

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

Pursuant to Rule 705(2C) of the Singapore Exchange Securities Trading Limited (“SGX-ST”) Listing Manual Section B: Rules of Catalist (“Catalist Rules”), the Company is required by the SGX-ST to announce its quarterly financial statements in view of the qualified opinion issued by the Company’s auditors in the audited financial statements of the Group for the financial year ended 30 September 2022.

This announcement has been reviewed by the Company’s sponsor, SAC Capital Pte. Ltd. (the “Sponsor”). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the “Exchange”) and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

The contact person for the Sponsor is Ms. Tay Sim Yee (Telephone no.: (65) 6232 3210), 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.

**Unaudited Condensed Interim Financial Statements
For The Fourth Quarter and Full Year Ended 30 September 2023**

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(A) Condensed interim and full year statement of profit or loss and other comprehensive income

	Note	Group					
		Fourth Quarter Ended			Full Year Ended		
		30.09.2023	30.09.2022	Change	30.09.2023	30.09.2022	Change
		(unaudited)	(unaudited)		(unaudited)	(audited)	
S\$'000	S\$'000	%	S\$'000	S\$'000	%		
Revenue	4	11,231	14,738	(24)	65,989	41,041	61
Cost of sales		(13,392)	(6,355)	>100	(53,137)	(22,986)	>100
Gross (loss)/profit		(2,161)	8,383	n.m.	12,852	18,055	(29)
Other operating income		2,404	342	>100	2,938	516	>100
Distribution expenses		(205)	(226)	(9)	(544)	(371)	47
Administrative expenses		(1,421)	(2,726)	(48)	(6,572)	(7,928)	(17)
Other gains and losses		10,499	2,800	>100	9,516	3,503	>100
Finance expenses		(83)	(588)	(86)	(394)	(1,870)	(79)
Profit before income tax		9,033	7,985	13	17,796	11,905	49
Income tax (expense)/credit	7	(1,432)	4,629	n.m.	(3,297)	4,021	n.m.
Profit after income tax		7,601	12,614	(40)	14,499	15,926	(9)
Other comprehensive loss							
<i>Items that may be reclassified</i>							
<i>subsequently to profit or loss:</i>							
Exchange differences on translation of foreign operations		(109)	(530)	(79)	(545)	(1,546)	(65)
Total comprehensive income for the period/year, net of tax		7,492	12,084	(38)	13,954	14,380	(3)
Profit per share attributable to owners of the Company							
Basic and diluted (cents) ^[1]		0.24	1.00	(76)	0.46	1.27	(64)
Total comprehensive income Per share for the period/year attributable to owners of the Company							
Basic and diluted (cents) ^[1]		0.24	0.96	(75)	0.44	1.14	(61)

*n.m. denotes not meaningful

^[1] Basic profit per share is calculated on the Group's profit for the respective periods attributable to owners of the Company divided by the weighted average number of ordinary shares in issue of 3,164,883 for the 4Q2023 and FY2023 (4Q2022 and FY2022: 1,257,568) respectively.

Diluted profit per share is calculated on the same basis as basic profit per share as there were no dilutive potential ordinary shares in the respective periods.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(B) Statements of financial position

	Note	Group		Company	
		As at	As at	As at	As at
		30.09.2023 (unaudited) S\$'000	30.09.2022 (audited) S\$'000	30.09.2023 (unaudited) S\$'000	30.09.2022 (audited) S\$'000
ASSETS					
Non-current assets					
Property, plant and equipment	8	13,903	14,997	-	-
Right-of-use assets		1,891	2,293	-	-
Intangible assets		125	-	-	-
Investments in subsidiaries		-	-	9,463	9,463
Other receivables		37	39	-	-
Deferred tax assets		2,786	5,461	-	-
Total non-current assets		18,742	22,790	9,463	9,463
Current assets					
Cash and bank balances		9,488	11,299	75	827
Trade and other receivables		6,436	10,876	4,490	3,896
Inventories		12,616	9,099	-	-
Total current assets		28,540	31,274	4,565	4,723
Total assets		47,282	54,064	14,028	14,186
LIABILITIES					
Current liabilities					
Loans and borrowings	10	5,391	12,596	-	426
Financial guarantee liabilities		-	-	-	3,231
Trade and other payables		4,002	18,882	5,500	5,872
Lease liabilities		445	478	-	-
Income tax payable		33	59	-	-
Total current liabilities		9,871	32,015	5,500	9,529
Non-current liabilities					
Loans and borrowings	10	392	472	-	-
Other payables		119	106	-	-
Lease liabilities		1,394	1,812	-	-
Deferred tax liabilities		248	370	-	-
Total non-current liabilities		2,153	2,760	-	-
Total liabilities		12,024	34,775	5,500	9,529
EQUITY					
Capital and reserves					
Share capital	9	55,261	53,246	55,261	53,246
Other reserves		(10,900)	(10,355)	-	-
Accumulated losses		(9,103)	(23,602)	(46,733)	(48,589)
Equity attributable to owners of the Company		35,258	19,289	8,528	4,657
Total equity and liabilities		47,282	54,064	14,028	14,186
Net asset value per share (cents)		1.09	0.71	0.26	0.17

[1] Net asset value per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the current financial year reported on and immediately preceding financial year.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES
(Company Registration No. 201508913H)

(C) Statements of changes in equity

Group	Share capital	Merger deficit	Translation reserve	Other reserve	Accumulated losses	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 01.10.2022 (audited)	53,246	(3,454)	(9,506)	2,605	(23,602)	19,289
Profit for the year	-	-	-	-	14,499	14,499
Other comprehensive loss	-	-	(545)	-	-	(545)
Total comprehensive income/(loss) for the year, net of tax	-	-	(545)	-	14,499	13,954
Issuance of new shares, representing transactions with owners, recognised directly in equity	2,015	-	-	-	-	2,015
Balance at 30.09.2023 (unaudited)	55,261	(3,454)	(10,051)	2,605	(9,103)	35,258

Group	Share capital	Merger deficit	Translation reserve	Other Reserve	Accumulated losses	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 01.10.2021 (audited & restated)	46,246	(3,454)	(7,960)	2,605	(39,528)	(2,091)
Profit for the year	-	-	-	-	15,926	15,926
Other comprehensive loss	-	-	(1,546)	-	-	(1,546)
Total comprehensive income/(loss) for the year, net of tax	-	-	(1,546)	-	15,926	14,380
Issuance of new shares, representing transactions with owners, recognised directly in equity	7,000	-	-	-	-	7,000
Balance at 30.09.2022 (audited)	53,246	(3,454)	(9,506)	2,605	(23,602)	19,289



SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES
(Company Registration No. 200105909M)

(C) Statements of changes in equity (cont'd)

