



Part I INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

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

	<u>6 months ended</u>		<u>Group</u>	<u>12 months ended</u>		<u>Increase/</u>
	<u>31/12/2021</u>	<u>31/12/2020</u>	<u>(decrease)</u>	<u>31/12/2021</u>	<u>31/12/2020</u>	<u>(decrease)</u>
	<u>S\$'000</u>	<u>S\$'000</u>	<u>%</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>%</u>
Revenue	21,457	20,856	2.9	42,532	47,215	(9.9)
Other income (Note 1(a)(i))	1,082	2,548	(57.5)	3,760	5,110	(26.4)
Cost of inventories and consumables used	(375)	(408)	(8.1)	(767)	(885)	(13.3)
Staff costs	(13,064)	(13,533)	(3.5)	(25,961)	(27,684)	(6.2)
Depreciation expenses (Note 1(a)(ii))	(2,093)	(2,046)	2.3	(4,087)	(3,882)	5.3
Other operating expenses	(8,032)	(7,162)	12.1	(15,939)	(18,132)	(12.1)
Impairment loss on financial assets	(17)	(27)	(37.0)	(20)	(37)	(45.9)
Impairment loss on property, plant and equipment (Note 1(a)(iii))	(726)	-	N.M.	(726)	-	N.M.
(Loss)/Profit from operations	(1,768)	228	N.M.	(1,208)	1,705	N.M.
Finance costs (Note 1(a)(iv))	(91)	(91)	0.0	(179)	(178)	0.6
(Loss)/Profit before taxation	(1,859)	137	N.M.	(1,387)	1,527	N.M.
Income tax credit (Note 1(a)(v))	903	462	95.5	703	239	N.M.
(Loss)/Profit for the year	(956)	599	N.M.	(684)	1,766	N.M.
(Loss)/Profit for the year	(956)	599	N.M.	(684)	1,766	N.M.
Other comprehensive income after tax	-	-	-	-	-	-
Total comprehensive (loss)/income	(956)	599	N.M.	(684)	1,766	N.M.
Total comprehensive income attributable to:						
Equity holders of the Company	(956)	599	N.M.	(684)	1,766	N.M.
Non-controlling interests	-	-	-	-	-	-
Total comprehensive (loss)/income	(956)	599	N.M.	(684)	1,766	N.M.
(Loss)/Earnings per share attributable to equity holders of the Company (expressed in cents per share)						
- Basic	(0.72)	0.45		(0.52)	1.33	
- Diluted	(0.72)	0.45		(0.52)	1.33	

N.M.: Not meaningful

Explanatory notes:

	<u>Group</u>			
	<u>6 months ended</u>		<u>12 months ended</u>	
	<u>31/12/2021</u>	<u>31/12/2020</u>	<u>31/12/2021</u>	<u>31/12/2020</u>
	S\$'000	S\$'000	S\$'000	S\$'000
Note 1 (a)(i) Other income				
Interest income	35	73	37	134
Rental income	12	11	23	22
Late payment charges received	14	15	19	27
Government grants	934	2,410	3,562	4,711
Gain on disposal of property, plant and equipment	24	12	33	120
Other miscellaneous income	63	27	86	96
	<u>1,082</u>	<u>2,548</u>	<u>3,760</u>	<u>5,110</u>

Note 1 (a)(ii) Depreciation expenses increased for the full year ended 31 December 2021 ("FY2021") mainly due to additions of right-of-use assets for the contract cleaning segment.

Note 1 (a)(iii) Impairment loss on property, plant and equipment relates to impairment of mobile garbage bins for the waste disposal segment.

Note 1 (a)(iv) Finance costs for FY2021 relates to the interest expense on lease liabilities following the adoption of SFRS(I) 16 on 1 January 2019.

Note 1 (a)(v) Tax credit increased for FY2021 mainly due to over provision of current income tax liabilities arising from the utilisation of tax losses under the group relief tax system for taxable profits pertaining to year ended 31 December 2020.

