Optima Automobile Group Holdings Limited
傲迪瑪汽車集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 8418)

ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2024

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 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 Optima Automobile Group Holdings Limited (the "**Company**") collectively and individually accept full responsibility, includes 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 the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

ANNUAL RESULTS

The board (the "**Board**") of Directors is pleased to announce the audited consolidated results of the Company and its subsidiaries (collectively, the "**Group**") for the financial year ended 31 December 2024, together with comparative figures for the financial year ended 31 December 2023 as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
For the year ended 31 December

	Notes	2024 SGD'000	2023 SGD'000
Continuing operations			
Revenue	*5*	**87,839**	105,066
Other income and gains	*6*	**1,135**	551
Change in trading inventories	*12*	**(68,650)**	(86,073)
Cost of materials used	*12*	**(6,898)**	(6,242)
Marketing and advertising expenses		**(393)**	(443)
Employee benefit expenses	*7*	**(6,800)**	(6,329)
Depreciation of property, plant and equipment	*7*	**(1,615)**	(1,709)
Depreciation of right-of-use assets	*7*	**(1,204)**	(1,845)
Loss on disposal of an associate		**(1,569)**	–
Loss on disposal of a joint venture		**(11)**	–
Impairment of interests in an associate	*7*	**–**	(918)
Impairment losses under expected credit loss model on trade receivables, net of reversal	*7*	**(45)**	(32)
Impairment losses under expected credit loss model on other receivables, net of reversal	*7*	**(49)**	10
Finance costs	*8*	**(264)**	(366)
Short-term lease expenses	*7*	**(112)**	(49)
Other expenses		**(2,698)**	(2,945)
Share of results of an associate		**–**	130
Loss before income tax expense	*7*	**(1,334)**	(1,194)
Income tax expense	*9*	**(181)**	(79)
Loss for the year from continuing operations		**(1,515)**	(1,273)
Discontinued operation			
Loss for the year from discontinued operation		**–**	(220)
Loss for the year		**(1,515)**	(1,493)

	Notes	**2024** **SGD'000**	2023 SGD'000
Other comprehensive income/(expense), net of tax			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translating foreign operations		**(36)**	69
Share of other comprehensive expense of an associate		**–**	(674)
Reclassification of cumulative translation reserve upon disposal of a subsidiary		**–**	31
Reclassification of cumulative translation reserve upon disposal of an associate		**1,595**	–
Reclassification of cumulative translation reserve upon disposal of a joint venture		**11**	–
Other comprehensive income/(expense) for the year, net of tax		**1,570**	(574)
Profit/(loss) and total comprehensive income/(expense) for the year		**55**	(2,067)
Loss for the year attributable to owners of the Company:			
– from continuing operations		**(1,515)**	(1,273)
– from discontinued operations		**–**	13
		(1,515)	(1,260)
Loss for the year attributable to non-controlling interests:			
– from discontinued operations		**–**	(233)
		(1,515)	(1,493)
Total comprehensive income/(expense) for the year attributable to owners of the Company:			
– from continuing operations		**55**	(1,841)
– from discontinued operations		**–**	10
		55	(1,831)
Total comprehensive income/(expense) for the year attributable to non-controlling interests:			
– from discontinued operations		**–**	(236)
		55	(2,067)
Loss per share attribute to owners of the Company			
From continuing and discontinued operations			
Basic and diluted *(SGD cents)*	*11*	**(0.18)**	(0.15)
From continuing operations			
Basic and diluted *(SGD cents)*	*11*	**(0.18)**	(0.15)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 December

	Notes	2024 SGD'000	2023 SGD'000
ASSETS AND LIABILITIES			
Non-current assets			
Property, plant and equipment		**3,589**	6,065
Right-of-use assets		**2,885**	6,173
Intangible assets		**–**	–
Interests in a joint venture		**–**	–
Interests in an associate		**–**	–
Deposits	*13*	**71**	71
Total non-current assets		**6,545**	12,309
Current assets			
Inventories	*12*	**1,665**	1,750
Trade and other receivables	*13*	**5,164**	3,877
Cash and cash equivalents		**5,381**	4,874
Total current assets		**12,210**	10,501
Current liabilities			
Trade and other payables	*14*	**5,817**	7,061
Lease liabilities		**827**	1,444
Bank and other borrowings		**1,349**	1,493
Current tax liabilities		**373**	214
Total current liabilities		**8,366**	10,212
Net current assets		**3,844**	289
Total assets less current liabilities		**10,389**	12,598
Non-current liabilities			
Lease liabilities		**1,466**	2,896
Bank and other borrowings		**790**	2,522
Other payables	*14*	**1,896**	998
Deferred tax liabilities		**–**	–
Total non-current liabilities		**4,152**	6,416
Net assets		**6,237**	6,182
EQUITY			
Share capital	*15*	**1,497**	1,497
Reserves		**4,740**	4,685
Equity attributable to owners of the Company		**6,237**	6,182
Non-controlling interests		**–**	–
Total equity		**6,237**	6,182

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Optima Automobile Group Holdings Limited (the "**Company**") was incorporated as an exempted company with limited liability in the Cayman Islands on 14 March 2018. The address of its registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, the Cayman Islands. The principal place of business is located at 600 Sin Ming Avenue #03-00 Singapore 575733. On 11 October 2019, the Company's shares were listed on GEM of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**"). The Company and its subsidiaries are together referred to as the Group hereinafter.

The principal activity of the Company is investment holding. The principal activity of the Group is provision of repair and maintenance of motor vehicles, car rental business and supply of passenger car spare parts, accessories and automotive equipment in Singapore and trading of motor vehicles in the People's Republic of China (the "**PRC**"). As at 31 December 2024, the immediate holding company of the Company was Red Link International Limited, a limited liability incorporated in the British Virgin Islands. The directors of the Company considered the ultimate holding company to be Red Link International Limited.

These consolidated financial statements were approved and authorised for issue by the board of directors on 26 March 2025.

2. BASIS OF PRESENTATION AND PREPARATION

(a) Basis of presentation

The consolidated financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("**HKFRSs**"), which collective term includes all individual HKFRSs, Hong Kong Accounting Standards ("**HKASs**") and related interpretations, issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**"). The consolidated financial statements also comply with the applicable disclosure requirements of the Hong Kong Companies Ordinance and the Rules Governing the Listing of Securities on GEM of the Stock Exchange.

The directors of the Company have, at the time of approving the consolidated financial statements, a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the consolidated financial statements.