Company	Share capital	Accumulated losses	Total
	S\$'000	S\$'000	S\$'000
Balance at 01.10.2022 (audited)	53,246	(48,589)	4,657
Profit for the year, representing total comprehensive profit for the year	-	1,856	1,856
Issuance of new shares, representing transactions with owners, recognised directly in equity	2,015	-	2,015
Balance at 30.09.2023 (unaudited)	55,261	(46,733)	8,528

Company	Share capital	Accumulated losses	Total
	S\$'000	S\$'000	S\$'000
Balance at 01.10.2021 (audited & restated)	46,246	(48,135)	(1,889)
Loss for the year, representing total comprehensive expense for the year	-	(454)	(454)
Issuance of new shares, representing transactions with owners, recognised directly in equity	7,000	-	7,000
Balance at 30.09.2022 (audited)	53,246	(48,589)	4,657

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(D) Statement of cash flows

	Group	
	30.09.2023	30.09.2022
	(unaudited)	(audited)
	S\$'000	S\$'000
Cash flows from operating activities		
Profit before tax	17,796	11,905
Adjustments for:		
Bad debts written off on other receivables	3	14
Depreciation of property, plant and equipment ("PPE")	1,891	1,877
Depreciation of right-of-use assets ("ROU assets")	486	310
Reversal of loss allowance on trade and other receivables	-	(93)
Increase in fair value of financial assets at fair value through profit or loss	-	(103)
Allowance for/ (reversal of) impairment loss on inventories	2,842	(14)
Reversal of impairment loss on PPE	-	(326)
Reversal of impairment loss on ROU assets	-	(667)
Gain on disposal of plant and equipment	(34)	-
Gain on lease modifications	(1)	-
Other payables written off	2	-
Plant and equipment written off	3	124
Post-employment benefits	17	5
Interest expenses	394	1,870
Interest income	(229)	(48)
Gain arising from debt restructuring	(11,495)	(1,071)
Effects of exchange rate changes	228	(2,022)
	11,903	11,761
Changes in working capital:		
Inventories	(6,359)	(6,828)
Trade and other receivables	4,469	(3,392)
Trade and other payables	(5,500)	(7,123)
Cash generated from/ (used in) operations	4,513	(5,582)
Tax paid	(977)	(1,085)
Net cash generated from/ (used in) operating activities	3,536	(6,667)
Cash flows from investing activities		
Interest received	229	48
Proceeds from disposal of plant and equipment	46	-
Proceeds from disposal of ROU assets	33	-
Purchase of plant and equipment	(1,654)	(551)
Expenditure on intangible assets	(125)	-
Net cash used in investing activities	(1,471)	(503)
Cash flows from financing activities		
Interest paid	(373)	(32)
Repayment of bank borrowings	(1,911)	(1,535)
Principal payment of lease liabilities	(655)	(505)
Trade bills	(3,276)	(3,231)
Proceeds from issuance of shares	2,015	7,000
Net cash (used in)/ generated from financing activities	(4,200)	1,697



SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(D) Statement of cash flows (cont'd)

	Group	
	30.09.2023	30.09.2022
	(unaudited)	(audited)
	S\$'000	S\$'000
Net decrease in cash and cash equivalents	(2,135)	(5,473)
Cash and cash equivalents at beginning of financial year	11,261	16,360
Effects of exchange rate changes on cash and cash equivalents	326	374
Cash and cash equivalents at end of financial year	9,452	11,261
Group		
Cash and cash equivalents as per statement of financial position comprising:		
Cash at bank	9,452	10,756
Fixed deposits with financial institutions	36	543
Cash and cash equivalents as per statement of financial position	9,488	11,299
Fixed deposits pledged with financial institutions	(36)	(38)
Cash and cash equivalents as per consolidated statement of cash flows	9,452	11,261

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements

1 Corporate information

Sen Yue Holdings Limited (“Company”, together with its subsidiaries, the “Group”) is a company incorporated in Singapore. The Company’s registered office is at 3 Jalan Pesawat, Singapore 619361. The Company is listed on the Catalyst Board of the Singapore Exchange Securities Trading Limited (“SGX-ST”).

As at the date of this announcement, the immediate and ultimate holding company is Electroloy Metal Pte. Ltd. (“Electroloy”), a company incorporated in Singapore.

These unaudited condensed interim consolidated financial statements as at and for the fourth quarter (“4Q2023”) and full year ended 30 September 2023 (“FY2023”) comprise the Company and its subsidiaries (together referred to as the “Group”).

The principal activity of the Company is that of an investment holding company. The Group is organised into the following main business segments:

- (a) Metal components and tool and die (“Metal Components”) - includes manufacturing and sales of perforated materials, speaker nets, tool, die and other metal components;
- (b) Electro deposition coating (“ED Coating”) - includes ED coating services and secondary process; and
- (c) Commodities - trading of black mass powder and other materials including copper and aluminum;

1.1 Event During the Financial Period

(i) Early repayment of second tranche of Schemes payment

Under the Company’s schemes of arrangement pursuant to Section 210 of the Companies Act 1967 read with Section 117 of the Insolvency, Restructuring and Dissolution Act 2018 (“Schemes”) which came into effect on 2 August 2022, (a) unsecured creditors who are subject to the Schemes (“Scheme Creditors”) were paid the First Tranche Scheme Payment (comprising 25 cents in a dollar of the amount of each approved claim) and First Tranche Guarantee Claim Payment (comprising 12.5 cents in a dollar of the Guarantee Claim) after the completion of the Proposed Subscriptions, and (b) they will be paid the Second Tranche Scheme Payment (comprising 25 cents in a dollar of the amount of each approved claim) and Second Tranche Guarantee Claim Payment (comprising 12.5 cents in a dollar of the Guarantee Claim) for an aggregate amount of S\$6.59 million, within 14 business days after the resumption of trading of the Company’s securities on the SGX-ST. The Company had on 31 August 2023 announced its intention to initiate an early pay-out of the Second Tranche Schemes Payment in good faith by 30 September 2023.

As announced by the Company on 29 September 2023, the Company and SMC Industrial Pte Ltd (“SMCI”) had disbursed the Second Tranche Payment, being the final payment to the Scheme Creditors, through its Schemes Manager, RSM Corporate Advisory Pte Ltd. Pursuant to Paragraphs 9.1(a) and 9.2(a)(c) of the Schemes of the Company and SMCI respectively, the Schemes have ceased and concluded, and all creditors (regardless of whether they are scheme creditors and regardless of whether they had filed a proof of debt under the Schemes) shall irrevocably, unconditionally and permanently surrender, release, acquit, and forever discharge the Company and SMCI (and the Company and SMCI shall be completely and absolutely released and discharged from) any and all known or unknown claims that such creditor may have, including under the Schemes for any reason.