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

	<u>Group</u>		<u>Company</u>	
	<u>31/12/2021</u>	<u>31/12/2020</u>	<u>31/12/2021</u>	<u>31/12/2020</u>
	S\$'000	S\$'000	S\$'000	S\$'000
Assets				
Non-Current Assets				
Property, plant and equipment	14,209	17,461	-	-
Investment in subsidiaries	-	-	4,589	4,589
	<u>14,209</u>	<u>17,461</u>	<u>4,589</u>	<u>4,589</u>
Current Assets				
Inventories	130	118	-	-
Trade and other receivables	7,636	7,582	17,373	9,373
Tax recoverable	80	-	-	-
Deposits	116	150	-	*
Prepayments	208	246	3	3
Cash and cash equivalents	16,826	16,935	3,552	1,749
	<u>24,996</u>	<u>25,031</u>	<u>20,928</u>	<u>11,125</u>
Total assets	<u>39,205</u>	<u>42,492</u>	<u>25,517</u>	<u>15,714</u>

*.: Less than S\$1,000

	<u>Group</u>		<u>Company</u>	
	<u>31/12/2021</u> S\$'000	<u>31/12/2020</u> S\$'000	<u>31/12/2021</u> S\$'000	<u>31/12/2020</u> S\$'000
Equity and Liabilities				
Capital and reserves				
Share capital	14,524	14,524	14,524	14,524
Retained profits	15,751	16,435	10,895	1,097
Total equity	<u>30,275</u>	<u>30,959</u>	<u>25,419</u>	<u>15,621</u>
Non-Current Liabilities				
Deferred tax liabilities	1,003	1,269	-	-
Lease liabilities	2,665	2,857	-	-
Provision	740	740	-	-
	<u>4,408</u>	<u>4,866</u>	<u>-</u>	<u>-</u>
Current Liabilities				
Trade and other payables	3,707	3,676	48	43
Deferred grant income	-	1,961	-	-
Accrual for directors' fees	50	50	50	50
Lease liabilities	765	496	-	-
Current tax payable	-	484	-	*
	<u>4,522</u>	<u>6,667</u>	<u>98</u>	<u>93</u>
Total liabilities	<u>8,930</u>	<u>11,533</u>	<u>98</u>	<u>93</u>
Total equity and liabilities	<u>39,205</u>	<u>42,492</u>	<u>25,517</u>	<u>15,714</u>

*.: Less than S\$1,000

- 1 (b)(ii) Aggregate amount of group's borrowings and debt securities.**
The Group did not have any borrowings and/or debt securities as at 31 December 2021 and 31 December 2020.

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

	<u>Group</u>	
	<u>31/12/2021</u> S\$'000	<u>31/12/2020</u> S\$'000
Cash Flows from Operating Activities		
(Loss)/Profit before taxation	(1,387)	1,527
Adjustments for:		
Depreciation of property, plant and equipment	4,087	3,882
Impairment loss on property, plant and equipment	726	-
Property, plant and equipment written off	100	234
Finance costs	179	178
Gain on disposal of property, plant and equipment	(33)	(120)
Interest income	(37)	(134)
Operating profit before working capital changes	<u>3,635</u>	<u>5,567</u>

	Group	
	12 months ended	
	31/12/2021	31/12/2020
	S\$'000	S\$'000
Changes in working capital		
Inventories	(12)	23
Trade and other receivables	(58)	3,310
Deposits and prepayments	72	(58)
Trade and other payables	31	(1,058)
Deferred grant income	(1,961)	1,961
Cash generated from operations	<u>1,707</u>	<u>9,745</u>
Interest received	41	253
Income tax paid	(127)	(388)
Net cash generated from operating activities	1,621	9,610
Cash Flows from Investing Activities		
Proceeds from disposal of property, plant and equipment	243	212
Acquisition of property, plant and equipment	(902)	(787)
Receipt of government grant relating to property, plant & equipment	-	53
Net cash used in investing activities	(659)	(522)
Cash Flows from Financing Activities		
Principal and interest repayments of lease liabilities	(1,071)	(813)
Dividend paid	-	(13,848)
Net cash used in financing activities	(1,071)	(14,661)
Net decrease in cash and cash equivalents	(109)	(5,573)
Cash and cash equivalents at beginning of the year	16,935	22,508
Cash and cash equivalents at the end of the year (Note A)	<u>16,826</u>	<u>16,935</u>

Note A

Cash and cash equivalents in the above condensed interim consolidated statement of cash flows comprise the following statement of financial position amounts:

	Group	
	31/12/2021	31/12/2020
	S\$'000	S\$'000
Fixed deposits	10,377	9,339
Cash and bank balances	6,449	7,596
Cash and cash equivalents	<u>16,826</u>	<u>16,935</u>

Reconciliation of liabilities arising from financing activities

	1 January 2021	Principal and interest payments	Non-Cash Changes			31 December 2021
			Finance costs	Additions	Termination	
			S\$	S\$	S\$	
Lease Liabilities	3,353	(1,071)	179	969	-	3,430

