



**Serving Up Goodness**

**YEO HIAP SENG LIMITED**

(Incorporated in Singapore)

(Company Registration No.: 195500138Z)

**Condensed Interim Financial Statements for  
the six months and full year ended 31 December 2021**

## **Table of Contents**

Condensed Interim Consolidated Statement of Comprehensive Income	1
Condensed Interim Balance Sheets	2
Condensed Interim Statement of Changes in Equity	3
Condensed Interim Consolidated Statement of Cash Flows	6
Notes to the Condensed Interim Financial Statements	8
Other Information Required by Listing Rule Appendix 7.2	27

**YEO HIAP SENG LIMITED**

**Condensed Interim Consolidated Statement of Comprehensive Income  
for the six months and full year ended 31 December 2021**

		6 months ended 31 December 2021	6 months ended 31 December 2020	Change  %	12 months ended 31 December 2021	12 months ended 31 December 2020	Change  %
	Note	<u>\$'000</u>	<u>\$'000</u>		<u>\$'000</u>	<u>\$'000</u>	
Revenue	4	168,579	159,380	5.8	337,903	321,845	5.0
Cost of sales		<u>(122,158)</u>	<u>(115,896)</u>	5.4	<u>(237,544)</u>	<u>(230,588)</u>	3.0
Gross profit		46,421	43,484	6.8	100,359	91,257	10.0
Other income		4,846	3,678	31.8	8,410	8,128	3.5
Other gains and losses		3,298	(882)	NM	3,825	(415)	NM
Expenses							
- Marketing and distribution		(38,375)	(35,126)	9.2	(80,726)	(78,070)	3.4
- Administrative		(16,786)	(14,103)	19.0	(32,520)	(31,339)	3.8
- Finance		(238)	(296)	(19.6)	(503)	(621)	(19.0)
Share of profit/(loss) of associated companies and a joint venture		<u>422</u>	<u>(531)</u>	NM	<u>425</u>	<u>325</u>	30.8
<b>Loss before income tax</b>	6	<b>(412)</b>	<b>(3,776)</b>	<b>89.1</b>	<b>(730)</b>	<b>(10,735)</b>	<b>93.2</b>
Income tax (expense)/credit	7	<u>(1,296)</u>	<u>473</u>	NM	<u>(2,183)</u>	<u>703</u>	NM
<b>Net loss attributable to equity holders of the Company</b>		<b><u>(1,708)</u></b>	<b><u>(3,303)</u></b>	<b>48.3</b>	<b><u>(2,913)</u></b>	<b><u>(10,032)</u></b>	<b>71.0</b>
<b>Other comprehensive income/(losses)</b> <i>Items that may be reclassified subsequently to profit or loss:</i>							
Cash flow hedges							
- Fair value losses		-	(127)	NM	-	(20)	NM
- Reclassification		-	130	NM	-	68	NM
Currency translation differences arising from consolidation							
- Gains/(Losses)		3,280	(2,154)	NM	2,734	(513)	NM
- Reclassification		-	-	-	(2)	-	NM
		<u>3,280</u>	<u>(2,151)</u>	NM	<u>2,732</u>	<u>(465)</u>	NM
<i>Items that will not be reclassified subsequently to profit or loss:</i>							
Fair value (losses)/gains on financial assets, at fair value through other comprehensive income		(2,108)	160	NM	(2,115)	392	NM
Remeasurement of defined benefit plans		<u>(254)</u>	<u>(33)</u>	>100	<u>(254)</u>	<u>(33)</u>	>100
		<u>(2,362)</u>	<u>127</u>	NM	<u>(2,369)</u>	<u>359</u>	NM
<b>Other comprehensive income/(losses), net of tax</b>		<b><u>918</u></b>	<b><u>(2,024)</u></b>	<b>NM</b>	<b><u>363</u></b>	<b><u>(106)</u></b>	<b>NM</b>
<b>Total comprehensive losses attributable to equity holders of the Company</b>		<b><u>(790)</u></b>	<b><u>(5,327)</u></b>	<b>85.2</b>	<b><u>(2,550)</u></b>	<b><u>(10,138)</u></b>	<b>74.8</b>
<b>Earnings per share attributable to equity holders of the Company (expressed in cents per share)</b>							
- Basic and diluted		<u>(0.29)</u>	<u>(0.57)</u>	49.2	<u>(0.50)</u>	<u>(1.73)</u>	71.2

