



HOTEL PROPERTIES LIMITED

(REG. NO. 198000348Z)

Full Year Financial Statements and Dividend Announcement

1(a)(i) Income Statement

	GROUP \$'000	
	Year ended Dec 31, 2020	Year ended Dec 31, 2019
Revenue	258,760	556,359
Cost of sales	(272,647)	(418,645)
Gross (loss) profit	(13,887)	137,714
Other operating income	5,297	38,588
Administrative expenses	(47,183)	(69,325)
Other operating expenses	(33,823)	(16,816)
Finance costs	(31,712)	(38,456)
Share of results of associates and jointly controlled entities	(42,028)	28,898
(Loss) Profit before income tax and fair value changes in investment properties	(163,336)	80,603
Net fair value (loss) gain in investment properties	(28,223)	3,945
(Loss) Profit before income tax	(191,559)	84,548
Income tax credit (expense)	3,444	(29,860)
(Loss) Profit after income tax	(188,115)	54,688
Attributable to:		
Shareholders of the Company	(177,483)	57,143
Non-controlling interests	(10,632)	(2,455)
	(188,115)	54,688

1(a)(ii) Notes to the income statement:

	GROUP \$'000	
	Year ended Dec 31, 2020	Year ended Dec 31, 2019
Investment income*	453	2,324
Other income including interest income* ⁽¹⁾	4,824	33,480
Depreciation and amortisation**	(80,597)	(72,959)
Net allowance for doubtful trade receivables*	(144)	(289)
Net fair value (loss) gain in held-for-trading investments*	(22)	2,648
Net fair value loss in investments*	(14,483)	(8,900)
Net foreign exchange loss*	(247)	(1,145)
Net adjustment for over (under) provision of tax in respect of prior years	4,409	(6,769)
Impairment in property, plant and equipment* ⁽²⁾	(2,126)	-
Impairment in intangible assets* ⁽²⁾	(10,714)	-
Net (loss) gain on disposal of property, plant and equipment*	(163)	136

Note:

- (1) Other income including interest income decreased mainly due to non-recurring income received in 2019.
- (2) Impairment due to lower valuation of certain hotels.
- * Included in Other operating income (expenses).
- ** Included in Cost of sales.

1(a)(iii) Statement of Comprehensive Income

	GROUP \$'000	
	Year ended Dec 31, 2020	Year ended Dec 31, 2019
(Loss) Profit after income tax	(188,115)	54,688
Other comprehensive income (loss) (net of tax):		
<i>Items that will not be reclassified subsequently to profit or loss</i>		
Remeasurement of defined benefit obligation	23	(504)
Decrease in other reserves	(216)	(2,531)
	(193)	(3,035)
<i>Items that may be reclassified subsequently to profit or loss</i>		
Exchange differences on translating foreign operations	(13,793)	9,765
Increase in other reserves	728	42
Share of other comprehensive loss of associates and jointly controlled entities	6,570	11,926
	(6,495)	21,733
Total comprehensive (loss) income	(194,803)	73,386
Attributable to:		
Shareholders of the Company	(183,771)	75,916
Non-controlling interests	(11,032)	(2,530)
	(194,803)	73,386