The consolidated financial statements are presented in Singapore dollars ("**SGD**"). Items included in the financial statements of each entity within the Group are measured using the currency that best reflects the economic substance of the underlying events and circumstances relevant to that entity (the "**functional currency**"). The functional currency of the Company is SGD. The majority of the Company's subsidiaries are operating in Singapore and SGD is used as the presentation currency of the Group.

The consolidated financial statements are prepared on the historical cost basis.

It should be noted that accounting estimates and assumptions are used in preparation of the consolidated financial statements. Although these estimates are based on management's best knowledge and judgment of current events and actions, actual results may ultimately differ from those estimates and assumptions. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements.

3. APPLICATION OF NEW AND AMENDMENTS TO HONG KONG FINANCIAL REPORTING STANDARDS ("HKFRSs")

(a) Amendments to HKFRSs that are mandatorily effective for the current year

In the current year, the Group has applied the following amendments to HKFRSs issued by the Hong Kong Institute of Certified Public Accountants ("**HKICPA**") for the first time, which are mandatorily effective for the Group's annual period beginning on 1 January 2024 for the preparation of the consolidated financial statements:

Amendments to HKFRS 16	Lease Liability in a Sale and Leaseback
Amendments to HKAS 1	Classification of Liabilities as Current or Non-current and related amendments to Hong Kong Interpretation 5 (2020)
Amendments to HKAS 1	Non-current Liabilities with Covenants
Amendments to HKAS 7 and HKFRS 7	Supplier Finance Arrangements

Except as described below, the application of the amendments to HKFRSs in the current year has had no material impact on the Groups' 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 HKAS 1 "Classification of Liabilities as Current or Non-current" and related amendments to Hong Kong Interpretation 5 (2020) (the "2020 Amendments") and Amendments to HKAS 1 "Non-current Liabilities with Covenants" (the "2022 Amendments")

The Groups have applied the amendments for the first time in the current year.

The 2020 Amendments provide clarification and additional guidance on the assessment of right to defer settlement for at least twelve months from reporting date for classification of liabilities as current or non-current, which:

- specify that the classification of liabilities as current or non-current should be based on rights that are in existence at the end of the reporting period. Specifically, the classification should not be affected by management intentions or expectations to settle the liability within 12 months.

- clarify that the settlement of a liability can be a transfer of cash, goods or services, or the entity's own equity instruments to the counterparty. If a liability has terms that could, at the option of the counterparty, result in its settlement by the transfer of the entity's own equity instruments, these terms do not affect its classification as current or non-current only if the entity recognises the option separately as an equity instrument applying HKAS 32 "Financial Instruments: Presentation".

For rights to defer settlement for at least twelve months from reporting date which are conditional on the compliance with covenants, the 2022 Amendments specifically clarify that only covenants that an entity is required to comply with on or before the end of the reporting period affect the entity's right to defer settlement of a liability for at least twelve months after the reporting date, even if compliance with the covenant is assessed only after the reporting date. The 2022 Amendments also specify that covenants with which an entity must comply after the reporting date (i.e. future covenants) do not affect the classification of a liability as current or non-current at the reporting date. However, if the entity's right to defer settlement of a liability is subject to the entity complying with covenants within twelve months after the reporting period, an entity discloses information that enables users of financial statements to understand the risk of the liabilities becoming repayable within twelve months after the reporting period. This would include information about the covenants, the carrying amount of related liabilities and facts and circumstances, if any, that indicate that the entity may have difficulties complying with the covenants.

In accordance with the transition provision, the Groups have applied the new accounting policy to the classification of liability as current or non-current retrospectively. The application of the amendments in the current year had no material impact on the consolidated financial statements.

(b) New and amendments to HKFRSs in issue but not yet effective

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

Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture[1]
Amendments to HKAS 21	Lack of Exchangeability[2]
Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments[3]
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards – Volume 11[3]
HKFRS 18	Presentation and Disclosure in Financial Statements[4]
HKFRS 19	Subsidiaries without Public Accountability: Disclosure[4]

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 2025.
3 Effective for annual periods beginning on or after 1 January 2026.
4 Effective for annual periods beginning on or after 1 January 2027.

4. SEGMENT INFORMATION

The executive directors of the Company, who are the chief operating decision-makers of the Group, review the Group's internal reporting in order to assess performance and allocate resources. Management has determined the operating segments based on reports reviewed by the executive directors of the Company that are used to make strategic decisions.

During the year ended 31 December 2023, the Group identified its education business service as discontinued operations upon disposal of Hunan Maliang Digital Technology Co., Ltd. 湖南馬良數碼科技股份有限公司 (the "**Maliang**") on 26 December 2023.

The Group has four reportable segments including one discontinued segment during the year ended 31 December 2023. During the year ended 31 December 2024, there are three reportable segments after the disposal of the education business segment in 2023. The segments are managed separately as each business offers different services and requires different business strategies.

The following summary describes the operations in each of the Group's reportable segments:

Continuing operations:

– After-market automotive services – inspection, repair services and maintenance

– Car rental services – provision of car rental services

– Automotive supply business – trading of motor vehicles and supply of passenger car spare parts, accessories and automotive equipment

Discontinued operations:

– Education business – sale of hardware and equipment, data collection and provision of management platform service relating to education business

Segment performance is evaluated based on reportable segment profit or loss, which is a measure of adjusted profit or loss before income tax. The adjusted profit or loss before income tax is measured consistently with the Group's profit or loss before income tax except that unallocated other income and gains, staff costs, finance costs, as well as corporate expenses are excluded from such measurement.

Segment assets included all assets but excluded certain property, plant and equipment and right-of-use assets, as well as corporate assets not directly attributable to the business activities of any operating segment.

Segment liabilities included all liabilities but excluded current and deferred tax liabilities, certain lease liabilities and corporate liabilities not directly attributable to the business activities of any operating segment.

