



**Condensed Interim Financial Statements
For the six months ended 30 June 2021**

**NTEGRATOR International Ltd
Incorporated in the Republic of Singapore
Company Registration Number – 199904281D**



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

| | Note | Group | | |
|--|------|------------------------|----------------|----------------|
| | | 6 months ended 30 June | | |
| | | 2021 | 2020 | + / (-) |
| | | \$'000 | \$'000 | % |
| Revenue | 4 | 11,517 | 12,712 | (9.4%) |
| Cost of sales | | (7,867) | (10,402) | (24.4%) |
| Gross profit | 4 | 3,650 | 2,310 | 58.0% |
| Other gains - net | 6.1 | 905 | 1,058 | (14.5%) |
| Distribution and marketing expenses | | (18) | (99) | (81.8%) |
| Administrative expenses | | (4,522) | (4,494) | N.M |
| Finance expense | | (288) | (320) | (10.0%) |
| Loss before income tax | | (273) | (1,545) | (82.3%) |
| Income tax expense | 7 | - | - | |
| Net loss | | (273) | (1,545) | (82.3%) |
| Other comprehensive income, net of tax: | | | | |
| Items that may be reclassified subsequently to profit or loss: | | | | |
| Currency translation differences arising from consolidation | | | | |
| | | - | 372 | (100.0%) |
| Total comprehensive loss | | (273) | (1,173) | (76.7%) |
| Profit/ (loss) attributable to: | | | | |
| Equity holders of the Company | | | | |
| | | 112 | (795) | (114.1 %) |
| Non-controlling interests | | | | |
| | | (385) | (750) | (48.7%) |
| | | (273) | (1,545) | (82.3%) |
| Total comprehensive income/ (loss) attributable to: | | | | |
| Equity holders of the Company | | | | |
| | | 112 | (423) | (126.5%) |
| Non-controlling interests | | | | |
| | | (385) | (750) | (48.7%) |
| | | (273) | (1,173) | (76.7%) |
| Earnings per share for profit/ (loss) to attributable to equity holders of the company (cents per share): | | | | |
| Basic | | | | |
| | | 0.01 | (0.07) | |
| Diluted | | | | |
| | | 0.01 | (0.07) | |

*N.M : Not meaningful

B. Condensed interim statements of financial position

| | Note | Group | | Company | |
|---|------|-----------------------|-----------------------|-----------------------|-----------------------|
| | | 30 Jun 2021 \$'000 | 31 Dec 2020 \$'000 | 30 Jun 2021 \$'000 | 31 Dec 2020 \$'000 |
| ASSETS | | | | | |
| Current assets | | | | | |
| Cash and cash equivalents | | 5,278 | 8,319 | 292 | 189 |
| Trade and other receivables | | 19,605 | 19,655 | 9,070 | 7,859 |
| Inventories | | 897 | 289 | - | - |
| | | 25,780 | 28,263 | 9,362 | 8,048 |
| Non-current assets | | | | | |
| Investments in subsidiary corporations | | - | - | 18,000 | 18,000 |
| Property, plant and equipment | 10 | 630 | 703 | - | - |
| Right-of-use assets | | 1,329 | 986 | - | - |
| Deferred income tax assets | | 775 | 763 | - | - |
| | | 2,734 | 2,452 | 18,000 | 18,000 |
| Total assets | | 28,514 | 30,715 | 27,362 | 26,048 |
| LIABILITIES | | | | | |
| Current liabilities | | | | | |
| Trade and other payables | | 4,689 | 6,021 | 352 | 449 |
| Borrowings | 11 | 12,500 | 15,493 | - | - |
| | | 17,189 | 21,514 | 352 | 449 |
| Non-current liabilities | | | | | |
| Borrowings | 11 | 541 | 200 | - | - |
| | | 541 | 200 | - | - |
| Total liabilities | | 17,730 | 21,714 | 352 | 449 |
| NET ASSETS | | 10,784 | 9,001 | 27,010 | 25,599 |
| EQUITY | | | | | |
| Capital and reserves attributable to equity holders of the Company | | | | | |
| Share capital | 12 | 28,217 | 26,161 | 28,217 | 26,161 |
| Treasury shares | 12 | (11) | (11) | (11) | (11) |
| Other reserves | | - | - | - | - |
| Accumulated losses | | (13,174) | (13,286) | (1,196) | (551) |
| | | 15,032 | 12,864 | 27,010 | 25,599 |
| Non-controlling interests | | (4,248) | (3,863) | - | - |
| Total equity | | 10,784 | 9,001 | 27,010 | 25,599 |