1(b)(i) Statements of Financial Position

	GROUP \$'000		COMPANY \$'000	
	Dec 31, 2020	Dec 31, 2019	Dec 31, 2020	Dec 31, 2019
ASSETS				
Current assets:				
Cash and bank balances	95,744	192,257	20,139	102,726
Held-for-trading investments	2,831	3,218	-	-
Trade and other receivables	63,591	64,716	19,025	17,088
Amount due from associates and jointly controlled entities ⁽¹⁾	131,915	117,279	5,217	5,217
Amount due from subsidiaries ⁽²⁾	-	-	212,894	915,144
Inventories	10,220	12,475	100	147
Completed properties held for sale	8,495	10,424	-	-
Derivative financial instruments	7,025	6,159	7,025	6,159
Total current assets	319,821	406,528	264,400	1,046,481
Non-current assets:				
Associates and jointly controlled entities ⁽³⁾	596,066	546,922	-	-
Subsidiaries ⁽²⁾	-	-	1,426,564	561,372
Investments	211,776	206,455	-	-
Property, plant and equipment	1,564,959	1,627,271	219,477	223,049
Investment properties	681,292	709,515	-	-
Derivative financial instruments ⁽⁴⁾	-	8,020	-	8,020
Deferred tax assets	4,386	3,283	-	-
Intangible assets ⁽⁵⁾	9,929	21,017	-	-
Total non-current assets	3,068,408	3,122,483	1,646,041	792,441
Total assets	3,388,229	3,529,011	1,910,441	1,838,922
LIABILITIES AND EQUITY				
Current liabilities:				
Short-term borrowings	150,348	156,606	99,984	99,988
Trade and other payables	109,818	144,923	11,086	20,217
Amount due to subsidiaries	-	-	26,772	40,800
Income tax payable	7,751	15,233	481	1,925
Total current liabilities	267,917	316,762	138,323	162,930
Non-current liabilities:				
Advances from subsidiaries	-	-	273,197	282,356
Long-term borrowings	863,569	700,037	303,907	168,498
Long-term lease liabilities	92,439	92,962	-	-
Deferred tax liabilities	16,494	20,387	581	644
Total non-current liabilities	972,502	813,386	577,685	451,498
Share capital and reserves:				
Share capital	725,493	724,043	725,493	724,043
Treasury shares ⁽⁶⁾	(1,746)	(841)	(1,746)	(841)
Reserves	1,028,436	1,268,564	162,720	193,326
Equity attributable to shareholders of the Company	1,752,183	1,991,766	886,467	916,528
Perpetual capital securities	307,966	307,966	307,966	307,966
	2,060,149	2,299,732	1,194,433	1,224,494
Non-controlling interests	87,661	99,131	-	-
Total equity	2,147,810	2,398,863	1,194,433	1,224,494
Total liabilities and equity	3,388,229	3,529,011	1,910,441	1,838,922

Note:

- (1) Increase mainly due to acquisition of new jointly controlled entity net of reclassification during the year.
- (2) Movement mainly due to reclassification of advances during the year.
- (3) Mainly due to reclassification during the year.
- (4) Reclassification of amount maturing within 12 months.
- (5) Decrease due to impairment losses during the year.
- (6) Increase due to treasury shares purchased during the year.

1(b)(ii) Aggregate Amount of Group's Borrowings and Debt Securities**Amount repayable in one year or less, or on demand**

As at Dec 31, 2020		As at Dec 31, 2019	
Secured	Unsecured	Secured	Unsecured
\$50,364,000	\$99,984,000	\$56,618,000	\$99,988,000

Amount repayable after one year

As at Dec 31, 2020		As at Dec 31, 2019	
Secured	Unsecured	Secured	Unsecured
\$693,533,000	\$170,036,000	\$599,542,000	\$100,495,000

Details of any collateral

The above are secured by legal mortgages on properties of the Company and some subsidiaries, fixed and floating charges on assets of the Company and some subsidiaries and pledge of shares of certain subsidiaries.

1(c) Consolidated Statement of Cash Flows

	Year ended Dec 31, 2020 \$'000	Year ended Dec 31, 2019 \$'000
Cash flows from operating activities:		
(Loss) Profit before income tax and share of results of associates and jointly controlled entities	(149,531)	55,650
Adjustments for:		
Amortisation of intangible assets	264	261
Depreciation expense	80,333	72,698
Share-based payment expense	803	1,000
Impairment in property, plant and equipment	2,126	-
Impairment in intangible assets	10,714	-
Net fair value loss (gain) in investment properties	28,223	(3,945)
Net fair value loss (gain) in held-for-trading investments	22	(2,648)
Net fair value loss in investments	14,483	8,900
Net loss (gain) on disposal of property, plant and equipment	163	(136)
Finance costs	31,712	38,456
Interest income	(1,440)	(900)
Dividend income	(453)	(2,324)
Profit before working capital changes	17,419	167,012
Trade and other payables	(34,903)	(7,980)
Completed properties held for sale	1,686	842
Trade and other receivables	456	(12,918)
Held-for-trading investments	365	23,533
Inventories	2,112	(2,774)
Cash (used in) generated from operations	(12,865)	167,715
Dividend received	453	2,324
Income tax paid	(8,968)	(36,063)
Net cash (used in) from operating activities	(21,380)	133,976
Cash flows used in investing activities:		
Acquisition of interest in a subsidiary (see Note A below)	-	(31,286)
Acquisition of additional interest in a subsidiary	-	(7,000)
Additional property, plant and equipment	(39,524)	(108,495)
Net additional investments	(24,699)	(90,384)
Deposits placed for investments	-	(13,858)
(Net investment in) receipts from associates and jointly controlled entities	(94,745)	9,553
Proceeds from disposal of investments	4,736	-
Proceeds from disposal of property, plant and equipment	285	666
Net cash used in investing activities	(153,947)	(240,804)
Cash flows from financing activities:		
Interest received	1,440	900
Finance costs paid	(28,167)	(36,932)
Repayment of lease liabilities	(922)	(920)
Dividend paid	(41,678)	(52,114)
Distribution to perpetual capital securities holders	(14,032)	(6,975)
Net receipts from non-controlling shareholders	861	7,734
Additional borrowings ⁽¹⁾	456,783	264,162
Repayment of borrowings ⁽¹⁾	(293,161)	(153,781)
Purchase of treasury shares	(905)	(841)
Net proceeds from issue of perpetual capital securities	-	159,213
Net cash from financing activities	80,219	180,446
Net (decrease) increase in cash and cash equivalents	(95,108)	73,618
Cash and cash equivalents at beginning of year	188,003	113,992
Effect of exchange rate changes on cash balances held in foreign currencies	(1,326)	393
Cash and cash equivalents at end of year	91,569	188,003