(a) Business segment

For the year ended 31 December 2024

	Continuing operations				Discontinued operations		
	After-market automotive services *SGD'000*	Car rental services *SGD'000*	Automotive supply business *SGD'000*	Subtotal *SGD'000*	Education business service *SGD'000*	Adjustments and eliminations *SGD'000*	Total *SGD'000*
Segment revenue							
Revenue from external customers	14,842	3,313	69,684	87,839	–	–	87,839
Inter-segment sales	126	–	–	126	–	(126)	–
	14,968	3,313	69,684	87,965	–	(126)	87,839
Segment profit	4,558	1,439	721	6,718	–	–	6,718
Other income and gains							232
Unallocated staff costs							(3,429)
Unallocated corporate expenses							(3,162)
Unallocated finance costs							(113)
Loss on disposal of an associate							(1,569)
Loss on disposal of a joint venture							(11)
Loss before income tax expense							(1,334)
Other segment information							
Unallocated depreciation							(564)
Unallocated income tax							(181)

For the year ended 31 December 2023

	Continuing operations				Discontinued operations		
	After-market automotive services *SGD'000*	Car rental services *SGD'000*	Automotive supply business *SGD'000*	Subtotal *SGD'000*	Education business service *SGD'000*	Adjustments and eliminations *SGD'000*	Total *SGD'000*
Segment revenue							
Revenue from external customers	13,618	4,069	87,379	105,066	195	–	105,261
Inter-segment sales	146	–	–	146	–	(146)	–
	13,764	4,069	87,379	105,212	195	(146)	105,261
Segment profit/(loss)	3,240	1,067	1,127	5,434	(519)	–	4,915
Other income and gains							283
Share of results of an associate	130	–	–	130	–	–	130
Unallocated staff costs							(2,338)
Unallocated corporate expenses							(4,498)
Unallocated finance costs							(205)
Gain on disposal of a subsidiary							276
Loss before income tax expense							(1,437)
Other segment information							
Unallocated depreciation							(1,056)
Unallocated income tax							(56)

As at 31 December 2024

	Continuing operations				**Discontinued operations**	
	After-market automotive services ***SGD'000***	**Car rental services** ***SGD'000***	**Automotive supply business** ***SGD'000***	**Subtotal** ***SGD'000***	**Education business service** ***SGD'000***	**Total** ***SGD'000***
Segment assets	**4,251**	**4,358**	**1,803**	**10,412**	**–**	**10,412**
Unallocated property, plant and equipment						**30**
Unallocated right-of-use assets						**1,407**
Unallocated cash and cash equivalents						**5,381**
Unallocated corporate assets						**1,525**
Total assets						**18,755**

	Continuing operations				Discontinued operations	
	After-market automotive services	**Car rental services**	**Automotive supply business**	**Subtotal**	**Education business service**	**Total**
	SGD'000	***SGD'000***	***SGD'000***	***SGD'000***	***SGD'000***	***SGD'000***
Segment liabilities	**1,115**	**1,468**	**1,098**	**3,681**	**–**	**3,681**
Current tax liabilities						**373**
Unallocated bank borrowings						**1,708**
Unallocated lease liabilities						**1,483**
Unallocated corporate liabilities						**5,273**
Total liabilities						**12,518**

As at 31 December 2023

	Continuing operations				Discontinued operations	
	After-market automotive services	Car rental services	Automotive supply business	Subtotal	Education business service	Total
	SGD'000	*SGD'000*	*SGD'000*	*SGD'000*	*SGD'000*	*SGD'000*
Segment assets	4,971	9,380	558	14,909	–	14,909
Unallocated property, plant and equipment						41
Unallocated right-of-use assets						1,651
Unallocated cash and cash equivalents						4,874
Unallocated corporate assets						1,335
Total assets						22,810

	Continuing operations				Discontinued operations	
	After-market automotive services	Car rental services	Automotive supply business	Subtotal	Education business service	Total
	SGD'000	*SGD'000*	*SGD'000*	*SGD'000*	*SGD'000*	*SGD'000*
Segment liabilities	1,151	4,159	609	5,919	–	5,919
Current tax liabilities						214
Unallocated bank borrowings						2,833
Unallocated lease liabilities						1,741
Unallocated corporate liabilities						5,921
Total liabilities						16,628

All assets are allocated to operating segments other than unallocated assets (mainly comprising certain property, plant and equipment and right-of-use assets, other receivables and cash and cash equivalents).

All liabilities are allocated to operating segments other than unallocated liabilities (mainly comprising current and deferred tax liabilities, certain bank borrowings, lease liabilities and other payables).

For the year ended 31 December 2024

	Continuing operations				Discontinued operations	
	After-market automotive services *SGD'000*	**Car rental services** *SGD'000*	**Automotive supply business** *SGD'000*	**Subtotal** *SGD'000*	**Education business service** *SGD'000*	**Total** *SGD'000*
Other segment information						
Additions to non-current assets	**134**	**33**	**232**	**399**	**–**	**399**
Depreciation of property, plant and equipment	**(456)**	**(1,123)**	**(8)**	**(1,587)**	**–**	**(1,587)**
Depreciation of right-of-use assets	**–**	**(654)**	**(14)**	**(668)**	**–**	**(668)**
Impairment losses under expected credit loss model on trade receivables, net of reversal	**(46)**	**1**	**–**	**(45)**	**–**	**(45)**
Impairment losses under expected credit loss model on other receivables, net of reversal	**–**	**–**	**(49)**	**(49)**	**–**	**(49)**
Staff costs	**(2,674)**	**(407)**	**(290)**	**(3,371)**	**–**	**(3,371)**
Finance costs	**–**	**(150)**	**(1)**	**(151)**	**–**	**(151)**

For the year ended 31 December 2023

	Continuing operations				Discontinued operations	
	After-market automotive services *SGD'000*	Car rental services *SGD'000*	Automotive supply business *SGD'000*	Subtotal *SGD'000*	Education business service *SGD'000*	Total *SGD'000*
Other segment information						
Additions to non-current assets	864	1,184	–	2,048	–	2,048
Depreciation of property, plant and equipment	(460)	(1,228)	–	(1,688)	(8)	(1,696)
Depreciation of right-of-use assets	(20)	(769)	(21)	(810)	(3)	(813)
Amortisation of intangible assets	–	–	–	–	(91)	(91)
Impairment losses under expected credit loss model on trade receivables, net of reversal	(27)	(5)	–	(32)	(15)	(47)
Impairment losses under expected credit loss model on other receivables, net of reversal	–	–	10	10	–	10
Staff costs	(3,378)	(455)	(158)	(3,991)	(149)	(4,140)
Finance costs	–	(161)	–	(161)	–	(161)
Research expenses	–	–	–	–	(173)	(173)

Additions to non-current assets mainly represents additions to property, plant and equipment and right-of-use assets.

