



MOYA HOLDINGS ASIA LIMITED

Registration number: 201301085G

Condensed Interim Financial Statements

For the Six Months and Full Year Ended 31 December 2021

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the "Sponsor"), in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalyst.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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

Group							
		Unaudited 6 months ended 31.12.2021 ("2H2021")	Unaudited 6 months ended 31.12.2020 ("2H2020")	Change + / (-)	Unaudited 12 months ended 31.12.2021 ("FY2021")	Audited 12 months ended 31.12.2020 ("FY2020")	Change + / (-)
Notes		(\$'000)	(\$'000)	%	(\$'000)	(\$'000)	%
	Revenue	133,734	124,255	8	259,139	240,123	8
	Cost of sales	(71,126)	(72,065)	(1)	(136,614)	(135,813)	1
	Gross profit	62,608	52,190	20	122,525	104,310	17
	Other item of income:						
	Interest income	929	1,971	(53)	1,906	3,641	(48)
	Other items of expenses:						
	Administrative expenses	(17,937)	(18,959)	(5)	(37,299)	(37,979)	(2)
	Finance costs	(10,145)	(13,734)	(26)	(22,618)	(28,647)	(21)
	Other expenses	(443)	(836)	(47)	(902)	(1,167)	(23)
	Other (losses)/gains, net	(1,688)	49	N.M	889	(120)	N.M
	Profit before tax	33,324	20,681	61	64,501	40,038	61
	Income tax expense	(11,206)	(1,464)	665	(21,003)	(3,433)	512
	Profit after tax	22,118	19,217	15	43,498	36,605	19
	Adjusted EBITDA⁽¹⁾	58,167	46,973	24	112,251	93,634	20
	Profit after tax, attributable to:						
	Owners of the parent	20,812	18,454	13	41,194	35,008	18
	Non-controlling interests	1,306	763	71	2,304	1,597	44
	Profit after tax	22,118	19,217	15	43,498	36,605	19

N.M – not meaningful

Note:

- (1) Adjusted EBITDA (being earnings before interest, taxes, depreciation and amortisation) was computed based on the Group's revenue (excluding (i) adjustment from the adoption of SFRS (I) INT 12; (ii) service concession construction revenue; and (iii) finance income under service concession arrangements) less cost of sales (excluding service concession construction costs), administrative expenses and other expenses, adding back depreciation and amortisation.

	Group					
	Unaudited 2H2021	Unaudited 2H2020	Change + / (-)	Unaudited FY2021	Audited FY2020	Change + / (-)
	(S\$'000)	(S\$'000)	%	(S\$'000)	(S\$'000)	%
Profit for the period	22,118	19,217	15	43,498	36,605	19
Other comprehensive income/(loss):						
Item that will not be reclassified subsequently to profit or loss:						
Re-measurements of defined benefit pension plans, net of tax	(3,292)	(1,295)	154	(3,557)	(1,232)	189
Item that may be reclassified subsequently to profit or loss:						
Currency translation differences arising from consolidation	5,803	(13,529)	N.M	5,598	(6,404)	N.M
Other comprehensive income/(loss), net of tax	2,511	(14,824)	N.M	2,041	(7,636)	N.M
Total comprehensive income	24,629	4,393	461	45,539	28,969	57
Total comprehensive income attributable to:						
Owners of the parent	23,259	3,135	642	43,205	27,441	57
Non-controlling interests	1,370	1,258	9	2,334	1,528	53
Total comprehensive income	24,629	4,393	461	45,539	28,969	57
N.M – not meaningful						
Earnings per share (“EPS”) attributable to the owners of the parent during the period:						
Basic EPS (S\$ in cents)	0.50	0.44		0.98	0.83	
Diluted EPS (S\$ in cents)	0.50	0.44		0.98	0.83	

B. Condensed statements of financial position

		Group		Company	
		Unaudited 31.12.2021	Audited 31.12.2020	Unaudited 31.12.2021	Audited 31.12.2020
Assets					
Non-current assets					
Property, plant and equipment	9	20,605	26,192	125	260
Investments in subsidiaries		-	-	238,941	235,983
Service concession assets	8	436,879	435,033	-	-
Goodwill		76,044	74,466	-	-
Deferred income tax assets		14,524	14,120	-	-
Other non-current assets		1,218	1,116	-	-
Total non-current assets		549,270	550,927	239,066	236,243
Current assets					
Inventories		5,705	6,147	-	-
Service concession assets	8	23,221	15,039	-	-
Trade and other receivables		50,618	47,269	181	81
Restricted cash in banks and time deposits		7,188	5,771	-	-
Cash and cash equivalents		44,570	58,327	1,556	6,710
Total current assets		131,302	132,553	1,737	6,791
Total assets		680,572	683,480	240,803	243,034
Equity and liabilities					
Equity attributable to owners of the parent					
Share capital	11	253,728	253,728	253,728	253,728
Capital reserve		5,826	5,826	-	-
Foreign currency translation reserve		(19,506)	(25,074)	-	-
Retained earnings/(accumulated losses)		117,262	79,625	(13,265)	(11,153)
Equity attributable to owners of the parent		357,310	314,105	240,463	242,575
Non-controlling interests		23,662	21,328	-	-
Total equity		380,972	335,433	240,463	242,575
Non-current liabilities					
Provisions		9,052	20,542	-	-
Borrowings	10	117,572	175,509	-	102
Deferred income tax liabilities		53,477	45,799	-	-
Trade and other payables		10,749	12,040	-	-
Total non-current liabilities		190,850	253,890	-	102
Current liabilities					
Provisions		4,615	2,945	-	-
Borrowings	10	65,139	54,079	125	152
Current income tax liabilities		1,640	2,130	-	-
Trade and other payables		37,356	35,003	215	205
Total current liabilities		108,750	94,157	340	357
Total liabilities		299,600	348,047	340	459
Net assets		380,972	335,433	240,463	242,575
Total equity and liabilities		680,572	683,480	240,803	243,034

C. Condensed statements of changes in equity

Group	Share capital	Capital reserve	Share option reserve	Foreign currency translation reserve	Retained earnings	Equity attributable to parent	Non-controlling interests	Total equity
	(S\$'000)	(S\$'000)	(S\$'000)	(S\$'000)	(S\$'000)	(S\$'000)	(S\$'000)	(S\$'000)
At 1 January 2020	253,728	5,826	591	(18,739)	45,258	286,664	1,963	288,627
Profit for the financial year	-	-	-	-	35,008	35,008	1,597	36,605
Other comprehensive income								
Currency translation differences arising from consolidation	-	-	-	(6,335)	-	(6,335)	(69)	(6,404)
Re-measurements of defined benefit pension plans, net of tax	-	-	-	-	(1,232)	(1,232)	-	(1,232)
Total comprehensive income for the financial year	-	-	-	(6,335)	33,776	27,441	1,528	28,969
Non-controlling interest from acquisition of subsidiaries	-	-	-	-	-	-	17,837	17,837
Expiry of share option	-	-	(591)	-	591	-	-	-
At 31 December 2020	253,728	5,826	-	(25,074)	79,625	314,105	21,328	335,433
At 1 January 2021	253,728	5,826	-	(25,074)	79,625	314,105	21,328	335,433
Profit for the financial year	-	-	-	-	41,194	41,194	2,304	43,498
Other comprehensive income								
Currency translation differences arising from consolidation	-	-	-	5,568	-	5,568	30	5,598
Re-measurements of defined benefit pension plans, net of tax	-	-	-	-	(3,557)	(3,557)	-	(3,557)
Total comprehensive income for the financial year	-	-	-	5,568	37,637	43,205	2,334	45,539
At 31 December 2021	253,728	5,826	-	(19,506)	117,262	357,310	23,662	380,972