C. Condensed interim statements of changes in equity

| Group | Attributable to owners of the Company | | | | | | Total equity \$'000 |
|---|---------------------------------------|-----------------|------------------------------|--------------------|---------------|---------------------------|------------------------|
| | Share capital | Treasury shares | Currency translation reserve | Accumulated losses | Total | Non-controlling interests | |
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | |
| 2021 | | | | | | | |
| Beginning of financial year | 26,161 | (11) | - | (13,286) | 12,864 | (3,863) | 9,001 |
| Issuance of share capital | 2,056 | - | - | - | 2,056 | - | 2,056 |
| Total comprehensive income/ (loss) for the period | - | - | - | 112 | 112 | (385) | (273) |
| Balance as at 30 Jun 2021 | 28,217 | (11) | - | (13,174) | 15,032 | (4,248) | 10,784 |
| 2020 | | | | | | | |
| Beginning of financial year | 26,161 | (11) | (840) | (9,681) | 15,629 | (1,596) | 14,033 |
| Total comprehensive loss for the financial year | - | - | - | (2,765) | (2,765) | (2,267) | (5,032) |
| Reclassification | - | - | 840 | (840) | - | - | - |
| End of financial year | 26,161 | (11) | - | (13,286) | 12,864 | (3,863) | 9,001 |



| Company | Attributable to owners of the Company | | | |
|---|---------------------------------------|-----------------|--------------------|---------------|
| | Share capital | Treasury shares | Accumulated losses | Total equity |
| | \$'000 | \$'000 | \$'000 | \$'000 |
| 2021 | | | | |
| Beginning of financial year | 26,161 | (11) | (551) | 25,599 |
| Issuance of share capital | 2,056 | - | - | 2,056 |
| Total comprehensive loss for the financial year | - | - | (645) | (645) |
| Balance as at 30 Jun 2021 | 28,217 | (11) | (1,196) | 27,010 |
| 2020 | | | | |
| Beginning of financial year | 26,161 | (11) | (838) | 25,312 |
| Total comprehensive gain for the financial year | - | - | 287 | 287 |
| End of financial year | 26,161 | (11) | (551) | 25,599 |