	1 January 2020	Principal and interest payments	Non-Cash Changes			31 December 2020
			Finance costs	Additions	Termination	
			S\$	S\$	S\$	
Lease Liabilities	3,313	(813)	178	675	-	3,353

1 (d)(i) **Condensed interim 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.**

The Group

	Share capital S\$'000	Retained profits S\$'000	Total S\$'000
Balance at 1 January 2021	14,524	16,435	30,959
Total comprehensive loss	-	(684)	(684)
Balance at 31 December 2021	<u>14,524</u>	<u>15,751</u>	<u>30,275</u>
Balance at 1 January 2020	14,524	28,517	43,041
Total comprehensive income	-	1,766	1,766
Dividend			
- tax-exempt (one-tier) final dividend of S\$0.0045 per share	-	(596)	(596)
- tax-exempt (one-tier) special dividend of S\$0.10 per share	-	(13,252)	(13,252)
Balance at 31 December 2020	<u>14,524</u>	<u>16,435</u>	<u>30,959</u>

The Company	Share capital S\$'000	Retained profits S\$'000	Total S\$'000
Balance at 1 January 2021	14,524	1,097	15,621
Total comprehensive income	-	9,798	9,798
Balance at 31 December 2021	<u>14,524</u>	<u>10,895</u>	<u>25,419</u>
Balance at 1 January 2020	14,524	1,179	15,703
Total comprehensive income	-	13,766	13,766
Dividend			
- tax-exempt (one-tier) final dividend of S\$0.0045 per share	-	(596)	(596)
- tax-exempt (one-tier) special dividend of S\$0.10 per share	-	(13,252)	(13,252)
Balance at 31 December 2020	<u>14,524</u>	<u>1,097</u>	<u>15,621</u>

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

There was no change in the Company's share capital since 30 June 2021 up to 31 December 2021. The Company does not have treasury shares, subsidiary holdings or any outstanding convertibles as at 31 December 2021 and 31 December 2020.

- 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 immediately preceding year.**

Total number of issued shares of the Company as at 31 December 2021 and 31 December 2020 was 132,522,560. The Company did not have any treasury shares as at 31 December 2021 and 31 December 2020.

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

Not applicable. The Company did not have treasury shares during and as at the end of FY2021.

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

Not applicable. The Company did not have any subsidiary holdings during and as at the end of FY2021.

Notes to the condensed interim consolidated financial statements

1 Corporate information

Colex Holdings Limited (the "Company") is listed on the Catalist board on the Singapore Exchange and was incorporated as a limited liability company and is domiciled in Singapore. The registered office is located at 541 Orchard Road #16-00, Liat Towers, Singapore 238881.

The principal activities of the Company are that of an investment holding company. The principal place of business is located at 8 Tuas South Street 13, Singapore 637083. The principal activities of its subsidiaries are that of refuse disposal and contract cleaning.

The immediate holding company is Bonvests Holdings Limited, whilst the ultimate holding company is Goldvein Holdings Pte. Ltd. Both companies are incorporated in Singapore.

2 Basis of preparation

The condensed interim financial statements for the full year ended 31 December 2021 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim financial information does 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 2020.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s.

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 interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2020.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

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

Impairment of property, plant and equipment (“PPE”)

Property, plant and equipment are reviewed for impairment whenever there is indication that the assets are impaired in accordance with the accounting policy. If any such indication exists, management will perform an impairment assessment by comparing the carrying amount of the related PPE against the recoverable amount. The recoverable amount is estimated based on the higher of value-in-use (“VIU”) and fair value less costs to sell (“FVLCTS”) of the asset.

For the financial year ended 31 December 2021, based on management’s assessment, the carrying amount of certain plant, equipment and containers in the waste disposal segment, exceeded the recoverable amount of \$4.3 million and as such, impairment losses of \$726,000 were recorded for the financial year. The recoverable amount was estimated based on fair value less costs to sell.

For the financial year ended 31 December 2021, based on management’s assessment, the recoverable amounts of the remaining PPE exceeded their respective carrying amounts and as such, no impairment losses were recorded for the financial year for the remaining PPE.

3 Seasonal operations

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

4 Revenue

4.1 Reportable segments

For management purposes, the Group is organised into the following reportable operating segments as follows:

- the waste disposal activities consist of provision of waste disposal services for domestic waste, commercial waste and industrial waste, sale and rental of equipment to customers and repair of waste compactors; and
- the contract cleaning includes provision of cleaning services.

Except as indicated above, there are no operating segments that have been aggregated to form the above reportable operating segments.

The directors of the Company monitor the operating results of its operating segments for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit and loss and is measured consistently with operating profit and loss in the consolidated financial statements.