Company	Share capital	Share option reserve	Accumulated losses	Total equity
	(S\$'000)	(S\$'000)	(S\$'000)	(S\$'000)
At 1 January 2020	253,728	591	(9,732)	244,587
Total comprehensive loss	-	-	(2,012)	(2,012)
Expiry of share option	-	(591)	591	-
At 31 December 2020	253,728	-	(11,153)	242,575
At 1 January 2021	253,728	-	(11,153)	242,575
Total comprehensive loss	-	-	(2,112)	(2,112)
At 31 December 2021	253,728	-	(13,265)	240,463

D. Condensed consolidated statement of cash flows

(S\$'000)	Group	
	Unaudited	Audited
	FY2021	FY2020
Cash flows from operating activities		
Receipts from customers	215,170	180,241
Payments to suppliers, directors and employees	(117,214)	(89,390)
Payments of corporate income tax	(13,898)	(10,286)
Net cash flows provided by operating activities	84,058	80,565
Cash flows from investing activities		
Acquisition of fixed assets and other non-current assets	(3,722)	(6,297)
Interest received	1,279	2,203
Payment of construction costs	(24,086)	(44,057)
Acquisition of subsidiaries, net of cash acquired ^(a)	-	(14,451)
Net cash flows used in investing activities	(26,529)	(62,602)
Cash flows from financing activities		
Interest paid	(18,941)	(25,181)
Net (increase)/decrease in restricted cash in banks	(1,417)	199
Proceeds from borrowings	17,484	35,748
Repayments of borrowings and debt issuance cost	(68,349)	(60,634)
Loan repayments of subsidiary	-	(10,513)
Principal payment of lease liabilities	(444)	(584)
Cash dividend paid by subsidiary to non-controlling interest	(160)	(95)
Net cash flows used in financing activities	(71,827)	(61,060)
Net decrease in cash and cash equivalents	(14,298)	(43,097)
Cash and cash equivalents, beginning balance	58,327	101,544
Net effects of exchange rate changes	541	(120)
Cash and cash equivalents, ending balance	44,570	58,327

Note:

(a) Acquisition of subsidiaries

Purchase consideration	24,776
Less with:	
Advance for acquisition of subsidiaries paid in 2019	(1,000)
Cash and cash equivalent in subsidiaries acquired	(9,325)
Cash outflow on acquisition	14,451

E. Notes to the condensed consolidated financial statements

1. Corporate Information

Moya Holdings Asia Limited (the “**Company**”) (company registration number 201301085G) is listed on the Singapore Exchange and incorporated and domiciled in Singapore and whose shares are publicly traded on the Catalist of the Singapore Exchange. The address of its registered office is 65 Chulia Street #37-08 OCBC Centre Singapore 049513. This condensed consolidated financial statements as at and for the six months and twelve months ended 31 December 2021 comprise the Company and its subsidiaries (collectively, the “**Group**”).

The principal activities of the Company are that of an investment holding company. The principal activities of its subsidiaries are as follows:

- (a) Supply and distribution of clean water;
- (b) Investment holding company;
- (c) Investment holding company and provision of management consultancy services in the clean water industry; and
- (d) Management, technical advisory and technical analysis services in the clean water industry.

Since the beginning of the year 2020, there has been an economic downturn as a result of the COVID-19 outbreak severely affecting, among others, global demand for product and services and supply chains. Management has assessed the effects of the event on the Group's operations and believes that no significant adverse impact should be considered in the short-term. Management will continue to monitor this and take necessary action to address related risks and uncertainties going forward.

2. Basis of Preparation

The condensed interim financial statements for the six months and twelve months ended 31 December 2021 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“**SFRS(I)**”) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last interim financial statements for the period ended 30 June 2021.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed financial statements are presented in Singapore dollar which is the Company's functional currency.

2.1. Adoption of new and amended standards

The Group has adopted the applicable new and revised SFRS(I) which became effective for the accounting period beginning on or after 1 January 2021 as follow:

- Amendments to:
 - a) SFRS(I) 9, SFRS(I) 1-39, SFRS(I) 7, SFRS(I) 4 and SFRS(I) 16: Interest Rate Benchmark Reform - Phase 2
 - b) SFRS(I) 16 Leases - Covid-19-Related Rent Concessions beyond 30 June 2021

The adoption of the new SFRS(I) did not result in material adjustments to the financial position, results of operations or cash flows of the Group for the financial year ended 31 December 2021.

2.2. Use of judgements and estimates

In preparing the condensed financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the financial year ended 31 December 2020.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

3. Seasonal operations

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

4. Segment and revenue information

For management purposes, the reporting entity is organised into one major strategic operating segment: Build-Operate-Transfer ("**BOT**"). Such a structural organisation is determined by the nature of risks and returns associated with each business segment and it defines the management structure as well as the internal reporting system. It represents the basis on which the management reports the primary segment information that is available and that is evaluated regularly by the chief operating decision maker in deciding how to allocate resources and in assessing the performance.

The segment and the type of products and services is as follows:

BOT business: Provision of comprehensive range of water treatment solutions to government including commissioning, operation and maintenance of a wide range of water treatment plants on design, build, rehabilitate, operate and transfer arrangements.

Operating Segments (S\$'000)	BOT Projects	Unallocated	Group
Profit or loss and reconciliations			
FY2021			
Total revenue	230,140	28,999	259,139
Profit/(loss) before tax	76,124	(11,623)	64,501
Income tax expense			(21,003)
Profit for the year			43,498
FY2020			
Total revenue	236,128	3,995	240,123
Profit/(loss) before tax	58,083	(18,045)	40,038
Income tax expense			(3,433)
Profit for the year			36,605
2H2021			
Total revenue	118,897	14,837	133,734
Profit/(loss) before tax	35,883	(2,559)	33,324
Income tax expense			(11,206)
Profit for the period			22,118
2H2020			
Total revenue	120,472	3,783	124,255
Profit/(loss) before tax	25,962	(5,281)	20,681
Income tax expense			(1,464)
Profit for the period			19,217
Assets and Liabilities and reconciliations			
As at 31 December 2021			
Total assets for reportable segments	644,798	-	644,798
Unallocated	-	35,774	35,774
Total assets			680,572
Total liabilities for reportable segments	(286,798)	-	(286,798)
Unallocated	-	(12,802)	(12,802)
Total liabilities			(299,600)

As at 31 December 2020

Total assets for reportable segments	652,069	-	652,069
Unallocated	-	31,411	31,411
Total assets			<u>683,480</u>
Total liabilities for reportable segments	(335,032)	-	(335,032)
Unallocated	-	(13,015)	(13,015)
Total liabilities			<u>(348,047)</u>