As a result, the expected gain from extinguishment of liabilities approximating to S\$11.50 million, realising from a reduction in liabilities of trade and other payables of S\$9.39 million and loans and borrowings of S\$2.11 million respectively has been recognised in profit and loss in FY2023.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

2 Basis of Preparation

The unaudited condensed interim financial statements for FY2023 and its comparatives for the fourth quarter ended 30 September 2022 (“4Q2022”) and full year ended 30 September 2022 (“FY2022”) have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The unaudited condensed interim 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 audited annual financial statements for FY2022.

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 unaudited condensed interim financial statements are presented in Singapore dollar (“SGD”) which is the Company’s functional currency. The functional currencies of the Group include SGD, Ringgit Malaysia, Indonesia Rupiah and United States Dollar (“USD”).

2.1 New and amended standards adopted by the Group

The following standards have been issued and are relevant to the Group and the Company, but not yet effective:

		Effective for annual financial periods beginning on or after
SFRS(I) 10 and SFRS(I) 1-28	<i>Amendments to SFRS(I) 10 and SFRS(I) 1-28 Investments in Associates and Joint Ventures – Sale or contribution of assets between an investor and its associate or joint venture</i>	Deferred indefinitely, early application is still permitted
SFRS(I) 17 (including amendments to SFRS(I) 17)	<i>Insurance Contract</i>	1 January 2023
Amendments to SFRS(I) 1-1 and SFRS(I) Practice Statement 2	<i>Disclosure of Accounting Policies</i>	1 January 2023
Amendments to SFRS(I) 1-8	<i>Definition of Accounting Estimates</i>	1 January 2023
Amendments to SFRS(I) 1-12	<i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>	1 January 2023
Amendments to SFRS(I) 16	<i>Lease Liability in a Sale and Leaseback</i>	1 January 2024
Amendments to SFRS(I) 1-1	<i>Non-current Liabilities with Covenants</i>	1 January 2024
Amendments to SFRS(I) 1-1	<i>Classification of Liabilities as Current or Non-Current</i>	1 January 2024

The adoption of the abovementioned standards is not expected to have any material impact on the financial statements of the Group and the Company in the period of initial application.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

2 Basis of Preparation (cont'd)

2.2 Use estimates and assumptions

The preparation of the unaudited condensed interim financial statements for the full year ended 30 September 2023 have been prepared in conformity with SFRS(I) requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. 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 audited financial statements as at and for FY2022.

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.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next interim period are included in the following notes:

(i) Net realisable value for inventories

Inventories are stated at the lower of cost and net realisable value ("NRV"). NRV represents the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling, and distribution. The commodities segment purchased battery scraps and processed them into black mass powder and other materials, including copper and aluminum. In computing the NRV, the Group considers the metal trading price available at the London Metal Exchange and other market factors.

As of September 30, 2023, the Commodities segment recorded a provision for foreseeable losses amounting to S\$2.84 million due to the plummeting of metal prices and bearish market demand. The provision for foreseeable losses was established based on the management's best estimate of the selling price.

3 Seasonal Operations

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

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

4 Segment and Revenue Information

For the purpose of resource allocation and assessment of segment performance, the Group's Chief Executive Officer ("CEO") who is the chief operating decision maker has focused on the business operating units which in turn, are segregated based on the types of goods supplied and services provided.

The Metal Components segment, ED Coating segment and Commodities segment offer different products and services, they are, hence, managed separately as they require different technology and marketing strategies. For each of the segments, the CEO reviews internal management reports on at least a monthly basis. The following summary describes the operations in each of the Group's reportable segments:

- (a) Metal Components – includes manufacturing and sales of perforated materials, speaker nets, tool, die and other metal components;
- (b) ED Coating – includes ED coating services and secondary process; and
- (c) Commodities – trading of black mass powder and other materials including copper and aluminum.

There are varying levels of integration between the Metal Components and ED Coating reportable segments. This integration includes ED Coating services for metal component, shared customers, sale of equipment and provision of maintenance services and rental of industrial properties. Inter-segment pricing is determined on an arm's length basis.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before income tax, as included in the internal management reports that are reviewed by the CEO. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

4 Segment and Revenue Information (cont'd)

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

4.1 Reportable Segments

	Group			
	Revenue		Segments results	
	Fourth Quarter Ended		Fourth Quarter Ended	
	30.09.2023 (unaudited) S\$'000	30.09.2022 (unaudited) S\$'000	30.09.2023 (unaudited) S\$'000	30.09.2022 (unaudited) S\$'000
Metal Components	688	808	(82)	41
ED Coating	2,575	3,888	484	751
Commodities	8,416	10,576	6,700	8,236
Inter-Segment Elimination	(448)	(534)	19	241
	11,231	14,738	7,121	9,269
Unallocated items:				
Other operating (loss)/ income			(19)	2
Other gains and losses			2,343	18
Administrative expenses			(412)	(1,303)
Finance cost			-	(1)
Profit before income tax			9,033	7,985
Income tax (expense)/ credit			(1,432)	4,629
Profit after income tax			7,601	12,614

	Group			
	Revenue		Segments results	
	Full Year Ended		Full Year Ended	
	30.09.2023 (unaudited) S\$'000	30.09.2022 (audited) S\$'000	30.09.2023 (unaudited) S\$'000	30.09.2022 (audited) S\$'000
Metal Components	2,813	3,262	(1)	146
ED Coating	13,461	15,315	2,785	3,785
Commodities	50,635	23,634	15,005	9,815
Inter-Segment Elimination	(920)	(1,170)	13	241
	65,989	41,041	17,802	13,987
Unallocated items:				
Other operating income			13	2
Other gains and losses			2,295	49
Administrative expenses			(2,316)	(2,104)
Finance (income)/ cost			2	(29)
Profit before income tax			17,796	11,905
Income tax (expense)/ credit			(3,297)	4,021
Profit after income tax			14,499	15,926

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

4 Segment and Revenue Information (cont'd)

4.1 Reportable Segments (cont'd)

	Group	
	As at 30.09.2023 (unaudited) S\$'000	As at 30.09.2022 (audited) S\$'000
Segment assets		
Metal Components	4,125	4,616
ED Coating	15,574	16,249
Commodities	26,904	31,891
Total segment assets	46,603	52,756
Unallocated assets [#]	679	1,308
Consolidated total assets	47,282	54,064
Segment liabilities		
Metal Components	921	1,073
ED Coating	2,059	2,137
Commodities	8,049	29,995
Total segment liabilities	11,029	33,205
Unallocated liabilities [^]	995	1,570
Consolidated total liabilities	12,024	34,775

[#] Unallocated assets are mainly related to a portion of the cash and cash equivalents and property, plant and equipment which are utilised by more than one segment of the Group.