	Revenue from external customers		Specified non-current assets*	
	2024	2023	**2024**	2023
	SGD'000	*SGD'000*	***SGD'000***	*SGD'000*
Geographic information				
Continued operations				
Singapore (place of domicile)	**19,621**	19,493	**6,233**	12,194
The PRC	**68,218**	85,249	**241**	44
Other Asian countries	**–**	324	**–**	–
	87,839	105,066	**6,474**	12,238
Discontinued operations				
The PRC	**–**	195	**–**	–
Total	**87,839**	105,261	**6,474**	12,238

* Specified non-current asset excluded any financial assets

5. REVENUE

An analysis of revenue from the Group's continuing operations is as follows:

	2024	2023
	SGD'000	*SGD'000*
Revenue from contracts with customers within the scope of HKFRS 15		
Service income	**14,240**	13,004
Warranty income	**602**	614
Automotive supply income	**69,684**	87,379
Revenue from other sources		
Car rental income	**3,313**	4,069
	87,839	105,066

	2024	2023
	SGD'000	*SGD'000*
Disaggregation by timing of revenue recognition		
Over time	**14,842**	13,618
Point in time	**69,684**	87,379
	84,526	100,997

(a) Contract assets

The Group has recognised the following revenue-related contract assets:

	2024	2023
	SGD'000	*SGD'000*
Contract assets	**1,012**	557

(i) Nature of contract assets

Contract assets of the Group arise from the after-market automotive services that have been partially provided but have not been completed as at the end of the reporting period. The balance as at 31 December 2024 and 2023 mainly represented car repair services partially complete under the Group's after-market automotive service business.

The contract assets were transferred to trade receivables when the rights became unconditional where car repair services were complete. The typical payment terms which impact on the contract assets are the Group normally issue bill to customers for payment upon completion of the relevant services.

(ii) The expected timing of recovery or settlement for contract assets is as follows:

	2024	2023
	SGD'000	*SGD'000*
Within one year	**1,012**	557

(iii) An impairment analysis was performed at each reporting date using a provision matrix to measure ECLs. The provision rates for the measurement of the ECLs of the contract assets are based on those of the trade receivables as the contract assets and the trade receivables are from the same customer bases. The provision rates of contract assets are based on days past due of trade receivables appropriately grouped by similar loss pattern. The calculation reflects the probability weighted outcome, the time value of money, and reasonable and supportable information that is available at the reporting date about past events, current conditions and forecast of future economic conditions. As at 31 December 2024, no provision was made as the ECLs on contract assets were immaterial (2023: nil).

(b) Contract liabilities

The Group has recognised the following revenue-related contract liabilities:

	2024	2023
	SGD'000	*SGD'000*
Contract liabilities	**2,515**	1,973

(i) Nature of contract liabilities

Contract liabilities of the Group arise from the advance payments made by customers while the underlying goods or services have not been provided. Balance as at 31 December 2024 and 2023 mainly represented advance payments received from customers under the Group's after-market automotive service business and automotive supply business.

(ii) Unsatisfied performance obligations

The Group has applied the practical expedient in paragraph 121 of HKFRS 15 to its contracts of after-market automotive service and automotive supply business such that did not include information about service and supply income that the Group will be entitled to when it satisfies the remaining performance obligations under the contracts of service and supply income that had an original expected duration of one year or less.

The contract liabilities as at 31 December 2024 and 2023 did not include any considerations that the Group may earn in the future by meeting conditions set out in the contracts of service and supply income with customers.

(iii) Movements in contract liabilities

	2024	2023
	SGD'000	*SGD'000*
Balance as at 1 January	**1,973**	1,795
Increase in contract liabilities as a result of advance payments made by customers	**2,484**	2,004
Amounts included in contract liabilities that was recognised as revenue during the year	**(1,998)**	(1,773)
Exchange realignment	**56**	(53)
Balance as at 31 December	**2,515**	1,973

(c) Assets recognised from incremental costs to obtain a contract

During the years ended 31 December 2024 and 2023, there were no significant incremental costs to obtain a contract.

6. OTHER INCOME AND GAINS

An analysis of other income and gains from continuing operations is as follows:

	2024	2023
	SGD'000	*SGD'000*
Government grants *(Note)*	**158**	179
Gain on disposal of property, plant and equipment	**854**	278
Exchange gains	**3**	–
Interest income	**3**	12
Scrapped steel sale	**97**	62
Others	**20**	20
	1,135	551

Note:

There were no unfulfilled conditions and other contingencies attaching to government grants for income recognised during the years ended 31 December 2024 and 2023.

7. LOSS BEFORE INCOME TAX EXPENSE

Loss before income tax expense from continuing operations is arrived at after charging/(crediting):

	2024	2023
	SGD'000	*SGD'000*
Auditors' remuneration	**142**	152
Depreciation of property, plant and equipment		
– Direct depreciation expenses	**1,296**	1,429
– Indirect depreciation expenses	**319**	280
– Total	**1,615**	1,709
Depreciation of right-of-use assets		
– Direct depreciation expenses	**654**	789
– Indirect depreciation expenses	**550**	1,056
– Total	**1,204**	1,845
Employee benefit expenses (including directors' emoluments)		
– Salaries, allowances and other benefits	**6,354**	5,851
– Contributions to defined contribution retirement plan	**446**	478
– Total	**6,800**	6,329
– Direct employee benefit expenses	**574**	357
– Indirect employee benefit expenses	**6,226**	5,972
– Total	**6,800**	6,329
Impairment of interests in an associate	**–**	918
Impairment losses under expected credit loss model on trade receivables, net of reversal	**45**	32
Impairment losses under expected credit loss model on other receivables, net of reversal	**49**	(10)
Loss on written-off of property, plant and equipment	**32**	7
Short-term lease expenses	**112**	49

8. FINANCE COSTS

An analysis of the Group's interest expenses from continuing operations is as follows:

	2024	2023
	SGD'000	*SGD'000*
Interest element of lease liabilities	**176**	179
Interest on bank borrowings	**58**	131
Interest on other payables with related parties/companies	**30**	56
	264	366

9. INCOME TAX EXPENSE

The amounts of income tax from continuing operations in the consolidated statement of profit or loss and other comprehensive income represent:

	2024	2023
	SGD'000	*SGD'000*
The PRC		
Current tax		
– Current year	**41**	116
Singapore		
Current tax		
– Current year	**160**	28
– Over-provision in respect of prior years	**(20)**	(65)
Income tax expense	**181**	79

Singapore profits tax is calculated at 17% on the estimated assessable profits arising in Singapore for the year ended 31 December 2024 (2023: 17%).

Under the Law of the PRC on Enterprise Income Tax (the "**EIT Law**") and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25% for both years.

Taxation arising in other jurisdictions is calculated at the rates prevailing in the relevant jurisdictions.