Operating Segments (S\$'000)	BOT Projects	Unallocated	Group
Other material items and reconciliations			
FY2021			
Capital expenditure	26,526	50	26,576
Depreciation of property, plant and equipment	8,402	718	9,120
Amortisation	36,178	-	36,178
Finance cost	21,300	1,318	22,618
FY2020			
Capital expenditure	48,371	106	48,477
Depreciation of property, plant and equipment	7,105	772	7,877
Amortisation	33,549	-	33,549
Finance cost	27,510	1,137	28,647
2H2021			
Capital expenditure	14,799	4	14,803
Depreciation of property, plant and equipment	4,199	360	4,559
Amortisation	18,445	-	18,445
Finance cost	9,864	281	10,145
2H2020			
Capital expenditure	25,807	44	25,851
Depreciation of property, plant and equipment	3,693	380	4,073
Amortisation	17,181	-	17,181
Finance cost	13,028	706	13,734

Geographical Information

Revenue (S\$'000)	BOT Projects	Unallocated	Group
FY2021			
Indonesia	230,140	28,999	259,139
Singapore	-	-	-
Total Revenue	230,140	28,999	259,139
FY2020			
Indonesia	236,128	3,995	240,123
Singapore	-	-	-
Total Revenue	236,128	3,995	240,123
2H2021			
Indonesia	118,897	14,837	133,734
Singapore	-	-	-
Total Revenue	118,897	14,837	133,734
2H2020			
Indonesia	120,472	3,783	124,255
Singapore	-	-	-
Total Revenue	120,472	3,783	124,255

The Group operated predominantly in Indonesia where revenue was derived and located, respectively.

5. Profit before tax

Profit before tax is arrived at after crediting/(charging) the following:

			Group		Change	
	2H2021	2H2020	+ / (-)	FY2021	FY2020	+ / (-)
	(S\$'000)	(S\$'000)	%	(S\$'000)	(S\$'000)	%
Sale of water and related services ⁽¹⁾	107,906	91,836	17	210,738	177,926	18
Adjustment from adoption of SFRS (I) INT 12 ⁽¹⁾⁽²⁾	(4,544)	(4,509)	1	(10,176)	(9,452)	8
Service concession construction revenue ⁽¹⁾	12,650	22,751	(44)	23,393	43,250	(46)
Other revenue ⁽¹⁾	4,013	3,530	14	7,732	6,948	11
Finance income under service concession arrangements ⁽¹⁾⁽²⁾	13,709	10,647	29	27,452	21,451	28
Depreciation of property, plant and equipment ⁽³⁾	(4,559)	(4,073)	12	(9,120)	(7,877)	16
Amortisation of service concession assets ⁽⁴⁾	(18,445)	(17,181)	7	(36,178)	(33,549)	8
Reversal of/(allowance for) doubtful debts ⁽⁵⁾	350	(249)	N.M	19	(893)	N.M
Finance costs	(10,145)	(13,734)	(26)	(22,618)	(28,647)	(21)
Net foreign exchange adjustment (losses)/gains ⁽⁶⁾	(1,335)	1,857	N.M	(478)	2,040	N.M

Notes:

- (1) Classified as revenue in consolidated statement of profit or loss and other comprehensive income.
- (2) In accordance with the Singapore Financial Reporting Standards (International) Interpretations 12 – Service Concession Arrangements (“**SFRS(I) INT 12**”), when the Group (as operator) receives payment during the period of the service concession arrangement, it will apportion such payment between a repayment of the financial asset arising from the construction activities of the service concession arrangement, reducing the carrying amount of the financial assets on its statement of financial position, and revenue from operating and maintaining the water treatment plants in its statement of profit or loss. Interest income on financial assets arising from the service concession arrangement will also be recognised.
- (3) The increase was mainly due to depreciation charges arising from new equipment acquired in FY2021.
- (4) The increase was mainly due to amortisation expense of additional intangible assets in FY2021 arising from a service concession arrangement and amortisation expense of intangible assets arising from a contractual concession rights in FY2021.
- (5) Reversal of doubtful debts in 2H2021 and FY2021 was due to amount recovered from customer and less expected credit losses based on assessment under SFRS(I) 9 – Financial Instruments.
- (6) Classified as other (losses)/gains, net in consolidated statement of profit or loss and other comprehensive income.

6. Income tax expense

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed consolidated statement of profit or loss are:

	Group			
	2H2021	2H2020	FY2021	FY2020
	S\$'000	S\$'000	S\$'000	S\$'000
Current income tax	4,791	4,569	13,232	11,344
Deferred income tax expense/(benefit)	6,415	(3,105)	7,771	(7,911)
Income tax expense	11,206	1,464	21,003	3,433

On 31 March 2020, the Indonesian Government issued the Government Regulation in lieu of Law No. 1 Year 2020 (the “**Regulation**”), which articulated its policy on maintaining the stability of state finances and the financial system in light of the Covid-19 pandemic and other threats that might endanger the national economy. The Regulation was effective immediately when announced on 31 March 2020. Based on the Regulation, there is a reduction of the corporate income tax rate from 25% to 22%, which is applicable for fiscal years 2020 and 2021, and 20% for fiscal year 2022 onward.

The Harmonization of Tax Regulations (“**HPP**”) Law was signed by the Indonesian President and officially enacted on 29 October 2021. Based on HPP Law, the decrease in the Corporate Income Tax (CIT) rate of 20% that was previously legislated to be effective starting from tax year 2022 was cancelled. Consequently, the current CIT rate of 22% will continue to prevail.

7. Net Asset Value

	<u>Group</u>		<u>Company</u>	
	<u>Unaudited</u> <u>31.12.2021</u>	<u>Audited</u> <u>31.12.2020</u>	<u>Unaudited</u> <u>31.12.2021</u>	<u>Audited</u> <u>31.12.2020</u>
Net asset value per ordinary share based on issued share capital ⁽¹⁾ (S\$ cents)	8.50	7.47	5.72	5.77

Note:

(1) Based on issued share capital of 4,203,585,943 ordinary shares as at 31 December 2021 and 2020.

8. Service concession assets

	<u>Notes</u>	<u>Group</u>	
		<u>Unaudited</u> <u>31.12.2021</u> <u>S\$'000</u>	<u>Audited</u> <u>31.12.2020</u> <u>S\$'000</u>
Financial assets arising from service concession arrangements	8A	238,947	197,838
Intangible assets:			
- Service concession arrangements, net book value	8B	66,789	90,537
- Contractual concession rights, net book value	8C	154,364	161,697
		460,100	450,072
Current portion		23,221	15,039
Non-current portion		436,879	435,033
		460,100	450,072

8A. Financial assets arising from service concession arrangements

	<u>Group</u>	
	<u>Unaudited</u> <u>31.12.2021</u> <u>S\$'000</u>	<u>Audited</u> <u>31.12.2020</u> <u>S\$'000</u>
Beginning of financial year	197,838	147,936
Acquisition of subsidiaries	-	5,395
Additions	21,332	38,398
Settlements	(10,176)	(10,819)
Finance income under service concession arrangements	27,452	21,451
Currency translation differences	2,501	(4,523)
End of financial year	238,947	197,838
Current portion	23,221	15,039
Non-current portion	215,726	182,799
	238,947	197,838

