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# SINGAMAS

## 勝獅貨櫃企業有限公司 SINGAMAS CONTAINER HOLDINGS LIMITED

(Incorporated in Hong Kong with limited liability)

**Stock code: 716**

Websites: <http://www.singamas.com> and <http://www.irasia.com/listco/hk/singamas>

### 2024 ANNUAL RESULTS ANNOUNCEMENT

#### ANNUAL RESULTS

The Board of Directors (the “Board”/ “Directors”) of Singamas Container Holdings Limited (the “Company”) would like to announce the consolidated results of the Company and its subsidiaries (collectively the “Group”) for the year ended 31 December 2024 as follows:

#### CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

*For the year ended 31 December 2024*

	<i>Notes</i>	<b>2024</b> <i>US\$'000</i>	2023 <i>US\$'000</i>
<b>Revenue</b>	2	<b>582,804</b>	382,470
Cost of sales		<b>(490,018)</b>	(325,942)
<b>Gross profit</b>		<b>92,786</b>	56,528
Other income	4	<b>17,370</b>	20,608
Distribution expenses		<b>(21,269)</b>	(10,938)
Administrative expenses		<b>(39,476)</b>	(32,657)
Finance costs		<b>(1,326)</b>	(343)
Other gains and losses	5	<b>2,959</b>	(7,076)
Share of results of associates		<b>1,691</b>	1,316
Share of results of joint ventures		<b>210</b>	204
<b>Profit before taxation</b>	6	<b>52,945</b>	27,642
Income tax expense	7	<b>(14,876)</b>	(5,149)
<b>Profit for the year</b>		<b>38,069</b>	22,493
<b>Profit for the year attributable to:</b>			
Owners of the Company		<b>34,135</b>	19,438
Non-controlling interests		<b>3,934</b>	3,055
		<b>38,069</b>	22,493

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (Continued)**

For the year ended 31 December 2024

	<i>Note</i>	<b>2024</b> <b>US\$'000</b>	2023 US\$'000
<b>Other comprehensive expense</b>			
<i>Item that will not be reclassified to profit or loss:</i>			
Fair value loss on equity instrument at fair value through other comprehensive income ("FVTOCI"), net of tax effect		(5,077)	(1,983)
<i>Item that may be reclassified subsequently to profit or loss:</i>			
Exchange differences arising on translation		(580)	(468)
<b>Other comprehensive expense for the year</b>		<u>(5,657)</u>	<u>(2,451)</u>
<b>Total comprehensive income for the year</b>		<u>32,412</u>	<u>20,042</u>
<b>Total comprehensive income attributable to:</b>			
Owners of the Company		28,572	17,021
Non-controlling interests		<u>3,840</u>	<u>3,021</u>
		<u>32,412</u>	<u>20,042</u>
<b>Basic earnings per share</b>	9	<u>US1.43 cents</u>	<u>US0.82 cent</u>

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

	Notes	2024 US\$'000	2023 US\$'000
<b>Non-current assets</b>			
Property, plant and equipment	10	141,221	97,641
Right-of-use assets		31,127	35,582
Investment properties		26,764	32,380
Interests in associates		15,573	15,569
Interests in joint ventures		6,334	6,353
Equity instrument at FVTOCI		20,522	26,163
Financial asset at fair value through profit and loss ("FVTPL")		-	3,052
Trade receivables	12	67,259	30,092
Deposits for non-current assets		733	72
		<u>309,533</u>	<u>246,904</u>
<b>Current assets</b>			
Inventories	11	148,047	106,593
Trade receivables	12	97,001	71,124
Prepayments and other receivables	13	31,595	30,032
Amount due from a fellow subsidiary		26	-
Amounts due from associates		475	276
Amounts due from joint ventures		358	415
Tax recoverable		100	160
Financial asset at FVTPL		2,938	-
Bank deposits with original maturity over 3 months		51,797	173,130
Cash and cash equivalents		198,352	127,833
		<u>530,689</u>	<u>509,563</u>