Note:

(1) Net additional borrowings were utilised mainly for operating and investing activities during the year under review.

1(c) Consolidated Statement of Cash Flows (cont'd)

	Year ended Dec 31, 2020 \$'000	Year ended Dec 31, 2019 \$'000
Note A : Summary of cash outflow arising from acquisition of interest in a subsidiary		
Current assets	-	2,002
Current liabilities	-	(8,515)
Net current liabilities	-	(6,513)
Other non-current assets	-	77,241
Other non-current liabilities	-	(44,468)
	-	26,260
Goodwill	-	5,599
Purchase consideration	-	31,859
Cash of subsidiary acquired	-	(573)
Cash outflow arising from acquisition of interest in a subsidiary	-	31,286

Cash and cash equivalents at end of year

The cash and cash equivalents as at Dec 31, 2020, for the purposes of Consolidated Statement of Cash Flows, comprise of cash and bank balances less deposits under pledge to banks of \$4,175,000.

1(d)(i) Statement of Changes in Equity

	Share capital \$'000	Treasury shares \$'000	Retained profits \$'000	Other reserves* \$'000	Shareholders' equity \$'000	Perpetual capital securities \$'000	Subtotal \$'000	Non-controlling interests \$'000	Total equity \$'000
GROUP									
Balance as at Jan 1, 2019	722,593	-	1,273,986	(18,027)	1,978,552	148,753	2,127,305	97,965	2,225,270
Total comprehensive income (loss) for the year									
Profit (Loss) for the year	-	-	57,143	-	57,143	-	57,143	(2,455)	54,688
Other comprehensive income (loss) for the year	-	-	(504)	19,277	18,773	-	18,773	(75)	18,698
Total	-	-	56,639	19,277	75,916	-	75,916	(2,530)	73,386
Transactions with owners, recognised directly in equity									
Recognition of share-based payments	-	-	-	1,000	1,000	-	1,000	-	1,000
Dividends	-	-	(52,114)	-	(52,114)	-	(52,114)	-	(52,114)
Acquisition of additional interest in a subsidiary from non-controlling interests	-	-	-	(3,772)	(3,772)	-	(3,772)	(3,228)	(7,000)
Net movement during the year	-	-	-	-	-	-	-	6,924	6,924
Issue of shares	1,450	-	-	(1,450)	-	-	-	-	-
Total	1,450	-	(52,114)	(4,222)	(54,886)	-	(54,886)	3,696	(51,190)
Purchase of treasury shares	-	(841)	-	-	(841)	-	(841)	-	(841)
Issue of perpetual capital securities	-	-	-	-	-	159,213	159,213	-	159,213
Distribution to perpetual capital securities holders	-	-	(6,975)	-	(6,975)	-	(6,975)	-	(6,975)
Balance as at Dec 31, 2019	724,043	(841)	1,271,536	(2,972)	1,991,766	307,966	2,299,732	99,131	2,398,863
Total comprehensive income (loss) for the year									
Loss for the year	-	-	(177,483)	-	(177,483)	-	(177,483)	(10,632)	(188,115)
Other comprehensive income (loss) for the year	-	-	23	(6,311)	(6,288)	-	(6,288)	(400)	(6,688)
Total	-	-	(177,460)	(6,311)	(183,771)	-	(183,771)	(11,032)	(194,803)
Transactions with owners, recognised directly in equity									
Recognition of share-based payments	-	-	-	803	803	-	803	-	803
Dividends	-	-	(41,678)	-	(41,678)	-	(41,678)	-	(41,678)
Transfer upon disposal of investment	-	-	(2,502)	2,502	-	-	-	-	-
Net movement during the year	-	-	-	-	-	-	-	(438)	(438)
Issue of shares	1,450	-	-	(1,450)	-	-	-	-	-
Purchase of treasury shares	-	(905)	-	-	(905)	-	(905)	-	(905)
Total	1,450	(905)	(44,180)	1,855	(41,780)	-	(41,780)	(438)	(42,218)
Distribution to perpetual capital securities holders	-	-	(14,032)	-	(14,032)	-	(14,032)	-	(14,032)
Balance as at Dec 31, 2020	725,493	(1,746)	1,035,864	(7,428)	1,752,183	307,966	2,060,149	87,661	2,147,810