8B. Intangible assets - service concession arrangements

Group	Ready to use S\$'000	Uncompleted projects S\$'000	Total S\$'000
As at 31 December 2021			
<u>Cost</u>			
Beginning of financial year	152,471	2,594	155,065
Additions	30	2,032	2,062
Transfers	2,974	(2,974)	-
Currency translation differences	2,491	16	2,507
End of financial year	157,966	1,668	159,634
<u>Accumulated amortisation</u>			
Beginning of financial year	(64,528)	-	(64,528)
Amortisation for the year	(26,459)	-	(26,459)
Currency translation differences	(1,858)	-	(1,858)
End of financial year	(92,845)	-	(92,845)
Net book value at the end of financial year	65,121	1,668	66,789
Group	Ready to use S\$'000	Uncompleted projects S\$'000	Total S\$'000
As at 31 December 2020			
<u>Cost</u>			
Beginning of financial year	154,190	3,415	157,605
Additions	308	4,544	4,852
Transfers	5,266	(5,266)	-
Currency translation differences	(7,293)	(99)	(7,392)
End of financial year	152,471	2,594	155,065
<u>Accumulated amortisation</u>			
Beginning of financial year	(44,148)	-	(44,148)
Amortisation for the year	(24,481)	-	(24,481)
Currency translation differences	4,101	-	4,101
End of financial year	(64,528)	-	(64,528)
Net book value at the end of financial year	87,943	2,594	90,537

The Group recognises an intangible asset arising from a service concession arrangement when it has a right to charge users of the infrastructure under the concession arrangement.

Enhancements or upgrades to existing infrastructure or the development of new infrastructure projects under construction are capitalised as uncompleted projects. These accumulated costs are reclassified upon completion when the enhancement or upgrade to existing infrastructure or construction of new infrastructure is completed. Revenue associated from enhancement or upgrading of existing infrastructure or constructing of new infrastructure is recognised in accordance with revenue recognition.

8C. Intangible assets - contractual concession rights

	Group	
	Unaudited 31.12.2021 S\$'000	Audited 31.12.2020 S\$'000
<u>Cost</u>		
Beginning of financial year	185,679	132,869
Acquisition of subsidiaries	-	54,951
Currency translation differences	2,901	(2,141)
End of financial year	188,580	185,679
<u>Accumulated amortisation</u>		
Beginning of financial year	(23,982)	(15,398)
Amortisation for the year	(9,719)	(9,068)
Currency translation differences	(515)	484
End of financial year	(34,216)	(23,982)
Net book value at the end of financial year	154,364	161,697

9. Property, plant and equipment

During the financial year ended 31 December 2021, the Group acquired assets amounting to S\$3.4 million (31 December 2020: S\$7.2 million) and no disposal of assets during the year (31 December 2020: S\$0.6 million).

10. Borrowings

Amount repayable in one year or less, or on demand

As at 31 December 2021 (S\$'000)		As at 31 December 2020 (S\$'000)	
Secured	Unsecured	Secured	Unsecured
65,139	-	54,079	-

Amount repayable after one year

As at 31 December 2021 (S\$'000)		As at 31 December 2020 (S\$'000)	
Secured	Unsecured	Secured	Unsecured
117,572	-	175,509	-

Details of any collateral

As at 31 December 2021:

PT Aetra Air Jakarta (“AAJ”)

- Corporate guarantees from the Company and Acuatico Pte. Ltd. (“APL”);
- Pledge over the issued shares of AAJ held by APL;
- Pledge over the issued shares of AAJ held by PT Tamaris Prima Energy (“TPE”);
- Charge over the issued shares of APL held by Moya Indonesia Holdings Pte. Ltd. (“MIH”); and
- Pledge over Debt Service Reserve Account (“DSRA”) (PT Bank Central Asia Tbk (“BCA”) and PT Bank OCBC NISP Tbk – Indonesia (“OCBC – Indonesia”)), escrow account (BCA), revenue account (BCA), operational account (BCA and OCBC – Indonesia) and treasury account (BCA, OCBC – Indonesia, PT Bank China Construction Bank Indonesia Tbk (“CCB”) and PT Bank Mega Tbk (“Mega”) of AAJ.

PT Aetra Air Tangerang (“**AAT**”)

- Corporate guarantees from the Company and APL;
- Pledge over the issued shares of AAT held by APL;
- Pledge over the issued shares of AAT held by TPE;
- Charge over the issued shares of APL held by MIH;
- Pledge over DSRA (BCA and OCBC – Indonesia), escrow account (BCA), revenue account (BCA), operational account (BCA and OCBC – Indonesia) and treasury account (BCA, OCBC – Indonesia, CCB and Mega) of AAT;
- Charge over the insurance policies held by AAT;
- Mortgage of land held by AAT; and
- Charge over the intangible assets – service concession arrangements held by AAT.

PT Moya Bekasi Jaya (“**MB**”) and PT Moya Tangerang (“**MT**”)

- Fiduciary guarantee on MB and MT’s receivables;
- Pledge of shares owned by PT Moya Indonesia (“**MI**”) in MB and MT;
- Pledge of MB and MT’s DSRA; and
- Corporate guarantee from the Company and MI.

PT Air Semarang Barat (“**ASB**”)

- Pledge over the claim rights of the guarantee claim received from PT Penjamin Infrastruktur Indonesia;
- Pledge over the claim rights of bank guarantee (Performance/Surety Bond) from Engineering Procurement Construction contractor;
- Pledge over the claim rights upon receipt of compensation from the grantor in the event of termination of the concession;
- Pledge over the claim rights for insurance claims during the construction and operation period of the relevant insurance company;
- Pledge over the issued shares of ASB held by AAJ and PT Medco Infrastruktur Indonesia (“**MII**”);
- Pledge over escrow account, Debt Service Account (“**DSA**”), DSRA, operational account of ASB in BCA; and
- Corporate Guarantees from the Company.

PT Tanah Alam Makmur (“**TAM**”)

- Fiduciary guarantee on a PT Traya Tirta Cisadane (“**TTC**”) trade receivables and insurance claims from TTC;
- Pledge over TTC ordinary shares owned by TAM;
- Pledge over TAM ordinary shares owned by Obor Infrastructure Pte. Ltd. (“**Obor**”);
- Corporate guarantee and letter of undertaking from the Company;
- Corporate guarantee and letter of undertaking from Obor; and
- Pledge over TAM and TTC’s bank accounts in BCA.

PT Tirta Kencana Cahaya Mandiri (“**TKCM**”)

- Fiduciary guarantee on a TKCM’s trade receivables;
- Pledge over a TKCM’s ordinary shares owned by TAM and PT Tirta Bangun Nusantara;
- Pledge over the claim rights of bank guarantee (Performance/Surety Bond) from Engineering Procurement Construction (“**EPC**”) contractor, insurance and concession termination compensation from PDAM TKR;
- Corporate guarantee and letter of undertaking from the Company;
- Corporate guarantee and letter of undertaking from Obor; and
- Pledge over TKCM’s bank accounts in BCA.