[^] Unallocated liabilities are mainly related to the Group's loans and borrowings from external parties which are utilised by more than one segment of the Group, as well as tax payable and trade and other creditors accounted by the Company which are not allocated to any segment of the Group.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

4 Segment and Revenue Information (cont'd)

4.1 Reportable Segments (cont'd)

	Metal Components S\$'000	ED Coating S\$'000	Commodities S\$'000	Unallocated S\$'000	Total S\$'000
Other segment information:					
Group					
4Q2023 (unaudited)					
Additions to PPE	50	146	822	-	1,018
Depreciation of PPE	20	172	308	4	504
Depreciation of ROU assets	-	8	96	-	104
Bad debts written off - trade	-	5	-	-	5
Reversal of impairment loss for PPE	-	-	-	-	-
Reversal of impairment loss for ROU assets	-	-	-	-	-
(Reversal of)/Allowance loss for receivables	-	-	-	-	-
(Reversal of)/ Allowance loss on inventories	(5)	-	2,837	-	2,832
Gain arising from debts restructuring	-	-	(11,495)	-	(11,495)
Plant and equipment written off	-	2	-	1	3
Fair value gain of financial assets at FVTPL	-	-	-	-	-
4Q2022 (unaudited)					
Additions to PPE	5	210	30	-	245
Depreciation of PPE	12	152	157	2	323
Depreciation of ROU assets	-	51	75	-	126
Bad debts recovery	-	14	-	-	14
Reversal of impairment loss for PPE	-	-	(326)	-	(326)
Reversal of impairment loss for ROU assets	-	-	(667)	-	(667)
(Reversal of)/Loss allowance for receivables	(29)	(90)	42	-	(77)
(Reversal of)/ Allowance loss on inventories	(100)	(5)	1	-	(104)
Gain arising from debts restructuring	-	-	(1,071)	-	(1,071)
Plant and equipment written off	-	11	111	-	122
Fair value gain of financial assets at FVTPL	-	-	(26)	-	(26)

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

4 Segment and Revenue Information (cont'd)

4.1 Reportable Segments (cont'd)

	Metal Components	ED Coating	Commodities	Unallocated	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Other segment information:					
<u>FY2023 (unaudited)</u>					
Additions to PPE	50	492	1,112	-	1,654
Depreciation of PPE	67	660	1,150	14	1,891
Depreciation of ROU assets	-	76	410	-	486
Bad debts written off – trade	-	3	-	-	3
Reversal of impairment loss for PPE	-	-	-	-	-
Reversal of impairment loss for ROU assets	-	-	-	-	-
Reversal of loss for receivables	-	-	-	-	-
(Reversal of)/ Allowance loss on inventories	5	-	2,837	-	2,842
Gain arising from debts restructuring	-	-	(11,495)	-	(11,495)
Plant and equipment written off	-	2	1	-	3
Fair value gain of financial assets at FVTPL	-	-	-	-	-
<u>FY2022 (audited)</u>					
Additions to PPE	52	468	30	1	551
Depreciation of PPE	49	608	1,204	16	1,877
Depreciation of ROU assets	-	51	259	-	310
Bad debts written off – trade	-	14	-	-	14
Reversal of impairment loss for PPE	-	-	(326)	-	(326)
Reversal of impairment loss for ROU assets	-	-	(667)	-	(667)
Reversal of loss allowance for receivables	-	(90)	(3)	-	(93)
(Reversal of)/ Allowance loss on inventories	(38)	(5)	29	-	(14)
Gain arising from debts restructuring	-	-	(1,071)	-	(1,071)
Plant and equipment written off	-	13	111	-	124
Fair value gain of financial assets at FVTPL	-	-	(103)	-	(103)

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

4 Segment and Revenue Information (cont'd)

4.2 Disaggregation of Revenue (cont'd)

In the following table, revenue from contracts with customers is disaggregated by primary geographical markets, major products and service lines and timing of revenue recognition. The table also includes a reconciliation of the disaggregated revenue with the Group's reportable segments.

Group	Metal	ED Coating	Commodities	Total
	Components			
	S\$'000	S\$'000	S\$'000	S\$'000
4Q2023 (unaudited)				
Primary geographical markets				
Singapore	645	-	2,712	3,357
Malaysia	-	1,567	-	1,567
People's Republic of China	1	-	5,112	5,113
Indonesia	-	553	-	553
Philippines	-	-	-	-
Others	49	-	592	641
	695	2,120	8,416	11,231
Major products/service line				
Sale of goods	695	-	8,416	9,111
Revenue from the provision of electro-deposition coating services	-	2,120	-	2,120
	695	2,120	8,416	11,231
Timing of revenue recognition				
At a point in time	695	-	8,416	9,111
Over time	-	2,120	-	2,120
4Q2022 (unaudited)				
Primary geographical markets				
Singapore	761	97	3,941	4,799
Malaysia	-	2,529	-	2,529
People's Republic of China	23	-	3,210	3,233
Indonesia	-	753	-	753
Philippines	-	-	-	-
Hong Kong	-	-	3,424	3,424
Others	-	-	-	-
	784	3,379	10,575	14,738
Major products/ service line				
Sale of goods	784	-	10,575	11,359
Revenue from the provision of electro-deposition coating services	-	3,379	-	3,379
	784	3,379	10,575	14,738
Timing of revenue recognition				
At a point in time	784	-	10,575	11,359
Over time	-	3,379	-	3,379

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

4 Segment and Revenue Information (cont'd)

4.2 Disaggregation of Revenue (cont'd)

<u>Group</u>	Metal	ED Coating	Commodities	Total
	Components			
	S\$'000	S\$'000	S\$'000	S\$'000
<u>FY2023 (unaudited)</u>				
Primary geographical markets				
Singapore	1,229	-	4,801	6,030
Malaysia	1,178	9,569	-	10,747
People's Republic of China	2	-	26,094	26,096
Indonesia	-	2,972	2,196	5,168
Philippines	-	-	9,031	9,031
Hong Kong	-	-	7,079	7,079
Others	404	-	1,434	1,838
	2,813	12,541	50,635	65,989
Major products/service line				
Sale of goods	2,813	-	50,635	53,448
Revenue from the provision of electro-deposition coating services	-	12,541	-	12,541
	2,813	12,541	50,635	65,989
Timing of revenue recognition				
At a point in time	2,813	-	50,635	53,448
Over time	-	12,541	-	12,541
<u>FY2022 (audited)</u>				
Primary geographical markets				
Singapore	1,312	97	17,003	18,412
Malaysia	1,903	11,259	-	13,162
People's Republic of China	23	-	3,210	3,233
Indonesia	-	2,813	-	2,813
Philippines	-	-	(3)^	(3)
Hong Kong	-	-	3,424	3,424
Others	-	-	-	-
	3,238	14,169	23,634	41,041
Major products/service line				
Sale of goods	3,238	-	23,634	26,872
Revenue from the provision of electro-deposition coating services	-	14,169	-	14,169
	3,238	14,169	23,634	41,041
Timing of revenue recognition				
At a point in time	3,238	-	23,634	26,872
Over time	-	14,169	-	14,169

