LBITDA results recorded in 6M 2024 are mainly attributable to the flow-down effects of lower revenue and higher net total expenses, though partly mitigated by higher gross profit margin.

2. Review of performance of the group (continued)

**2.2 Review of performance of the group for the six months ended 30 June 2024 as compared to corresponding financial period ended 30 June 2023 (continued)**

*Detailed segmental breakdown of group revenue and gross profit*

The detailed segmental breakdown of the group's revenue and gross profit for 6M 2024, together with comparative results for 6M 2023 is provided below:

Table 2.4: Group revenue as analysed by business unit for the six months ended 30 June

	2024 S\$'000	Sales mix %	2023 S\$'000	Sales mix %
Unifiedcomms	4,886	74.7	6,337	62.2
GlobeOSS	1,658	25.3	3,851	37.8
Captii Ventures	-	-	-	-
Others	-	-	-	-
<b>Total</b>	<b>6,544</b>	<b>100.0</b>	<b>10,188</b>	<b>100.0</b>

Table 2.5: Group revenue as analysed by contract type for the six months ended 30 June

External sales	2024			2023		
	System sale (1)	Managed service (2)	Group	System sale (1)	Managed service (2)	Group
Revenue	838	5,706	6,544	3,370	6,818	10,188
Gross profit	721	2,514	3,235	1,427	2,992	4,419
Gross profit (%)	86.0%	44.1%	49.4%	42.3%	43.9%	43.4%

Table 2.6: Group net total expenses for the six months ended 30 June

	Group	
	2024 S\$'000	2023 S\$'000
Other gains	129	135
Technical support expenses	(2,372)	(2,249)
Distribution costs	(771)	(806)
Administrative expenses	(1,031)	(1,083)
Other losses	(1,928)	(55)
Finance cost	(35)	(29)
<b>Net total expenses</b>	<b>(6,008)</b>	<b>(4,087)</b>

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

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

Non-cash current assets of the group decreased from S\$13.295 million as at 31 December 2023 to S\$12.558 million as at 30 June 2024. This 5.5% decrease in non-cash current assets was mainly due to a decrease in other non-financial assets, which comprised the contract assets and costs related to those uncompleted revenue projects. The reduction of such assets is attributable to the decrease in revenue.

Total non-current assets of the group decreased from S\$23.815 million as at 31 December 2023 to S\$21.52 million as at 30 June 2024. This decrease of 9.7% in non-current assets is attributable to a decrease in venture investments of the group, following a reduction in fair value of S\$1.923 million in the group's venture investment portfolio recorded as other financial assets and disposal of one venture investment in the reporting period.

Total liabilities of the group decreased from S\$5.407 million as at 31 December 2023 to S\$3.491 million as at 30 June 2024. This 35.4% decrease in total liabilities is attributable to the decrease in trade and other payables following repayments made in the reporting period.

### **2.4 Review of the group's cash flow for the quarter and six months ended 30 June 2024 as compared to the corresponding quarter ended 30 June 2023**

The group's net cash flow used in operations for Q2 2024 was S\$0.124 million, in contrast with the net cash flow from operations of S\$1.32 million in Q2 2023. The net cash used in operations was primarily due to a unfavourable change in working capital of S\$0.084 million for Q2 2024, in contrast with the favourable change in working capital of S\$0.805 million for Q2 2023.

The group's net cash flow used in operations for 6M 2024 was S\$0.521 million, in contrast with the net cash flow from operations of S\$1.069 million in 6M 2023. The net cash used in operations was primarily due to a net loss of S\$2.728 million for 6M 2024, in contrast with a net profit of S\$0.396 million for 6M 2023.

The group's net cash flow from investing activities for Q2 2024 was S\$0.279 million, in contrast with the net cashflow used in investing activities of S\$0.222 million recorded in Q2 2023. This was primarily due to proceed from disposal of a venture investment in Q2 2024.

The group's net cash flow from investing activities for 6M 2024 was S\$0.215 million, in contrast with the net cashflow used in investing activities of S\$0.319 million recorded in Q2 2023. This was primarily due to proceed from disposal of a venture investment in 6M 2024.

The group's net cash flow used in financing activities for Q2 2024 amounted to S\$0.953 million as compared to S\$0.818 million for Q2 2023. The higher net cash used in financing activities was mainly due to absence of withdrawal of restricted deposits placed as performance bonds for new system sale contracts requirement.

The group's net cash flow used in financing activities for 6M 2024 was S\$1.049 million, flat against what was recorded in 6M 2023.

### **3. 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.

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

The outlook of Unifiedcomms and GlobeOSS has been challenging, especially within the telecommunication industry, where the impact of the diminished performance of certain major managed service contracts, followed by intensified pricing pressure and delays in securing certain large system sale contracts and managed service, is adversely affecting the business of Unifiedcomms and GlobeOSS, resulting in a below-expected performance in the financial period under review. On the business front, both Unifiedcomms and GlobeOSS 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. The possibility remains however, that larger system sale contracts and certain managed service contracts that have yet to be committed in the financial year under review, may be further deferred, or even abandoned entirely if industry conditions worsen or do not improve significantly enough.

At Captii Ventures, the group's venture investment business, the climate for business development and funding continues to be challenging for start-ups in certain industries. This weak market environment resulted in a material reduction in the fair value of Captii Ventures' investment portfolio, translating to a fair value loss of S\$2.094 million in the quarter under review.

Against this negative industry backdrop for the future, the group remains optimistic and will continue to work closely with customers and investees, to minimise the negative impact on group financial performance.

**5. Dividend information****5a. Current financial period reported on**

Any dividend declared for the current financial period reported on? None

**5b. Corresponding period of the immediate preceding financial year**

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

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)

**5c. Date payable**

Not applicable.

**5d. Books closure date**

Not applicable.

**6. Interested person transactions**

Name of the interested person	Nature of relationship	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)	
		6 months ended 30 June		6 months ended 30 June	
		2024 S\$'000	2023 S\$'000	2024 S\$'000	2023 S\$'000
Temasya House Sdn Bhd	A subsidiary of Advance Synergy Realty Sdn. Bhd. (a subsidiary of Advance Synergy Berhad, the group's ultimate holding corporation)	97	101	Nil	Nil

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

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

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

Confirmation by the board

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

On behalf of the board of directors

**Wong Tze Leng**  
Executive Chairman

**Anton Syazi Ahmad Sebi**  
Executive Director

Singapore  
7 August 2024