* Includes exchange fluctuation reserve, hedge reserve, option reserve and other capital reserve.

1(d)(i) Statement of Changes in Equity (cont'd)

	Share capital \$'000	Treasury shares \$'000	Retained profits \$'000	Other reserves** \$'000	Shareholders' equity \$'000	Perpetual capital securities \$'000	Total equity \$'000
COMPANY							
Balance as at Jan 1, 2019	722,593	-	174,673	11,307	908,573	148,753	1,057,326
Total comprehensive income (loss) for the year							
Profit for the year	-	-	67,081	-	67,081	-	67,081
Other comprehensive loss for the year	-	-	-	(196)	(196)	-	(196)
Total	-	-	67,081	(196)	66,885	-	66,885
Transactions with owners, recognised directly in equity							
Recognition of share-based payments	-	-	-	1,000	1,000	-	1,000
Dividends	-	-	(52,114)	-	(52,114)	-	(52,114)
Issue of shares	1,450	-	-	(1,450)	-	-	-
Total	1,450	-	(52,114)	(450)	(51,114)	-	(51,114)
Purchase of treasury shares	-	(841)	-	-	(841)	-	(841)
Issue of perpetual capital securities	-	-	-	-	-	159,213	159,213
Distribution to perpetual capital securities holders	-	-	(6,975)	-	(6,975)	-	(6,975)
Balance as at Dec 31, 2019	724,043	(841)	182,665	10,661	916,528	307,966	1,224,494
Total comprehensive income (loss) for the year							
Profit for the year	-	-	25,843	-	25,843	-	25,843
Other comprehensive loss for the year	-	-	-	(92)	(92)	-	(92)
Total	-	-	25,843	(92)	25,751	-	25,751
Transactions with owners, recognised directly in equity							
Recognition of share-based payments	-	-	-	803	803	-	803
Dividends	-	-	(41,678)	-	(41,678)	-	(41,678)
Issue of shares	1,450	-	-	(1,450)	-	-	-
Purchase of treasury shares	-	(905)	-	-	(905)	-	(905)
Total	1,450	(905)	(41,678)	(647)	(41,780)	-	(41,780)
Distribution to perpetual capital securities holders	-	-	(14,032)	-	(14,032)	-	(14,032)
Balance as at Dec 31, 2020	725,493	(1,746)	152,798	9,922	886,467	307,966	1,194,433

** Includes hedge reserve and option reserve.

1(d)(ii) Details of Any Changes in Company's Issued Share Capital

The Company did not issue any new shares since the end of the previous period reported on.

As at Dec 31, 2020, the number of outstanding share options under the Company's Share Option Scheme was 18,900,000 (as at Dec 31, 2019: 18,900,000), and the number of outstanding performance shares under the Company's Performance Share Plan was nil (as at Dec 31, 2019: 351,900).

As at Dec 31, 2020, the Company held 515,300 (as at Dec 31, 2019: 220,300) treasury shares which represents 0.1% (as at Dec 31, 2019: 0.0%) of the total number of issued shares (excluding treasury shares).