^ credit notes issued in relation to final settlement adjustment.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

4 Segment and Revenue Information (cont'd)

4.2 Disaggregation of Revenue (cont'd)

A breakdown of sales:

		Group		Increase/ (Decrease)
		FY2023	FY2022	
		(unaudited)	(audited)	%
		S\$'000	S\$'000	
(a)	Sales reported for first half of year (restated)	42,169	13,084	>100
(b)	Operating profit after tax before deducting minority interests reported for first half year (restated)	11,617	287	>100
(c)	Sales reported for second half of year	23,820	27,957	(15)
(d)	Operating profit/(loss) after tax before deducting minority interests reported for second half year ^[1]	(8,613) ¹	14,568 ¹	n.m.

^[1] Excluded gain on debts settlement of S\$11.50 million reported by the Group in FY2023 (FY2022: S\$1.07 million)

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

5 Financial Assets and Financial Liabilities

The following table sets out the financial instruments as at 30 September 2023 and 30 September 2022::

	<u>Carrying amount</u>
	<u>Amortised cost</u>
Group	S\$'000
<u>30.09.2023 (unaudited)</u>	
Trade and other receivables	4,576
Cash and cash equivalents	9,488
	<u>14,064</u>
Loan and borrowings	5,783
Leases liabilities	1,839
Trade and other payables	4,121
	<u>11,743</u>
<u>30.09.2022 (audited)</u>	
Trade and other receivables	5,157
Cash and cash equivalents	11,299
	<u>16,456</u>
Loan and borrowings	13,068
Leases liabilities	2,290
Trade and other payables	18,988
	<u>34,346</u>

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

5 Financial Assets and Financial Liabilities (cont'd)

	<u>Carrying amount</u>
	<u>Amortised cost</u>
	<u>S\$'000</u>
Company	
30.09.2023 (unaudited)	
Trade and other receivables	4,474
Cash and cash equivalents	75
	<u>4,399</u>
Loans and borrowings	-
Trade and other payables	5,500
Financial guarantee liabilities	-
	<u>5,500</u>
30.09.2022 (audited)	
Trade and other receivables	3,894
Cash and cash equivalents	827
	<u>4,721</u>
Loans and borrowings	426
Trade and other payables	5,872
Financial guarantee liabilities	3,231
	<u>9,529</u>

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

6 Profit Before Income Tax

6.1 Significant Items

	Group					
	4Q2023	4Q2022	Change	FY2023	FY2022	Change
	(unaudited)	(unaudited)		(unaudited)	(audited)	
S\$'000	S\$'000	%	S\$'000	S\$'000	%	
<u>Included in other gain and losses:</u>						
Bad debts written off	5	14	(64)	3	14	(79)
Loss/ (Gain) on disposal of plant and equipment	7	-	100	(34)	-	100
Net foreign exchange (gain)/loss	1,090	(1,184)	n.m.	1,940	(1,910)	n.m.
Reversal of loss allowance for trade and other receivables	-	(109)	(100)	-	(93)	(100)
Gain arising from debt restructuring	(11,495)	(1,071)	>100	(11,495)	(1,071)	>100
<u>Included in cost of sales and administrative expenses:</u>						
Depreciation of:						
- PPE	505	323	56	1,891	1,877	1
- ROU assets	104	126	(17)	486	310	57
Provision of/ (Reversal of) loss allowance on inventories	2,832	(104)	n.m.	2,842	(14)	n.m.
Employee benefits expense	2,323	2,429	(4)	9,707	8,835	10
Raw materials, changes in finished goods and work-in-progress recognised as cost of sales	379	3,468	(89)	40,124	11,278	>100
Interest expenses	83	588	(86)	394	1,870	(79)
Interest income	(64)	(16)	>100	(229)	(48)	>100

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

7 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 unaudited condensed interim and full year consolidated statement of profit or loss are:

	Group			
	4Q2023	4Q2022	FY2023	FY2022
	(unaudited)	(unaudited)	(unaudited)	(audited)
	S\$'000	S\$'000	S\$'000	S\$'000
Income tax expense/(benefits)	1,432	(4,629)	3,297	(4,021)

8 Property, Plant and Equipment ("PPE")

As at 30 September 2023, the Group acquired PPE amounting to S\$1.65 million (30 September 2022: S\$0.55 million) and disposed PPE amounting to S\$46,000 (30 September 2022: S\$ Nil).

As at 30 September 2023, freehold land and buildings and leasehold land and buildings of the Group with an aggregate carrying amount S\$4.72 million (30 September 2022: S\$5.74 million) are pledged as security to secure bank loans.

9 Share Capital

	Group and Company			
	As at 30.09.2023		As at 30.09.2022	
	(unaudited)		(audited)	
	No. of shares	S\$'000	No. of shares	S\$'000
At the beginning of the financial year	2,734,280,038	53,246	984,280,038	46,246
Issuance of new shares	503,750,000	2,015	1,750,000,000	7,000
At the end of the financial year	3,238,030,038	55,261	2,734,280,038	53,246

On 23 November 2022, an aggregate of 503,750,000 placement shares were allotted and issued to the subscribers, Jiangmenshi and Mr. Di at an issue price of S\$0.004 for each placement share, in accordance with the terms of the Subscription Agreement.

The Company did not hold any treasury shares as at 30 September 2023 and 30 September 2022.

The Company's subsidiaries do not hold any shares in the Company as at 30 September 2023 and 30 September 2022.

The Company did not have any outstanding options and convertible securities as at 30 September 2023 and 30 September 2022.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(E) Notes to the unaudited condensed interim and full year financial statements (cont'd)

10 Loans and borrowings

	Group		Company	
	As at 30.09.2023 (unaudited) S\$'000	As at 30.09.2022 (audited) S\$'000	As at 30.09.2023 (unaudited) S\$'000	As at 30.09.2022 (audited) S\$'000
Secured				
Loan	5,783	7,682	-	426
Trade bills	-	5,386	-	-
	<u>5,783</u>	<u>13,068</u>	<u>-</u>	<u>426</u>
Classified as:				
- Current	5,391	12,596	-	426
- Non-current	392	472	-	-
	<u>5,783</u>	<u>13,068</u>	<u>-</u>	<u>426</u>

Details of any collateral

The Group's restructured term loan as at reporting date are secured by:

- (i) legal mortgage over a leasehold property; and
- (ii) corporate guarantee given by the Company.