D. Condensed interim consolidated statement of cash flows

| | Note | Group | |
|--|------|------------------------|--------------|
| | | 6 months ended 30 June | |
| | | 2021 | 2020 |
| | | \$'000 | \$'000 |
| Cash flows from operating activities | | | |
| Net loss | | (273) | (1,545) |
| Adjustments for: | | | |
| - Depreciation of property, plant and equipment | | 238 | 180 |
| - Depreciation of right-of-use assets | | 457 | 525 |
| - Impairment loss on financial assets | | - | 10 |
| - Loss on disposal of property, plant and equipment | | 5 | 7 |
| - Interest expense | | 660 | 558 |
| - Unrealised currency translation loss | | 96 | 345 |
| | | 1,183 | 80 |
| Change in working capital: | | | |
| - Inventories | | (608) | (4) |
| - Trade and other receivables | | 50 | 7,585 |
| - Trade and other payables | | (1,869) | (3,455) |
| Net cash (used in)/ provided by operating activities | | (1,244) | 4,206 |
| Cash flows from investing activities | | | |
| Additions to property, plant and equipment | | (86) | (133) |
| Prepayment of leases | | 67 | (108) |
| Net cash used in investing activities | | (19) | (241) |
| Cash flows from financing activities | | | |
| Proceeds from issuance of ordinary shares | | 2,056 | - |
| Bank deposits pledged | | (316) | - |
| Proceeds from borrowings | | - | 4,868 |
| Repayment of borrowings | | (1,844) | - |
| Repayment of lease liabilities | | (474) | (449) |
| Interest paid | | (123) | (84) |
| Net cash (used in)/ provided by financing activities | | (701) | 4,335 |
| Net (decrease)/ increase in cash and cash equivalents | | (1,964) | 8,300 |
| Cash and cash equivalents | | | |
| Beginning of financial period | | 676 | (7,486) |
| Effects of currency translation on cash and cash equivalents | | (9) | 3 |
| End of financial period | | (1,297) | 817 |

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

Ntegrator International Ltd. (the "Company") is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited ("SGX-ST") and incorporated and domiciled in Singapore. These condensed interim consolidated financial statements as at and for the six months ended 30 June 2021 comprise the financial statements of the Company and its subsidiaries (collectively, the "Group").

The principal activity of the Company is that of investment holding. The principal activities of the Group are:

- (a) To provide system integration services of voice, video and data communication networks and building construction cable/civil works for underground road and inbuilding
- (b) To provide building construction New Engineering Contracts (fiber patching, splicing, installation and maintenance)

2. Basis of preparation

The condensed interim financial statements for the six months ended 30 June 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 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 2020.

Other than the adoption of the amended standards as set out in Note 2.1, there were no changes in accounting policies and methods of computation adopted in the financial statements for the current reporting period as compared to the most recent audited annual financial statements as at 31 December 2020, which were in accordance with SFRS(I)s.

The financial statements have been prepared on a going concern basis under the historical cost convention except for financial assets classified as fair value through other comprehensive income. The condensed interim financial statements are presented in Singapore dollars which is the Company's functional currency.

2.1 Accounting Policies & adoption of new and revised standards

The accounting policies applied by the Group for this interim financial statements are the same as those applied in the previous financial year, which were prepared in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)"), except for the adoption of the new and revised SFRS(I)s that are effective for the annual period beginning on 1 January 2021. The adoption of these new/revised SFRS(I) pronouncements does not result in changes to the Group's and Company's accounting policies and has no material effect on the amounts reported for the current or prior years.

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.

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.

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 were applied to the consolidated financial statements as at and for the year ended 31 December 2020.

3. Seasonal operations

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

4. Segment and revenue information

The Group is organised into two operating segments – Project sales and Project management and maintenance services.

Project sales segment engages in integration of network infrastructure that enable the customers to communicate electronically within an organisation or with another organisation whether located in the same country or globally. It also provides the customers with seamless integration of a wide variety of voice and data signals used in large institutional telecom applications.

Project management and maintenance services segment provides installation and implementation services of the network infrastructure or voice communication systems that have been purchased by the customers from the Group's principals, and maintenance and support services mainly for the network infrastructure and voice communication systems.



4.1 Reportable segments

| | Project Sales | | Project Management and Maintenance Services | | Consolidated | |
|---------------------------------------|------------------------|--------|--|--------|--------------|---------|
| | 6 months ended 30 June | | | | | |
| | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 |
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Segment revenue | | | | | | |
| Revenue to external parties | 1,311 | 3,528 | 10,206 | 9,184 | 11,517 | 12,712 |
| Segment results | 553 | 614 | 3,097 | 1,696 | 3,650 | 2,310 |
| Other gains - net | | | | | 905 | 1,058 |
| Unallocated expenses | | | | | | |
| - Distribution and marketing expenses | | | | | (18) | (99) |
| - Administrative expenses | | | | | (4,522) | (4,494) |
| - Finance expense | | | | | (288) | (320) |
| Loss before income tax | | | | | (273) | (1,545) |
| Income tax expense | | | | | - | - |
| Net loss | | | | | (273) | (1,545) |