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)***As at 31 December 2024*

	<i>Notes</i>	<b>2024</b> <b>US\$'000</b>	2023 US\$'000
<b>Current liabilities</b>			
Trade payables	14	<b>69,992</b>	34,990
Lease liabilities		<b>1,084</b>	2,099
Accruals and other payables		<b>57,916</b>	45,968
Advances from customers		<b>39,419</b>	36,525
Amount due to immediate holding company		-	75
Amounts due to associates		<b>16</b>	370
Amounts due to joint ventures		<b>12</b>	8
Tax payable		<b>5,378</b>	1,261
Bank and other borrowings		<b>27,719</b>	1,246
		<b>201,536</b>	122,542
<b>Net current assets</b>			
		<b>329,153</b>	387,021
<b>Total assets less current liabilities</b>			
		<b>638,686</b>	633,925
<b>Capital and reserves</b>			
Share capital	15	<b>268,149</b>	268,149
Accumulated profits		<b>212,817</b>	201,672
Other reserves		<b>78,026</b>	81,959
Equity attributable to owners of the Company		<b>558,992</b>	551,780
Non-controlling interests		<b>65,439</b>	62,855
<b>Total equity</b>			
		<b>624,431</b>	614,635
<b>Non-current liabilities</b>			
Lease liabilities		<b>671</b>	1,787
Deferred tax liabilities		<b>13,584</b>	11,914
Bank and other borrowings		-	5,589
		<b>14,255</b>	19,290
		<b>638,686</b>	633,925

Notes:

**1. Basis of preparation and accounting policies**

*The consolidated financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards (“HKFRSs”) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”). For the purpose of preparation of the consolidated financial statements, information is considered material if such information is reasonably expected to influence decisions made by primary users. In addition, the consolidated financial statements include applicable disclosures required by the Rules Governing the Listing of Securities on the Stock Exchange and by the Hong Kong Companies Ordinance.*

*The consolidated financial statements have been prepared on the historical cost basis except for equity instrument at FVTOCI, financial asset at FVTPL and investment properties, that are measured at fair values at the end of each reporting period.*

*In the current year, the Group has applied the following amendments to HKFRSs issued by the 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:*

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

*The application of the amendments to HKFRSs 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 the consolidated financial statements.*

## 2. Revenue

Revenue represents sales of goods from manufacturing, containers leasing and services income from logistics services operations, less sales related taxes, and is analysed as follows:

	2024	2023
	US\$'000	US\$'000
<i>Manufacturing and leasing</i>	553,588	354,983
<i>Logistics services</i>	29,216	27,487
	<b>582,804</b>	<b>382,470</b>
<b>Disaggregation of revenue from contracts with customers</b>		
	2024	2023
	US\$'000	US\$'000
<b>Types of goods or services</b>		
<i>Manufacturing</i>		
<i>Sales of dry freight containers</i>	393,617	187,115
<i>Sales of tank containers</i>	29,339	61,236
<i>Sales of other specialised containers and container parts</i>	122,150	103,843
	<b>545,106</b>	<b>352,194</b>
<i>Logistics services</i>		
<i>Container storage and handling services</i>	4,041	4,075
<i>Repair and drayage services</i>	4,675	4,510
<i>Container freight station services</i>	17,977	15,983
<i>Other container related services</i>	2,523	2,919
	<b>29,216</b>	<b>27,487</b>
<i>Revenue from contracts with customers</i>	<b>574,322</b>	<b>379,681</b>
<i>Leasing</i>		
<i>Finance leases interest income</i>	2,832	1,102
<i>Operating leases income</i>	5,650	1,687
<i>Total revenue arising from leases</i>	<b>8,482</b>	<b>2,789</b>
<i>Total revenue</i>	<b>582,804</b>	<b>382,470</b>

### 3. Segment information

Information reported to the Group's chief operating decision maker (i.e. Chief Executive Officer) for the purpose of resource allocation and assessment of segment performance are organised into two operating divisions – manufacturing and leasing and logistics services. These divisions are the basis on which the Group reports its segment information under HKFRS 8 Operating Segments.

Principal activities are as follows:

- Manufacturing and leasing* - manufacturing of dry freight containers, tank containers, other specialised containers (including but not limited to collapsible flatrack containers and offshore containers) and container parts and leasing of dry freight containers.
- Logistics services* - provision of container storage, repair and trucking services, serving as a freight station, container / cargo handling and other container related services.

Information regarding these segments is presented below:

#### Segment revenue and results

The following is an analysis of the Group's revenue and results by operating and reportable segment:

#### Year ended 31 December 2024

	<i>Manufacturing and leasing US\$'000</i>	<i>Logistics services US\$'000</i>	<i>Total US\$'000</i>
<b>REVENUE</b>			
<i>External sales</i>	553,588	29,216	582,804
<b>SEGMENT RESULTS</b>	34,086	4,862	38,948
<i>Finance costs</i>			(1,326)
<i>Investment income</i>			13,491
<i>Fair value loss on financial asset at FVTPL</i>			(69)
<i>Share of results of associates</i>			1,691
<i>Share of results of joint ventures</i>			210
<i>Profit before taxation</i>			52,945

