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Plateau Treasures Limited
高 原 之 寶 有 限 公 司

(formerly known as GT Steel Construction Group Limited)

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 8402)

ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2023

CHARACTERISTICS OF GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE "STOCK EXCHANGE")

GEM has been positioned as a market designed to accommodate small and mid-sized companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration.

Given that the companies listed on GEM are generally small and mid-sized companies, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board of the Stock Exchange and no assurance is given that there will be a liquid market in the securities traded on GEM.

This announcement, for which the directors (the "Directors") of Plateau Treasures Limited (the "Company") collectively and individually accept full responsibility, include particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the "GEM Listing Rules") for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief (1) the information contained in this announcement is accurate and complete in all material respects and not misleading and deceptive; and (2) there are no other matters the omission of which would make any statement herein or this announcement misleading.

The original announcement is prepared in the English language. This announcement is translated into Chinese. In the event of any inconsistencies between the Chinese and the English version, the latter shall prevail.

RESULTS

The Board (the "Board") of the Directors is pleased to present the audited consolidated results of the Group for the year ended 31 December 2023 together with comparative figures for the corresponding year in 2022, as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

	Note	**2023** **S$**	2022 *S$*
Revenue	*3*	**18,345,177**	9,386,895
Cost of services		**(15,284,494)**	(12,367,125)
Gross profit (loss)		**3,060,683**	(2,980,230)
Other income	*4a*	**568,101**	311,467
Other gains	*4b*	**351,533**	1,888
Selling expenses		**(232,903)**	(186,185)
Administrative expenses		**(5,075,720)**	(3,757,458)
Finance costs	*5*	**(109,632)**	(150,554)
Loss before taxation		**(1,437,938)**	(6,761,072)
Income tax expense	*6*	**–**	(3,480)
Loss for the year	*7*	**(1,437,938)**	(6,764,552)
Other comprehensive income (expense)			
Item that may be subsequently reclassified to profit or loss			
Exchange differences arising on translating of foreign operation		**10,879**	(2,136)
Total comprehensive expense for the year		**(1,427,059)**	(6,766,688)
Basic loss per share (S$ cents)	*10*	**(0.30)**	(1.41)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2023

	Note	**31 December 2023** **S$**	31 December 2022 S$
Non-current assets			
Property, plant and equipment	*11*	**1,272,014**	2,080,296
Right-of-use assets	*12*	**1,261,489**	950,587
Investment properties	*13*	**2,091,144**	2,471,877
Deferred tax assets	*21*	**326,954**	326,954
		4,951,601	5,829,714
Current assets			
Trade receivables	*14*	**2,600,055**	2,213,188
Contract assets	*15*	**3,755,928**	4,247,481
Deposits, prepayments and other receivables	*16*	**3,001,720**	435,544
Pledged bank deposits	*17b*	**1,075,000**	589,500
Bank balances and cash	*17a*	**3,242,599**	4,696,989
		13,675,302	12,182,702
Current liabilities			
Trade and other payables	*18*	**3,597,861**	2,621,116
Contract liabilities	*15*	**1,466,690**	514,271
Lease liabilities	*19*	**714,265**	476,061
Borrowings	*20*	**865,788**	2,739,198
		6,644,604	6,350,646
Net current assets		**7,030,698**	5,832,056
Total assets less current liabilities		**11,982,299**	11,661,770

	Note	**31 December 2023** *S$*	31 December 2022 *S$*
Non-current liabilities			
Lease liabilities	*19*	**570,287**	508,083
Borrowings	*20*	**1,678,669**	–
		2,248,956	508,083
Net assets		**9,733,343**	11,153,687
Capital and reserves			
Share capital	*22*	**827,603**	827,586
Share premium		**8,619,759**	8,613,061
Merger reserves		**2,999,983**	2,999,983
Translation reserve		**47,735**	36,856
Accumulated losses		**(2,761,737)**	(1,323,799)
Equity attributable to owners of the Company		**9,733,343**	11,153,687

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

	Share capital S$	Share premium (Note (i) below) S$	Merger reserves (Note (ii) below) S$	Translation reserve (Note (iii) below) S$	Accumulated profits (losses) S$	Total S$
As at 1 January 2022	827,586	8,613,061	2,999,983	38,992	5,440,753	17,920,375
Total comprehensive expense for the year:						
Loss for the year	–	–	–	–	(6,764,552)	(6,764,552)
Other comprehensive expense for the year	–	–	–	(2,136)	–	(2,136)
Total comprehensive expense for the year	–	–	–	(2,136)	(6,764,552)	(6,766,688)
As at 31 December 2022 and 1 January 2023	827,586	8,613,061	2,999,983	36,856	(1,323,799)	11,153,687
Total comprehensive expense for the year:						
Loss for the year	–	–	–	–	(1,437,938)	(1,437,938)
Other comprehensive income for the year	–	–	–	10,879	–	10,879
Total comprehensive expense for the year	–	–	–	10,879	(1,437,938)	(1,427,059)
Exercise of 2023 Warrants subscription rights *(Note 22)*	17	6,698	–	–	–	6,715
As at 31 December 2023	827,603	8,619,759	2,999,983	47,735	(2,761,737)	9,733,343

Notes:

(i) Share premium represents the excess of share issue over the par value.

(ii) Merger reserves represents the difference between the underlying net assets of the subsidiary which was acquired by the Company pursuant to the group reorganisation in 2017 and the total par value and share premium amount of the shares issued.

(iii) The translation reserve represents exchange differences arising on translating of foreign operation of the Company.

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

	2023	2022
	S$	*S$*
Operating activities		
Loss before taxation	**(1,437,938)**	(6,761,072)
Adjustments for:		
Depreciation of property, plant and equipment	**890,411**	878,677
Depreciation of investment properties	**53,266**	53,266
Depreciation of right-of-use assets	**619,421**	574,046
Gain on disposal of property, plant and equipment	**(11,000)**	(1,888)
Gain on disposal of an investment property	**(340,533)**	–
Interest income	**(18,023)**	(2,378)
Finance costs	**109,632**	150,554
Operating cash flows before movement in working capital	**(134,764)**	(5,108,795)
Movement in working capital:		
Decrease in inventories	**–**	872,289
(Increase) decrease in trade receivables	**(386,867)**	160,605
Decrease in contract assets	**491,553**	4,469,120
Increase in deposits, prepayments and other receivables	**(2,566,176)**	(214,806)
Increase in trade and other payables	**959,333**	293,248
Increase in contract liabilities	**952,419**	496,183
Net cash (used in) from operating activities	**(684,502)**	967,844
Investing activities		
Purchase of property, plant and equipment	**(82,129)**	(120,583)
Proceeds from disposal of property, plant and equipment	**11,000**	1,888
Increase of fixed deposits pledged	**(485,500)**	–
Proceeds from disposal of an investment property	**668,000**	–
Net cash from (used in) investing activities	**111,371**	(118,695)

	2023	2022
	S$	*S$*
Financing activities		
Repayments of borrowings	**(2,026,837)**	(1,371,452)
Repayment of lease liabilities	**(621,710)**	(594,536)
Proceeds from borrowings	**1,832,096**	400,225
Interest received	**18,023**	2,378
Interest paid	**(101,117)**	(150,554)
Exercise of 2023 Warrants subscription rights *(Note 22)*	**6,715**	–
Net cash used in financing activities	**(892,830)**	(1,713,939)
Net decrease in cash and cash equivalents	**(1,465,961)**	(864,790)
Cash and cash equivalents at beginning of the year	**4,696,989**	5,563,915
Effects of foreign exchange rate changes arising on translating of foreign operation	**11,571**	(2,136)
Cash and cash equivalents at end of the year, represented by		
– Bank balances and cash	**3,242,599**	4,696,989

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

1. GENERAL INFORMATION

Plateau Treasures Limited (formerly known as "GT Steel Construction Group Limited", the "Company") is a public limited company incorporated and registered as an exempted company in the Cayman Islands and its shares are listed on GEM of The Stock Exchange of Hong Kong Limited (the "Stock Exchange"). Its parent is Million Treasure International Holdings Limited ("Million Treasure"), a private limited liability company incorporated in the British Virgin Islands (the "BVI"), which is also the Company's ultimate holding company. Its ultimate controlling party is Mr. Zhang. The address of the registered office of the Company is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands. The principal place of business of the Company is at 64 Woodlands Industrial Park E9, Singapore 757833.

Pursuant to the special resolution proposed at the Company's Extraordinary General Meeting held on 4 September 2023, the English name of the Company was changed from "GT Steel Construction Group Limited" to "Plateau Treasures Limited" and the adoption of "高原之寶有限公司" as the dual foreign name in Chinese of the Company.

The Company is an investment holding company and its operating subsidiaries are mainly engaged in designing, supplying, fabricating and erecting structural steelworks for the construction of buildings including technological plants, industrial buildings, commercial buildings, government institutions and residential buildings and provision of pre-fabricated steel structures or on-site installation services.

The consolidated financial statements are presented in Singapore Dollars ("S$"), which is also the functional currency of the Company.

The consolidated financial statements are approved by the Board of Directors on 25 March 2024.

2. APPLICATION OF NEW AND AMENDMENTS TO INTERNATIONAL FINANCIAL REPORTING STANDARDS ("IFRSs") AND CHANGES IN OTHER ACCOUNTING POLICIES

New and amendments to IFRSs that are mandatorily effective for the current year

In the current year, the Company and its subsidiaries (the "Group") has applied the following new and amendments to IFRSs issued by the International Accounting Standards Board ("IASB") for the first time, which are mandatorily effective for the Group's annual period beginning on 1 January 2023 for the preparation of the consolidated financial statements:

IFRS 17 (including the June 2020 and December 2021 Amendments to IFRS 17)	*Insurance Contracts*
Amendments to IAS 8	*Definition of Accounting Estimates*
Amendments to IAS 12	*Deferred Tax Related to Assets and Liabilities arising from a Single Transaction*
Amendments to IAS 12	*International Tax Reform-Pillar Two model Rules*
Amendments to IAS 1 and IFRS Practice Statement 2	*Disclosure of Accounting Policies*

Except as described below, the application of the new and amendments to IFRSs in the current year has had no material impact on the Group's financial positions and performance for the current and prior years and/or on the disclosures set out in these consolidated financial statements.