1(d)(iii) Total Number of Issued Shares

	Dec 31, 2020	Dec 31, 2019
Total number of issued shares	521,490,251	521,138,351
Treasury shares	(515,300)	(220,300)
Total number of issued shares excluding treasury shares	520,974,951	520,918,051

1(d)(iv) Statement Showing All Sales, Transfers, Cancellation and/or Use of Treasury Shares

Not applicable. There were no sales, transfers, cancellation and/or use of treasury shares as at the end of the current financial year reported on.

1(d)(v) Statement Showing All Sales, Transfers, Cancellation and/or Use of Subsidiary Holdings

Not applicable. There is no subsidiary holdings as at the end of the current financial year reported on.

2. Audit Statement

The figures have not been audited or reviewed.

3. Auditors' Report

Not applicable.

4. Changes in Accounting Policies

The Group and Company have followed the same accounting policies and methods of computation as in the most recently audited annual financial statements except as explained in paragraph 5 below.

5. Reasons for and Effect of Changes in Accounting Policies

The Group has adopted all relevant revised Singapore Financial Reporting Standards (International) ("SFRS(I)s") and amendments that are mandatory for financial years beginning on or after January 1, 2020. The adoption of these revised SFRS(I)s and amendments has no significant impact to the Group.

6. Earnings Per Ordinary Share

	Year ended Dec 31, 2020	Year ended Dec 31, 2019
Based on the weighted average number of ordinary shares in issue (excluding treasury shares)	(36.76 cents)	9.37 cents
On a fully diluted basis	(36.76 cents)	9.35 cents

Earnings per ordinary share is calculated based on net profit attributable to ordinary shareholders after deducting provision for distribution to perpetual capital securities holders.

7. Net Asset Value

	Dec 31, 2020	Dec 31, 2019
GROUP	\$3.36	\$3.82
COMPANY	\$1.70	\$1.76

Net asset value per ordinary share is calculated based on net assets excluding perpetual capital securities that is attributable to the ordinary shareholders divided by the number of issued shares (excluding treasury shares) of the Company.

8. Review of Performance

For the year ended December 31, 2020, the Group recorded a revenue of \$258.8 million compared to \$556.4 million last year. The hospitality industry was adversely affected by the COVID-19 pandemic as a result of extensive travel restrictions imposed. The impact was especially severe at the initial phase, but saw some recovery subsequently as our Singapore hotels took on guests on Stay Home Notice and Staycations. Our resorts in Maldives also benefited as the country opens up to tourists with greater flight connectivity.

The Group generated an operating profit before share of results of associates and jointly controlled entities, depreciation, amortisation, impairment loss and fair value changes of \$17.4 million for the year ended December 31, 2020. Significant measures were put in place to contain operating expenditure where possible. In countries where there are government support schemes, we have undertaken every and all measures to maximise the value of the support. Nevertheless, certain fixed costs were unavoidable, including non-cash expenses such as depreciation and amortisation which amounted to \$80.6 million. The Group also suffered mark-to-market fair value losses of \$14.5 million on long term investments due to weak market sentiments. Further, the valuation of our Hotels and Investment Properties have been affected, resulting in impairment and fair value losses totalling \$12.8 million and \$28.2 million, respectively.

The Group's share of results of associates and jointly controlled entities turned from a profit of \$28.9 million for the year ended December 31, 2019, to a loss of \$42.0 million for the year under review, due to losses incurred by hotel owning associates and jointly controlled entities. A substantial amount of the loss recorded, totalling \$32.3 million, was relating to impairment losses resulting from lower valuation of the hotel properties owned by the associates and jointly controlled entities.

Group net loss attributable to shareholders for the year ended December 31, 2020 was \$177.5 million compared to a net profit of \$57.1 million reported last year.

9. Variance from Previous Forecast or Prospect Statement

Not applicable.

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

In the near term, the Group expects our businesses to continue to face difficult market conditions as many borders remain closed and the resurgence of COVID-19 continues to be a concern. However, with the progressive rollout of the COVID-19 vaccination around the world, gradual recovery can be expected in the longer term. Meanwhile, the development of our properties in London, Paddington Square and Bankside Yards, a commercial and mixed development respectively, are ongoing.