Year ended 31 December 2023

	<i>Manufacturing and leasing US\$'000</i>	<i>Logistics services US\$'000</i>	<i>Total US\$'000</i>
<b>REVENUE</b>			
<i>External sales</i>	354,983	27,487	382,470
<b>SEGMENT RESULTS</b>	<u>6,555</u>	<u>3,648</u>	10,203
<i>Finance costs</i>			(343)
<i>Investment income</i>			16,569
<i>Fair value loss on derivative financial instruments</i>			(365)
<i>Fair value gain on financial asset at FVTPL</i>			58
<i>Share of results of associates</i>			1,316
<i>Share of results of joint ventures</i>			<u>204</u>
<i>Profit before taxation</i>			<u><u>27,642</u></u>

*Segment results represent the profit earned by each segment without allocation of finance costs, investment income (including interest or dividend income), fair value loss on derivative financial instruments, fair value (loss) gain on financial asset at FVTPL, share of results of associates and share of results of joint ventures. This is the measure reported to the Group's Chief Executive Officer for the purposes of resource allocation and assessment of segment performance.*

## Geographical information

The Group's operations, including both the manufacturing and logistics services division, are located in the People's Republic of China (the "PRC"); while the leasing division is operated in Hong Kong.

The following table provides an analysis of the Group's revenue by geographical market, based on the location of customers for manufacturing and leasing segment and based on the origin of the goods/services for logistics services segment:

	<u>Year ended 31 December 2024</u>			<u>Year ended 31 December 2023</u>		
	<b>Manufacturing and leasing US\$'000</b>	<b>Logistics services US\$'000</b>	<b>Total US\$'000</b>	<b>Manufacturing and leasing US\$'000</b>	<b>Logistics services US\$'000</b>	<b>Total US\$'000</b>
PRC	104,725	29,216	133,941	84,711	27,487	112,198
Middle East	121,314	-	121,314	18,965	-	18,965
Singapore	110,758	-	110,758	11,843	-	11,843
Europe	91,050	-	91,050	88,058	-	88,058
United States of America	59,005	-	59,005	25,265	-	25,265
Hong Kong	38,589	-	38,589	60,598	-	60,598
Taiwan	12,320	-	12,320	50,223	-	50,223
South Africa	4,092	-	4,092	1,599	-	1,599
Malaysia	2,499	-	2,499	3,554	-	3,554
Australia	2,252	-	2,252	2,609	-	2,609
Others	6,984	-	6,984	7,558	-	7,558
<b>Total</b>	<b>553,588</b>	<b>29,216</b>	<b>582,804</b>	<b>354,983</b>	<b>27,487</b>	<b>382,470</b>

The following is an analysis of the carrying amount of non-current assets (other than financial instruments), analysed by the geographical area in which the assets are located:

	<b>As at 31 December 2024 US\$'000</b>	<b>As at 31 December 2023 US\$'000</b>
PRC	133,809	139,411
Hong Kong	86,813	46,723
Others	1,130	1,463
	<b>221,752</b>	<b>187,597</b>

## Information about major customers

During the year 2024, there is one customer (2023: one customer) contributes over 10% of the total sales. The customer contributes over 10% of the total sales amounted to US\$99,411,000 (2023: another customer contributed sales amounted to US\$38,850,000) in aggregate.

#### 4. Other income

	2024 US\$'000	2023 US\$'000
<i>Interest earned on bank deposits</i>	8,351	6,527
<i>Interest earned on bank deposits with original maturity over 3 months</i>	3,817	7,889
<i>Imputed interest income from consideration receivable</i>	150	322
<i>Dividend income from equity instrument at FVTOCI</i>	1,173	1,831
<i>Governments grants</i>	902	829
<i>Rental income from investment properties</i>	1,868	1,990
<i>Others</i>	1,109	1,220
	<u>17,370</u>	<u>20,608</u>

During the year 2024, the Group received US\$902,000 (2023: US\$829,000) from the local government authorities for the encouragement on economic contribution to the industry development with no specific conditions attached.

#### 5. Other gains and losses

	2024 US\$'000	2023 US\$'000
<i>Net exchange gain (loss)</i>	3,715	(502)
<i>Fair value loss on derivative financial instruments</i>	-	(365)
<i>Fair value (loss) gain on financial assets at FVTPL</i>	(69)	58
<i>Fair value loss on investment properties</i>	(5,466)	(2,647)
<i>Impairment to consideration receivables</i>	(1,403)	(3,676)
<i>Impairment losses under expected credit loss model, net of reversal</i>	(450)	43
<i>Impairment loss on property, plant and equipment</i>	(627)	-
<i>Gain on lease modification</i>	264	-
<i>(Loss) gain on disposal of property, plant and equipment</i>	(1,026)	54
<i>Gain on disposal of right-of-use assets</i>	8,260	-
<i>Loss on property, plant and equipment written off</i>	(239)	(41)
	<u>2,959</u>	<u>(7,076)</u>