4.1 Reportable segments (cont'd)

| | Project Sales | | Project Management and Maintenance Services | | Consolidated | |
|----------------------------|---------------|-------------|--|-------------|--------------|-------------|
| | 30 Jun 2021 | 31 Dec 2020 | 30 Jun 2021 | 31 Dec 2020 | 30 Jun 2021 | 31 Dec 2020 |
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Segment assets | 16,800 | 18,265 | 842 | 424 | 17,642 | 18,689 |
| Unallocated assets | | | | | 10,872 | 12,026 |
| Total assets | | | | | 28,514 | 30,715 |
| Segment liabilities | 1,173 | 1,919 | 547 | 725 | 1,720 | 2,644 |
| Unallocated liabilities | | | | | 16,010 | 19,070 |
| Total liabilities | | | | | 17,730 | 21,714 |

| | Singapore | | Myanmar | | Consolidated | |
|---------------------------|------------------------|--------|---------|--------|--------------|--------|
| | 6 months ended 30 June | | | | 2021 | 2020 |
| | 2021 | 2020 | 2021 | 2020 | | |
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Segment revenue | | | | | | |
| Sales to external parties | 11,516 | 12,712 | 1 | - | 11,517 | 12,712 |



4.1 Reportable segments (cont'd)

| | Singapore | | Consolidated | |
|--------------------|----------------|----------------|----------------|----------------|
| | 2021 \$'000 | 2020 \$'000 | 2021 \$'000 | 2020 \$'000 |
| Non-current assets | 2,734 | 2,452 | 2,734 | 2,452 |

Revenue of approximately S\$8,790,002 (30 Jun 2020: S\$8,160,280) is derived from a single external customer. This revenue is attributable to the project sales, project management and maintenance services segment.

5. Financial assets and financial liabilities

| | Group | | Company | |
|--|-------------|-------------|-------------|-------------|
| | 30 Jun 2021 | 31 Dec 2020 | 30 Jun 2021 | 31 Dec 2020 |
| | \$'000 | \$'000 | \$'000 | \$'000 |
| Financial assets, at amortised cost | 21,283 | 25,705 | 9,346 | 8,004 |
| Financial liabilities, at amortised cost | 17,388 | 20,597 | 352 | 449 |

6. Profit before taxation

6.1. Significant items

| | Group | |
|---|------------------------|--------|
| | 6 months ended 30 June | |
| | 2021 | 2020 |
| | \$'000 | \$'000 |
| Expenses | | |
| Depreciation of property, plant and equipment | 238 | 180 |
| Depreciation of right-of-use assets | 457 | 525 |
| | 695 | 705 |
| Other gains – net | | |
| Foreign exchange gains/ (losses) - net | 302 | (121) |
| Gain on disposal of property, plant and equipment | (5) | (1) |
| Government grants | 604 | 1,155 |
| Miscellaneous income | 4 | 25 |
| | 905 | 1,058 |

6.2. Related party transactions

There are no material related party transactions.

7. Taxation

The Group calculates the current financial period's 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:

| | 6 months ended 30 June | |
|----------------------------|------------------------|--------|
| | 2021 | 2020 |
| | \$'000 | \$'000 |
| Current income tax expense | - | - |

8. Earnings per share

Basic earnings/(losses) per share is calculated by dividing the net loss attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period.