Impacts on application of Amendments to IAS 8 Definition of Accounting Estimates

The Group has applied the amendments for the first time in the current year. The amendments define accounting estimates as "monetary amounts in financial statements that are subject to measurement uncertainty". An accounting policy may require items in financial statements to be measured in a way that involves measurement uncertainty. In such a case, an entity develops an accounting estimate to achieve the objective set out by the accounting policy. The amendments to IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors clarify the distinction between changes in accounting estimates, and changes in accounting policies and the correction of errors.

The application of the amendments in the current year had no material impact on the consolidated financial statements.

Impacts on application of Amendments to IAS 1 and IFRS Practice Statement 2 Disclosure of Accounting Policies

The Group has applied the amendments for the first time in the current year. IAS 1 Presentation of Financial Statements is amended to replace all instances of the term "significant accounting policies" with "material accounting policy information". Accounting policy information is material if, when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements.

The amendments also clarify that accounting policy information may be material because of the nature of the related transactions, other events or conditions, even if the amounts are immaterial. However, not all accounting policy information relating to material transactions, other events or conditions is itself material. If an entity chooses to disclose immaterial accounting policy information, such information must not obscure material accounting policy information.

IFRS Practice Statement 2 Making Materiality Judgements (the "Practice Statement") is also amended to illustrate how an entity applies the "four-step materiality process" to accounting policy disclosures and to judge whether information about an accounting policy is material to its financial statements. Guidance and examples are added to the Practice Statement.

The application of the amendments has had no material impact on the Group's financial positions and performance but has affected the disclosure of the Group's accounting policies set out in Note 3 to the consolidated financial statements.

Amendments to IFRSs in issue but not yet effective

The Group has not early applied the following amendments to IFRSs that have been issued but are not yet effective:

Amendments to IFRS 10 and IAS 28	*Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*[1]
Amendments to IFRS 16	*Lease Liability in a Sale and Leaseback*[2]
Amendments to IAS 1	*Classification of Liabilities as Current or Non-current*[2]
Amendments to IAS 1	*Non-current Liabilities with Covenants*[2]
Amendments to IAS 7 and IFRS 7	*Supplier Finance Arrangements*[2]
Amendments to IAS 21	*Lack of Exchangeability*[3]

1 Effective for annual periods beginning on or after a date to be determined.

2 Effective for annual periods beginning on or after 1 January 2024.

3 Effective for annual periods beginning on or after 1 January 2025.

The directors of the Company anticipate that the application of all these amendments to IFRSs will have no material impact on the consolidated financial statements in the foreseeable future.

3. REVENUE AND SEGMENT INFORMATION

Information is reported to the executive directors, being the chief operating decision maker ("CODM") of the Group, for the purposes of resource allocation and performance assessment.

The CODM reviews revenue by category, i.e. provision of structural steelworks services comprising design, supply, fabrication and erection of structural steelworks for the construction of buildings, including technological plants, industrial buildings, commercial buildings, government institutions and residential buildings in Singapore and other installation and auxiliary services by the Group to external customers for the respective reporting period.

No analysis of the Group's segment results, assets and liabilities is regularly provided to the CODM for review. Accordingly, only entity-wide disclosures on services, major customers and geographical information are presented in accordance with IFRS 8 Operating Segments.

Geographical information

The Group principally operates in Singapore, also the place of domicile. During the years ended 31 December 2023 and 2022, all revenue was derived from Singapore based on the location of services delivered and the Group's non-current assets are all located in Singapore.

Information about major customers

Revenue from customers individually contributing over 10% of the total revenue of the Group are as follows:

	2023	2022
	S$	*S$*
Customer I	**3,992,907**	2,285,204
Customer II	**3,633,119**	1,784,238
Customer III	**3,152,652**	N/A *
Customer IV	**2,288,632**	945,263

* *The corresponding revenue did not contribute over 10% of the total revenue of the Group for the respective reporting periods.*

(a) Disaggregation of revenue from contracts with customers

(i) The Group derives revenue from the transfer of goods and services by categorise of major product lines and business

The Group's revenue represents the fair value of amounts received and receivable from the provision of structural steelworks services, construction services, installation and auxiliary services provided by the Group to external customers.

An analysis of the Group's revenue for the year is as follows:

	2023	2022
	S$	*S$*
Revenue from contracts with customers within the scope of IFRS 15:		
Provision of structural steelworks services	**18,345,177**	9,386,895

(ii) The Group derives revenue from the transfer of goods and services by timing of revenue recognition

Revenue based by timing of recognition are as follows:

	2023	2022
	S$	*S$*
Provision of structural steelworks services		
Over time	**18,345,177**	9,386,895

(iii) The Group derives revenue from the transfer of goods and services by geographical markets

The Group's operations are mainly derived from Singapore during the financial year and the Group's revenue from external customers is principally sourced from Singapore.

(b) Contract balances

	Notes	**As at 31 December 2023** **S$**	As at 31 December 2022 *S$*	As at 1 January 2022 *S$*
Trade receivables	*14*	**2,108,638**	1,435,521	1,118,435
Less: Loss allowance		**(88,945)**	(88,945)	(88,945)
		2,019,693	1,346,576	1,029,490
Unbilled revenue	*14*	**580,362**	866,612	1,344,303
		2,600,055	2,213,188	2,373,793
Contract assets	*15(a)*	**3,755,928**	4,247,481	8,716,601
Contract liabilities	*15(b)*	**1,466,690**	514,271	18,088

Information about the Group's trade receivables, unbilled revenue, contract assets and contract liabilities are set out in respective Notes.

(c) Performance obligations for contracts with customers and revenue recognition policies

The Group provides of structural steelworks services to customers. Such services are recognised as a performance obligation satisfied over time as the Group creates or enhances an asset that the customer controls as the asset is created or enhanced.

The Group has recognised revenue from the provision of structural steelworks services over time, based on the stage of completion of the contract using an input method to measure progress towards complete satisfaction of the service, because the Group's performance creates or enhances an asset that the customer controls as the asset is created or enhanced. The input method recognises revenue based on the proportion of the actual costs incurred relative to the estimated total costs for satisfaction of the construction services.

Revenue from project works is recognised over time during the course of construction by reference to the progress towards complete satisfaction at the end of the reporting period. Progress towards complete satisfaction is measured based on input method, which is to recognise revenue on the basis of the Group's efforts or inputs to the satisfaction of a performance obligation (i.e. contract costs incurred for work performed to date) relative to the total expected inputs to the satisfaction of that performance obligation (i.e. estimated total budgeted contract cost committed for the construction projects), that best depict the Group's performance in transferring control of goods or services.

On the Group's future performance in satisfying the respective performance obligations, the contract assets on construction contracts represent the Group's right to consideration for work completed and not billed as the rights are conditioned. A contract asset, net of contract liabilities related to the same contract, is recognised over the period in which the construction services are performed representing the Group's right to consideration for the services performed because the rights are conditioned on the Group's future performance in achieving specified milestones of the contracts. The contract assets are transferred to trade receivables when the rights become unconditional.

The Group's construction contracts include payment schedules which require stage payments over the construction period once certain specified milestones are reached. The contract liabilities on construction contracts represent the Group's obligation to transfer project works to customers for which the Group has received consideration from the customers. The Group requires certain customers to provide upfront deposit for certain percentage to the total contract sum, when the Group receives a deposit before construction commences, this will give risk to contract liabilities at the start of a contract, until the revenue recognised on the specific contract exceeds the amount of the deposit.

In determining the transaction price, the Group adjusts the promised amount of consideration for the effects of the time value of money if the timing of payments agreed (either explicitly or implicitly) provides the customer or the Group with a significant benefit of financing the transfer of goods or services to the customer. In those circumstances, the contract contains a significant financing component. A significant financing component may exist regardless of whether the promise of financing is explicitly stated in the contract or implied by the payment terms agreed to by the parties to the contract.

(d) Transaction price allocated to remaining performance obligation

The following table shows the aggregate amount of the transaction price allocated to performance obligations that are unsatisfied as at the end of each reporting period:

	2023	2022
	S$	*S$*
Provision of structural steelworks services	**28,532,296**	9,301,747

Management expects that 100% of the transaction price allocated to the unsatisfied contracts as of 31 December 2023 will be recognised as revenue during the next reporting period.

The following table shows the amount of revenue recognised in the current reporting period that were included in the current liabilities at the beginning of the reporting period and recognised from performance obligations satisfied in previous periods:

	2023	2022
	S$	*S$*
Revenue recognised that was included in the contract liability balance at the beginning of the year	**437,596**	18,088

The Group has no contracts that contain variable consideration.

4. OTHER INCOME AND OTHER GAINS

(a) Other Income

	2023	2022
	S$	*S$*
Gross rental income from investment properties	**475,611**	150,530
Government grants *(Note below)*	**24,798**	151,764
Insurance claim receipt	**31,496**	–
Interest income	**18,023**	2,378
Sundry income	**18,173**	6,795
	568,101	311,467

Note: The Group's government grants received are mainly incentives as compensation of expenses or losses already incurred or as immediate financial support to the Company with no future related costs and no relation to any assets received upon fulfilling the conditions attached to them.