## 6. Profit before taxation

	2024 US\$'000	2023 US\$'000
<i>Profit before taxation has been arrived at after charging (crediting) the following:</i>		
<i>Auditors' remuneration</i>	<u>520</u>	<u>564</u>
<i>Research and development costs</i>		
- <i>Included in cost of sales</i>	5,372	3,344
- <i>Included in administrative expenses</i>	<u>2,205</u>	<u>2,112</u>
	<u>7,577</u>	<u>5,456</u>
<i>Staff costs, including directors' emoluments</i>		
- <i>Salaries and other benefits</i>	107,757	71,808
- <i>Retirement benefit costs</i>	<u>3,172</u>	<u>2,899</u>
	<u>110,929</u>	<u>74,707</u>
<i>Depreciation expense</i>		
- <i>Depreciation of property, plant and equipment</i>	9,768	8,459
- <i>Depreciation of right-of-use assets</i>	<u>3,828</u>	<u>4,405</u>
	<u>13,596</u>	<u>12,864</u>
<i>Share of taxation charge of associates</i>	492	413
<i>Share of taxation charge of joint ventures</i>	<u>73</u>	<u>53</u>
	<u>565</u>	<u>466</u>
<i>Gross rental income</i>	(1,868)	(1,877)
<i>Less: direct operating expenses that generated rental income during the year</i>	300	304
	<u>(1,568)</u>	<u>(1,573)</u>
<i>Cost of inventories recognised as expense (including provision of inventories US\$4,526,000 (2023: reversal of provision of inventories US\$426,000))</i>	<u>490,018</u>	<u>325,942</u>

## 7. Income tax expense

No Hong Kong Profits Tax has been provided as there was no taxable profit during both years.

PRC Enterprise Income Tax has been calculated on the estimated assessable profit for the year at the rates of taxation prevailing in the PRC in which the Group operates.

	2024 US\$'000	2023 US\$'000
Current tax:		
PRC Enterprise Income Tax		
- Current year	12,422	4,875
- Overprovision in prior years	(73)	(91)
	<u>12,349</u>	<u>4,784</u>
Deferred tax:		
- Current year charge (credit)	885	(353)
- Withholding tax on undistributed profits	1,642	718
	<u>2,527</u>	<u>365</u>
Income tax expense for the year	<u>14,876</u>	<u>5,149</u>

Pursuant to the relevant law and regulations in the PRC, PRC subsidiaries qualified as Hi-Tech Enterprise are entitled to a favorable tax rate of 15% for PRC enterprise income tax for the years ended 31 December 2024 and 2023. The tax rate of the other PRC subsidiaries is 25%.

## 8. Dividends

Dividends recognised as distributions during the year:

	2024 US\$'000	2023 US\$'000
Interim dividend in respect of the current financial year		
- HK3 cents (2023: HK1 cent) per ordinary share	<u>9,164</u>	<u>3,055</u>
Final dividend in respect of the previous financial year		
- HK4 cents (2023: HK2 cents) per ordinary share	<u>12,196</u>	<u>6,079</u>
Special dividend in respect of the current financial year - nil (2023: HK17 cents) per ordinary share	<u>-</u>	<u>51,933</u>

An interim dividend of HK3 cents per ordinary share, total of which equivalent to approximately HK\$71,466,000 (equivalent to approximately US\$9,164,000) was declared and paid during the year ended 31 December 2024.

An interim special dividend of HK17 cents per ordinary share, total of which equivalent to approximately HK\$404,975,000 (equivalent to approximately US\$51,933,000) was declared and paid during the year ended 31 December 2023. No special dividend was declared and paid during the year ended 31 December 2024.

The final dividend of HK4 cents in respect of the year ended 31 December 2023 per ordinary share, total of which equivalent to approximately HK\$95,288,000 (equivalent to approximately US\$12,196,000) were approved by the shareholders in the annual general meeting held on 26 June 2024 and was distributed on 19 July 2024.

The final dividend of HK5 cents in respect of the year ended 31 December 2024 per ordinary share, total of which equivalent to approximately HK\$119,110,000 (equivalent to approximately US\$15,271,000) has been proposed by the board of directors and is subject to approval by the shareholders in forthcoming annual general meeting.

## 9. Basic earnings per share

The calculation of basic earnings per share attributable to owners of the Company is based on the following data:

	2024 US\$'000	2023 US\$'000
<i>Earnings:</i>		
<i>Profit for the purposes of calculating basic earnings per share</i>	<u>34,135</u>	<u>19,438</u>
<i>Number of shares:</i>		
<i>Number of ordinary shares for the purpose of calculating basic earnings per share</i>	<u>2,382,205,918</u>	<u>2,382,205,918</u>

No diluted earnings per share was presented as the Company has no potential ordinary shares in issue in both years.