| | Group | |
|--|------------------------|---------------|
| | 6 months ended 30 June | |
| | 2021 | 2020 |
| Net profit/ (loss) attributable to equity holders of the Company (S\$'000) | 112 | (795) |
| Based on weighted average number of ordinary shares on issue (cents) | 0.01 | (0.07) |
| Weighted average number of ordinary shares | 1,065,909,928 | 1,065,395,234 |
| Based on fully diluted basis (cents) | 0.01 | (0.07) |
| Fully diluted number of ordinary shares | 1,253,007,714 | 1,065,395,234 |
| Issued share capital at the end of financial period | 1,253,007,714 | 1,065,395,234 |

9. Net asset value per share

| | Group | | Company | |
|--|---------------|---------------|---------------|---------------|
| | 30 Jun 2021 | 31 Dec 2020 | 30 Jun 2021 | 31 Dec 2020 |
| Net asset value per ordinary share (cents per share) (S\$) | 0.86 | 0.84 | 2.16 | 2.40 |
| Total number of issued shares (excluding treasury shares) as at end of period/year | 1,253,258,714 | 1,065,646,234 | 1,253,258,714 | 1,065,646,234 |

10. Property, plant and equipment

During the six months ended 30 June 2021, the Group acquired assets amounting to \$86,000 (30 June 2020: \$133,000) and disposed of assets amounting to \$5,000 (30 June 2020: \$7,000).

11. Borrowings

| | Group | |
|--|-------------|-------------|
| | 30 Jun 2021 | 31 Dec 2020 |
| | \$'000 | \$'000 |
| Amount repayable within one year or on demand | | |
| Secured | - | - |
| Unsecured | 12,500 | 15,493 |
| Amount repayable after one year | | |
| Secured | - | - |
| Unsecured | 541 | 200 |

12. Share capital

| | No. of ordinary shares | | Amount | |
|---------------------------------------|------------------------|-----------------|----------------------|-----------------|
| | Issued share capital | Treasury shares | Issued share capital | Treasury shares |
| | | | \$'000 | \$'000 |
| Group and Company | | | | |
| At 30 June 2021 | | | | |
| Beginning and end of financial period | 1,253,509,714 | (251,000) | 28,217 | (11) |
| At 31 December 2020 | | | | |
| Beginning and end of financial year | 1,065,646,234 | (251,000) | 26,161 | (11) |

All issued ordinary shares are fully paid. There is no par value for these ordinary shares.

Fully paid ordinary shares (except for treasury shares) carry one vote per share and carry a right to dividends as and when declared by the Company.

F. Other information required by Appendix 7C of the Catalist Rules

1. Review

The condensed consolidated statement of financial position of Negrator International Ltd and its subsidiaries (the “Group”) as at 30 June 2021 and the related condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period ended 30 June 2021 and certain explanatory notes have not been audited or reviewed by the Company’s auditors.

2. Review of performance of the Group

Overview

The Group posted a revenue of S\$11.5 million for the six months ended 30 June 2021 (“HY2021”) representing a decrease of 9.4% or S\$1.2 million from S\$12.7 million recorded in the previous corresponding period (“HY2020”).

The Group posted a gross profit of S\$3.7 million in HY2021, representing an increase of 58.0% from S\$2.3 million reported in HY2020. This is a result of better management of project cost.

Overall, the Group made some improvement from a net loss of S\$1.5 million in HY2020 to a lower net loss of S\$0.3 million in HY2021 despite the decrease in revenue. Before taking into consideration non-controlling interests, net profit attributable to equity holders of the Company is S\$0.1 million in HY2021 compared to a net loss of S\$0.8million in HY2020.

Revenue

The Group’s revenue decreased 9.4% to S\$11.5 million in HY2021. The decrease in revenue in the Project Sales segment was the main driver in this overall decrease in revenue, and was partially offset by increased revenue from the Project Management and Maintenance Services segment.

Project Sales showed a decline of 62.8% from S\$3.5 million in HY2020 to S\$1.3 million in HY2021 mainly due to:

-

- Local markets – delays in the implementation of various projects as a result of the Covid-19 pandemic. These delays are mainly due to restrictions in the movement of workers and customers not being allowed us to access their premises.
- Overseas markets – most of the countries’ borders in our overseas market remain closed as a result of the governments’ implementation of measures to restrict the spread of Covid-19, which has caused the revenue generated from these markets to have decreased substantially.