10. DIVIDENDS

No dividends have been paid or declared by the Company or any of the subsidiaries during the year ended 31 December 2024 (2023: Nil).

11. LOSS PER SHARE

The calculation of the basic and diluted loss per share from continuing operations attributable to owners of the Company is based on the following data:

Loss figures are calculated as follows:

	2024	2023
	SGD'000	*SGD'000*
Loss for the year attributable to owners of the Company	**(1,515)**	(1,260)
Less: Loss for the year from discontinued operations	**–**	(13)
Loss for the purpose of basic loss per share from continuing operations *(SGD'000)*	**(1,515)**	(1,273)
Weighted average number of ordinary shares in issue *(Note)*	**850,000,000**	850,000,000

From discontinued operations

Basic and diluted earnings per share for the discontinued operations is SGD0.002 cents per share, based on the profit for the period from the discontinued operations of approximately SGD13,000 and the denominators detailed above for both basic and diluted loss per share during the year ended 31 December 2023.

Note:

For the year ended 31 December 2024, the calculation of basic loss per share was based on the loss attributable to the owners of the Company and on the basis of the weighted average number of 850,000,000 (2023: 850,000,000) ordinary shares in issue.

Diluted loss per share were the same as basic loss per share as there was no dilutive potential ordinary share in existence during the years ended 31 December 2024 and 2023.

12. INVENTORIES

	2024	2023
	SGD'000	*SGD'000*
Parts and accessories	**1,632**	1,719
Automotive	**33**	31
	1,665	1,750

The change in trading inventories and cost of materials used from continuing operations amounted to SGD68,650,000 and SGD6,898,000 during the year ended 31 December 2024 respectively (2023: SGD86,073,000 and SGD6,242,000).

13. TRADE AND OTHER RECEIVABLES

	2024	2023
	SGD'000	*SGD'000*
Trade receivables	**2,363**	3,030
Less: impairment loss	**(182)**	(548)
Trade receivables, net *(Note (a))*	**2,181**	2,482
Contract assets *(Note 5(a))*	**1,012**	557
Deposits, prepayment and other receivables	**2,042**	909
	5,235	3,948
Categorised as:		
Current portion	**5,164**	3,877
Non-current portion	**71**	71
	5,235	3,948

Notes:

(a) As at 31 December 2024, included in trade receivables represented lease receivables arising from car rental business amounted to SGD106,000 (2023: SGD121,000).

The fair values of trade receivables are considered by the directors not to be materially different from their carrying amounts. The normal credit period granted to customers was ranged from 30 to 90 days.

The ageing analysis of trade receivables, based on invoice date, as at the end of the reporting period is as follows:

	2024	2023
	SGD'000	*SGD'000*
Within 30 days	**609**	963
31 – 60 days	**334**	521
61 – 90 days	**221**	289
91 – 180 days	**296**	414
181 – 365 days	**497**	113
Over 365 days	**224**	182
	2,181	2,482

The ageing analysis of trade receivables, based on due date, as at the end of the reporting periods, is as follows:

	2024 *SGD'000*	2023 *SGD'000*
Not yet past due	**137**	647
Less than 60 days	**821**	916
61 – 90 days	**212**	343
91 – 180 days	**308**	282
181 – 365 days	**479**	115
Over 365 days	**224**	179
	2,044	1,835
	2,181	2,482

Trade receivables that were not yet past due related to a range of customers for whom there was no recent history of default. Trade receivables that were past due related to customers with long business relationship. Based on past experience, management believes that there has not been a significant change in credit quality and the balances are still considered fully recoverable. The Group did not hold any collateral in respect of these balances.

14. TRADE AND OTHER PAYABLES

	2024 *SGD'000*	2023 *SGD'000*
Trade payables *(Note (a))*	**1,115**	1,117
Other payables, accruals and deposits received	**4,083**	4,969
Contract liabilities *(Note 5(b))*	**2,515**	1,973
	7,713	8,059
Categorised as:		
Current portion	**5,817**	7,061
Non-current portion	**1,896**	998
	7,713	8,059

Notes:

(a) The credit period granted by suppliers is normally 30 to 60 days. The ageing analysis of trade payables, based on invoice date, as at the end of the reporting period are as follows:

	2024	2023
	SGD'000	*SGD'000*
Within 30 days	**558**	496
31 – 60 days	**432**	394
61 – 90 days	**100**	112
Over 90 days	**25**	115
	1,115	1,117

15. SHARE CAPITAL

	Number	**Amount**	**Amount**
		HK$'000	*SGD'000*
Authorised:			
As at 1 January 2023, 31 December 2023, 1 January 2024 and 31 December 2024	16,000,000,000	160,000	28,191
Issued and fully paid:			
As at 1 January 2023, 31 December 2023, 1 January 2024 and 31 December 2024	850,000,000	8,500	1,497

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group is a one-stop after-market automotive service provider in Singapore offering comprehensive and integrated automotive related solutions to customers. The Group is principally engaged in (i) the provision of a comprehensive range of after-market automotive services, with a focus on inspection, maintenance and repair services; (ii) offering short-term and long-term car rental services; and (iii) supplying passenger car spare parts, accessories and automotive equipment to customers in Singapore and overseas countries and automobiles to customers in China. The Group operates two service centres and one paint workshop in Singapore. Our service centres are equipped with cutting-edge diagnostic equipment and facilities for the provision of comprehensive after-market automotive services except for spray painting services which shall be handled by our paint workshop.

The Group's parallel imported vehicles and related businesses in Mainland China, by its wholly-owned subsidiary Hunan Optima Automobile Co., Ltd.*（湖南傲迪瑪汽車有限公司）, mainly operates in central and southern China, with Mr. Hu Wu'an, the executive Director, as its general manager. It mainly builds a supply chain focusing on imported vehicles, car spare parts and supporting services, and provides customers with a "one-stop" high-quality services of parallel imported vehicles, as well as safe, fast, price-competitive and flexible vehicle supporting financial insurance.

The Group's automotive supply income decreased by approximately SGD17.7 million for the year ended 31 December 2024 ("**YE2024**") to approximately SGD69.7 million as compared to approximately SGD87.4 million for the year ended 31 December 2023 ("**YE2023**"). The decrease was mainly due to the decrease in sales of automobiles to customers in Mainland China for YE2024 as compared to YE2023 by approximately SGD17.0 million. The Group's after-market automotive services revenue has increased by approximately SGD1.2 million as compared to YE2023 due to the gradual recovery of the Singapore market in general and the car rental business revenue has decreased by approximately SGD0.8 million as compared to YE2023 due to the disposal of motor vehicle for rental.