## 10. Movements in property, plant and equipment

During the year, there was an addition of US\$55,436,000 (2023: US\$19,645,000) in property, plant and equipment. An additional amount included US\$45,296,000 (2023: US\$14,138,000) for the transfer of inventories to leased assets, and the remaining amount was mainly for upgrading existing manufacturing and logistics services facilities of the Group.

## 11. Inventories

	2024 US\$'000	2023 US\$'000
<i>Raw materials</i>	30,132	38,160
<i>Work in progress</i>	30,316	22,827
<i>Finished goods</i>	87,599	45,606
	<u>148,047</u>	<u>106,593</u>

## 12. Trade receivables

	2024 US\$'000	2023 US\$'000
Trade receivables from third parties	58,714	65,964
Trade receivables from fellow subsidiaries	395	385
Trade and operating lease receivables from immediate holding company	33,081	233
Finance lease receivables from third parties	72,521	34,739
Less : allowance for credit losses	(451)	(105)
Net trade receivables	<u>164,260</u>	<u>101,216</u>
Analysed for reporting purpose of:		
Amount shown under non-current assets	67,259	30,092
Amount shown under current assets	97,001	71,124
	<u>164,260</u>	<u>101,216</u>

As at 1 January 2023, trade receivables from contracts with customers are US\$90,934,000.

### Trade receivables from third parties

A defined credit policy is maintained within the Group. The credit terms are agreed with each of its trade customers depending on the creditworthiness of the customers ranging from 30 days to 120 days (2023: 30 days to 120 days) upon technical acceptance/invoice issuance/delivery.

The aged analysis of trade receivables from third parties, net of allowance for credit losses, which is prepared based on invoice date of each transaction which approximated the respective revenue recognition dates or date of rendering of services, at the end of the reporting period is as follows:

	2024 US\$'000	2023 US\$'000
0 to 30 days	28,720	34,711
31 to 60 days	11,718	19,052
61 to 90 days	7,483	7,309
91 to 120 days	1,429	471
Over 120 days	8,933	4,326
Classified as current asset	<u>58,283</u>	<u>65,869</u>

### Trade receivables from fellow subsidiaries

The payment term with fellow subsidiaries is that the transaction amount shall be settled within 60 days (2023: 60 days) from the invoice date.

The aged analysis of trade receivables from fellow subsidiaries, net of allowance for credit losses, which is prepared based on invoice date of each transaction, which approximated the respective revenue recognition dates, at the end of the reporting period is as follows:

	2024 US\$'000	2023 US\$'000
0 to 30 days	229	175
31 to 60 days	142	178
61 to 90 days	24	32
	<u>395</u>	<u>385</u>

Trade and operating lease receivables from immediate holding company

For trade receivables from immediate holding company, the transaction amount shall be settled 60 days after technical acceptance has been issued.

For operating lease receivables from immediate holding company, the lease rental shall be settled within 45 days (2023: 45 days) from the invoice date.

The aged analysis of trade and operating lease receivables from immediate holding company, net of allowance for credit losses, which is prepared based on invoice date of each transaction, which approximated the respective revenue recognition dates, at the end of the reporting period is as follows:

	2024 US\$'000	2023 US\$'000
0 to 30 days	24,013	137
31 to 60 days	9,068	96
	<u>33,081</u>	<u>233</u>

Finance lease receivables from third parties

	2024 US\$'000	2023 US\$'000
<i>Finance lease receivables comprise:</i>		
<i>Within one year</i>	8,851	6,168
<i>In the second year</i>	7,934	3,793
<i>In the third year</i>	7,933	2,654
<i>In the fourth year</i>	7,921	2,654
<i>In the fifth year</i>	6,759	2,627
<i>After five years</i>	43,061	22,196
	<u>82,459</u>	<u>40,092</u>
<i>Unguaranteed residual values</i>	18,514	7,746
<i>Gross investment in the lease</i>	<u>100,973</u>	<u>47,838</u>
<i>Less: unearned finance income</i>	(28,472)	(13,109)
<i>Present value of minimum lease payments</i>	<u>72,501</u>	<u>34,729</u>
<i>Analysed as</i>		
<i>Current</i>	5,242	4,637
<i>Non-current</i>	67,259	30,092
	<u>72,501</u>	<u>34,729</u>

**13. Prepayments and other receivables**

As at 31 December 2024, prepayments and other receivables included consideration receivables in connection with disposal of subsidiaries of nil (2023: US\$4,753,000), and advance to suppliers of US\$12,599,000 (2023: US\$15,920,000) as deposits for raw materials purchases. The remaining balances mainly included refundable value added tax and other advance payments.