Revenue in Project Management and Maintenance Services increased by 11.1% or S\$1.0 million from S\$9.2 million in HY2020 to S\$10.2 million in HY2021. Our work force comprising of generally foreign workers gradually obtained clearance from Ministry of Manpower to resume work from the end of 2020 to the earlier part of HY2021 which led to being able to complete outstanding works on hand and realize more revenue in the earlier part of HY2021. However, there was subsequently a slowdown in the completion of works for May and June 2021 due to tighter controls implemented by the authorities as a result of the increased Covid-19 cases.

Profitability

Despite generating a lower revenue, the Group posted a gross profit of S\$3.7 million in HY2021, representing an increase of 58.0% or S\$1.4 million from S\$2.3 million reported in HY2020.

Gross profit from Project Sales slightly decreased by 9.9% or S\$61,000 in HY2021 from S\$0.61 million in HY2020 to S\$0.6 million in HY2021. Gross profit from Project Management and Maintenance Services increased by 82.5% or S\$1.4 million from S\$1.7 million in HY2020 to S\$3.1 million in HY2021.

The Group made an improvement from a net loss of S\$1.5 million in HY2020 to a lower net loss of S\$0.3 million in HY2021 after taking into consideration the following:

- Reduction in the cost of sales of 24.4% or S\$2.5 million from S\$10.4 million in HY2020 to S\$7.9 million in HY2021 due mainly to the reduction of direct workers;
- Lower distribution and marketing expense by 81.8% or S\$81,000 from S\$99,000 in HY2020 to S\$18,000 in HY2021 mainly due to restriction in traveling due to many countries' borders being closed;
- Lower finance expenses by 10.0% or S\$32,000 from S\$320,000 in HY2020 to S\$288,000 in HY2021 due to a reduction in borrowings;
- Decrease in other gains – net by 14.5% or S\$0.2 million from S\$1.1 million in HY2020 to S\$0.9 million in HY2021. The reduction in other gains is due mainly to the reduction in government assistance as compared to the previous corresponding period; and
- Slight increase in administrative expenses by 0.6% or S\$28,000

Before taking into consideration non-controlling interests, net profit attributable to equity holders of the Company is S\$0.1 million in HY2021 compared to a net loss of S\$0.8 million in HY2020.

Financial Position

Assets

Cash and cash equivalents decreased from S\$8.3 million as at 31 December 2020 to S\$5.3 million as at 30 June 2021 as a result of the repayment of borrowings and payment of trade and other payables.

Trade and other receivables decreased by S\$0.1 million from S\$19.7 million as at 31 December 2020 to S\$19.6 million as at 30 June 2021, attributable to the collections of payment from customers which are in line with the payment terms that we provide to our customers.

Inventories increased by S\$0.6 million from S\$0.3 million as at 31 December 2020 to S\$0.9 million as at 30 June 2021. The significant increase was mainly due to the purchase of materials for projects and work-in-progress.

The increase in property, plant and equipment and Right-of-use assets of S\$0.3 million was mainly due to:

- Purchase of Property, plant and equipment of S\$0.1 million;
- New or renewal of leases to Right-of-use assets of S\$0.9 million; offset by
- Depreciation of Property, plant and equipment of S\$0.2 million
- Depreciation of Right-of-use assets S\$0.5 million

Liabilities

Trade and other payables decreased by S\$1.3 million from S\$6.0 million as at 31 December 2020 to S\$4.7 million as at 30 June 2021. This is in accordance to agreed payment terms for creditors.

Current borrowings decreased by S\$3 million from S\$15.5 million as at 31 December 2020 to S\$12.5 million as at 30 June 2021. This is a result of repayment of the Group's borrowings from financial institutions for working capital and projects financing.