Government grants in 2022 mainly include COVID-19-related support by the Singapore government to help companies tide through this period of economic uncertainty, such as the Foreign Worker Levy ("FWL") rebates and the Jobs Support Scheme ("JSS").

(b) Other Gains

	2023	2022
	S$	*S$*
Gain on disposal of property, plant and equipment	**11,000**	1,888
Gain on disposal of an investment property	**340,533**	–
	351,533	1,888

5. FINANCE COSTS

	2023	2022
	S$	*S$*
Interest on:		
– Bank borrowings	**33,795**	81,518
– Other loans	**8,515**	–
– Lease liabilities	**67,322**	69,036
	109,632	150,554

6. INCOME TAX EXPENSE

	2023	2022
	S$	*S$*
Income tax expense comprises:		
Current tax:		
– Singapore corporate income tax (“CIT”)	**–**	–
– Underprovision in prior years	**–**	3,480
Deferred tax *(Note 21)*:		
– Current year	**–**	–
– Underprovision in prior years	**–**	–
	–	3,480

Pursuant to the rules and regulations of the Cayman Islands and the BVI, the Group is not subject to any income tax under these jurisdictions for both years.

Singapore CIT is calculated at 17% (2022: 17%) of the estimated assessable profit for the year. No provision for Singapore CIT has been made for the year ended 31 December 2023 as the Company and its subsidiaries have no Singapore assessable profits for the year.

The income tax expense for the year can be reconciled to the loss before taxation per the consolidated statement of profit or loss and other comprehensive income as follows:

	2023	2022
	S$	*S$*
Loss before taxation	**(1,437,938)**	(6,761,072)
Tax at applicable tax rate of 17%	**(244,449)**	(1,149,383)
Tax effect of expenses not deductible for tax purpose	**383,511**	410,132
Tax effect of income not taxable for tax purpose	**(121,777)**	(4,195)
Effect of different tax rates of subsidiary operating in other jurisdictions	**(242)**	4,032
Tax effect of tax losses not recognised	**39,687**	739,414
Underprovision in prior years	**–**	3,480
Utilisation of tax losses previously not recognised	**(56,730)**	–
Income tax expense	**–**	3,480

7. LOSS FOR THE YEAR

Loss for the year has been arrived at after charging:

	2023	2022
	S$	*S$*
Audit fees paid to auditors of the Company:		
– Annual audit fees	**123,953**	154,153
Depreciation of property, plant and equipment *(Note 11)*		
– Recognised in cost of services	**175,663**	181,959
– Recognised in administrative expenses	**714,748**	696,718
	890,411	878,677
Depreciation of right-of-use assets *(Note 12)*		
– Recognised in cost of services	**353,746**	332,856
– Recognised in administrative expenses	**265,675**	241,190
	619,421	574,046
Depreciation of investment properties, recognised in administrative expenses *(Note 13)*	**53,266**	53,266
Directors' emoluments *(Note 8)*	**581,179**	631,141
Other staff costs:		
– Salaries and wages	**3,595,469**	2,741,630
– Defined contribution plans	**70,879**	69,734
– Other staff benefits	**145,127**	63,343
Total staff costs (excluding directors' emoluments)	**3,811,475**	2,874,707
Cost of services		
– Cost of materials recognised as expenses	**5,001,208**	4,938,358
– Subcontractor costs recognised as expenses	**5,999,432**	4,095,941
– Other costs	**4,283,854**	3,332,826
	15,284,494	12,367,125

8. DIRECTORS' AND CHIEF EXECUTIVE'S EMOLUMENTS AND EMPLOYEES' EMOLUMENTS

(a) Directors' and chief executive's emoluments

The emoluments paid or payable to the directors and chief executive of the Company for their services in connection with the management affairs of the Group during the year are as follows:

Year ended 31 December 2023

	Fees *S$*	Discretionary bonus *S$*	Salaries and allowances *S$*	Contributions to retirement benefit scheme *S$*	Total *S$*
Executive directors					
Ms. Chen Xiaoyu *(Note (i) below)*	**40,985**	–	–	–	**40,985**
Mr. Ong Cheng Yew *(Note (ii) below)*	–	**20,000**	**240,000**	**12,444**	**272,444**
Ms. Koh Siew Khing *(Note (iii) below)*	–	**6,795**	**81,534**	**4,228**	**92,557**
Non-executive directors					
Ms. Lin Xiaoqin	**20,492**	–	–	–	**20,492**
Mr. Chan Kwun Wah Derek *(Note (iv) below)*	**67,480**	–	–	–	**67,480**
Mr. Shi Shuyuan *(Note (v) below)*	**12,835**	–	–	–	**12,835**
Ms. Yang Pu *(Note (v) below)*	**12,835**	–	–	–	**12,835**
Independent non-executive directors					
Mr. Wong Carson Ka Chun *(Note (vi) below)*	**12,835**	–	–	–	**12,835**
Mr. Tong Kai Tak *(Note (vi) and (viii) below)*	**12,835**	–	–	–	**12,835**
Ms. Chen Li *(Note (vi) below)*	**12,835**	–	–	–	**12,835**
Mr. Tam Wai Tak Victor *(Note (vii) below)*	**7,682**	–	–	–	**7,682**
Ms. Chooi Pey Nee *(Note (vii) below)*	**7,682**	–	–	–	**7,682**
Mr. Tan Yeok Lim (Chen Yulin) *(Note (vii) below)*	**7,682**	–	–	–	**7,682**
	216,178	**26,795**	**321,534**	**16,672**	**581,179**

Year ended 31 December 2022

	Fees *S$*	Discretionary bonus *S$*	Salaries and allowances *S$*	Contributions to retirement benefit scheme *S$*	Total *S$*
Executive directors					
Mr. Ong Cheng Yew *(chief executive)*	–	–	240,000	12,240	252,240
Ms. Koh Siew Khing	–	–	240,000	12,240	252,240
Ms. Chen Xiaoyu	42,221	–	–	–	42,221
Non-executive director					
Ms. Lin Xiaoqin	21,110	–	–	–	21,110
Independent non-executive directors					
Mr. Tam Wai Tak Victor	21,110	–	–	–	21,110
Ms. Chooi Pey Nee	21,110	–	–	–	21,110
Mr. Tan Yeok Lim (Chen Yulin)	21,110	–	–	–	21,110
	126,661	–	480,000	24,480	631,141

Notes:

(i) Ms. Chen Xiaoyu has been appointed as the Chairperson of the Company on 16 May 2023.

(ii) Mr. Ong Cheng Yew has retired as the Chairman of the Board on 16 May 2023.

(iii) Ms. Koh Siew Khing has resigned as an executive director of the Company on 4 May 2023.

(iv) Mr. Chan Kwun Wah Derek has been appointed as a non-executive director of the Company on 4 May 2023.

(v) Ms. Yang Pu and Mr. Shi Shuyuan have been appointed as non-executive directors of the Company on 16 May 2023.

(vi) Mr. Wong Carson Ka Chun, Mr. Tong Kai Tak and Ms. Chen Li have been appointed as independent non-executive directors of the Company on 16 May 2023.

(vii) Mr. Tam Wai Tak Victor, Ms. Chooi Pey Nee and Mr. Tan Yeok Lim have resigned as independent non-executive directors of the Company on 16 May 2023.

(viii) Mr. Tong Kai Tak has resigned as an independent non-executive director of the Company on 31 January 2024.

The executive directors' emoluments shown above were for their services in connection with the management affairs of the Company and the Group.

The non-executive directors' emoluments shown above were for their services as directors of the Company and the Group, if applicable.

The independent non-executive directors' emoluments shown above were for their services as directors of the Company.

The remunerations of directors and the chief executive were determined by the remuneration committees having regard to the performance of individuals and market trends.

During the year, no remuneration was paid by the Group to the directors or other highest paid individuals of the Company as an inducement to join or upon joining the Group or as compensation for loss of office. None of the directors waived or agreed to waive any remuneration during the year.

(b) Employees' remuneration

The five highest paid employees of the Group during the year ended 31 December 2023 included two (2022: three) directors, details of whose remunerations are set out in Note 8(a) above. Details of the remuneration for the remaining three (2022: two) highest paid employees who are not directors of the Company are as follows:

	Year ended 31 December	
	2023	2022
	S$	*S$*
Salaries and allowances	**337,734**	126,420
Discretionary bonus	**27,005**	10,431
	364,739	136,851

The five highest paid individuals including directors were within the following bands presented in Hong Kong Dollars ("HK$"):

	Number of Employees	
	Year ended 31 December	
	2023	2022
Emolument bands		
Nil to HK$500,000	**–**	3
HK$500,001 to HK$1,000,000	**3**	–
HK$1,000,001 to HK$2,000,000	**2**	2

9. DIVIDEND

No dividend was paid or proposed for the ordinary shareholders of the Company during the year ended 31 December 2023, nor has any dividend been proposed since the end of the reporting period (2022: Nil).

10. LOSS PER SHARE

The calculation of basic loss per share is based on the loss for the year attributable to owners of the Company and the weighted average number of shares in issue:

	2023	2022
	S$	*S$*
Loss attributable to the owners of the Company	**(1,437,938)**	(6,764,552)

	Number of shares	
	2023	2022
Weighted average number of ordinary shares in issue:		
Issued ordinary shares as at 1 January	**480,000,000**	480,000,000
Effect of ordinary shares issued upon exercise of 2023 Warrants *(Note 22)*	**3,233**	–
Weighted average number of ordinary shares in issue	**480,003,233**	480,000,000
	S$	*S$*
Basic loss per share	**(0.30)**	(1.41)

The weighted average number of ordinary shares for the purpose of basic and diluted loss per share for the year ended 31 December 2023 has been adjusted for the exercise of 2023 Warrants as described in Note 24.