11 Subsequent events

There are no known subsequent events which have led to adjustments to this set of condensed interim and full year financial statements.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(F) Other information required pursuant to Appendix 7C of the Catalyst Rules

OTHER INFORMATION

1 Review

The unaudited condensed interim consolidated statement of financial position of Sen Yue Holdings Limited and its subsidiaries as at 30 September 2023 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 year ended 30 September 2023 and the explanatory notes have not been audited or reviewed.

1.1 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.**

(a) The Company's independent auditors, Deloitte & Touche LLP ("DT"), have issued a qualified opinion on the consolidated financial statements of the Group for FY2022. The opinion of DT on the FY2022 financial statements were qualified on the matters listed below:

- (i) impairment assessment of PPE and ROU assets of SMCI as at 30 September 2021;
- (ii) impairment assessment of the Company's investment in subsidiaries as at 30 September 2021; and
- (iii) possible impact on comparability of current year and corresponding figures of revenue and cost of sales.

DT's audit opinion on the financial statements for FY2022 was qualified because of the possible effects of these matters on the comparability of FY2022's figures with the corresponding prior year figures.

(b) The Board confirm that, to the best of their knowledge, there are no outstanding audit issues as at 30 September 2023 and these have been adequately disclosed in the financial statements.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

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

2 Review of performance of the Group

2(a) Income Statement

(i) Revenue, cost of sales and gross profit

4Q2023 vs 4Q2022

	Revenue		
	4Q2023	4Q2022	Change
	(unaudited)	(unaudited)	
S\$'000	S\$'000	%	
Metal Components	688	808	(15)
ED Coating	2,575	3,888	(34)
Commodities	8,416	10,576	(20)
Inter-Segment Elimination	(448)	(534)	(16)
	11,231	14,738	(24)

In 4Q2023, all core business segments under the Group reported a decrease in revenue. The decline in ED Coating revenue was attributed to a market slowdown, as well as the depreciation of the Ringgit Malaysia against the presentation currency of Singapore Dollar. The decline in revenue reported by the Commodities segment was primarily affected by the plummeting of metal prices. Correspondingly, the Group reported a decrease in revenue by S\$3.51 million or 24% from S\$14.74 million in 4Q2022 to S\$11.23 million in 4Q2023.

FY2023 vs FY2022

	Revenue		
	FY2023	FY2022	Change
	(unaudited)	(audited)	
S\$'000	S\$'000	%	
Metal Components	2,813	3,262	(14)
ED Coating	13,461	15,315	(12)
Commodities	50,635	23,634	>100
Inter-Segment Elimination	(920)	(1,170)	(21)
	65,989	41,041	61

The Group's revenue in FY2023 increased by S\$24.95 million or 61%, from S\$41.04 million in FY2022 to S\$66.00 million in FY2023. The primary factor behind this growth was the rise in revenue of S\$27.00 million from the Commodities segment. This growth was made possible by the successful transition of the business into lithium battery recycling industry following the lifting of judicial management order ("JMO") placed on the Company and SMCI in August 2022.

The cost of sales increased by S\$7.04 million, rising from S\$6.36 million in 4Q2022 to S\$13.39 million in 4Q2023. This increase was primarily attributed to a loss allowance for foreseeable losses in inventories amounting to S\$2.84 million recorded by the Commodities segment. The provision was prompted by bearish market demand and the decrease in pricing for cobalt, nickel and lithium carbonate. Consequently, the Group's cost of sales reported in 4Q2023 exceeded its revenue. Correspondingly, cost of sales for FY2023 increased by S\$30.15 million from S\$22.99 million in FY2022 to S\$53.14 million in FY2023.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(F) Other information required pursuant to Appendix 7C of the Catalist Rules (cont'd)

2 Review of performance of the Group (cont'd)

2(a) Income Statement (cont'd)

(i) Revenue, cost of sales and gross profit

The Group reported an increase in depreciation for ROU assets by S\$0.18 million or 57% from S\$0.31 million in FY2022 to S\$0.49 million in FY2023 due to new lease agreement entered into by the Group during FY2023. The increase in depreciation for ROU assets in 4Q2023 was not material as compared to 4Q2022.

The depreciation for PPE increased from S\$0.32 million in 4Q2022 to S\$0.51 million in 4Q2023, mainly due to addition to PPE in 4Q2023. The Group's depreciation expenses for FY2023 remained at similar level as FY2022.

As a result of the abovementioned factors, the Group reported a gross loss margin of 19.2% (4Q2022: gross profit margin of 56.9%) in 4Q2023. The gross profit margin for the full year was normalised, decreasing from 44.0% in FY2022 to 19.5% in FY2023, representing a decrease of 24.5 percentage points.

Please refer to Section E, Note 4.1 of this announcement for further details.

(ii) Other operating income

The Group's other operating income increased from S\$0.34 million in 4Q2022 to S\$2.40 million in 4Q2023. The increase was mainly attributed to: (i) increase in interest income of S\$48,000 resulting from an increase in fixed deposit interest rate; and (ii) increase in scrap sales for by-products amounting to S\$2.53 million. Correspondingly, the Group saw an increase in operating income increased from S\$0.52 million in FY2022 to S\$2.94 million in FY2023.

(iii) Other gains and losses

In 4Q2023, the Group reported an increase in other gains from S\$2.80 million in 4Q2022 to S\$10.50 million in 4Q2023. As mentioned in Section E, Note 1.1(i), the increase was primarily attributed to a gain on debts settlement of S\$11.50 million recorded upon completion of the Schemes and the extinguishment of liabilities under the Schemes in 4Q2023 (4Q2022: S\$1.07 million), offset by a foreign exchange loss of S\$1.04 million (4Q2022: foreign exchange gain of S\$1.19 million), which resulted from the weakening of the USD against the SGD in the month of July and August 2023. The USD exchange rate was low at S\$1.332 and S\$1.350 in July and August 2023 respectively (30 June 2023: S\$1.356). Correspondingly, the Group's other gain and losses increased from S\$3.50 million in FY2022 to S\$9.52 million in FY2023.

Please refer to Section E, Note 6 for more details.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(F) Other information required pursuant to Appendix 7C of the Catalist Rules (cont'd)

2 Review of performance of the Group (cont'd)

2(a) Income Statement (cont'd)

(iv) Finance expenses

In tandem with lower borrowing, finance expenses decreased by S\$0.51 million or 86% from S\$0.59 million in 4Q2022 to S\$83,000 in 4Q2023. Accordingly, the Group saw a decrease in finance expenses of S\$1.48 million or 79% from S\$1.87 million in FY2022 to S\$0.39 million in FY2023.

Included in finance expenses reported in FY2022 were interest expenses accrued on defaulted loans. No such expense was recorded in FY2023.