OUTLOOK

The Group maintains operational vigilance amid fast-evolving market dynamics and a volatile macroeconomic climate, with full cognizance of the challenges confronting its 2025. Implementing a disciplined growth strategy, the Group will continue to focus on fortifying its position in Singapore's automotive aftermarket services, and short- and long-term leasing businesses, while increasing its market share in the sales of automobiles, parts and components, and related products in the Mainland China market. The Group shall also seek any feasible equity investments or business segment expansions, such as biological health, green environmental protection water energy technology, new retail, e-commerce, franchise management, insurance brokerage, prepared vegetables processing, and new energy business. In parallel with accelerated technological evolution, the Group is conducting feasibility studies on low-altitude airspace utilization and smart city related business development. These analytical efforts aim to architect a diversified market penetration strategy in China to cater for the diversification of the Group's market entry in the PRC.

In 2021, the Singapore government announced the Singapore Green Plan 2030 under which there are various initiatives related to the transportation and automotive industries.

This includes the promotion of switching to cleaner-energy vehicles, especially Electric Vehicles ("**EVs**") as this is regarded as one of the most promising clean-energy vehicle technology up to date. To prepare the Group for the new market developments and challenges that come with the new breed of vehicles, the Group will continue to acquire new technology and equipment and upgrade the skills of our vehicle specialists.

FINANCIAL REVIEW – CONTINUING OPERATIONS

Revenue

Revenue for the Group was SGD87.8 million for YE2024, as compared to SGD105.1 million for YE2023, a decrease of approximately SGD17.3 million. The decrease was mainly attributable to the decrease in sales of passenger car spare parts, accessories and automobiles of approximately SGD17.7 million during YE2024 as compared to YE2023. The decrease was due to the economic downturn in Mainland China and the lower purchase power for the automobiles.

Other income and gains

Other income and gains for the Group was increased by approximately SGD0.6 million as compared to YE2023. This was due to gain on disposal of property, plant and equipment incurred in YE2024.

Cost of materials used and change in trading inventories

In YE2024, the cost of materials used and change in trading inventories decreased by approximately SGD16.8 million as compared to YE2023. This was due to the decrease in related sales of passenger car spare parts, accessories and automobiles, and after-market automotive service.

Employee benefits expenses

The employee benefit expenses increased by approximately SGD0.5 million from approximately SGD6.3 million in YE2023 to approximately SGD6.8 million in YE2024. This was mainly due to an increase in number of staff in YE2024.

Depreciation of property, plant and equipment and right-of-use assets

The decrease in the depreciation of property, plant and equipment and right-of-use assets by approximately SGD0.7 million was due to the relocation of new workshop and headquarters with lower rental prices.

Other expenses

The other expenses remained relatively stable at approximately SGD2.7 million in YE2024 as compared with SGD2.9 million in YE2023.

Income tax expense

The Group provided for income tax expense of approximately SGD181,000 due to the assessable profits arising from the operating subsidiaries in the PRC and the Singapore for the YE2024.

The income tax expense provided from subsidiaries incorporated in Singapore and PRC that are subjected to a tax rate of 17% and 25% respectively on the profits arising.

Loss and total comprehensive income for the year

The Group recorded a loss and total comprehensive income for YE2024 of approximately SGD1.5 million and SGD0.06 million compared to a loss and total comprehensive expense for YE2023 of approximately SGD1.3 million and SGD1.8 million. The increase in loss for the year was mainly due to the decrease in depreciation of right-of-use assets net off with loss on disposal of an associate.

LIQUIDITY, FINANCIAL RESOURCES AND GEARING RATIO

As at 31 December 2024, the cash and cash equivalents were approximately SGD5.4 million (2023: SGD4.9 million). The working capital (current assets less current liabilities) and total equity of the Group were approximately SGD3.8 million and SGD6.2 million, respectively.

As at 31 December 2024, the Group’s bank and other borrowings with maturity within one year amounted to approximately SGD1.3 million (2023: SGD1.5 million).

The gearing ratio of the Group, which was defined as total debt divided by total equity, was 1.1 as at 31 December 2024 (2023: 1.8). Total debt includes all bank and other borrowings, short-term loan and lease liabilities. The net debt to equity of the Group, which was defined as total debt net of cash and cash equivalents divided by total equity, were 0.2 as at 31 December 2024 (2023: 1.0).

CAPITAL STRUCTURE

There has been no change in the capital structure of the Group during the year. The capital structure of the Group only comprises ordinary Shares.

TREASURY POLICY

The Group has adopted a prudent financial management approach towards its treasury policies and thus has maintained a healthy liquidity position throughout the year ended 31 December 2024. The Group strives to reduce exposure to credit risk by performing ongoing credit assessments and evaluations of the financial status of its customers. To manage liquidity risk, the Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and other commitments can meet its funding requirements from time to time.

PRINCIPAL RISKS AND UNCERTAINTIES

The Group's operations are subject to certain risks and the major ones that may have a material and adverse effect on the Group's business, financial conditions and results of operations are as follows. In addition, the Group's activities are exposed to a variety of financial risks including, currency risk, credit risk, liquidity risk and interest rate risk.

	Principal Risks Identified	**Description of the Principal Risks Identified**	**Mitigation of Risks**
1	Transition risk due to Singapore Government's push to phase out Internal Combustion Engine ("**ICE**") vehicles by 2030 and have all vehicles powered by cleaner energy by 2040.	In light of the Singapore's government vision to phase out ICE vehicles and have all vehicles powered by cleaner energy by 2040, there is a growing shift towards EVs within the local automotive industry. As a result, the Group might face the following challenges if it does not adapt expeditiously: 1) Decrease in workshop revenue due to reducing number of servicing and repairs, as EVs have lesser moving parts and may only require a servicing once every year or two; 2) The insufficient number of qualified mechanics to repair EVs; and 3) Difficulty in acquiring new EV technology for diagnostic.	The Group is looking to mitigate the foreseeable challenges through the following: 1) Expanding other local revenue streams like car rental, while diversifying to other industries abroad; 2) Acquiring EVs, installation of EV Chargers and seeking for appointment as Tesla's approved Bodyshop to increase EV handling, training and exposure for staff; and 3) Sourcing for potential partnerships and business opportunities that may arise due to the impending EV revolution.