For the year ended 31 December 2023, the diluted loss per share is the same as the basic loss per share, as the Group has no dilutive potential ordinary shares for the year. For the year ended 31 December 2022, no diluted loss per share is presented because the exercise price of the Company’s warrants (Note 22) was higher than the average market price for shares for the year.

11. PROPERTY, PLANT AND EQUIPMENT

	Buildings *S$*	Motor Vehicles *S$*	Office equipment *S$*	Plant and machinery *S$*	Leasehold improvement *S$*	Total *S$*
Cost:						
As at 1 January 2022	3,500,000	344,663	282,108	2,051,111	637,089	6,814,971
Additions	–	–	33,553	87,030	–	120,583
Transferred from right-of-use assets	–	279,195	–	–	–	279,195
Disposals	–	–	(6,200)	–	–	(6,200)
As at 31 December 2022 and 1 January 2023	3,500,000	623,858	309,461	2,138,141	637,089	7,208,549
Additions	–	–	6,248	75,881	–	82,129
Disposals	–	–	–	(47,500)	–	(47,500)
As at 31 December 2023	3,500,000	623,858	315,709	2,166,522	637,089	7,243,178
Accumulated depreciation:						
As at 1 January 2022	1,469,969	192,164	263,439	1,520,212	633,640	4,079,424
Charge for the year	633,002	44,996	16,420	181,959	2,300	878,677
Transferred from right-of-use assets	–	176,352	–	–	–	176,352
Elimination on disposals	–	–	(6,200)	–	–	(6,200)
As at 31 December 2022 and 1 January 2023	2,102,971	413,512	273,659	1,702,171	635,940	5,128,253
Charge for the year	633,003	62,385	18,212	175,662	1,149	890,411
Elimination on disposals	–	–	–	(47,500)	–	(47,500)
As at 31 December 2023	2,735,974	475,897	291,871	1,830,333	637,089	5,971,164
Carrying amounts:						
As at 31 December 2022	1,397,029	210,346	35,802	435,970	1,149	2,080,296
As at 31 December 2023	764,026	147,961	23,838	336,189	–	1,272,014

The above items of property, plant and equipment are depreciated on a straight-line basis at the following useful lives after taking into account the residual values:

Buildings	6 to 45 years (shorter of lease terms of land on which building was erected)
Motor vehicles	1 to 10 years
Office equipment	3 years
Plant and machinery	5 years
Leasehold improvement	5 years

12. RIGHT-OF-USE ASSETS

	Leasehold Land *S$*	Office premises *S$*	Motor vehicle *S$*	Staffs quarter *S$*	Total *S$*
Cost:					
As at 1 January 2022	1,218,980	1,048,529	333,962	–	2,601,471
New lease entered	–	384,041	–	–	384,041
Expiry of lease contracts	–	(423,461)	–	–	(423,461)
Transferred to property, plant and equipment	–	–	(279,195)	–	(279,195)
As at 31 December 2022 and 1 January 2023	1,218,980	1,009,109	54,767	–	2,282,856
New lease entered	–	729,327	–	200,996	930,323
Expiry of lease contracts	–	(625,068)	–	–	(625,068)
As at 31 December 2023	1,218,980	1,113,368	54,767	200,996	2,588,111
Accumulated depreciation:					
As at 1 January 2022	509,425	675,501	173,110	–	1,358,036
Charge for the year	218,324	332,856	22,866	–	574,046
Elimination on expiry of lease contracts	–	(423,461)	–	–	(423,461)
Transferred to property, plant and equipment	–	–	(176,352)	–	(176,352)
As at 31 December 2022 and 1 January 2023	727,749	584,896	19,624	–	1,332,269
Charge for the year	218,324	353,746	5,477	41,874	619,421
Elimination on expiry of lease contracts	–	(625,068)	–	–	(625,068)
As at 31 December 2023	946,073	313,574	25,101	41,874	1,326,622
Carrying amounts:					
As at 31 December 2022	491,231	424,213	35,143	–	950,587
As at 31 December 2023	272,907	799,794	29,666	159,122	1,261,489

For both years, the Group's leases including leasehold land, office premises, motor vehicles and staff's quarter for its operations. The lease term ranges from 2 to 7 years.

During the year ended 31 December 2023, the Group had non-cash additions to right-of-use assets and corresponding increase of lease liabilities amounted to approximately S$930,323 (2022: S$384,041), in respect of leasing of office premises and staff's quarter for the Group's business and operation.

Amount recognised in profit and loss for the year ended 31 December 2023 and 2022:

	2023	2022
	S$	*S$*
Depreciation on right-of-use assets	**619,421**	574,046
Interest expense on lease liabilities	**67,322**	69,036

The total cash outflow for principal amount and interest of leases liabilities amount to S$621,710 (2022: S$594,536) and S$67,322 (2022: S$69,036), respectively.

The net book value of right-of-use assets included an amount of S$29,666 (2022: S$35,143) in respect of assets held under finance leases.

13. INVESTMENT PROPERTIES

	Freehold property	**Leasehold properties**	**Total**
	S$	***S$***	***S$***
Cost:			
As at 1 January 2022, 31 December 2022 and 1 January 2023	1,581,575	1,427,551	3,009,126
Disposal	–	(460,500)	(460,500)
As at 31 December 2023	1,581,575	967,051	2,548,626
Accumulated depreciation:			
As at 1 January 2022	171,338	312,645	483,983
Charge for the year	26,359	26,907	53,266
As at 31 December 2022 and 1 January 2023	197,697	339,552	537,249
Charge for the year	26,359	26,907	53,266
Elimination on disposal	–	(133,033)	(133,033)
As at 31 December 2023	224,056	233,426	457,482
Net carrying values:			
As at 31 December 2022	1,383,878	1,087,999	2,471,877
As at 31 December 2023	1,357,519	733,625	2,091,144

The above investment properties are depreciated on a straight-line basis over the following years:

Leasehold properties	– Over the lease terms, ranging between 45 to 58 years
Freehold property	– 60 years

As at 31 December 2023, included in the balances are freehold property with carrying value amounting to S$1,357,519 (2022: S$1,383,878). All of the Group's property interests which are freehold and leased out under operating leases for lease terms of 1 to 2 years to earn rentals or for capital appreciation purposes, are measured using the costs model and are classified and accounted for as investment properties.

The investment properties comprise industrial properties that are leased to external customers. The leases contain initial non-cancellable period of 1 to 2 years. Subsequent renewal is negotiated with the lessees. The investment properties are mortgaged to the banks to secure for bank borrowings (Note 20) as at 31 December 2023 and 2022.

During the year ended 31 December 2023, the Group had disposed an investment property located at No. 21 Woodlands Park E1 #03-05, Singapore on 29 December 2023 to a non-related third party at a consideration of S$668,000 and recognised a gain on disposal of the investment properties of S$340,533.

As at 31 December 2023, the fair values of the investment properties amounted to S$2,970,000 (2022: S$3,420,000) and is categorised within level 3 of the fair value hierarchy. The fair values were determined by an independent valuer not connected to the Group using the comparison approach, where it is based on comparable market transactions that considered the sales of similar properties that have been transferred in the open market with the significant unobservable input being the price per square meter where any significant isolated increases (decreases) in this input would result in a significantly higher (lower) fair value measurement.

In estimating the fair value of the property, the highest and best use of the property is their current use. There has been no change to the valuation technique for both years.

The property rental income from the Group's investment properties, all of which are leased out under operating leases, amounted to S$475,611 (2022: S$150,530). Direct operating expenses arising from the rental-generating investment properties amounted to S$53,266 (2022: S$53,266).

Details of the Group's investment properties and information about the fair value hierarchy as at end of the reporting period are as follows:

	Fair value Level 3 *S$*
As at 31 December 2023	
421 Tagore Ind. Avenue #02-14, Singapore	**1,600,000**
No. 18 Sin Ming Lane #07-40 Midview City, Singapore	**650,000**
No. 18 Sin Ming Lane #07-41 Midview City, Singapore	**720,000**
Total	**2,970,000**
As at 31 December 2022	
421 Tagore Ind. Avenue #02-14, Singapore	1,600,000
No. 18 Sin Ming Lane #07-40 Midview City, Singapore	650,000
No. 18 Sin Ming Lane #07-41 Midview City, Singapore	720,000
No. 21 Woodlands Park E1 #03-05, Singapore	450,000
Total	3,420,000

14. TRADE RECEIVABLES

	2023	2022
	S$	*S$*
Trade receivables	**2,108,638**	1,435,521
Less: Loss allowance	**(88,945)**	(88,945)
	2,019,693	1,346,576
Unbilled revenue *(Note below)*	**580,362**	866,612
	2,600,055	2,213,188

Note: Unbilled revenue are those accrued revenue which payment certificates are issued by the customers but no billing has been raised to customers.

Before accepting any new customer, the Group assesses the potential customer's credit quality and defined credit limit to each customer on an individual basis. Limits attributed to customers are reviewed periodically.

The Group does not hold any collateral or other credit enhancements over its trade receivable balances. Trade receivables are non-interest-bearing.

The average credit period granted to the customers is from 30 to 60 days, from the invoice date for trade receivables. The following is an analysis of trade receivables presented based on the invoice dates as at the end of each reporting period:

	2023	2022
	S$	*S$*
Within 30 days	**2,089,427**	1,235,777
Over 31 days	**19,211**	199,744
	2,108,638	1,435,521

Impairment assessment

The Group applied simplified approach to provide the expected credit losses prescribed by IFRS 9.

As part of the Group's credit risk management, the Group assesses the impairment for its customers based on different group of customers which share common risk characteristics that are representative of the customers' abilities to pay all amounts due in accordance with the contractual terms.