The Group will continue to be vigilant in monitoring our liquidity positions and preserving cash with cost management measures and deferment of non essential capital expenditure. The Group raised \$50 million in January 2021 with a fixed rate bond issue in response to a reverse enquiry. In addition, the Group has unutilised committed credit facilities available to be drawn upon if required.

11. Dividend**(a) Current Financial Period Reported On**

The Board of Directors has recommended a first and final one-tier tax exempt cash dividend of 4 cents per ordinary share in respect of the current financial year reported on. Payment of the said dividend is subject to the approval of shareholders at the forthcoming Annual General Meeting.

(b) Corresponding Period of the Immediately Preceding Financial Year

The Company declared a first and final one-tier tax exempt cash dividend of 4 cents per ordinary share, and a one-tier tax exempt special dividend of 4 cents per ordinary share in respect of the immediately preceding financial year.

(c) Date payable

Will be announced at a later date.

(d) Books closure date

Notice will be given at a later date of the date of closure of the transfer books and register of members.

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

Not applicable.

13. Interested Person Transactions ("IPT")

The Group has not obtained a general mandate from shareholders for IPTs.

14. Segmental Revenue and Results

Information by business segment

Year ended December 31, 2020

	Hotels \$'000	Properties \$'000	Others \$'000	Elimination \$'000	Consolidated \$'000
REVENUE					
External sales	232,709	26,045	6		258,760
Inter-segment sales		349		(349)	-
Total revenue	232,709	26,394	6	(349)	258,760
RESULTS					
Profit (Loss) before interest and tax	(84,083)	7,520	(14,473)		(91,036)
Finance costs					(31,712)
Interest income					1,440
Share of results of associates and jointly controlled entities	(59,898)	22,441	(4,571)		(42,028)
Loss before fair value changes					(163,336)
Fair value changes in investment properties		(28,223)			(28,223)
Loss before income tax					(191,559)
Income tax credit					3,444
Non-controlling interests					10,632
Loss attributable to shareholders of the Company					(177,483)

14. Segmental Revenue and Results (cont'd)

Year ended December 31, 2019

	Hotels \$'000	Properties \$'000	Others \$'000	Elimination \$'000	Consolidated \$'000
REVENUE					
External sales	527,849	28,504	6		556,359
Inter-segment sales		456		(456)	-
Total revenue	527,849	28,960	6	(456)	556,359
RESULTS					
Earnings before interest and tax	86,480	7,329	(4,548)		89,261
Finance costs					(38,456)
Interest income					900
Share of results of associates and jointly controlled entities	(972)	30,781	(911)		28,898
Profit before fair value changes					80,603
Fair value changes in investment properties		3,945			3,945
Profit before income tax					84,548
Income tax expense					(29,860)
Non-controlling interests					2,455
Profit attributable to shareholders of the Company					57,143

15. Review of Performance by Business Segments

Please refer to item 8 above.

16. Breakdown of Sales and Operating Profit

	Latest Financial Year \$'000 Group	Previous Financial Year \$'000 Group	% increase/(decrease) Group
(a) Sales reported for first half year	144,763	277,151	(47.77)
(b) Operating (loss) profit after tax before deducting non-controlling interests reported for first half year**	(78,982)	18,926	(517.32)
(c) Sales reported for second half year	113,997	279,208	(59.17)
(d) Operating (loss) profit after tax before deducting non-controlling interests reported for second half year**	(35,782)	31,817	(212.46)

** excludes net fair value (loss) gain in investment properties and impairment in property, plant and equipment and intangible assets.

17. Breakdown of Total Annual Dividend

	Latest Full Year (\$'000)	Previous Full Year (\$'000)
Ordinary	20,839	41,678
Preference	-	-
Total:	20,839	41,678

The dividend amounts for the latest full year are estimated based on the number of issued shares (excluding treasury shares) as at December 31, 2020. The actual dividend payment can only be determined on books closure date.

18. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) of the Listing Manual

There are currently no persons occupying managerial positions in the Company or any of its principal subsidiaries who are relatives of a director or chief executive officer or substantial shareholder of the Company.

19. Confirmation pursuant to Rule 720(1) of the Listing Manual

The Company confirms that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

BY ORDER OF THE BOARD

Lo Swee Oi
Company Secretary
February 25, 2021