	Principal Risks Identified	Description of the Principal Risks Identified	Mitigation of Risks
2	The Group's revenue and profits are mainly derived from Singapore and China, and the Group's sales performance is susceptible to changes in both country's policies, and its financial, social and economic environment.	The Group's sales performance is susceptible to any changes or developments in the economic, financial, or social conditions of both Singapore and China that are outside the Group's control, which includes but are not limited to: (1) Singapore government regulation to limit and tighten the Certificate of Entitlement ("**COE**") quota by only replacing the number of de-registered vehicles on the road at most. Hence, with a reduced number of vehicles on the road, the demand for the Group's after-market automotive services may be materially and adversely affected; and (2) supply of experienced and skilled staff, such as service advisors and technicians, mainly of which are not Singapore citizens. Hence, if there are any unfavourable changes towards Singapore's manpower policies, the supply or labour cost of such foreign workers may be affected, thus affecting the Group's business operations and profitability.	The Group will stay abreast of latest country news and policy changes to respond quickly while diversifying and strengthening our various revenue streams. For example: 1) Sending our technicians for upskilling EV courses to ensure that we can stay ahead of the competition to be able to repair and service EVs. 2) Due to the limitation of COEs, and with rising car prices, consumers are looking to rent vehicles instead. Thus, the Group has increased its rental fleet as a result. 3) Diversifying revenue across geography and industry.
3	The properties of the Group are rented and not owned by the Group.	Most of the properties occupied for the Group's operations in China and Singapore are rental properties. As such, the Group is subject to rental rates fluctuation from time to time. If there is any significant increase in rental and utility expenses for the Group's rental properties, or are forced to vacate upon the expiry of an existing tenancy, it will increase our operating expenses and may materially and adversely affect the Group's business operations, financial position and/or prospects.	To minimise unforeseen fluctuations in rental expenses, the Group has entered into long-term contracts with the landlords to fix rental rates for a foreseeable period. The Group also sources for other affordable rental places from time to time and may relocate if substantial rental cost savings can be achieved without much disruption to the Group's business.

EXPOSURE TO CURRENCY RISK

The Group's income and expenditure during the year ended 31 December 2024 were principally denominated in Singapore dollar and Chinese Yuan, and most of the assets and liabilities as at 31 December 2024 were denominated in Singapore dollar. The Group did not experience any material impact or difficulties in liquidity on its operations resulting from the fluctuation in exchange rate, and no hedging transaction or forward contract arrangement was made by the Group during the year ended 31 December 2024.

EXPOSURE TO CREDIT RISK

The Group's credit risk is primarily attributable to its trade and other receivables and bank balances.

The Group has a credit policy in place and the exposure to these credit risks is monitored on an ongoing basis. To minimise the credit risk, the Group has delegated teams responsible for determination of credit limits, credit approvals and monitoring procedures on credit quality of trade receivables and credit history of debtors. The Group may grant credit terms to its customers subject to assessment of their background and payment history.

In addition, before accepting any customer requests for credit terms, the Group's operation team will assess the potential customers' credit quality and define credit limits for them. Credit limits attributable to customers and credit terms granted to customers are reviewed regularly by the Group's chief operating officer on an ongoing basis. The Group's operation team will evaluate customers' validity through ACRA Portal for customer's company details, including length of incorporation, activity status and bankruptcy record, paid-up share capital amount and annual filing records. The credit period granted to the Group's customers was between 30 days and 90 days during the year ended 31 December 2024. The Group maintains strict control over our outstanding receivables to minimise credit risk. The Group typically does not require any collateral as security.

EXPOSURE TO LIQUIDITY RISK

The Group's policy is to regularly monitor its liquidity requirements to ensure that it maintains sufficient reserves of cash and adequate committed lines of funding from major financial institutions to meet its liquidity requirements in the short and longer term.

The maturity analysis based on contractual undiscounted cash flows of the Group's non-derivative financial liabilities.

EXPOSURE TO INTEREST RATE RISK

The Group's exposure to interest rate risk arises from bank and other borrowings, lease liabilities and amounts due to related companies. These deposits and the borrowings bear interests at variable rates varied with the then prevailing market condition. Except as stated above, the Group has no other interest bearing assets and liabilities as at 31 December 2024, its income and operating cash flows are substantially independent of changes in variable interest rates.

SHARE CAPITAL

As at 31 December 2024, the Company's issued share capital was HK$8,500,000 and the number of its issued ordinary Shares was 850,000,000.

CAPITAL COMMITMENTS

As at 31 December 2024, the Group did not have capital commitments contracted but not provided for (2023: Nil).

FUTURE PLANS FOR MATERIAL INVESTMENT OR CAPITAL ASSETS

Save as disclosed in section headed "Outlook" above, the Group does not have other plans for material investments and capital assets.

SIGNIFICANT INVESTMENTS, MATERIAL ACQUISITION AND DISPOSAL OF SUBSIDIARIES AND AFFILIATED COMPANIES

Save as disclosed in this announcement, the Group did not have any other significant investment, material acquisitions or disposals of subsidiaries, associates, joint ventures and affiliated companies during the year ended 31 December 2024.

CONTINGENT LIABILITIES

As 31 December 2024, the Group did not have any significant contingent liabilities or outstanding guarantees in respect of payment obligations to any third parties (2023: Nil).

CHARGE ON GROUP'S ASSETS

As at 31 December 2024, the Group's bank and other borrowings and lease liabilities of motor vehicles were secured by a corporate guarantee from the Company, or a corporate guarantee from an indirect wholly-owned subsidiary of the company and the underlying assets.

HUMAN RESOURCES

As at 31 December 2024, the Group had 120 employees (2023: 105 employees) with total staff cost of approximately SGD6.8 million incurred for the year ended 31 December 2024 (2023: SGD6.5 million). As required by the applicable laws and regulations, the Group participates in the Central Provident Fund prescribed by the Central Provident Fund Act (Chapter 36 of the laws of Singapore) and have made the relevant contributions in accordance with the aforesaid laws and regulations. Save as the aforesaid, we have not participated in any other pension scheme(s). The Group's remuneration policy rewards employees and Directors based on individual performance, demonstrated capabilities, involvement, market comparable information and the performance of the Group. The Group improves the professional skills and management level of its employees through internal and external training. To ensure that the Group attracts and retains competent staff, remuneration packages are reviewed on a regular basis. Performance bonuses are offered to qualified employees based on individual and the Group's performance. We did not experience any material labour disputes during the year ended 31 December 2024.

FINAL DIVIDEND

The Board not recommend the payment of a final dividend for the year ended 31 December 2024 (2023: Nil).