The Group performs impairment assessment under ECL model on trade receivables with significant balances and credit-impaired individually and/or collectively. Except for items that are subject to individual evaluation, which are assessed for impairment individually, the remaining trade receivables are grouped based on shared credit risk characteristics by reference to the Group's aging of outstanding balances. The management of the Group is not aware of any significant change in credit quality of the trade receivables and assessed that the expected credit losses are insignificant. The management considered that the Group's trade receivables to have a low credit risk and the loss allowance is immaterial. Thus, no additional loss allowance for trade receivables was recognised during the years ended 31 December 2022 and 2023.

The table below shows the movement in loss allowance that has been recognised for trade receivables in accordance to IFRS 9 *Financial Instruments*:

	Collectively assessed	**Individually assessed**	**Total**
	S$	*S$*	*S$*
Balance as at 1 January 2022, 31 December 2022, 1 January 2023 and 31 December 2023	–	88,945	88,945

15. CONTRACT ASSETS AND CONTRACT LIABILITIES

	Notes	**2023** **S$**	2022 S$
Analysed for reporting purposes as:			
Contract assets	*(a)*	**3,755,928**	4,247,481
Contract liabilities	*(b)*	**(1,466,690)**	(514,271)
		2,289,238	3,733,210

As at 1 January 2022, contract assets and contract liabilities amounted to S$8,716,601 and S$18,088, respectively.

Notes:

(a) Contract assets

The contract assets primarily relate to the Group's right to consideration for work completed and not billed because the rights are conditioned on the Group's future performance in satisfying the respective performance obligations at the reporting date on construction contracts in respect of project works.

The Group classifies contract assets as current because the Group expects to realise them in its normal operating cycle.

As at 31 December 2023, included in contract assets are retention money held by customers for construction work which amounted to S$2,252,908 (2022: S$1,393,930), which were expected to be recovered or settled in more than twelve months from the end of reporting period.

Retention money is unsecured, interest-free and expected to be received within the Group's normal operating cycle.

The contract assets are transferred to trade receivables when the rights became unconditional.

Changes of contract assets were mainly due to: (1) the amount of retention receivables in accordance with the number of ongoing and completed contracts under the defect liability period; and (2) size and number of contracts works that the relevant services were completed but yet certified by representatives appointed by the customers at the end of each reporting period.

Impairment assessment

The management makes periodic individual assessment on the recoverability of contract assets based on historical settlement records, past experience, and also quantitative and qualitative information that is reasonable and supportive forward-looking information. The Group provided impairment based on 12m ECL. The management considered that the Group's contract assets to have a low credit risk and the loss allowance is immaterial. Thus, no loss allowance for contract assets was recognised during the years ended 31 December 2022 and 2023.

(b) Contract liabilities

Contract liabilities relating to construction contracts are balances due to customers under construction contracts. These arise when a particular milestone payment exceeds the revenue recognised to date under the cost-to-cost method.

Contract liabilities, that are not expected to be settled within the Group's normal operating cycle, are classified as current and non-current based on the Group's earliest obligation to transfer goods or services to the customers.

16. DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

	2023	2022
	S$	*S$*
Advances to suppliers	**704,515**	–
Deposits for acquisition of equipment	**1,331,640**	–
Deposits paid	**127,962**	92,186
MOU Deposit Paid for acquisition of the Target Company (Note below)	**503,601**	–
Prepayments	**151,695**	341,570
Sundry debtors	**182,307**	1,788
	3,001,720	435,544

Note:

As at 31 December 2023, the Group had paid a deposit of HK$3,000,000 (equivalent to approximate S$503,601) (the "MOU Deposit Paid") regarding the proposed acquisition (the "Proposed Acquisition") of a target company (the "Target Company").

Pursuant to the Company's announcement dated 27 July 2023, Legend Return Limited ("Legend Return"), a direct wholly-owned subsidiary of the Company, and Mr. JIANG Zhikai（江志凱）(the "Vendor") entered into a memorandum of understanding (the "MOU") concerning the Possible Acquisition of a controlling stake of the Target Company.

The Target Company and its subsidiaries are principally engaged in the distribution of all yak dairy products in the Sichuan and Henan provinces, the PRC.

Pursuant to the MOU, the Vendor has agreed to grant Legend Return an exclusive right to discuss, negotiate and finalise the Formal Agreement for a period of six months starting from the date of signing of the MOU (the "Exclusivity Period").

As at the date of the approval for issuance of the consolidated financial statements, the Proposed Acquisition are still being negotiated is still in process and no legally binding agreement(s) has been entered into.

The Vendor and the Target Company shall, and the Vendor shall procure the Target Company to, forthwith return to Legend Return the MOU Deposit interest-free upon Termination of this MOU and thus, the directors consider that the credit risk of the deposits is immaterial.

Impairment assessment

For the purpose of impairment assessment, the directors consider that the other receivables are considered to have low credit risk as they are not due for payment as the end of the reporting period and there has been no significant increase in the risk of default on the receivables since initial recognition. Accordingly for the purpose of impairment assessment for these receivables, the loss allowance is measured at an amount equal to the 12-month expected credit losses ("ECL").

In determining the ECL, management has taken into account the historical default experience and the financial position of the counterparties, adjusted for factors that are specific to the debtors and general economic conditions of the industry in which the debtors operate, in estimating the probability of default of each of these financial assets occurring within their respective loss assessment time horizon, as well as the loss upon default in each case.

The management considered that the Group's other receivables to have a low credit risk and the loss allowance is immaterial. Thus, no additional loss allowance for other receivables was recognised during the years ended 31 December 2022 and 2023.

There has been no change in the estimation techniques or significant assumptions made in assessing the loss allowance for other receivables for both years.

The directors of the Company considered that the ECL on deposits and other receivables is insignificant as at 31 December 2023 and 2022.

17. BANK BALANCES AND CASH AND PLEDGED BANK DEPOSITS

(a) Bank balances and cash

	2023	2022
	S$	*S$*
Cash on hand	**1,839**	872
Cash at bank	**2,034,126**	4,696,117
Fixed deposit	**1,206,634**	–
	3,242,599	4,696,989

The fixed bank deposit is bearing interests at effective interest rate of 1.10% (2022: Nil) per annum and for a tenure of one month.

The directors of the Company considered that the ECL on bank balances and fixed deposit are insignificant as at 31 December 2023 and 2022.

(b) Pledged bank deposits

	2023	2022
	S$	*S$*
Fixed deposits	**1,075,000**	589,500

The fixed bank deposits are pledged to bank borrowings (Note 20), bearing interests at effective interest rates of 1.37% (2022: 0.4%) per annum and for tenures ranged from three months to one year. The pledged bank deposits will be released upon the settlement of relevant bank borrowings.

The directors of the Company considered that the ECL on fixed bank deposits is insignificant as at 31 December 2023 and 2022.

18. TRADE AND OTHER PAYABLES

	2023	2022
	S$	*S$*
Trade payables	**2,365,391**	1,698,922
GST payables	**230,333**	104,958
Other payables	**521,370**	387,421
Deposits received	**52,019**	39,237
Provision for unutilised leave	**31,021**	27,476
Salaries and CPF payables	**397,727**	363,102
	3,597,861	2,621,116

The following is an aged analysis of trade payables presented based on the invoice date at the end of each reporting period:

	2023	2022
	S$	*S$*
Within 30 days	**1,160,038**	1,107,418
31 to 60 days	**442,213**	338,115
61 days to 90 days	**696,309**	186,325
Over 90 days	**66,831**	67,064
	2,365,391	1,698,922

The average credit period on purchases of goods is 60 days.

19. LEASE LIABILITIES

	2023	2022
	S$	*S$*
Analysed as:		
Non-current	**570,287**	508,083
Current	**714,265**	476,061
	1,284,552	984,144

	2023	2022
	S$	*S$*
Lease liabilities payable:		
Within one year	**714,265**	476,061
In more than one year but no more than two years	**440,815**	377,547
In more than two years but no more than five years	**129,472**	130,536
	1,284,552	984,144
Less: Amount due within one year shown under current liabilities	**(714,265)**	(476,061)
Amount shown under non-current liabilities	**570,287**	508,083

The weighted average incremental borrowing rates applied to lease liabilities range from 5.14% to 5.88% (2022: from 5.14% to 6.13%).

The Group does not face a significant liquidity risk with regard to its lease liabilities. Lease liabilities are monitored within the Group's treasury's function.

20. BORROWINGS

	Notes	2023	2022
		S$	*S$*
Secured and guaranteed:			
Bank loans	*(a) and (c)*	**843,125**	2,739,198
Trade financing	*(b) and (c)*	**22,663**	–
Other loans	*(d)*	**1,678,669**	–
		2,544,457	2,739,198
Analysed as:			
Carrying amount repayable within one year		**865,788**	2,739,198
Carrying amount repayable more than two years, but not more than five years		**1,678,669**	–
		2,544,457	2,739,198
Less: Amount due within one year shown under current liabilities		**(865,788)**	(2,739,198)
Amount shown under non-current liabilities		**1,678,669**	–

Notes:

(a) As at 31 December 2023 and 2022, the bank loans are secured by first legal charge and mortgaged over the Group's investment properties (Note 13), and the bank loans bear fixed interest rates with weighted average effective interest rate at 1.74% (2022: fixed/floating interest rates with weighted average effective interest rate at 2.50%) per annum. The amounts are repayable in 2037 and at the dates ranging from 2023 to 2037 as at 31 December 2023 and 2022, respectively.

(b) As at 31 December 2023 and 2022, the trade financing bore a floating interest rate at 2% (2022: 1.65%) over the bank's cost of funds per annum.