#### 14. Trade payables

Included in the Group's trade payables as at 31 December 2024 are bills presented by the Group to relevant creditors of US\$1,408,000 (2023: US\$8,611,000) which are for future settlement. All bills presented by the Group are aged within 365 days and not yet due at the end of the reporting period. The Group continues to recognise these trade payables as the relevant banks are obliged to make payments only on due dates of the bills, under the same conditions as agreed with the suppliers without further extension. The following is an analysis of trade payables by age based on invoice date of each transaction.

	2024 US\$'000	2023 US\$'000
0 to 30 days	39,158	20,528
31 to 60 days	14,153	6,182
61 to 90 days	11,798	6,175
91 to 120 days	1,706	305
Over 120 days	3,177	1,800
	<u>69,992</u>	<u>34,990</u>

The average credit period on purchases of materials is 30 to 90 days. The Group has financial risk management policies in place to ensure that all payables are settled within the credit timeframe.

#### 15. Share capital

	Number of shares		Share Capital			
	2024	2023	2024 US\$'000	2024 HK\$'000	2023 US\$'000	2023 HK\$'000
Issued and fully paid: At beginning and at end of the year	<u>2,382,205,918</u>	2,382,205,918	<u>268,149</u>	<u>2,078,513</u>	268,149	2,078,513

There was no changes in the Company's share capital during both years.

### BUSINESS REVIEW

During the review year, the demand for dry freight containers increased appreciably, driven by several factors, such as the Red Sea crisis that began in the fourth quarter of 2023, restocking activities in the US before the US Presidential election in November 2024 and the possible US East Coast dock strike in January 2025. Additionally, the delivery of new container vessels during the review year further stimulated container demand. As a consequence of such developments, the Group's dry freight container factories operated at maximum capacity, with production volume remaining high throughout the review year. However, the average selling price ("ASP") declined slightly in the review year due to the drop in material cost and sufficient production capacity in the market. Given the ample volume of containers on the market and gradual resolution of the Red Sea crisis on the horizon, container demand is projected to soften in 2025. Despite the Group enjoyed strong demand for dry freight containers, the demand for tank containers experienced a decline, resulting in a substantial drop in both sales volume and ASP for tank containers. In response, the Group is assessing various alternatives to mitigate the impact on this business unit.

Our customised container business continued to grow healthily, and the Energy Storage System ("ESS") containers were particularly well-received by the new energy sector. Recognising the higher margins associated with ESS containers, data center and modular integrated construction ("MIC") containers – owing to their greater complexity and higher technological requirements, the Group has continued to focus

on developing such products.

To strengthen our business, a wholly owned subsidiary of the Company, Green Tenaga Pte. Limited (“Green Tenaga”), was incorporated in Singapore in the last quarter of 2023, engaging in energy storage system solutions business. Also, a Taiwan sales office was opened in the second quarter of 2024 for the leasing and ESS containers business. With our enhanced business model, the Group will be able to cope with the constantly changing market conditions.

For the year ended 31 December 2024, the Group’s consolidated revenue increased by 52% to US\$582,804,000 (2023: US\$382,470,000). Consolidated profit attributable to owners of the Company rose by 76% to US\$34,135,000 (2023: US\$19,438,000). As the property markets in China and Hong Kong experienced a significant decline, the Group suffered fair value losses of US\$5,466,000 (2023: losses of US\$2,647,000) from its investment properties during the reporting year. Also, a one-off gain on disposal of a land held by a subsidiary amounted to US\$5,858,000 profit after taxation and non-controlling interests was recognised in 2024. Basic earnings per share amounted to US1.43 cents (2023: US0.82 cent). The Board has recommended the payment of a final dividend of HK5 cents per ordinary share (2023: HK4 cents per ordinary share) for the year ended 31 December 2024. Together with an interim dividend of HK3 cents per ordinary share, the payout ratio for the year reached 72%.

### ***Manufacturing and Leasing***

The manufacturing and leasing business contributed US\$553,588,000 in revenue to the Group for the year ended 31 December 2024 (2023: US\$354,983,000), which is a significant increase of 56% over the corresponding period last year. The operation consequently accounted for 95% (2023: 93%) of the Group’s total revenue. Also, a segment profit before taxation and non-controlling interests of US\$44,459,000 (2023: US\$19,495,000) was recorded.

During the review year, the total sales volume achieved by our manufacturing operation reached approximately 220,000 twenty-foot equivalent units (“TEUs”) of dry freight and ISO-specialised containers (2023: approximately 106,000 TEUs). The ASP of 20’ dry freight containers slightly declined to US\$1,985 (2023: US\$2,075). To mitigate geographical risk, the Group successfully increased business volume with customers in the Middle East and Singapore while maintaining a balanced portfolio with the customers in other countries.