11. Share capital

	FY2021		FY2020	
	No. of ordinary shares	Amount	No. of ordinary shares	Amount
	Issued share capital	Share capital S\$’000	Issued share capital	Share capital S\$’000
<u>Group and Company</u>				
Beginning and ending of financial year	4,203,585,943	253,728	4,203,585,943	253,728

All issued ordinary shares are fully paid. There is no par value for these ordinary shares. Fully paid ordinary shares carry one vote per share and carry a right to dividends as and when declared by the Company. The Company does not have any treasury shares.

As at 31 December 2021, there were no outstanding share options under the Employee Share Option Scheme (as at 31 December 2020: nil).

Save as disclosed, there were no other outstanding convertibles, treasury shares or subsidiary holdings as at 31 December 2021 and 31 December 2020.

(a) A statement showing all sales, transfers, cancellation and/or use of treasury shares as at the end of the current financial year

Not applicable. The Company does not have any treasury shares during and as at the end of the current financial year.

(b) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial year

Not applicable. The Company does not have any subsidiary holdings during and as at the end of the current financial year.

12. Subsequent events

There are no known subsequent events which have led to adjustments to this set of financial statements.

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

1. Review

The condensed consolidated statement of financial position of Moya Holdings Asia Limited and its subsidiaries as at 31 December 2021, and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-months and twelve-months then ended, and certain explanatory notes have not been audited or reviewed.

Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:

- (a) Updates on the efforts taken to resolve each outstanding audit issue.**
- (b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.**

Not applicable. The latest audited financial statements of the Company and the Group for the financial year ended 31 December 2020 are not subject to any adverse opinion, qualified opinion or disclaimer of opinion.

2. Review of performance of the Group

The Group's principal business comprises (i) concession arrangements and bulk water provider project undertaken by Acuatico Pte. Ltd. and its subsidiaries (namely, PT Aetra Air Jakarta, PT Aetra Air Tangerang, PT Acuatico Air Indonesia and PT Air Semarang Barat) (the "**Acuatico Group**"), (ii) Build-Operate-Transfer projects ("**BOT Projects**") under contract and development undertaken by PT Moya Bekasi Jaya ("**Bekasi**"), PT Moya Tangerang ("**Tangerang**"), PT Moya Makassar, and Obor Infrastructure Pte. Ltd. and its subsidiaries (namely, PT Traya Tirta Cisadane and PT Tirta Kencana Cahaya Mandiri) (the "**Obor Group**"), and (iii) operation and maintenance of water supply system in Batam ("**Project Batam**") undertaken by PT Moya Indonesia.

Following the completion of the acquisition of the entire issued and paid-up ordinary shares in Obor Infrastructure Pte. Ltd. on 19 March 2020, the Group has consolidated the profit and loss, and financial position of the Obor Group into the Group's financial statements with effect from 19 March 2020.

2.1 Statement of Profit or Loss and Other Comprehensive Income (FY2021 vs FY2020)

2.1 (a) Revenue

Revenue increased by S\$19.0 million, from S\$240.1 million in FY2020 to S\$259.1 million in FY2021. This was mainly due to increase in (i) water sales from Tangerang and Bekasi BOT Projects; (ii) finance income under service concession arrangements from the Acuatico Group, Tangerang and Bekasi BOT Projects; (iii) full year revenue contributions from Project Batam in FY2021 compared to one and a half months revenue contributions in FY2020; and (iv) full year revenue contributions from the Obor Group in FY2021 compared to nine-months revenue contributions in FY2020. The aforementioned increases were partially offset by decrease in service concession construction revenue from the Acuatico Group and Tangerang BOT Projects.

2.1 (b) Cost of Sales

Cost of sales increased by S\$0.8 million, from S\$135.8 million in FY2020 to S\$136.6 million in FY2021. This was mainly due to (i) recognition of full year cost of sales of Project Batam in FY2021 compared to one and a half months cost of sales recognition in FY2020; (ii) recognition of full year cost of sales of the Obor Group in FY2021 compared to nine-months cost of sales recognition in FY2020; and (iii) increase in amortisation and depreciation expenses arising from new intangible assets and equipment acquired (including amortisation of contractual concession rights due to the acquisition of the Obor Group). The aforementioned increases were partially offset by decrease in service concession construction cost from the Acuatico Group and Tangerang BOT Projects.

2.1 (c) Gross Profit

Gross profit increased by S\$18.2 million, from S\$104.3 million in FY2020 to S\$122.5 million in FY2021. This was mainly due to twelve-months gross profit contributions from Project Batam in FY2021 compared to one and a half months in FY2020, and twelve-months gross profit contributions from the Obor Group in FY2021 compared to nine-months in FY2020, as well as cost efficiency programs implemented by the Group over the years to reduce costs.

2.1 (d) Interest Income

Interest income decreased by S\$1.7 million, from S\$3.6 million in FY2020 to S\$1.9 million in FY2021, mainly due to lower time deposits in FY2021.

2.1 (e) Administrative Expenses

Administrative expenses decreased by S\$0.7 million, from S\$38.0 million in FY2020 to S\$37.3 million in FY2021, mainly due to decrease in office expenses and professional fees. The aforementioned decreases were partially offset by (i) recognition of full year administrative expenses of Project Batam in FY2021 compared to one and a half months in FY2020; and (ii) recognition of twelve-months administrative expenses of the Obor Group in FY2021 compared to nine-months in FY2020.

2.1 (f) Finance Costs

Finance costs decreased by S\$6.0 million, from S\$28.6 million in FY2020 to S\$22.6 million in FY2021, mainly due to decrease in bank loans as a result of instalment repayment of existing bank loans.

2.1 (g) Other Expenses

Other expenses decreased by S\$0.3 million, from S\$1.2 million in FY2020 to S\$0.9 million in FY2021. The expenses in FY2020 related mainly to the acquisition-related expenses of S\$0.3 million in connection with the acquisition of Obor Infrastructure Pte. Ltd. There was no such expense incurred in FY2021.

2.1 (h) Other (Losses)/Gains, net

The Group recorded other gains, net of S\$0.9 million in FY2021, as compared to other losses, net of S\$0.1 million in FY2020. Other gains, net of S\$0.9 million in FY2021 relate mainly to (i) insurance claims and adjustment of accrued expense related to construction cost of S\$2.0 million; and (ii) write-back of provision for impairment of trade receivables in the Acuatico Group due to recovery of receivables of S\$0.8 million, partially offset by charges from PAM Jaya of S\$1.9 million.

Other losses (net) of S\$0.1 million in FY2020 relate mainly to charges from PAM Jaya of S\$2.1 million, partially offset by foreign exchange gain of S\$2.0 million arising from the depreciation of the Indonesia Rupiah (“IDR”) against the United States Dollar (“USD”) and the Singapore Dollar (“SGD”) in FY2020.

2.1 (i) Income Tax Expense

Income tax expense increased by S\$17.6 million, from S\$3.4 million in FY2020 to S\$21.0 million in FY2021, mainly due to (i) increase in current income tax from the Acuatico Group and Bekasi BOT Projects; (ii) recognition of full year income tax expense of the Obor Group in FY2021, compared to nine-months in FY2020; and (iii) recognition of deferred income tax expense in FY2021 arising from the revoked changes to the applicable Indonesia tax rate for the financial year ending 31 December 2022 onwards, whereby the tax rate will remain at 22%.