Non-current borrowings increased by S\$0.3 million from S\$0.2 million as at 31 December 2020 to S\$0.5 million as at 30 June 2021. This is due to an increase in finance leases obtained by the Group.

Cash flow

The Group recorded cash and cash equivalents of S\$5.3 million at the end of HY2021. This was a decrease of S\$3.0 million from S\$8.3 million as at the end of FY2020.

The Group's net cash used in operating activities in HY2021 was S\$1.2 million, mainly due to purchase of materials for projects and work-in-progress. Operating cash flow before working capital changes of S\$1.2 million was mainly offset by changes in inventories of S\$0.6 million, changes in trade and other receivables of S\$50,000 and changes in trade and other payables of S\$1.9 million.

The Group's net cash used in investing activities in HY2021 was S\$19,000 for the purchase of property, plant and equipment.

The Group's net cash used in financing activities in HY2021 amounted to S\$0.7 million as compared to S\$4.3 million of net cash provided by financing activities in HY2020. The net cash used in financing activities in HY2021 was due to proceeds from the issuance of ordinary shares of S\$2.1 million and which was offset by:

- Bank deposits pledged of S\$0.3 million;
- Repayment of borrowings of S\$1.8 million;
- Repayment of finance lease liabilities of S\$0.5 million; and
- payment of interest of S\$0.1 million.

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

The financial results are not in line with the forecast statement disclosed in the Company's announcements dated 26 February 2021 and 14 June 2021 as these projects are still ongoing and due for completion in the next financial year ending 31 December 2022. Revenue is recognised progressively based on completion.

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 operating period and the next 12 months

The outstanding order book (contracts signed) as at 30 June 2021 is S\$65.9 million. The majority of the Group's outstanding order book is in Singapore, the Group's key market.

The Regional and Global economic forecasts still remain very negative. Although there has been an improvement in the Group's performance in the 1st half of the financial year ended 30 June 2021 as compared to the previous corresponding period, the Group had been adversely affected by the pandemic in HY2021 and this impact on our operations may continue to last in the next 12 months, subject to the Covid-19 situation and the government's implementation of measures, if any, to control the spread of Covid-19.

The Group however saw improvements in the Covid-19 situation in Singapore since its entry into the Preparatory Stage of a four-stage plan to live with Covid-19 since 10 August 2021 and the Group is hence seeing improvements in its Singapore operations compared to the last financial year ended 31 December 2020. While we hope that there will not be any more new "covid waves", many uncertainties remain in the countries we operate in. While the Group will continue to monitor the recent increase in cases globally, it is clear that the impact of the Covid-19 pandemic on our businesses will continue to last much longer than we had hoped.

The Company had on 6 August 2021 received a letter of statutory demand ("**Letter of Statutory Demand**") from the Company's previous sponsor, Asian Corporate Advisors Pte. Ltd. (the "**Previous Sponsor**") (as announced on 11 August 2021) in relation to the work alleged to be done by the Previous Sponsor as set out in their invoices.

As at 30 June 2021, the Company has cash and cash equivalents of S\$5.28 million. As such, the Company has the capacity to make immediate payment for the Alleged Fees if the fees charged are agreeable.

The Letter of Statutory Demand or the full payment of the amount in dispute, is not expected to materially impact the financial position of the Group for the current financial year ending 31 December 2021.

5. 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.

The Company issued 187,863,480 placement shares during the period of 1 January 2021 to 30 June 2021. The Company's share capital was S\$22,217,000 as at 30 June 2021 and comprised 1,253,258,714 shares. The Company's share capital was S\$26,161,000 as at 31 December 2020 and comprised 1,065,646,234 shares.

There were 251,000 treasury shares representing 0.02% of the Company's 1,253,258,714 ordinary shares (excluding treasury shares) as at 30 June 2021. There were 251,000 treasury shares representing 0.02% of the Company's 1,065,395,234 ordinary shares (excluding treasury shares) as at 30 June 2020.