Regarding dry freight container production, total volume increased by 119% year on year. Dry freight containers accounted for 73% of segment revenue, while ISO-specialised containers and customised containers collectively accounted for 27% of segment revenue (2023: 53% dry freight, 47% specialised). Through our ability to flexibly divert production capacity to dry freight containers during the review year, we were able to capture additional orders for such containers.

The customised container segment achieved stable growth in terms of sales quantity and revenue. This can be attributed partly to the securing of major clients with stable demand and recurring orders, as well as new demand on innovative products driven by the market. Also, such growth is due to the Group’s ability to deliver quality, bespoke containers that have earned the trust and patronage of customers. In particular, our ESS containers have been able to cater for the specific demands of local and international clients, many of whom operate in the green energy sector. Satisfactory performance has also been achieved by the Group’s other customised products such as MIC, automotive rack, and data center containers, owing to our capacity to adapt to changing trends, and the benefit of an efficient Research & Development team that can develop relevant products promptly to meet market needs. Given the growing demand for our customised containers, the Group’s production capacity will be expanded to eliminate potential bottlenecks.

Regarding the leasing of dry freight container business, robust and significant growth was realised during the review year. Such growth was driven by our ability to seize market demand as we operate our own production plants. The close connection between our leasing and manufacturing arm enables us to react fast and generate synergy that enhance overall margin and profitability. The assets of our leasing portfolio

reached US\$138,044,000 as at 31 December 2024, which was a significant increase from US\$56,679,000 as at 31 December 2023. We remain optimistic about the long-term growth potential of the leasing business given the relatively stable leasing arrangements with customers. The Group will therefore continue to invest greater resources through effective treasury management, like structured financing, to promote its development.

### ***Logistics Services***

During the review year, the logistics services operation continued to benefit from its expansion into the container freight station business in recent years, allowing it to achieve an overall stable business performance. Overall, the segment recorded revenue of US\$29,216,000 (2023: US\$27,487,000) for the year ended 31 December 2024, with a segment profit before taxation and non-controlling interests of US\$8,486,000 (2023: US\$8,147,000). The number of containers handled by the logistics services operation reached 760,000 TEUs (2023: 704,000 TEUs), and the number of containers repaired totalled 130,000 TEUs (2023: 133,000 TEUs). The average daily container storage was 21,000 TEUs (2023: 23,000 TEUs).

The Group is thoroughly reviewing all facets of operation, and is determined to boost efficiency and enhance its logistics services portfolio.

### **PROSPECTS**

The demand for dry freight containers is anticipated to dampen in the coming year, due partly to overproduction in 2024. Geopolitical tensions between major economies are expected to lead to a new round of import tariffs that may affect global trade. Given the many developments that could hinder dry freight container demand, the outlook in the coming years is uncertain. To address this difficulty, we will conduct a thorough market analysis and strategically utilize resources to ensure reasonable and sustainable returns.

With respect to customised container demand, growth is anticipated to continue, particularly for ESS containers. To capture this growing market and to ride on our expertise in the manufacturing of ESS containers, Green Tenaga is incorporated to provide energy storage system and related engineering solutions to our customers. Green Tenaga is led by a young, energetic and professional team that offers consultation, customised solutions, system design and engineering services to enhance system efficiency and durability. The Group believes this new business has a promising future and will be a new growth engine for the Group.

Attracting, retaining and grooming new talent is essential for the Group's development and innovation. To achieve this, the Group recruited a new Chief Human Resources Officer in 2024 to establish long-term human resources strategies. Through our continuous efforts, we are on the right track to motivate our staff to a higher level.

Moving forward, the Group will dedicate more effort to sustain business momentum and enhancing productivity and efficiency. We will continue to make relevant investments and explore new opportunities that enable us to diversify our business and expand income streams.

### **DIVIDENDS**

Based on the operating results of the Group, the Board recommended the payment of a final dividend of HK5 cents per ordinary share (2023: HK4 cents per ordinary share) for the year ended 31 December 2024. Together with an interim dividend of HK3 cents per ordinary share (2023: HK1 cent per ordinary share), total dividend for the year would be HK8 cents per ordinary share (2023: HK22 cents per ordinary share, including an interim special dividend of HK17 cents per ordinary share).