In FY2020, there is recognition of deferred income tax benefit arising from the changes of applicable Indonesia tax rate from 25% to 22% for the financial year ended 31 December 2020 and 2021, and to 20% for the financial year ending 31 December 2022 onwards (this has been revoked in FY2021, whereby the tax rate will remain at 22%).

2.1 (j) Profit After Tax

As a result of the above, the Group's net profit increased by S\$6.9 million, from S\$36.6 million in FY2020 to S\$43.5 million in FY2021.

2.1 (k) Adjusted EBITDA

Adjusted EBITDA increased by S\$18.6 million, from S\$93.6 million in FY2020 to S\$112.2 million in FY2021, mainly due to (i) full year adjusted EBITDA contributions from Project Batam in FY2021 compared to one and a half months in FY2020; (ii) full year adjusted EBITDA contributions from the Obor Group in FY2021 compared to nine-months in FY2020; and (iii) increased adjusted EBITDA contributions from other operating companies in FY2021 compared to FY2020, as well as cost efficiency programs in the Group.

2.1 (l) Currency translation differences arising from consolidation

The Group experienced currency translation differences from the consolidation of its foreign operations as the reporting currency of the Group's consolidated financial statements is in SGD. The Group recognised currency translation gain of S\$5.6 million in FY2021 arising from the depreciation of SGD (reporting currency) against IDR and USD in FY2021.

2.2 Statement of Profit or Loss and Other Comprehensive Income (2H2021 vs 2H2020)

2.2 (a) Revenue

Revenue increased by S\$9.4 million, from S\$124.3 million in 2H2020 to S\$133.7 million in 2H2021. This was mainly due to increase in (i) water sales from the Acuatico Group, Obor Group, Tangerang and Bekasi BOT Projects; (ii) finance income under service concession arrangements from the Acuatico Group, the Obor Group, Tangerang and Bekasi BOT Projects; (iii) six-months revenue contributions from Project Batam in 2H2021 compared to one and a half months in 2H2020; and (iv) service concession construction revenue from the Obor Group. The aforementioned increases were partially offset by decrease in service concession construction revenue from the Acuatico Group and Tangerang BOT Projects.

2.2 (b) Cost of Sales

Cost of sales decreased by S\$1.0 million, from S\$72.1 million in 2H2020 to S\$71.1 million in 2H2021. This was mainly due to (i) decrease in service concession construction cost from the Acuatico Group and Tangerang BOT Projects; and (ii) decrease in employee related expenses. The aforementioned decreases were partially offset by (i) recognition of six-months cost of sales of Project Batam in 2H2021 compared to one and a half months in 2H2020; (ii) increase in amortisation and depreciation expenses arising from new intangible assets and equipment acquired; and (iii) increase in service concession construction cost from the Obor Group.

2.2 (c) Gross Profit

Gross profit increased by S\$10.4 million, from S\$52.2 million in 2H2020 to S\$62.6 million in 2H2021. This was mainly due to six-months gross profit contributions from Project Batam in 2H2021 compared to one and a half months in 2H2020, as well as cost efficiency programs implemented by the Group over the years to reduce costs.

2.2 (d) Interest Income

Interest income decreased by S\$1.1 million, from S\$2.0 million in 2H2020 to S\$0.9 million in 2H2021, mainly due to lower time deposits in FY2021.

2.2 (e) Administrative Expenses

Administrative expenses decreased by S\$1.1 million, from S\$19.0 million in 2H2020 to S\$17.9 million in 2H2021, mainly due to (i) decrease in office expenses and professional fees; and (ii) decrease in employee related expenses. The aforementioned decreases were partially offset by recognition of six-months administrative expenses of Project Batam in 2H2021 compared to one and a half months in 2H2020.

2.2 (f) Finance Costs

Finance costs decreased by S\$3.6 million, from S\$13.7 million in 2H2020 to S\$10.1 million in 2H2021, mainly due to decrease in bank loans as a result of instalment repayment of existing bank loans.

2.2 (g) Other Expenses

Other expenses decreased by S\$0.4 million, from S\$0.8 million in 2H2020 to S\$0.4 million in 2H2021. The expenses in 2H2020 related mainly to the acquisition-related expenses in connection with the acquisition of Obor Infrastructure Pte. Ltd. There was no such expense incurred in 2H2021.

2.2 (h) Other (Losses)/Gains, net

The Group recorded other losses, net of S\$1.7 million in 2H2021, as compared to other gains, net of S\$0.05 million in 2H2020. Other losses, net of S\$1.7 million in 2H2021 relate mainly to (i) foreign exchange loss of S\$1.3 million arising from the appreciation of IDR against SGD and USD in 2H2021; and (ii) charges from PAM Jaya of S\$1.0 million.

Other gains, net of S\$0.05 million in 2H2020 relate mainly to foreign exchange gain of S\$1.9 million arising from the depreciation of IDR against SGD in 2H2020, partially offset by charges from PAM Jaya of S\$1.8 million.

2.2 (i) Income Tax Expense

Income tax expense increased by S\$9.7 million, from S\$1.5 million in 2H2020 to S\$11.2 million in 2H2021, mainly due to (i) increase in current income tax from the Obor Group and Bekasi BOT Projects; (ii) recognition of deferred income tax expense in 2H2021 arising from the revoked changes to the applicable Indonesia tax rate for the financial year ending 31 December 2022 onwards, whereby the tax rate will remain at 22%.

In 2H2020, there is recognition of deferred income tax benefit arising from the changes of applicable Indonesia tax rate from 25% to 22% for the financial year ended 31 December 2020 and 2021, and to 20% for the financial year ending 31 December 2022 onwards (this has been revoked in FY2021, whereby the tax rate will remain at 22%).

2.2 (j) Profit After Tax

As a result of the above, the Group's net profit increased by S\$2.9 million, from S\$19.2 million in 2H2020 to S\$22.1 million in 2H2021.

2.2 (k) Adjusted EBITDA

Adjusted EBITDA increased by S\$11.2 million, from S\$47.0 million in 2H2020 to S\$58.2 million in 2H2021, mainly due to (i) six-months adjusted EBITDA contributions from Project Batam in 2H2021 compared to one and a half months in 2H2020; and (ii) increased adjusted EBITDA contributions from other operating companies in FY2021 compared to FY2020, as well as cost efficiency programs in the Group.

2.2 (l) Currency translation differences arising from consolidation

The Group experienced currency translation differences from the consolidation of its foreign operations as the reporting currency of the Group's consolidated financial statements is in SGD. The Group recognised currency translation gain of S\$5.8 million in 2H2021 arising from the appreciation of IDR and USD against SGD in 2H2021.

2.3 Statement of Financial Position (31 December 2021 vs 31 December 2020)

The Group's total equity increased by S\$45.6 million or 13.6%, from S\$335.4 million as at 31 December 2020 to S\$381.0 million as at 31 December 2021. The increase was mainly due to (i) net profit attributable to owners of the parent of S\$41.1 million in FY2021; and (ii) currency translation gain of S\$5.6 million.