(c) As at 31 December 2023, the Group's bank loans and trade financing are secured by personal guarantee issued by a director. As at 31 December 2022, the Group's bank loans and trade financing are secured by corporate guarantee issued by the Company and personal guarantee issued by a director.

(d) As at 31 December 2023, the Group's other loans is secured by 100% shares of G-Tech Metal Pte Ltd, an indirect wholly-owned subsidiary of the Group. The other loans bear fixed interest rate of 1% per annum and is repayable on 2 July 2026.

21. DEFERRED TAX ASSETS

	Tax losses	Accelerated tax depreciation	Total
	S$	*S$*	*S$*
As at 1 January 2022, 31 December 2022 and 1 January 2023 and 31 December 2023	374,069	(47,115)	326,954

Subject to the agreement by the tax authorities, at the reporting date, the Group has unused tax losses of approximately S$14,000,000 (2022: approximately S$15,000,000) available for offset against future profits. A deferred tax assets has been recognised in respect of approximately S$2,200,000 (2022: S$2,200,000) of such losses. No deferred tax asset has been recognised in respect of the remaining approximately S$11,800,000 (2022: S$12,800,000) due to the unpredictability of future profit streams. The unrecognised tax losses may be carried forward indefinitely subject to the conditions imposed by law including the retention of majority shareholders as defined.

The deferred tax liabilities resulted from temporary taxable differences arising from accelerated depreciation in relation to capital allowance claims on qualified assets in accordance with prevailing tax laws in Singapore.

22. SHARE CAPITAL

	Number of shares	Par value	Share capital
		HK$	*HK$*
Authorised share capital			
As at 1 January 2022, 31 December 2022, 1 January 2023 and 31 December 2023	5,000,000,000	0.01	50,000,000

	Number of shares	Share capital
		S$
Issued and fully paid share capital		
As at 1 January 2022, 31 December 2022 and 1 January 2023	480,000,000	827,586
Exercise of 2023 Warrants subscription rights during the year	10,000	17
As at 31 December 2023	480,010,000	827,603

During the year ended 31 December 2023, certain 2023 Warrants holders have exercised their subscription rights and the Company had issued and allotted 10,000 new shares upon the exercise of such subscription rights at the subscription price of HK$4.00 per share with a total subscription money of HK$40,000 (equivalent to S$6,715) and details of which are set out in note 24.

The new shares rank pari passu with the existing shares in all respects.

Saved as disclosed above, there were no movements of the share capital of the Company for the years ended 31 December 2022 and 2023.

23. SHARE OPTION SCHEME

Pursuant to a share option scheme approved by a written resolution passed by the shareholders of the Company on 2 November 2017 (the “Share Option Scheme”), the Company may grant options to eligible directors of the Group, eligible employees of the Group and other selected participants, for the recognition of their contributions, to subscribe for shares (“Shares”) in the Company with a payment of HK$1 upon each grant of options offered.

The exercise price of the share option will be not less than the highest of:

- the closing price of the Company’s shares as stated in the Stock Exchange’s daily quotation sheet on the date (the “Offer Date”) of grant of the particular option, which must be a business day;

- the average of the closing prices of the Shares as stated in the Stock Exchange’s daily quotation sheet for the five business days immediately preceding the Offer Date of the option; and

- the nominal value of a Share on the Offer Date.

The share options are exercisable at any time during a period of not more than 10 years from the date of grant, subject to the terms and conditions of the Share Option Scheme, or any conditions stipulated by the Board of Directors.

The maximum number of shares in respect of which options may be granted shall not exceed 10% of the number of shares of Company in issue as at the Listing Date or any subsequent date of approval of refreshing of the limit. Unless further shareholders’ approval has been obtained pursuant to the conditions set out in the Share Option Scheme, no person shall be granted an option which, if all the options granted to the person (including both exercised and outstanding options) in any 12 months period up to the date of grant are exercised in full, would result in such person’s maximum entitlement exceeding 1% of the number of issued shares of Company.

Up to the date of issuance of the consolidated financial statements, no options have been granted or agreed to be granted pursuant to the Share Option Scheme.

During the years ended 31 December 2023 and 2022, no share options has been granted nor exercised and there is no outstanding share options of the Company as at 31 December 2023 and 2022.

24. 2023 WARRANTS

Pursuant to the Company’s announcement dated 28 June 2021 and the circular of the Company dated 26 July 2021, the Company issued the bonus warrants to the shareholders of the Company on the basis of one warrant (the “2023 Warrants”) for every five existing shares.

Each 2023 Warrants will entitle the holder thereof to subscribe in cash for one new share of the Company at an initial subscription price of HK$4.00 per new share, subject to adjustments, upon exercise of the 2023 Warrants at any time during the period from 24 August 2021 to 23 August 2023 (both day inclusive). Upon full exercise of the subscription rights attaching to the 2023 Warrants, a maximum of 96,000,000 new shares (subject to adjustments) will be issued, representing 20% of the issued share capital of the Company approximately 16.67% of the issued share capital of the Company as enlarged by the new shares to be issued upon the exercise of all 2023 Warrants at that time. Based on the initial subscription price of HK$4.00 per new share, the Company would receive the subscription monies total up to approximately HK$384 million (equivalent to approximately S$66.6 million).

Sine the issuance of the 2023 Warrants in 2021 and during the year ended 31 December 2022, no shares were issued regarding the 2023 Warrants.

During the year ended 31 December 2023, certain 2023 Warrants holders have exercised their subscription rights and the Company had issued and allotted 10,000 new shares upon the exercise of such subscription rights at the subscription price of HK$4.00 per share with a total subscription money of HK$40,000 (equivalent to S$6,715). Thereafter, the remaining 2023 Warrants lapsed on 23 August 2023.

25. OPERATING LEASE ARRANGEMENTS

The Group as lessor

Operating leases, in which the Group is the lessor, relate to investment property (Note 13) owned by the Group with lease terms of 1 to 2 years, with one year extension option. All operating lease contracts contain market review clauses in the event that the lessee exercises its option to renew. The lessee does not have an option to purchase the property at the expiry of the lease period.

The unguaranteed residual values do not represent a significant risk for the Group, as they relate to property which is located in a location with a constant increase in value over the last three years. The Group did not identify any indications that this situation will change.

	2023	2022
	S$	*S$*
Undiscounted lease payments receivable on leases are as follows:		
Within 1 year	**390,944**	137,050
In the second year	**35,462**	55,700
Total	**426,406**	192,750

26. RETIREMENT BENEFIT PLAN

As prescribed by the Central Provident Fund Board of Singapore, the Company's employees employed in Singapore who are Singapore Citizens or Permanent Residents are required to join the CPF scheme. For the year ended 31 December 2023, the Group contributed up to 17% of the eligible employees' salaries to the CPF scheme, with each employee's qualifying salary capped at S$6,000 per month.

The total costs charged to profit or loss, amounting to S$87,551 (2022: S$94,214) for the year ended 31 December 2023, represent contributions paid to the retirement benefits plan by the Group.

As at 31 December 2023, the CPF contribution payables amounted to S$17,645 (2022: S$14,462) which were paid subsequent to the end of the respective years.

27. RELATED PARTY TRANSACTIONS

Saved as disclosed elsewhere in these consolidated financial statements, the Group has following transactions and balances with related parties:

Compensation of key management personnel

The remuneration of directors and other members of key management during the year was as follows:

	2023	2022
	S$	*S$*
Directors		
Short term benefits	**564,507**	606,661
Post-employment benefits	**16,672**	24,480
	581,179	631,141
Other members of key management		
Short term benefits	**171,671**	–
Post-employment benefits	**8,216**	–
	179,887	–

MANAGEMENT DISCUSSION AND ANALYSIS GENERAL

The Group is principally engaged in the design, supply, fabricate and erect structural steel works for the construction of buildings, including technological plants, industrial buildings, commercial buildings, government institutions and residential buildings in Singapore.

FINANCIAL REVIEW

Revenue and Results

For the year ended 31 December 2023, the Group recorded revenue of approximately S$18,345,000 (2022: approximately S$9,387,000). The increase in revenue is primarily attributable to an increase in the number of projects undertaken by the Group and the revenue contribution from projects with relatively larger contract values, as a result of the resumption of Singapore construction market demand following the downturn caused by COVID-19.

For the year ended 31 December 2023, the Group recorded a gross profit of approximately S$3,061,000 (2022: a gross loss of approximately S$2,980,000). The turnaround from a gross loss to a gross profit position is primarily attributable to, on top of the aforesaid reasons for the increase in revenue, the decline in steel prices in 2023 year-on-year compared to 2022, an increase in the gross profit margin for new projects in 2023, ranging between 12%-21% as compared to the 10% margin for projects in 2022, and the absence of non-revenue-generating extra rectification work on projects commenced before COVID-19, which was a factor in 2022.

Selling and administrative expenses for the year ended 31 December 2023 was approximately S$5,309,000 (2022: approximately S$3,944,000).

The Group recorded a loss before tax for the year ended 31 December 2023 of approximately S$1,438,000 and loss before tax for the year ended 31 December 2022 of approximately S$6,761,000. The loss after tax of the Group were approximately S$1,438,000 for the year ended 31 December 2023 and loss after tax were approximately S$6,765,000 for the year ended 31 December 2022.

The decrease of the loss after tax for the the year ended 31 December 2023 is mainly contributed by, on top of the aforesaid reasons, an increase in rental income of approximately S$0.3 million contributed from the Group leasing open spaces at its factory, a gain on disposal of an investment property, a reduction in interest expenses resulting from early repayments of bank loans, and an increase of interest income earnings from new fix deposits.