## **CLOSURE OF THE REGISTER OF MEMBERS**

To determine the eligibility of the shareholders of the Company to attend the annual general meeting to be held on Wednesday, 18 June 2025 (“2025 AGM”), the Company’s register of members will be closed from Friday, 13 June 2025 to Wednesday, 18 June 2025 (both days inclusive), during which period no transfer of shares will be effected. In order to be entitled to attend and vote at 2025 AGM, all transfers of shares of the Company, duly accompanied by the completed transfer forms and all relevant share certificates, must be lodged with the Company’s share registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen’s Road East, Wanchai, Hong Kong for registration by no later than 4:30 p.m. on Thursday, 12 June 2025. The shareholders whose names appear on the register of members of the Company on Wednesday, 18 June 2025, the record date of 2025 AGM, will be entitled to attend and vote at 2025 AGM.

For determining the shareholders’ entitlement to the proposed final dividend for the year ended 31 December 2024, the register of members of the Company will be closed from Wednesday, 2 July 2025 to Friday, 4 July 2025, both days inclusive, and no transfer of the shares of the Company will be effected during such period. In order for a shareholder of the Company to qualify for the proposed final dividend, all transfers of shares of the Company, duly accompanied by the completed transfer forms and all relevant share certificates, must be lodged with the Company’s share registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen’s Road East, Wanchai, Hong Kong for registration by no later than 4:30 p.m. on Monday, 30 June 2025. Subject to the approval by the Company’s shareholders at the 2025 AGM, the proposed final dividend is payable on Friday, 18 July 2025 to those shareholders whose names appear on the register of members of the Company on Friday, 4 July 2025 (the record date).

## **AUDIT COMMITTEE**

The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group and discussed auditing, risk management, internal controls and financial reporting matters including a review of the annual financial statements for the year ended 31 December 2024 (“Annual Report”).

During the year under review, the Audit Committee held three meetings.

## **PURCHASE, SALE OR REDEMPTION OF THE COMPANY’S LISTED SECURITIES**

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company’s listed securities during the year.

## **TRANSFER TO RESERVES**

Pursuant to the legal requirements in the PRC and the appropriation agreed in the subsidiaries, associates and joint ventures, aggregate amount of US\$1,630,000 has been transferred to PRC statutory reserve of the Group during the year.

## **FINANCIAL INFORMATION**

The financial information relating to the years ended 31 December 2023 and 2024 included in this preliminary announcement of annual results does not constitute the Company's statutory annual consolidated financial statements for those years but is derived from those financial statements. The financial statements for the year ended 31 December 2024 have yet to be reported by the Company's auditor and will be delivered to the Registrar of Companies in due course. The Company has delivered the financial statements for the year ended 31 December 2023 to the Registrar of Companies as required by the Hong Kong Companies Ordinance. The Company's auditor has reported on the financial statements of the Group for the year ended 31 December 2023. The auditor's report was unqualified and did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report, and

did not include a statement under section 406(2), 407(2) or (3) of the Hong Kong Companies Ordinance (Cap 622).

## **SCOPE OF WORK OF MESSRS. DELOITTE TOUCHE TOHMATSU**

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 preliminary announcement have been agreed by the Group's auditor, Messrs. Deloitte Touche Tohmatsu, to the amounts set out in the Group's audited consolidated financial statements for the year. The work performed by Messrs. Deloitte Touche Tohmatsu in this respect did not constitute an assurance engagement and consequently no opinion or assurance conclusion has been expressed by Messrs. Deloitte Touche Tohmatsu on this preliminary announcement.

## **COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE**

For the year ended 31 December 2024, the Company has consistently adopted and complied with the applicable code provisions of the Corporate Governance Code as set out in Appendix C1 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") as guidelines to reinforce our corporate governance principles, except for the deviation stated below:

### Code provision C.2.1

Mr. Teo Siong Seng took up both roles as the Chairman of the Board and the Chief Executive Officer of the Company, the roles of Chairman and Chief Executive Officer are not separated. The Board considers that this structure has the advantage of a strong and consistent leadership which is conducive to making and implementing decisions efficiently and consistently

## **COMPLIANCE WITH THE MODEL CODE**

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix C3 to the Listing Rules as the code of conduct regarding directors' securities transactions. Having made specific enquiry of the directors, all of the directors have complied with, for any part of the accounting period covered by the Annual Report, the required standard as set out in the Model Code.

By Order of the Board  
**Singamas Container Holdings Limited**  
**Teo Siong Seng**  
*Chairman and Chief Executive Officer*

Hong Kong, 18 March 2025

*The Directors as at the date of this announcement are Mr. Teo Siong Seng, Ms. Siu Wai Yee, Winnie and Ms. Chung Pui King, Rebecca as executive Directors, Mr. Ng Wai Lim as non-executive Director and Mr. Ho Teck Cheong, Mr. Lam Sze Ken, Kenneth and Ms. Wong Sau Pik as independent non-executive Directors.*