2.3 (a) Non-current Assets

The Group's non-current assets decreased by S\$1.6 million or 0.3%, from S\$550.9 million as at 31 December 2020 to S\$549.3 million as at 31 December 2021. This was mainly due to decrease in property, plant and equipment of S\$5.6 million (mainly due to depreciation charges). The aforementioned decrease was partially offset by increase in (i) service concession assets of S\$1.8 million (reasons as set out in Section 2.3(b) of this announcement on "Current Assets - service concession assets (current and non-current)"); (ii) goodwill of S\$1.6 million due to the depreciation of SGD against the USD in FY2021; (iii) deferred income tax assets of S\$0.4 million; and (iv) other non-current assets of S\$0.1 million.

2.3 (b) Current Assets

The Group's current assets decreased by S\$1.2 million or 0.9%, from S\$132.5 million as at 31 December 2020 to S\$131.3 million as at 31 December 2021. This was mainly due to decrease in (i) cash and cash equivalents of S\$13.7 million; and (ii) inventories of S\$0.4 million. The aforementioned decrease was partially offset by increase in (i) service concession assets of S\$8.2 million; (ii) trade and other receivables of S\$3.3 million; and (iii) restricted cash in banks and time deposits of S\$1.4 million.

Cash and cash equivalents decreased by S\$13.7 million, from S\$58.3 million as at 31 December 2020 to S\$44.6 million as at 31 December 2021. Please refer to Section 2.4 of this announcement on the statement of cash flows for explanations on the decrease in cash and cash equivalents of the Group.

Service concession assets comprised service concession arrangements and contractual concession rights. Please refer to note 5 in the condensed consolidated financial statements, footnote (2), on the accounting treatment of the Group's financial assets arising from service concession arrangement. Service concession assets (current and non-current) increased by S\$10.0 million, from S\$450.1 million as at 31 December 2020 to S\$460.1 million as at 31 December 2021, mainly due to additional service concession construction revenue from the Acuatico Group, the Obor Group, and Tangerang BOT Projects, partially offset by amortisation of intangible assets arising from service concession arrangements and intangible assets arising from contractual concession rights.

Trade and other receivables increased by S\$3.3 million, from S\$47.3 million as at 31 December 2020 to S\$50.6 million as at 31 December 2021, mainly due to increase in trade receivables from Project Batam.

2.3 (c) Non-current Liabilities

The Group's non-current liabilities decreased by S\$63.0 million or 24.8%, from S\$253.9 million as at 31 December 2020 to S\$190.9 million as at 31 December 2021. This was mainly due to decrease in (i) borrowings of S\$57.9 million; (ii) provisions of S\$11.5 million; and (iii) trade and other payables of S\$1.3 million, partially offset by increase in deferred income tax liabilities of S\$7.7 million.

Borrowings (current and non-current) decreased by S\$46.9 million, from S\$229.6 million as at 31 December 2020 to S\$182.7 million as at 31 December 2021, mainly due to instalment repayment of existing bank loans in FY2021, partially offset by drawdown of new and existing bank loans facilities.

Provisions (current and non-current) relate to contractual obligation arising from the concession arrangement and employee benefits. Such provisions (non-current portion) decreased by S\$11.5 million, from S\$20.5 million as at 31 December 2020 to S\$9.0 million as at 31 December 2021, mainly due to (i) realisation of provisions related to contractual obligation arising from the concession arrangement; and (ii) payment of pension fund, partially offset by a decrease due to reclassification of provisions (from non-current to current portion) that will be due in the next 12 months from the end of reporting period.

Trade and other payables decreased by S\$1.3 million, from S\$12.0 million as at 31 December 2020 to S\$10.7 million as at 31 December 2021, mainly due to the depreciation of SGD against IDR in FY2021.

Deferred income tax liabilities increased by S\$7.7 million, from S\$45.8 million as at 31 December 2020 to S\$53.5 million as at 31 December 2021, mainly due to the revoked changes to the applicable Indonesia tax rate for the financial year ending 31 December 2022 onwards, whereby the tax rate will remain at 22%.

2.3 (d) Current Liabilities

The Group's current liabilities increased by S\$14.6 million or 15.5%, from S\$94.2 million as at 31 December 2020 to S\$108.8 million as at 31 December 2021. This was mainly due to increase in (i) borrowings of S\$11.1 million due in the next 12 months (re-classified from non-current portion); (ii) trade and other payables of S\$2.4 million; and (iii) provisions of S\$1.7 million (re-classified from non-current portion). The aforementioned increase was partially offset by decrease in current income tax liabilities of S\$0.5 million.

Provisions (current portion) increased by S\$1.7 million, from S\$2.9 million as at 31 December 2020 to S\$4.6 million as at 31 December 2021, due to the reclassification of provisions (from non-current to current portion) that will be due in the next 12 months from the end of reporting period.

Trade and other payables, which consist of operational expenses of the Group, increased by S\$2.4 million, from S\$35.0 million as at 31 December 2020 to S\$37.4 million as at 31 December 2021, in line with the increase in cost of sales arising from increase in sale of water and related services in FY2021.

Current income tax liabilities decreased by S\$0.5 million, from S\$2.1 million as at 31 December 2020 to S\$1.6 million as at 31 December 2021, mainly due to higher instalment paid for current income tax in FY2021.

2.3 (e) Working Capital (defined as current assets less current liabilities)

The Group reported a positive working capital of S\$22.6 million as at 31 December 2021 and S\$38.4 million as at 31 December 2020.

2.4 Statement of Cash Flows (FY2021)

Net cash flows provided by operating activities in FY2021 was S\$84.1 million, due to receipts from customers of S\$215.2 million, partially offset by payments to suppliers, directors and employees of S\$117.2 million, and payments of corporate income tax of S\$13.9 million.

Net cash flows used in investing activities in FY2021 was S\$26.5 million, due to payments of construction costs related to the BOT projects and water supply concessions of S\$24.1 million and purchase of fixed assets and other non-current assets of S\$3.7 million, partially offset by receipts of interest income from time deposit of S\$1.3 million.

Net cash flows used in financing activities in FY2021 was S\$71.8 million, due to repayments of borrowings and payment of debt issuance cost of S\$68.3 million, payments of interest of S\$18.9 million, increase in restricted cash in banks of S\$1.4 million, principal payments of lease liabilities of S\$0.4 million and cash dividends paid by subsidiary to non-controlling interest of S\$0.2 million, partially offset by proceeds from borrowings of S\$17.5 million.

As a result of the above, and net effects of currency translation on cash and cash equivalents in FY2021 of S\$0.5 million, the Group's cash and cash equivalents decreased by S\$13.7 million in FY2021.

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

No forecast or prospect statement has been previously disclosed to shareholders.

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

The Group is focusing on organic growth of PT Moya Tangerang, where the construction of its new water treatment plant of 1,000 liters per second ("lps") has been completed in the first half of 2021.

The Group is pleased with its progress in achieving a seamless and successful acquisition of Obor Infrastructure Pte. Ltd. which was completed on 19 March 2020, and is focusing on the execution of its two bulk water projects undertaken by its subsidiaries namely, PT Traya Tirta Cisadane with its water treatment plant capacity of 3,300 lps and PT Tirta Kencana Cahaya Mandiri with its water treatment plant capacity of 1,300 lps.