There were no subsidiary holdings or convertible securities as at 30 June 2021 and 30 June 2020.

6. 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.

| | 30 Jun 2021 | 31 Dec 2020 |
|---------------------------------------|---------------|---------------|
| Beginning and end of financial period | 1,253,258,714 | 1,065,646,234 |

7. 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. There were no sales, transfers, cancellation and/or use of treasury shares during and as at the end of the current financial period reported on.

8. 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 at the end of the current financial period reported on.

9. 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 auditors.

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

Not applicable.

11. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion (this is not required for any audit issue that is a material uncertainty relating to going concern):—

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

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

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

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

Please refer to "E. Notes to the condensed interim consolidated financial statements: 2. Basis of Preparation".

13. If there were 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.

Please refer to “E. Notes to the condensed interim consolidated financial statements: 2.1. Accounting policies and adoption of new and revised standards”.

14. Dividend Information

(a) **Current Financial Period Reported on**

No dividend was declared or recommended for the current financial period reported on.

(b) **Corresponding Period of the Immediately Preceding Financial Year**

No dividend was declared or recommended for the corresponding period of the immediately preceding financial year.

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

Not applicable.

(d) **Date Payable**

Not applicable.

(e) **Books Closure Date**

Not applicable.

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

Due to losses incurred, no dividend has been declared for the current financial period ended 30 June 2021.

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

The Group has not obtained a general mandate from shareholders of the Company for Interested Person Transactions. There were no IPT transactions amounting to S\$100,000 and above during the financial period ending 30 June 2021.

17. Use of Proceeds – Issuance of Placement Shares

As at 30 June 2021, approximately S\$2.06 million of proceeds were raised from the issuance of shares from the placement completed on 30 June 2021.

| Intended use of Net Proceeds | Amount allocated (S\$) | Amount utilised (S\$) | Balance (S\$) |
|---|------------------------|-----------------------|---------------|
| To fund acquisitions and new business opportunities | 1,604,181.18 | - | 1,604,181.18 |
| General working capital requirements | 401,045.30 | - | 401,045.30 |
| Total | 2,005,226.48 | - | 2,005,226.48 |

During HY2021, the Group has not realised any of the above proceeds.

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

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7H under Catalyst Rule 720(1).

19. Disclosure of persons occupying managerial positions who are related to a director, CEO or substantial shareholder

Pursuant to Catalyst Rule 704(13), Ntegrator International Ltd confirms that there are no persons occupying a managerial position in the Company or in any of its principal subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company.

20. Disclosures on Acquisition and Realisation of Shares pursuant to Rule 706A

The Company had on 18 June 2021 completed the acquisition of Fund Joy Limited ("**Fund Joy**") (as announced on 18 June 2021).

Fund Joy is a dormant company and its net assets as at 30 April 2021 is HK\$1.00.

The consideration of the acquisition is HK\$1.00 (or equivalent to approximately S\$0.17), payable by the Company to the seller by cash upon completion. The consideration was arrived at an arms' length negotiations on a willing seller and willing buyer basis and taking into consideration the net tangible assets position of Fund Joy.

Following the completion of the acquisition, Fund Joy has become a wholly-owned subsidiary of the Company.

CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5) OF THE CATALIST RULES

On behalf of the Board of Directors of the Company, we 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 unaudited financial statements for the 6 months ended 30 June 2021 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Christian Kwok-Leun Yau Heilesen
Executive Director
14 August 2021



Ntegrator International Ltd
Incorporated in the Republic of Singapore
Company Registration Number - 199904281D

BY ORDER OF THE BOARD

Tan Wei Jie, Joel / Shu Shin Yee

Joint Company Secretaries

14 August 2021

*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.*

The contact person for the Sponsor is Ms. Gillian Goh, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.