(v) Distribution expenses

In tandem with the decrease in trading activities from the Commodities segment, distribution expenses decreased by S\$0.17 million from S\$0.37 million in FY2022 to S\$0.54 in FY2023.

The Group reported similar level of distribution expenses in 4Q2023 as compared to 4Q2022.

(vi) Administrative expenses

The Group's administrative expenses decreased by S\$1.31 million or 48% from S\$2.73 million in 4Q2022 to S\$1.42 million in 4Q2023. The decrease was mainly due to the absence of certain professional fee in relation to JMO, partially offset by a general increase in other administrative expenses due to normalisation of business operations in the Commodities segment in 4Q2023. Accordingly, the Group reported a decrease in administrative expenses by S\$1.36 million or 17% in FY2023 as compared to FY2022.

(vii) Income tax expense/credit

In 4Q2022 and FY2022, the Group reported income benefits of S\$4.63 million and S\$4.02 million respectively. These income tax benefits primarily stemmed from the recognition of unutilised tax losses as deferred tax assets. The recognition was grounded in the high probability that sufficient future taxable profits would be available to offset the utilised tax losses.

In 4Q2023 and FY2023, the Group provided its tax expenses of S\$1.43 million and S\$3.30 million respectively, in accordance with the net profit reported by the Group. The provision for tax expenses in 4Q2023 and FY2023 were line with the net profit reported by the Group.

(viii) Profit for the 4Q2023 and FY2023

As a result of the aforementioned, the Group reported net profit of S\$7.60 million for 4Q2023 (4Q2022: net profit of S\$12.61 million) and net profit of S\$14.50 million in FY2023 (FY2022: S\$15.93 million).

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(F) Other information required pursuant to Appendix 7C of the Catalist Rules (cont'd)

2 Review of performance of the Group (cont'd)

2(b) Statement of financial position

As at 30 September 2023, the Group recorded positive working capital of S\$18.67million (30 September 2022: negative working capital of S\$0.74 million) and net asset value per share of 1.09 Singapore cents (30 September 2022: 0.71 Singapore cents).

(i) Current assets

Current assets decreased by S\$2.73 million or 9%, from S\$31.27 million as at 30 September 2022 to S\$28.54 million as at 30 September 2023, mainly due to decrease in cash and bank balances and trade and other receivables, offset by increase in inventories.

Trade and other receivables decreased by S\$4.44 million or 41% from S\$10.88 million as at 30 September 2022 to S\$6.44 million as at 30 September 2023, mainly due to (i) decrease in prepayment for waste supplies of S\$4.23 million under the battery waste supply agreement following the receipts of waste supplies in FY2023 and, (ii) decrease in trade receivable of S\$0.58 million due to collection received in FY2023, partially offset by an increase in tax recoverable of S\$0.52 million.

Inventories increased by S\$3.52 million or 39%, from S\$9.10 million as at 30 September 2022 to S\$12.62 million as at 30 September 2023 mainly attributable to an increase in e-waste raw materials and finished goods totaling S\$6.32 million, offset by increase in provision for foreseeable losses of S\$2.80 million. As mentioned in Section F, Note 2(a)(i), the increase in provision for foreseeable losses was prompted by bearish market demand and the decrease in pricing for cobalt, nickel and lithium carbonate.

Cash and bank balances decreased from S\$11.30 million as at 30 September 2022 to S\$9.49 million as at 30 September 2023. Please refer to Section F, Note 2(c) below on statement of cash flows for explanations on the decrease in cash and cash equivalents of the Group.

(ii) Non-current assets

Non-current assets decreased by S\$4.05 million or 18% mainly due to a decrease in deferred tax assets, PPE and ROU assets.

PPE decreased from S\$15.00 million as at 30 September 2022 to \$13.90 million as at 30 September 2023. The decrease was mainly due to a depreciation charge of S\$1.89 million, offset by new purchases of plant and equipment amounting to S\$1.65 million and translation difference amounting to S\$0.84 million.

Decrease in ROU assets from S\$2.29 million as at 30 September 2022 to S\$1.89 million as at 30 September 2023 was mainly due to depreciation charge of S\$0.49 million.

In tandem with the profits reported by the Group where taxable profit is offset against the unutilised tax losses brought forward from previous years, the Group registered a decrease in deferred tax assets from S\$5.46 million as at 30 September 2022 to S\$2.79 million as at 30 September 2023.

Intangible assets of S\$0.13 million reported by the Group as at 30 September 2023 referred to new purchase of inventories management software purchased in FY2023.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(F) Other information required pursuant to Appendix 7C of the Catalist Rules (cont'd)

2 Review of performance of the Group (cont'd)

2(a) Statement of financial position (cont'd)

(iii) Current liabilities

The Group recorded a decrease in current liabilities by S\$22.15 million or 69%, from S\$32.02 million as of 30 September 2022 to S\$9.87 million as of September 30, 2023. This decrease was primarily due to a reduction in trade and other payables, as well as loans and borrowings, resulting from the completion of the Schemes mentioned in Section E, Note 1.1(i).

Following the completion of the Schemes, the Group recorded the extinguishment of liabilities under the Schemes. Trade and other payables decreased by S\$14.88 million or 79% from S\$18.88 million as at 30 September 2022 to S\$4.00 million as at 30 September 2023, mainly due to (i) repayment of Second Tranche of Scheme Payment amounting to S\$3.36 million; (ii) recognition of extinguishment of liabilities under the Schemes approximating S\$9.39 million; and (iii) repayment of outstanding amount due to creditor approximating S\$2.14 million.

Loans and borrowings registered a decrease of S\$7.21 million or 57% from S\$12.60 million as at 30 September 2022 to S\$5.39 million as at 30 September 2023, mainly due to (i) repayment of Second Tranche of Scheme Payment amounting to S\$3.28 million; (ii) repayment of term loans amounting to S\$1.91 million; and (iii) recognition of extinguishment of liabilities under the Schemes approximating S\$2.11 million.

Please refer to Section E, Note 1.1(i) of this announcement for further details about the Schemes.

(iv) Non-current liabilities

The Group saw a decrease in lease liabilities as a result of repayment. Saved as disclosed, there were no other significant changes noted for non-current liabilities between 30 September 2023 and 30 September 2022 reported thereon.

2(c) Statement of cash flows

Net cash from operating activities in FY2023 was S\$3.54 million. This was mainly due to (i) decrease in trade and other receivables of S\$4.47 million; (ii) profit before changes in working capital of S\$11.90 million; offset by (iii) increase in inventories of S\$6.36 million, (iv) tax payment of S\$0.98 million and (v) decrease in trade and other payables of S\$5.50 million.

Net cash used in investing activities in FY2023 was S\$1.47 million, mainly due to the purchase of plant and equipment of S\$1.65 million, purchase for intangible asset of S\$0.13 million, partially offset by interest income of S\$0.23 million.