PT Moya Indonesia ("PT MI"), a subsidiary of Moya Indonesia Holding Pte. Ltd., won a tender to operate and maintain a water supply system in Batam, Indonesia during transition period of six months starting from 15 November 2020 until 14 May 2021. In September 2020, PT MI entered into a cooperation agreement with Badan Pengusahaan Batam (Batam Free Trade Zone and Free Port Authority) ("BP Batam"), an Indonesia Government Agency, whereby PT MI will manage on behalf of BP Batam, the operation and maintenance of water supply system in Batam during the transition period. Currently, the water supply system in Batam has around 290,000 customers with six water treatment plants, with a total capacity of 3,600 lps and more than 4,000 kilometers pipe network, serving the 1.3 million population in Batam.

On 13 May 2021, PT MI had signed an amendment of cooperation agreement with BP Batam, whereby the period of the cooperation agreement has been extended from its original end date of 14 May 2021 to 31 October 2021.

On 28 October 2021, PT MI had signed a second amendment of cooperation agreement with BP Batam, whereby the period of the cooperation agreement has been extended for another six-months to 30 April 2022.

PT Air Semarang Barat (“**ASB**”), a joint venture company owned by AAJ and PT Medco Infrastruktur Indonesia, had successfully achieved the commercial operation date (“**COD**”) of 1,000 lps water treatment project located in West Semarang, Central Java on 22 May 2021, despite the current COVID-19 pandemic situation. The COD is in line with the initial target set out in the Cooperation Agreement with Perusahaan Daerah Air Minum Tirta Moedal Semarang (“**PDAM Semarang**”), the municipal water company of Semarang City. The project has a 25-year concession period after the COD with a water treatment capacity of up to 1,000 lps. The on-time completion of the project brings positive impacts to the community of Semarang City, in which additional water supply capacity from the project will increase the reliability of clean water supply to the customers and therefore will increase the service coverage ratio of clean water in Semarang City. The additional water supply capacity from the project will also increase the quality, quantity and continuity of water supply services to the customers in Semarang City. The Group expects the project to further expand and strengthen its business in the water treatment industry in Indonesia.

Besides focusing on organic growth, the Group is also looking for opportunities to further expand its business via participation in new tender, either Business-to-Business or Public-to-Private Partnership, as well as mergers and acquisitions to deliver greater value to the shareholders of the Company and to enhance the Group’s profitability.

Due to the general market uncertainties arising from the COVID-19 pandemic, the Group will continue to closely monitor the global economic condition and mandatory health protocol implementation that might affect the expansion growth of the Group and will update shareholders of the Company as and when necessary.

5. Dividend information

If a decision regarding dividend has been made:

(a) **Whether an interim (final) ordinary dividend has been declared (recommended)**

No.

(b)(i) **Amount per share**

Not applicable.

(b)(ii) **Previous corresponding period**

No.

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

Not applicable.

(d) **The date the dividend is payable**

Not applicable.

(e) **The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined**

Not applicable.

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

The Board of Directors of the Company (“**Board**”) does not recommend any dividend to be declared for FY2021, as the Board deems it appropriate to retain the cash for the Group’s capital expenditure and for the Group’s future growth.

6. Interested person transactions

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

No general mandate for IPT has been obtained from shareholders.

7. A breakdown of sales

	<u>Group</u> <u>FY2021</u> <u>(S\$'000)</u>	<u>Group</u> <u>FY2020</u> <u>(S\$'000)</u>	<u>Increase/</u> <u>(decrease)</u> <u>%</u>
(a) Revenue for first half year (1 January to 30 June)	125,405	115,868	8
(b) Net profit for the first half year (1 January to 30 June)	21,380	17,388	23
(c) Revenue for second half year (1 July to 31 December)	133,734	124,255	8
(d) Net profit for the second half year (1 July to 31 December)	22,118	19,217	15

8. A breakdown of the total annual dividend (in dollar value) for the issuer’s latest full year and its previous full year

<u>S\$'000</u>	<u>FY2021</u>	<u>FY2020</u>
Ordinary	-	-
Preference	-	-
Total	<u>-</u>	<u>-</u>

9. 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(10). If there are no such persons, the issuer must make an appropriate negative statement.

There is no person occupying a managerial position in the Group who is a relative of a director, chief executive officer, or substantial shareholder of the Company pursuant to Rule 704(10) of the Catalist Rules.

10. Confirmation that the issuer has procured undertaking from all its directors and executive officers under Rule 720(1) of the Catalist Rules

On behalf of the Board, we hereby confirm that we have procured all the required undertakings from all the Directors and Executive Officers of the Company in the format set out in Appendix 7H under Rule 720(1) of the Catalist Rules.

11. Use of Proceeds

Rights Issue, completed in July 2018

Use of net proceeds	Amount on a re-allocated basis as at 27 February 2020 ⁽¹⁾ (S\$' million)	Amount utilised as at 11 August 2021 ⁽²⁾ (S\$' million)	Re-allocation (S\$' million) ⁽³⁾	Amount utilised from 12 August 2021 up to date of this announcement (S\$' million)	Balance (on a re-allocated basis) as at the date of this announcement (S\$' million)
Full repayment of the bank loan	64.46	64.46	-	-	-
Continual expansion through acquisitions, joint ventures and/or strategic partnerships ("Continual Expansion")	50.00	49.89	(0.11)	-	-
Development of BOT Projects in bulk water supply and water supply concessions in Indonesia ("Development Purposes")	13.00	11.16	(1.84)	-	-
General corporate and working capital requirements of the Group	4.85	4.57 ⁽⁴⁾	1.95	0.76 ⁽⁴⁾	1.47
Total use of net proceeds	132.31	130.08	-	0.76	1.47
Rights issue expenses	0.73	0.73	-	-	-
	133.04	130.81	-	0.76	1.47

Notes:

- (1) Please refer to the Company's announcements dated 20 July 2018 and 27 February 2020 in respect of the re-allocation of use of Net Proceeds.
- (2) The Company provided an update on the use of proceeds from the Rights Issue in its Half Year Result Announcement for the period ended 30 June 2021 issued on 11 August 2021.
- (3) The Company had re-allocated S\$1.95 million of the Net Proceeds initially allocated to be utilised toward Continual Expansion and Development Purposes, to be utilised for general corporate and working capital requirements of the Group.

The Management has decided to reallocate the balance to be utilised toward Continual Expansion and Development Purposes as the Group has completed (i) the acquisition of the Obor Group, and (ii) the development of certain BOT Projects and water supply concessions.

- (4) A breakdown of the use of proceeds from the Rights Issue for general corporate and working capital requirements of the Group is as follows:

	S\$' million
Staff cost	0.56
Office expense	0.16
Others	0.04
Total	0.76

Save as disclosed above on the re-allocation, the use of the Net Proceeds is in accordance with the intended use as disclosed in the Offer Information Statement. The Company will make periodic announcements as and when the balance of the re-allocated Net Proceeds are materially disbursed.

12. Disclosure pursuant to Rule 706A of the Catalist Rules

The Company did not acquire or dispose shares in an entity which will result in that entity in becoming or ceasing to be, a subsidiary or associated company of the Company, or result in a change in the Company's shareholding percentage in a subsidiary or associated company, during FY2021.

On behalf of the Board of Directors

Mohammad Syahrial
Chief Executive Officer

Low Chai Chong
Lead Independent Director

28 February 2022