Sales between operating segments are carried out at arm’s length. The revenue from external parties reported to the management is measured in a manner consistent with that in statement of comprehensive income.

	Waste disposal S\$'000	Contract cleaning S\$'000	Others ⁽¹⁾ S\$'000	Total S\$'000
1 July 2021 to 31 December 2021				
Segment Revenue				
External sales	9,780	11,677	-	21,457
Segment Result				
Earnings before interests, taxes, depreciation and amortisation ("EBITDA") ⁽²⁾	(1,216)	1,603	(97)	290
Interest income	1	34	0	35
Depreciation expenses	(1,570)	(523)	0	(2,093)
Finance costs	(76)	(15)	0	(91)
(Loss)/ Profit before taxation	(2,861)	1,099	(97)	(1,859)
Income tax credit				903
Loss after taxation				(956)
Other information				
Segment assets	19,749	15,900	3,556	39,205
Segment liabilities	6,167	2,665	98	8,930
Capital expenditure	322	722	-	1,044

Included in EBITDA for the waste disposal segment is an impairment loss for property, plant and equipment amounting to \$726,000.

1 July 2020 to 31 December 2020				
Segment Revenue				
External sales	8,813	12,043	-	20,856
Segment Result				
Earnings before interests, taxes, depreciation and amortisation ("EBITDA") ⁽²⁾	(472)	2,782	(109)	2,201
Interest income	5	68	-	73
Depreciation expenses	(1,583)	(463)	-	(2,046)
Finance costs	(81)	(10)	-	(91)
(Loss)/ Profit before taxation	(2,131)	2,377	(109)	137
Income tax expense				462
Profit after taxation				599
Other information				
Segment assets	24,577	16,161	1,754	42,492
Segment liabilities	6,923	4,516	94	11,533
Capital expenditure	273	630	-	903

⁽¹⁾ Others - Operations in this segment is solely the operation of the investment holding company, Colex Holdings Limited.

⁽²⁾ Segment result is defined as profit/(loss) before interest, depreciation and amortisation and tax.

	Waste disposal S\$'000	Contract cleaning S\$'000	Others ⁽¹⁾ S\$'000	Total
1 January 2021 to 31 December 2021				
Segment Revenue				
External sales	19,095	23,437	-	42,532
Segment Result				
Earnings before interests, taxes, depreciation and amortisation ("EBITDA") ⁽²⁾	(1,377)	4,421	(202)	2,842
Interest income	3	34	*	37
Depreciation expenses	(3,155)	(932)	-	(4,087)
Finance costs	(155)	(24)	-	(179)
(Loss)/ Profit before taxation	(4,684)	3,499	(202)	(1,387)
Income tax credit				703
Loss after taxation				(684)
Other information				
Segment assets	19,749	15,900	3,556	39,205
Segment liabilities	6,167	2,665	98	8,930
Capital expenditure	718	1,153	-	1,871

Included in EBITDA for the waste disposal segment is an impairment loss for property, plant and equipment amounting to \$726,000.

1 January 2020 to 31 December 2020

Segment Revenue

External sales	22,870	24,345	-	47,215
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Segment Result

Earnings before interests, taxes, depreciation and amortisation ("EBITDA") ⁽²⁾	365	5,322	(234)	5,453
Interest income	14	120	-	134
Depreciation expenses	(3,192)	(690)	-	(3,882)
Finance costs	(165)	(13)	-	(178)
(Loss)/ Profit before taxation	(2,978)	4,739	(234)	1,527
Income tax expense				239
Profit after taxation				1,766

Other information

Segment assets	24,577	16,161	1,754	42,492
Segment liabilities	6,923	4,516	94	11,533
Capital expenditure	724	684	-	1,408

⁽¹⁾ Others - Operations in this segment is solely the operation of the investment holding company, Colex Holdings Limited.

⁽²⁾ Segment result is defined as profit/(loss) before interest, depreciation and amortisation and tax.

*.: Less than S\$1,000

4.2

Disaggregation of revenue from contracts with customers:

The Group derives revenue from the transfer of services over time and at a point in time in the following major service lines.