Liquidity and Financial Resources

The Group's exposure to liquidity risk arises in the general funding of the Group's operations, in particular, that the duration of the contracts spans from one month to one year and during which the amount of progress claim varies from month to month depending on the provision of construction works and installation and auxiliary services for the month. The supply and installation schedule is as directed by the customer, in accordance with the main contractor's schedule. As such, the Group actively manages our customers' credit limits, aging, and repayment of retention monies and monitors the operating cash flows to ensure adequate working capital funds and repayment schedule is met.

As at 31 December 2023, the Group's borrowings comprised lease liabilities of S$Nil exclusive of lease liabilities in relation to the addition of IFRS 16 of approximately S$1,285,000 (2022: lease liabilities of approximately S$15,000 exclusive of lease liabilities in relation to the addition of IFRS 16 of approximately S$969,000) and borrowings of approximately S$2,544,000 (2022: approximately S$2,739,000).

The Group had cash and cash equivalents of approximately S$3,243,000 (2022: approximately S$4,697,000) which were placed with major banks in Singapore, Hong Kong and Malaysia.

The gearing ratio is calculated based on the total borrowings divided by the total equity as the respective periods end. The Group's gearing ratio as at 31 December 2023 was approximately 26.1% (2022: approximately 24.6%).

Foreign Exchange Exposure

The Group transacts mainly in Singapore dollars, which is the functional currency of the Group. However, the Group retains the proceeds from the listing of the Company on GEM of the Stock Exchange on 17 November 2017 (the "Listing Date") by way of share offer (the "Share Offer") in Hong Kong dollars, which exposed the Group to foreign exchange risk arising from the fluctuations of exchange rate for Hong Kong dollars against Singapore dollars. The Group does not have a foreign currency hedging policy but it continuously monitors its foreign exchange exposure and will apply appropriate measures if necessary.

Significant Investments Held, Material Acquisitions and Disposals of Subsidiaries, and Future Plans for Material Investments or Capital Assets

On 27 July 2023, the Company's wholly-owned subsidiary Legend Return Limited as the purchaser, an independent third party Mr. Jiang Zhikai as the vendor and Plateau Treasure (HK) Limited as the target company, entered into a memorandum of understanding concerning the possible acquisition of a controlling stake of the target company. For detailed information, please refer to the Company's announcement dated 27 July 2023. Subsequently, on 26 January 2024, the parties reached a consensus to extend the exclusive period to 26 July 2024. As of the date of this announcement, the due diligence review is ongoing, and no formal sales and purchase agreement has been executed.

Save as disclosed above, during the year, there were no significant investments held by the Group and there were no material acquisitions and disposals of subsidiaries, and the Group do not have any future plans for material investments and capital assets.

Charges on Group's Assets

The Group has total present value of lease obligations under finance lease, which are secured by the relevant leased machinery and motor vehicles amounting to S$Nil (2022: approximately S$35,000).

Contingent Liabilities

As at 31 December 2022 and 2023, the Group did not have any contingent liabilities.

Capital Commitments

As at 31 December 2022 and 2023, the Group did not have any capital commitments.

Employee Information

As at 31 December 2023, the Group had an aggregate of 142 (2022: 131) employees.

The employees of the Group are remunerated according to their job scope and responsibilities. The local employees are also entitled to discretionary bonus depending on their respective performance. The foreign workers are employed on one or two years contractual basis and are remunerated according to their work skills.

Total staff costs, including Directors' emoluments, amounted to approximately S$4,393,000 and S$3,506,000 for the years ended 31 December 2023 and 2022 respectively.

Comparison of Business Objectives with Actual Business Progress

An analysis comparing the business objectives as set out in the prospectus of the Company dated 30 October 2017 (the "Prospectus") with the Group's actual business progress from 17 November 2017, being the date of listing (the "Listing") of the Company's issued shares on GEM of the Stock Exchange, to 31 December 2023 is set out below:

Business Strategies	Actual business progress up to 31 December 2023
– Purchase of new fabrication facility	– The Group has fully utilised approximately HK$20.4 million for purchase of new fabrication facility
– Expand our workforce to support our business expansion	– The Group has fully utilised approximately HK$0.8 million for the expansion of workforce in 2018 to support business expansion
– Purchase of machineries for new fabrication facility	– The Group has utilised approximately HK$9.6 million for the purchase of machinery for the leased property located at 12 Sungei Kadut Loop, Singapore 729456 (the "Leased Property"). The remaining amount of approximately HK$5.1 million is expected to be utilised by 31 December 2024 which is delayed due to machinery purchase plan adjustment.

Use of Proceeds from the Share Offer

The net proceeds from the Listing, after deducting listing related expenses, were approximately HK$35.9 million (approximately S$6.19 million).

As at the date of this announcement, the net proceeds from the Listing have been utilised in the following manner:

	Use of proceeds as allocated in accordance with the Prospectus[1]	Actual use of proceeds from the Listing up to 31 December 2022	Proceeds utilised during the year ended 31 December 2022	Proceeds utilised during the year ended 31 December 2023	Outstanding proceeds as at 31 December 2023
	HK$ million	*HK$ million*	*HK$ million*	*HK$ million*	*HK$ million*
Purchase price of new fabrication facility	20.4	20.4[2]	–	–	–
Purchase of machineries for new fabrication facility	14.7	1.7[3]	–	7.9	5.1[3]
Expansion of workforce to support business expansion	0.8	0.8	–	–	–

Notes:

(1) The actual amounts allocated have been adjusted to reflect the percentage of the net proceeds actually received pursuant to the Listing.

(2) As stated in the Prospectus, the Group intended to utilise the proceeds from the Listing to purchase a new fabrication facility by 30 June 2018. However, the Group only identified the Leased Property in the first quarter of 2019 after searching for suitable properties within the vicinity and engaging in negotiations with potential sellers. As at 31 December 2019, the Group has utilised the net proceeds raised as deposits and payment of remaining purchase consideration after the execution of the share purchase agreement for the acquisition of the entire issued shares in Kay Huat Trading Company Private Limited in relation to the Leased Property.

(3) Such amount was utilised as down payment for the purchase of machinery for the Leased Property. The remaining amount of approximately HK$5.1 million unutilised net proceeds is expected to be utilised by 31 December 2024.

The unused net proceeds have been placed as interest bearing deposits with licensed banks in Hong Kong and Singapore.

As at the date of this announcement, the Directors do not anticipate any change to the plan as to the use of proceeds.

BUSINESS REVIEW

The Group is principally engaged in the design, supply, fabricate and erect structural steel works for the construction of buildings, including technological plants, industrial buildings, commercial buildings, government institutions and residential buildings in Singapore.

Revenue comprised of revenue from the provision of construction services, installation and auxiliary services provided by the Group to external customers, which amounted to approximately S$18,345,000 and S$9,387,000 for the years ended 31 December 2023 and 2022 respectively.

Management is actively seeking projects from other customers for diversification of customer concentration risks, and expanding existing capacity to cater to higher demands.

During the current financial year, the loss before tax for the year ended 31 December 2023 was approximately S$1,438,000 and the loss before tax for the year ended 31 December 2022 was approximately S$6,761,000.

The Group's strategies are to expand and strengthen its market position in the structural steel work industry in Singapore through the expansion of its projection capacity and workforce.

Singapore's construction sector is being driven by a large number of infrastructure projects which will continue into the latter part of the next decade. These infrastructure projects feed into the government's overall strategy for growth which includes bringing in new companies, investing in new industry sectors and increasing the population level. Structural steel is a critical component in many of these projects.

Those large scale projects will increase demand in design and consultancy skills from the steel fabricators, which will in turn enhance their skills and productivity making them more valuable for future projects.

The Board is ultimately responsible for ensuring that the risk management practices of the Group are sufficient to mitigate the risks present in our businesses and operations as efficiently and effectively as possible. The Board delegates some of these responsibilities to various operational departments. The Group's financial position, operations, business and prospects may be affected by various risks and uncertainties such as the non-recurring nature of the Group's contracts, potential delays in projects and risks involved in engaging subcontractors. The Group adopts risk management policies, measures and monitoring systems to pre-empt and contain exposures associated with the identified risks.

On 21 July 2023, the Group entered into an authorised distribution agreement with Tibet Plateau Treasures Yak Dairy Co., Ltd., being authorised to be the sole distributor in Hong Kong, Macau, Taiwan, and other countries in the Asia Pacific region, as well as a non-exclusive distributor in the PRC in respect of it's all yak dairy products, for a period of five years. During the fourth quarter of 2023, the Group embarked on a strategic initiative by commencing the trial sales of yak dairy products, generating income recognised as other income for the Group. This marks a milestone in the Group's venture into new market segments, aligning with its long-term growth strategy.

Going forward, the Group will continue to manage its expenditures, review the business strategy constantly and look for opportunities in a cautious and prudent manner.

PROSPECT

Economic outlook

Total construction demand in 2024 is projected to range between S$32 billion and S$38 billion, and a steady improvement in construction demand over the medium term. It is projected to reach between S$31 billion and S$38 billion per year from 2025 to 2028.

The Building and Construction Authority (BCA) projects the total construction demand in 2024 (i.e. the value of construction contracts to be awarded) to range between approximately S$32 billion and S$38 billion.

In 2024, we anticipate the public sector to be the primary catalyst for the construction industry, with projections indicating a demand ranging from S$18 billion to S$21 billion. This surge is predominantly attributed to investments in public housing and infrastructure projects. Key ventures on the horizon include the Housing and Development Board's (HDB) latest Built-To-Order (BTO) developments, further contracts for Phase 2 of the Cross Island MRT Line, as well as infrastructure works for the forthcoming Changi Airport Terminal 5 (T5) and Tuas Port. Additionally, other major road enhancement and drainage improvement projects are also in the pipeline, indicating a steady involvement of public sector efforts in shaping the year's construction activities.