COMPETING INTERESTS

During the year ended 31 December 2024, none of the Directors or the controlling shareholders of the Company or their close associates (as defined in the GEM Listing Rules) was interested in any business which competes or may compete, either directly or indirectly, with the Group's business nor did they have any other conflicts of interest with the Group.

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

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the year ended 31 December 2024.

SHARE OPTION SCHEME

The Company adopted a share option scheme on 18 September 2019 (the "**Share Option Scheme**"). The terms of the Share Option Scheme are in accordance with the provisions as set out in Chapter 23 of the GEM Listing Rules.

No share option has been granted since the adoption of the Share Option Scheme and there is no share option outstanding as at the beginning and the end of 2024. The number of share options available for grant under the Share Option Scheme at the beginning and the end of 2024 is both 85,000,000.

CORPORATE GOVERNANCE PRACTICES

The Company considers the maintenance of a high standard of corporate governance important to the continuous growth of the Group. The Company's corporate governance practices are based on code provisions as set out in the Corporate Governance Code (the "**CG Code**") as contained in Appendix C1 of the GEM Listing Rules.

During the year ended 31 December 2024, other than the deviation from code provision D.2.5 of the CG Code, the Company complied with the provisions of the CG Code as set out in Appendix C1 to the GEM Listing Rules.

Under code provision D.2.5 of the CG Code, the Group should have an internal audit function. The Group has conducted an annual review during the year ended 31 December 2024 on the need for setting up an internal audit department. Given the Group's simple operating structure, instead of setting up an internal audit department, the annual review on the risk management and internal control systems of the Group has been conducted by a professional third party and reported to the members of the audit committee of the Company (the "**Audit Committee**"). The review covered analysis and independent appraisal of the adequacy and effectiveness of the Company's risk management and internal control systems, encompassing the adequacy of resources, staff qualifications and experience, training programmes and budget of the Company's accounting, internal audit and financial reporting function as well as those related to the Company's Environmental, Social and Governance ("**ESG**") performance and reporting. The Board is of the view that appropriate measures have been put in place to manage the risks and no major issue was raised for improvement during the review.

Save as disclosed above, the Directors consider that during the year ended 31 December 2024 to the date of this announcement, the Company has applied the principles and complied with all the applicable code provisions set out in the CG Code.

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted the rules set out in Rules 5.48 to 5.67 of the GEM Listing Rules as the code for dealing in securities of the Company by the Directors (the "**Required Standard of Dealings**"). Having made specific enquiry, all the Directors have confirmed that they have complied with the Required Standard during the year ended 31 December 2024.

Pursuant to Rule 5.66 of the GEM Listing Rules, the Directors have also requested any employee of the Company or director or employee of a subsidiary of the Company who, because of his/her office or employment in the Company or a subsidiary, is likely to possess inside information in relation to the securities of the Company, not to deal in securities of the Company when he/she would be prohibited from dealing by the Required Standard of Dealings as if he/she was a Director.

AUDIT COMMITTEE

The Company has established an Audit Committee with written terms of reference in compliance with Rules 5.28 to 5.33 of the GEM Listing Rules and with written terms of reference in compliance with the CG Code.

The primary duties of the Audit Committee are to review the Company's financial information and oversee the Company's financial reporting system, risk management and internal control procedures. The full terms of reference setting out details of duties of the Audit Committee are in compliance with the CG Code and are available on the websites of the Stock Exchange and the Company.

The Audit Committee comprises of three independent non-executive Directors, namely Mr. Chu Kin Ming, Ms. Yi Jing and Ms. Dai Xiaoyan. The chairman is Mr. Chu Kin Ming, who holds the appropriate professional qualifications as required under Rules 5.05(2) and 5.28 of the GEM Listing Rules.

The annual results of the Company for the year ended 31 December 2024 have been audited. The Audit Committee has reviewed the audited consolidated financial statements of the Group for the year ended 31 December 2024 and is of the opinion that the preparation of such statements complied with the applicable accounting standards, the requirements under the GEM Listing Rules and other applicable legal requirements, and that adequate disclosures had been made.

SCOPE OF WORK OF AUDITOR

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 2024 as set out in this announcement have been agreed by the Group's auditor, HLB Hodgson Impey Cheng Limited, to the amounts set out in the Group's audited consolidated financial statements for the year. The work performed by HLB Hodgson Impey Cheng Limited in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by HLB Hodgson Impey Cheng Limited on this announcement.

CHANGE OF DIRECTORS

Ms. Lim Li Ling (Lin Liling) has resigned as an executive Director with effect from 19 January 2024.

Mr. Zhang Wenyuan has resigned as an executive Director with effect from 27 June 2024.

Mr. Chang Li-Chung has re-designated from an independent non-executive Director to an executive Director and ceased to be the chairman of the Nomination Committee and a member of each of the Audit Committee and the Remuneration Committee with effect from 16 April 2024.

Ms. Dai Xiaoyan has been appointed as an independent non-executive Director, the chairlady of the Nomination Committee and a member of each of the Audit Committee and the Remuneration Committee with effect from 16 April 2024.

EVENTS AFTER THE REPORTING PERIOD

The Board are not aware of any significant event which had material effect on the Group subsequent to 31 December 2024 and up to the date of this announcement.

PUBLICATION OF ANNUAL REPORT

The annual report of the Company for the year ended 31 December 2024 containing all the information required by the GEM Listing Rules and other applicable laws and regulations will be despatched to the shareholders of the Company and published on the websites of the Stock Exchange and the Company in due course.

APPRECIATION

On behalf of the Board, I would like to deeply thank our shareholders, business partners and customers for their continuous support to the Group. I would also express my gratitude and appreciation to all the Directors, management and staff for their hard work and dedication throughout the year.

By order of the Board
Optima Automobile Group Holdings Limited
Hu Wu'an
Chairman and Executive Director

Hong Kong, 26 March 2025

As at the date of this announcement, the executive Directors are Mr. Hu Wu'an, Mr. Ang Lay Keong (Hong Liqiang), Ms. Nie Li, Ms. Lin Xiaojuan and Mr. Chang Li-Chung, the independent non-executive Directors are Mr. Chu Kin Ming, Ms. Yi Jing and Ms. Dai Xiaoyan.

This announcement will remain on the "Latest Listed Company Information" page of the website of The Stock Exchange of Hong Kong Limited at http://www.hkexnews.hk for at least 7 days from the date of its posting. This announcement will also be published on the Company's website at www.ow.sg.