	<u>Over time</u> S\$'000	<u>At a point in</u> S\$'000	<u>Total</u> S\$'000
<u>1 July 2021 to 31 December 2021</u>			
Waste disposal	9,780	-	9,780
Contract cleaning	11,460	217	11,677
	<u>21,240</u>	<u>217</u>	<u>21,457</u>
 <u>1 July 2020 to 31 December 2020</u>			
Waste disposal	8,813	-	8,813
Contract cleaning	11,949	94	12,043
	<u>20,762</u>	<u>94</u>	<u>20,856</u>
 <u>1 January 2021 to 31 December 2021</u>			
Waste disposal	19,095	-	19,095
Contract cleaning	23,061	376	23,437
	<u>42,156</u>	<u>376</u>	<u>42,532</u>
 <u>1 January 2020 to 31 December 2020</u>			
Waste disposal	22,870	-	22,870
Contract cleaning	23,996	349	24,345
	<u>46,866</u>	<u>349</u>	<u>47,215</u>

Geographical segments

The Group currently operates solely in Singapore.

Segment revenue and expense

All segment revenue and expense are directly attributable to the segments. There is no revenue from transactions with a single external customer that amounts to 10 per cent or more of the Group's revenue.

A breakdown of sales:

	Group		Increase/ (decrease) %
	<u>31/12/2021</u> S\$'000	<u>31/12/2020</u> S\$'000	
(a) Sales reported for first half financial year	21,075	26,359	(20.0)
(b) Operating profit after tax before deducting non-controlling interests reported for first half financial year	272	1,167	(76.7)
(c) Sales reported for second half financial year	21,457	20,856	2.9
(d) Operating profit after tax before deducting non-controlling interests reported for second half financial year	(956)	599	N.M.

Property, plant and equipment

	Leasehold land, building, site improvement and properties	Plant, equipment and containers	Office furniture and equipment	Motor vehicles	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<u>Cost</u>					
At 1 January 2020	10,002	13,407	302	15,906	39,617
Additions	642	655	64	47	1,408
Disposals	(387)	(672)	-	(181)	(1,240)
Write-off	-	(1,667)	(69)	(13)	(1,749)
At 31 December 2020	10,257	11,723	297	15,759	38,036
Additions	969	724	4	174	1,871
Reclassification	-	84	-	(84)	-
Disposals	(85)	(196)	-	(1,539)	(1,820)
Write-off	-	(618)	(2)	-	(620)
At 31 December 2021	11,141	11,717	299	14,310	37,467
<u>Accumulated depreciation and accumulated impairment losses</u>					
At 1 January 2020	2,718	8,151	274	8,213	19,356
Depreciation	1,112	1,233	22	1,515	3,882
Disposals	(386)	(640)	-	(122)	(1,148)
Write-off	-	(1,434)	(69)	(12)	(1,515)
At 31 December 2020	3,444	7,310	227	9,594	20,575
Depreciation	1,363	1,191	25	1,508	4,087
Reclassification	-	(69)	-	69	-
Disposals	(85)	(196)	-	(1,329)	(1,610)
Write-off	-	(518)	(2)	-	(520)
Impairment loss	-	726	-	-	726
At 31 December 2021	4,722	8,444	250	9,842	23,258
<u>Net book value</u>					
At 31 December 2021	6,419	3,273	49	4,468	14,209
At 31 December 2020	6,813	4,413	70	6,165	17,461

The leasehold land, building and site improvements relate to a single storey detached factory on the leasehold land with an area of 8,854 square metres at 8 Tuas South Street 13.

Additions for property, plant and equipment (excluding right-of-use assets) for FY2021 amounted to S\$902,000 (2020: S\$787,000).

6

Trade and other receivables

	<u>Group</u>		<u>Company</u>	
	31/12/21 S\$'000	31/12/20 S\$'000	31/12/21 S\$'000	31/12/20 S\$'000
Trade receivables				
- Third parties	7,662	7,069	-	-
Less: Loss allowance	(41)	(59)	-	-
Net trade receivables	<u>7,621</u>	<u>7,010</u>	<u>-</u>	<u>-</u>
Interest receivable	6	11	*	-
Amount owing by subsidiaries (non-trade)	-	-	17,372	9,372
Grant receivables	-	536	-	-
Staff Advance	5	8	-	-
Net GST receivables	1	1	1	1
Sundry receivables	3	16	-	*
Net other receivables	<u>15</u>	<u>572</u>	<u>17,373</u>	<u>9,373</u>
Total	<u>7,636</u>	<u>7,582</u>	<u>17,373</u>	<u>9,373</u>

The movements in credit loss allowance are as

Beginning of financial year	59	55
Write back of unutilised amount	-	(5)
Changes in credit risk	20	37
Receivables written off as uncollectible	(38)	(28)
End of financial year	<u>41</u>	<u>59</u>

*.: Less than S\$1,000

7

Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 December 2021 and 31 December 2020:

	<u>Group</u>		<u>Company</u>	
	31/12/21 S\$'000	31/12/20 S\$'000	31/12/21 S\$'000	31/12/20 S\$'000
<u>Financial assets</u>				
Financial assets, at amortised cost	24,577	24,666	20,924	11,121
<u>Financial liabilities</u>				
Financial liabilities, at amortised cost	6,419	6,301	98	93

8 Related party transactions

In addition to the information disclosed elsewhere in the financial statements, the following are significant transactions between the Group and related parties at agreed rates:

	<u>Group</u>	
	31/12/21	31/12/20
	S\$'000	S\$'000
With companies in which a director of the Company has interest		
- Contract cleaning revenue	203	194
With fellow subsidiaries		
- Contract cleaning revenue	553	465
- Waste disposal revenue	102	95

9 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 income statement are:

	<u>Group</u>			
	6 months ended		12 months ended	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
	S\$'000	S\$'000	S\$'000	S\$'000
Current income tax credit/(expense)	637	(76)	437	(299)
Deferred income tax credit relating to origination and reversal of temporary differences	266	538	266	538
	<u>903</u>	<u>462</u>	<u>703</u>	<u>239</u>

10 Dividends

	<u>Group</u>	
	31/12/2021	31/12/2020
	S\$'000	S\$'000
Ordinary dividends paid:		
- final tax-exempt (one-tier) dividend paid in respect of the previous financial year of S\$Nil (2020: S\$0.0045) per share	-	596
Special dividend paid:		
- exempt (one-tier) special dividend of S\$Nil per share (2020: S\$0.10)	-	13,252
	<u>-</u>	<u>13,848</u>

At the forthcoming Annual General Meeting, a final tax-exempt (one-tier) ordinary dividend of 0.45 Singapore cents per share and a special dividend of 7.55 Singapore cents per share amounting to a total of S\$10.602 million will be proposed. These financial statements do not reflect this dividend payable, which will be accounted for as a reduction in equity as a distribution of retained profits in the financial year ending 31 December 2022. The payment of these dividends will not have any tax consequence for the Group.

11 Net Asset Value

	<u>Group</u>		<u>Company</u>	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
Net asset value per ordinary share (Singapore cents)	22.85	23.36	19.18	11.79

The net asset value per ordinary share of the Group and Company as at 31 December 2021 were calculated based on the total issued number of ordinary shares (excluding treasury shares) of 132,522,560 (31 December 2020: 132,522,560).

12 Subsequent events

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

Other Information Required by Listing Rule Appendix 7C

1 Review

The condensed consolidated statement of financial position of Colex Holdings Limited and its subsidiaries as at 31 December 2021 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 six-month and twelve-month then ended and certain explanatory notes have not been audited or reviewed.

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

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

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

Not applicable.

3A Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion.

(a) Updates on the efforts taken to resolve each outstanding audit issues.

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

This is not required for any audit issue that is a material uncertainty relating to going concern.

Not applicable. The Group's latest financial statements for the financial period ended 31 December 2020 are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

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

Except as disclosed in Note 5 below, the same accounting policies and methods of computation as in the most recently audited annual financial statements for the financial year ended 31 December 2020 ("FY2020") have been applied.

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 adopted the new/revised SFRS(I)s that are effective for annual periods beginning on or after 1 January 2021. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective SFRS(I)s, SFRS(I) Interpretations and amendments to SFRS(I)s.

The new/revised SFRS(I) 3 Business Combination effective for annual periods beginning on or after 1 January 2021 did not result in any substantial changes to the Group's accounting policies and has no significant impact on the Group's financial statements for FY2021.

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.

	<u>Group</u>	
	<u>Financial year ended</u>	
	<u>31/12/2021</u>	<u>31/12/2020</u>
Based on weighted average number of ordinary shares in issue (Singapore cents)	(0.52)	1.33
On a fully diluted basis (Singapore cents)	(0.52)	1.33

As there were no potentially dilutive ordinary shares as at the end of the respective financial years above, the basic and diluted earnings per share are the same.

7 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

2H2021 vs 2H2020

Income Statement

The Group's revenue for 2H2021 increased by 2.9% to S\$21.457 million from S\$20.856 million in 2H2020. The increase was mainly due to more new contracts secured for the waste disposal segment, partially offset by the completion of some existing contracts and fewer new contracts secured for the contract cleaning segment.

The Group's other income for 2H2021 decreased by 57.5% to S\$1.082 million from S\$2.548 million in 2H2020 mainly due to the decrease in government grants recognised, especially the Jobs Support Scheme.