Net cash used in financing activities in FY2023 was S\$4.20 million, mainly due to (i) net repayment of lease liabilities of S\$0.66 million; (ii) repayment of bank loans and trade bills of S\$1.91 million and S\$3.28 million respectively; (iii) interest paid of S\$0.37 million, offset by (iv) proceeds from issuances of shares of S\$2.02 million.

As a result, the Group utilised cash and cash equivalents of S\$2.14 million in FY2023. The cash and cash equivalents as at 30 September 2023 amounted to S\$9.45 million.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(F) Other information required pursuant to Appendix 7C of the Catalist Rules (cont'd)

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 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 reporting period and the next 12 months.

Since early 2023, the prices for key battery materials including lithium, cobalt, and nickel continue to decline on the back of a slowdown in demand for electric vehicles (“EV”) and excess supply of battery materials from mine producers. Interest rate hikes resulting in higher financing costs have also further lower demand for battery materials as battery producers utilise their stockpiles over purchasing fresh supplies. The market disequilibrium in demand and supply is expected to continue to affect the price volatility of the key battery materials¹.

Amid the global slowdown in EVs, carmakers have been stepping up their offerings in the range of EVs and scale of discounts to increase sales², as well as making fresh investments in electric care operations³. Whilst the Group’s operating margin may come under pressure in the near term, it believes the intense competition among carmakers would result in better affordability for EVs in the long term.

The main source of revenue for ED Coating is from the automotive industry in Malaysia. Although the Malaysian automotive sector reported substantial growth in the first half of 2023, there are concerns about this outlook for the upcoming year, as indicated by RHB Research⁴. These concerns align with the mixed opinions held by analysts at Affin Hwang Investment Bank regarding Malaysia’s automotive industry⁵. It is predicted that the overall industry volume will decrease in 2024 due to a decline in car sales. The ED segment within the Group anticipates grappling with a challenging business environment, marked by competitive pressures and rising operational costs, notably in expenses labour related expenses driven by government regulations on minimum wages and housing requirements. In response, the Group will maintain a cautious approach and prioritise cost control, while also focusing on enhancing productivity and efficiency in its operations.

Hence, having its core business segments comprising (i) Metal Components, (ii) ED Coating, and (iii) Commodities, the Group will strive to mitigate and overcome challenges amid the slowdown in the macro business environment and geopolitical uncertainties.

¹ Financial Times. “Slowing Chinese EV demand drives down battery metal prices”. Available at: <https://www.ft.com/content/861d4097-1d8c-4692-a8bb-37d66a80a47b>

² Financial Times. “Carmakers step up EV discounts in bid to stem global demand slowdown”. Available at: <https://www.ft.com/content/ae42f287-e325-423b-9e69-03416a3826ba>

³ Financial Times. “Nissan: UK bet charges up carmaker’s electric plans”. Available at: <https://www.ft.com/content/46daf80c-acb0-4c6f-98ad-b4550f0d70ae>

⁴ RHB Research. “Promising 2023 but uncertain 2024 for Malaysia’s automotive sector”. Available at: <https://www.nst.com.my/business/2023/08/940153/promising-2023-uncertain-2024-malysias-automotive-sector#:~:text=KUALA%20LUMPUR%3A%20Malaysia%20automotive%20sector,volume%20to%20soften%20in%202024.>

⁵ Affin Hwang Investment Bank. “Analysts hold mixed views on Malaysia’s automotive sector.” Available at: <https://english.news.cn/20230724/d4ef58b5b6514a9da64afe677c78c36e/c.html>

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(F) Other information required pursuant to Appendix 7C of the Catalist Rules (cont'd)

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 reporting period and the next 12 months. (cont'd)

Since the discharge of JMO in August 2022, the Group worked towards fulfilling its obligations for all outstanding statutory matters including (i) the annual renewal of relevant and necessary licenses and permits endorsed by local authorities on the Group's lithium-ion batteries recycling operations in Singapore, and (ii) completion of outstanding financial reporting of the past two financial years.

The Group has submitted its proposal to resume trading of its shares to SGX-ST on 31 August 2023. It has also completed the final payment to the Scheme Creditors on 29 September 2023, where both the Company and its wholly-owned subsidiary, SMCI have been released and discharged from any and all known or unknown claims that such creditor may have, including under the Schemes for any reason.

The Group will continue its restructuring efforts in strengthening the foundation of its core business segments by exploring strategic collaborative opportunities within the Group as well as externally, in a bid to enhance the Group's stability and sustainability for the long term.

The Group will update shareholders on any material developments as and when they arise.

5 Dividend information

5a. Current Financial Period Reported on

Any dividend recommended/declared for the current financial period reported on?

No.

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

No dividend had been declared or recommended for the financial year ended 30 September 2023. The Company opted to retain earnings to reinvest in its operations, with the aims of increasing shareholder value in the long term.

5b. Corresponding Period of the Immediately Preceding Financial Year

Any dividend recommended/declared for the corresponding period of the immediately preceding financial year?

None.

5c. Date Payable

Not applicable.

5d. Books Closure Date

Not applicable.

5e. A breakdown of total annual dividend for the latest full year and the previous full year.

Not applicable.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(F) Other information required pursuant to Appendix 7C of the Catalist Rules (cont'd)

6 Interested person transactions (“IPTs”)

The Group has not obtained a general mandate from shareholders for interested person transactions.

There were no interested person transactions conducted that were more than S\$100,000 during the financial period ended 30 September 2023.

7 Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Catalist Rules

The Company confirms that it has procured all the required undertakings under Rule 720(1) of the Catalist Rules from all the Directors and Executive Officers of the Company in the format set out in Appendix 7H of the Catalist Rules.

8 Review of the performance of the Group – turnover and earnings

Please refer to Section F, Note 2(a) of this announcement.

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) of the Catalist Rules

Name	Age	Family relationship with any director, chief executive officer and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Yap Shiau Wei (“Ms. Yap”)	44	Daughter of Mr. Yap Meng Sing, chief executive officer, an executive chairman and a substantial shareholder of the Company	General Manager cum personal assistant (“PA”) to the executive chairman of the Company since 1 February 2023. Responsible for SMCI’s overall performance including management of daily operations, marketing and procurement functions. In addition, Ms. Yap is also assisting matters required assistance from the executive chairman from time to time.	No change.

SEN YUE HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Company Registration No. 200105909M)

(F) Other information required pursuant to Appendix 7C of the Catalist Rules (cont'd)

10 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 since the end of the previous reporting period.

**BY ORDER OF THE BOARD
SEN YUE HOLDINGS LIMITED**

Yap Meng Sing
Executive Chairman and CEO

Singapore
29 November 2023