For 2024, the demand for construction within the private sector is estimated by BCA to fall between S$14 billion and S$17 billion. This expectation is largely driven by a surge in residential projects stemming from the Government Land Sales programme, alongside the expansion efforts of the two Integrated Resorts. Additionally, the redevelopment of commercial spaces, coupled with the emergence of mixed-use properties and industrial facilities, are also anticipated to contribute to the private sector's construction demand.

Going forward, the Group will continue to expand and strengthen its market position in the structural steelwork industry in Singapore and explore the yak dairy products distribution business in the PRC and across the Asia Pacific region simultaneously. The Group will be able to expand the scope of business which will be beneficial to the long-term development of the Group.

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ITS ASSOCIATED CORPORATIONS

As at 31 December 2023, to the best knowledge of the Directors, none of the Directors nor the chief executive of the Company any other interests or short positions in any shares, underlying shares or debentures of the Company, any of its Group members or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "SFO")) which were notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO), or which were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein, or which were required, pursuant to Rule 5.46 of the GEM Listing Rules.

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN THE SHARES, DEBENTURES AND UNDERLYING SHARES OF THE COMPANY

As at 31 December 2023, so far as was known to the Directors, the following persons/entity (other than the Directors or chief executive of the Company) had, or were deemed to have, interests or short positions in the shares or underlying shares of the Company, its Group members and/or associated corporations which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO:

Aggregate long positions in the shares and underlying shares of the Company

Name of substantial shareholder	Nature of interest	Number of share held	Approximate percentage of the issued share capital
Million Treasure International Holdings Limited *(Note 1)*	Beneficial owner	289,920,000	60.40%
Mr. Zhang Zhang *(Note 2)*	Interested of the controlled corporation	289,920,000	60.40%

Notes:

(1) On 5 September 2022, Million Treasure International Holdings Limited as the purchaser entered into a sale and purchase agreement with Broadbville Limited as the vendor for the sale and purchase of 331,790,000 shares and 66,358,000 warrants of the Company and the sale and purchase was completed on 14 March 2023. The mandatory general offer was completed on 4 May 2023.

(2) Million Treasure International Holdings Limited is owned by Mr. Zhang Zhang as to 80%, Ms. Li Heliang as to 10% and Mr. Wang Jiandong as to 10%. Under the SFO, Mr. Zhang Zhang is deemed to be interested in all the shares of the Company held by Million Treasure International Holdings Limited.

Save as disclosed above, as at 31 December 2023, the Directors were not aware of any other persons/entities (other than the Directors and chief executive of the Company) who had interests or short positions in the shares or underlying shares of the Company, its Group members or associated corporations which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or which were recorded in the register required to be kept by the Company under Section 336 of the SFO.

DIRECTORS' INTEREST IN COMPETING BUSINESS

During the year under review, none of the Directors or their respective associates (as defined in the GEM Listing Rules) of the Group had any interests in any business which competed with or might compete with the business of the Group.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED JUSTIFIED SECURITIES

During the year ended 31 December 2023, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities.

CODE OF CONDUCT REGARDING SECURITIES TRANSACTIONS BY THE DIRECTORS

During the year ended 31 December 2023, the Company has adopted a code of conduct regarding securities transactions by Directors on terms no less than the required standard of dealings as set out under Rules 5.48 to 5.67 of the GEM Listing Rules. The Company has also made specific enquiry of all Directors and the Company was not aware of any non-compliance with the required standard of dealings and its code of conduct regarding securities transactions by Directors during the year ended 31 December 2023.

CORPORATE GOVERNANCE PRACTICES

The Board considers good corporate governance a key element in managing the business and affairs of the Group. The management of the Group periodically reviews and proposes amendments to its corporate governance practices for compliance with the Corporate Governance Code (the "CG Code") as set out in Appendix C1 to the GEM Listing Rules. In the opinion of the Board, the Company has complied with the CG Code during the year ended 31 December 2023.

Code Provision C.2.1 of the CG Code states that the roles of the chairman and chief executive officer should be separate and should not be performed by the same individual. Ms. Chen Xiaoyu is the chairperson of the Board. The position of chief executive officer of the Company remains vacant. The responsibilities of the chief executive officer are taken up by executive Directors. The Board believes that this arrangement enables the Company to make and implement decisions promptly, and thus achieve the Company's objectives efficiently and effectively. The Board also believes that the Company already has a strong corporate government structure in place to ensure effective oversight of management.

BONUS WARRANTS ISSUE

On 26 July 2021, the Company issued a circular relating to the proposed bonus issue of warrants to subscribe for new Shares at an initial subscription price of HK$4.00 per new Shares, subject to adjustment (the "Warrant(s)"), by the Company to qualifying shareholders of the Company on the basis of one Warrant for every five Shares held on 6 August 2021. On 23 August 2021, the Company announced that it has obtained approval from the Stock Exchange for the listing of and permission to deal in the Warrants and new Shares which may fall to be issued upon the exercise of the subscription rights attaching to the Warrants. The stock code of the Warrants is 8209.

A total of 96,000,000 Warrants were issued by the Company to the shareholders on 24 August 2021 pursuant to the general mandate granted to the Directors at the Company's annual general meeting held on 22 June 2021, as represented by the Warrant certificates. The Warrants were issued in registered form and each Warrant will entitle the holder to exercise the subscription right during the subscription period from 24 August 2021 to 23 August 2023.

The Warrants expired on 23 August 2023, and a total of 10,000 new shares were allotted upon the exercise of the subscription rights attached to the Warrants.

SHARE OPTION SCHEME

The Company has adopted the share option scheme (the "Scheme") on 2 November 2017. The purpose of the Scheme is to advance the interests of the Company and the shareholders by enabling the Company to grant options to attract, retain and reward the eligible persons and to provide the eligible persons an incentive or reward for their contribution to the Group and by enabling such persons' contribution to further advance the interests of the Group. The principal terms of the Scheme are summarized in the section headed "Share Option Scheme" in Appendix V to the Prospectus.

As at 31 December 2023, no share option was outstanding under the Scheme. No share option has been granted, exercised, cancelled or lapsed under the Scheme since its adoption.

DIVIDEND

The Directors do not recommend the payment of dividend for year ended 31 December 2023 (2022: Nil).

SIGNIFICANT INVESTMENTS

As at 31 December 2023, the Group did not hold any significant investments.

EVENTS AFTER THE REPORTING PERIOD

On 26 January 2024, the Company's wholly-owned subsidiary Legend Return Limited as the Purchaser, Mr. JIANG Zhikai as the Vendor and Plateau Treasure (HK) Limited as the Target Company, entered into a supplemental agreement, among other things, agreed to extend the Exclusive Period to 26 July 2024. Save as disclosed, no significant events have taken place after the financial year ended 31 December 2023 to the date of this announcement.

PUBLIC FLOAT

Based on the information that is publicly available to Company and within the knowledge of the Directors, at least 25% of the Company's total issued share capital was held by the public as at the latest practicable date prior to the issue of this announcement.

SCOPE OF WORK OF YONGTUO FUSON CPA LIMITED

The figures in respect of the Group's consolidated statement of financial position, consolidated statement of profit or loss and other comprehensive income and the related notes thereto for the year ended 31 December 2023 as set out in this announcement have been agreed by the Group's auditor, Yongtuo Fuson CPA Limited, to the amounts set out in the Group's audited consolidated financial statements for the year. The work performed by Yongtuo Fuson CPA Limited in this respect did not constitute an assurance engagement in accordance with International Standards on Auditing, International Standards on Review Engagements or International Standards on Assurance Engagements issued by the International Auditing and Assurance Standards Board and consequently no assurance has been expressed by Yongtuo Fuson CPA Limited on this announcement.

AUDIT COMMITTEE

The Company established an audit committee (the "Audit Committee") on 21 June 2017 with written terms of reference in compliance with Rule 5.28 of the GEM Listing Rules and paragraph D.3 of the CG Code and Corporate Governance Report as set out in Appendix C1 to the GEM Listing Rules. The Audit Committee consists of three independent non-executive Directors namely Mr. Wong Carson Ka Chun, Mr. Tong Kai Tak (resigned on 31 January 2024) and Ms. Chen Li. Mr. Wong Carson Ka Chun, a Director with the appropriate professional qualifications, serves as the chairman of the Audit Committee. Among other things, the primary duties of the Audit Committee are to assist the Board in providing an independent view of the effectiveness of our Group's financial reporting process, internal control and risk management system, to oversee the audit process and to perform other duties and responsibilities as assigned by the Board.

The Audit Committee has reviewed the financial statements and annual results for the year ended 31 December 2023 and has provided advice and comments thereon.

PUBLICATION OF ANNUAL REPORT ON THE WEBSITES OF THE COMPANY AND THE STOCK EXCHANGE

According to the GEM Listing Rules, the 2023 Annual Report of the Company shall contain all information as required by the GEM Listing Rules and will be published on the Company's website at www.8402.com.hk and the Stock Exchange's website at www.hkexnews.hk in due course.

By order of the Board
Plateau Treasures Limited
Chen Xiaoyu
Chairperson and Executive Director

Singapore, 25 March 2024

As at the date of this announcement, the Board comprises two executive Directors, namely, Ms. Chen Xiaoyu (Chairperson) and Mr. Ong Cheng Yew; four non-executive Directors, namely, Ms. Lin Xiaoqin, Mr. Chan Kwun Wah Derek, Ms. Yang Pu and Mr. Shi Shuyuan; and two independent non-executive Directors, namely, Mr. Wong Carson Ka Chun and Ms. Chen Li.

This announcement will remain on the "Latest Listed Company Information" page of the Stock Exchange's website at www.hkexnews.hk for at least 7 days from the date of its publication. This announcement will also be published on the Company's website at www.8402.com.hk.