The Group's operating loss before tax for 2H2021 was S\$1.859 million as compared to 2H2020 operating profit before tax of S\$0.137 million. This was mainly due to the aforesaid lower other income, impairment of property, plant and equipment for the waste disposal segment and an increase in other operating expenses. The increase in other operating expenses arises mainly from the increase in dumping fees in-line with the increase in revenue and an increase in distillate expenses due to increase in distillate price for the waste disposal segment.

Operating profit before tax for the contract cleaning segment for 2H2021 decreased by 53.8% to S\$1.099 million from 2H2020 profit of S\$2.377 million. The decrease was mainly due to the lower revenue and government grants recognised, partially offset by the decrease in staff costs in-line with lower revenue. Operating loss for the waste disposal segment for 2H2021 of S\$2.861 million was S\$0.730 million higher than 2H2020 loss of S\$2.131 million. The increase in operating loss for the waste disposal segment was mainly due to the lower government grants recognised and impairment of property, plant and equipment.

FY2021 vs FY2020

Income Statement

The Group's revenue for FY2021 decreased by 9.9% to S\$42.532 million from S\$47.215 million in FY2020. The decrease was mainly due to the expiry of the public waste collection contract for Jurong sector which was completed on 31 March 2020 for the waste disposal segment and completion of some existing contracts and fewer new contracts secured for the contract cleaning segment.

The Group's other income for FY2021 decreased by 26.4% to S\$3.760 million from S\$5.110 million in FY2020 mainly due to the decrease in government grants recognised, especially the Jobs Support Scheme and foreign workers levy rebates, gain from disposal of equipment and interest income generated from fixed deposits.

The Group's operating loss before tax for FY2021 was S\$1.387 million as compared to FY2020 operating profit before tax of S\$1.527 million. This was mainly due to the aforesaid lower revenue and other income for both segments, higher depreciation expenses due to the addition of right-of-use assets for the contract cleaning segment, an impairment loss of property, plant and equipment for the waste disposal segment, partially offset by the decrease in staff costs and other operating expenses, in-line with the reduction in headcount and lower revenue for both segments.

Operating profit before tax for the contract cleaning segment for FY2021 decreased by 26.2% to S\$3.499 million from FY2020 profit of S\$4.739 million. The decrease was mainly due to the lower revenue and lower government grants recognised, an increase in depreciation expenses, partially offset by the decrease in cost of inventories and consumables, staff costs and other operating expenses. Operating loss for the waste disposal segment for FY2021 of S\$4.684 million was S\$1.706 million higher than FY2020 loss of S\$2.978 million. The increase in operating loss was mainly due to lower revenue arising from the expiry of the public waste collection contract for Jurong sector which was completed on 31 March 2020, decrease in other income comprising mainly the government grants recognised and gain from disposal of equipment, partially offset by the decrease in staff costs and other operating expenses, in-line with the decrease in revenue.

Statement of Financial Position

Non-current assets decreased by S\$3.252 million to S\$14.209 million as at 31 December 2021 mainly due to depreciation expenses, an impairment loss on property, plant and equipment, as well as written off and disposal of property, plant and equipment during FY2021, partially offset by the addition of right-of-use assets for the contract cleaning segment.

Current assets decreased by S\$0.035 million to S\$24.996 million as at 31 December 2021, mainly due to the decrease in grant receivables, partially offset by an increase in trade receivables. The increase in trade receivables was due to slow payment from some of the customers for both segments.

Non current liabilities decreased by S\$0.458 million to S\$4.408 million as at 31 December 2021, mainly due to the decrease in deferred income tax liabilities and lease liabilities. The decrease in lease liabilities was due to the reclassification to current liabilities as the Group's leases gradually approach maturity.

Current liabilities decreased by S\$2.145 million to S\$4.522 million as at 31 December 2021, mainly due to the deferred grant income from Singapore Government fully recognised in income statement in FY2021 and decrease in current tax payable due to transfer of the group relief within subsidiaries, partially offset by the increase in lease liabilities of S\$0.269 million and trade payables of S\$0.185 million. The increase in trade payable was mainly for the waste disposal segment because of higher upkeep of vehicles and equipment costs incurred just before year end.

The Group has a positive working capital of S\$20.474 million as at 31 December 2021.

Statement of Cash Flows

The Group has cash and cash equivalents amounting to S\$16.826 million as at 31 December 2021.

The net decrease in cash and cash equivalent of S\$0.109 million for FY2021 was a result of the net cash used in financing activities of S\$1.071 million for lease payments for the land used for the Group's waste disposal segment and also accommodation for workers in the contract cleaning segment, net cash used in investing activities of S\$0.659 million mainly for the additions of equipment, and net cash generated from operating activities of \$1.621 million.

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

Not applicable.

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

The Group businesses continue to remain challenging amid the intense competition from our competitors, coupled with the prevailing COVID-19 pandemic without any certainty on when it will end. Despite these prevailing factors, the Group will continue to streamline its operations, perform optimization of operations and intensify effort to secure more contracts and look for new business opportunities.

The waste market in Singapore is fragmented with numerous waste and recycling companies in the industry providing the service. The waste industry is expected to move faster towards implementing technology in view of the Progressive Wage Model which is to be implemented in year 2023.

10 If a decision regarding dividend has been made:

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

The Directors are pleased to recommend a tax-exempt one-tier first and final dividend of 0.45 Singapore cents and a tax-exempt one-tier special dividend of 7.55 Singapore cents per share. The Company is recommending a final and special dividend out of its surplus cash.

(b) (i) Amount per share

Name of Dividend

Type of Dividend

Dividend per share (Singapore cents)

First & Final	Special
Cash	Cash
0.45	7.55

(ii) Previous corresponding period

Nil

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

The proposed dividends are tax-exempt.

(d) The date the dividend is payable.

The first and final dividend as well as the special dividend, if approved by shareholders at the forthcoming AGM, will be paid on 19 May 2022.

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

Not applicable.

12 Interested Person Transactions

The Company has obtained shareholders' approval for the renewal of the general mandate for interested person transactions at the annual general meeting held on 28 April 2021. Except as disclosed below, there is no other interested person transaction entered into during FY2021 that was S\$100,000 and above:

Name of Interested Person	Nature of Relationship	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 shareholder's mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
Goldvein Pte Ltd	refer note 1	-	\$314,784
Allsland Pte Ltd	refer note 2	-	\$256,883
Richvein Pte Ltd	refer note 3	-	\$317,383

1. Mr Henry Ngo has a 21.26% direct interest and a deemed interest of 2.68% (held through Allsland Pte Ltd) in Bonvests Holdings Limited ("Bonvests"). He also holds 40% interest in the issued share capital of Goldvein Holdings Pte Ltd ("Goldvein") which in turn holds 59.78% shareholdings in the issued share capital of Bonvests. Bonvests in turn holds 100% shareholdings in Goldvein Pte Ltd. Accordingly, Mr Henry Ngo is deemed interested in the whole of the issued share capital of Goldvein Pte Ltd by virtue of Section 7 of the Companies Act, Chapter 50 (the "Companies Act"), and Goldvein Pte Ltd is an interested person as defined by the Listing Manual of the SGX-ST, Section B: Rules of Catalist (the "Catalist Rules").

2. Allsland Pte Ltd is wholly-owned by Mr Henry Ngo. Accordingly, Allsland Pte Ltd is an interested person as defined by the Catalist Rules.

3. Bonvests holds 100% shareholdings in the issued share capital of Richvein Pte Ltd. Accordingly, Mr Henry Ngo is deemed interested in the whole of the issued share capital of Richvein Pte Ltd by virtue of Section 7 of the Companies Act, and Richvein Pte Ltd is an interested person as defined by the Catalist Rules.

13 Disclosures on Incorporation, Acquisition and Realisation of Shares pursuant to Rule 706A of the Catalist Rules.

During FY2021, the Company did not incorporate or acquire any shares resulting in any company becoming a subsidiary or associated company or increasing its shareholding percentage in any subsidiary. Additionally, the Company did not dispose any shares resulting in a company ceasing to be a subsidiary or associated company or decreasing its shareholding percentage in any subsidiary or associated company.

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

The Company confirms that it has procured undertakings from all its directors and executive officers in the required format as set out in Appendix 7H under Rule 720(1) of the Catalist Listing Manual.

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

15 Segmented revenue and results for operating 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.

Refer to Note 4.1 of the condensed interim consolidated financial statements.

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

	<u>Latest Full Year</u>	<u>Previous Full Year</u>
Ordinary shares	S\$'000	S\$'000
- First & final	596	-
- Special	10,006	13,252
	<u>10,602</u>	<u>13,252</u>

17 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704 (10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

The Company confirms that there is no person occupying a managerial position in the Company and/or its subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company as at 31 December 2021 pursuant to Rule 704(10) of the Catalist Rules.

BY ORDER OF THE BOARD

**Foo Soon Soo
Company Secretary
22 February 2022**

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

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