NM: Not meaningful

**YEO HIAP SENG LIMITED**

**Condensed Interim Balance Sheets  
as at 31 December 2021**

	Note	The Group		The Company	
		31 December 2021	31 December 2020	31 December 2021	31 December 2020
		\$'000	\$'000	\$'000	\$'000
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and cash equivalents		230,945	264,164	9,903	14,388
Trade and other receivables	10	73,353	60,925	67,331	64,273
Inventories		57,194	50,245	-	-
Current income tax recoverable		1,097	696	-	-
		<u>362,589</u>	<u>376,030</u>	<u>77,234</u>	<u>78,661</u>
<b>Non-current assets</b>					
Trade and other receivables	10	5,653	7,554	4,393	4,941
Other financial assets	11	20,402	2,426	-	-
Loans to subsidiaries		-	-	44,618	44,619
Investments in associated companies		5,548	5,140	-	-
Investment in a joint venture		648	653	-	-
Investments in subsidiaries		-	-	322,758	322,758
Investment properties	14	52,602	52,856	79,567	80,037
Property, plant and equipment	13	228,619	229,306	1,760	2,126
Intangible assets	12	4,701	4,973	-	-
Deferred income tax assets		4,152	3,811	-	-
		<u>322,325</u>	<u>306,719</u>	<u>453,096</u>	<u>454,481</u>
<b>Total assets</b>		<u>684,914</u>	<u>682,749</u>	<u>530,330</u>	<u>533,142</u>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Trade and other payables		74,902	64,851	4,116	6,919
Current income tax liabilities		990	1,443	29	28
Lease liabilities		1,892	2,951	272	297
		<u>77,784</u>	<u>69,245</u>	<u>4,417</u>	<u>7,244</u>
<b>Non-current liabilities</b>					
Lease liabilities		13,854	15,501	13,295	13,771
Provisions for other liabilities and charges		2,006	1,722	-	-
Deferred income tax liabilities		7,687	8,119	408	662
		<u>23,547</u>	<u>25,342</u>	<u>13,703</u>	<u>14,433</u>
<b>Total liabilities</b>		<u>101,331</u>	<u>94,587</u>	<u>18,120</u>	<u>21,677</u>
<b>NET ASSETS</b>		<u>583,583</u>	<u>588,162</u>	<u>512,210</u>	<u>511,465</u>
<b>EQUITY</b>					
<b>Capital and reserves attributable to equity holders of the Company</b>					
Share capital	15	237,814	228,245	237,814	228,245
Capital reserve		6,066	6,066	-	-
Other reserves		(45,829)	(46,405)	-	-
Retained profits		385,532	400,256	274,396	283,220
<b>Total equity</b>		<u>583,583</u>	<u>588,162</u>	<u>512,210</u>	<u>511,465</u>

**YEO HIAP SENG LIMITED**

**Condensed Interim Statement of Changes in Equity  
for the financial year ended 31 December 2021**

The Group	← Attributable to equity holders of the Group →								
	Share capital	Capital reserve	Property revaluation reserve	Fair value reserve	Foreign currency translation reserve	General reserve	Hedging reserve	Retained profits	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>2021</b>									
<b>Balance at 1 January 2021</b>	<b>228,245</b>	<b>6,066</b>	<b>3,244</b>	<b>392</b>	<b>(11,642)</b>	<b>(38,399)</b>	<b>-</b>	<b>400,256</b>	<b>588,162</b>
Loss for the period	-	-	-	-	-	-	-	(2,913)	(2,913)
Other comprehensive income for the period	-	-	-	(2,115)	2,732	-	-	(254)	363
Transfer to retained profits on realisation	-	-	(25)	-	-	(16)	-	41	-
<b>Total comprehensive losses for the period</b>	<b>-</b>	<b>-</b>	<b>(25)</b>	<b>(2,115)</b>	<b>2,732</b>	<b>(16)</b>	<b>-</b>	<b>(3,126)</b>	<b>(2,550)</b>
Issue of new shares pursuant to Scrip Dividend Scheme	15 9,569	-	-	-	-	-	-	(9,569)	-
Dividends paid	8 -	-	-	-	-	-	-	(2,029)	(2,029)
<b>Total transactions with owners, recognised directly in equity</b>	<b>9,569</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(11,598)</b>	<b>(2,029)</b>
<b>Balance at 31 December 2021</b>	<b>237,814</b>	<b>6,066</b>	<b>3,219</b>	<b>(1,723)</b>	<b>(8,910)</b>	<b>(38,415)</b>	<b>-</b>	<b>385,532</b>	<b>583,583</b>

**YEO HIAP SENG LIMITED**

**Condensed Interim Statement of Changes in Equity  
for the financial year ended 31 December 2021**

The Group	← Attributable to equity holders of the Group →									
	Note	Share capital \$'000	Capital reserve \$'000	Property revaluation reserve \$'000	Fair value reserve \$'000	Foreign currency translation reserve \$'000	General reserve \$'000	Hedging reserve \$'000	Retained profits \$'000	Total equity \$'000
<b>2020</b>										
<b>Balance at 1 January 2020</b>		<b>228,245</b>	<b>6,066</b>	<b>3,268</b>	-	<b>(11,129)</b>	<b>(38,384)</b>	<b>(48)</b>	<b>427,679</b>	<b>615,697</b>
Loss for the period		-	-	-	-	-	-	-	(10,032)	(10,032)
Other comprehensive losses for the period		-	-	-	392	(513)	-	48	(33)	(106)
Transfer to retained profits on realisation		-	-	(24)	-	-	(15)	-	39	-
<b>Total comprehensive losses for the period</b>		-	-	<b>(24)</b>	<b>392</b>	<b>(513)</b>	<b>(15)</b>	<b>48</b>	<b>(10,026)</b>	<b>(10,138)</b>
Dividends paid	8	-	-	-	-	-	-	-	(17,397)	(17,397)
<b>Total transactions with owners, recognised directly in equity</b>		-	-	-	-	-	-	-	<b>(17,397)</b>	<b>(17,397)</b>
<b>Balance at 31 December 2020</b>		<b>228,245</b>	<b>6,066</b>	<b>3,244</b>	<b>392</b>	<b>(11,642)</b>	<b>(38,399)</b>	-	<b>400,256</b>	<b>588,162</b>

**YEO HIAP SENG LIMITED**

**Condensed Interim Statement of Changes in Equity  
for the financial year ended 31 December 2021**

**The Company**

	Note	Attributable to equity holders of the Company		
		Share capital \$'000	Retained profits \$'000	Total equity \$'000
<b>2021</b>				
<b>Balance at 1 January 2021</b>		<b>228,245</b>	<b>283,220</b>	<b>511,465</b>
<b>Profit and total comprehensive income for the period</b>		-	2,774	2,774
Issue of new shares pursuant to Scrip Dividend Scheme	15	9,569	(9,569)	-
Dividends paid	8	-	(2,029)	(2,029)
<b>Total transactions with owners, recognised directly in equity</b>		<b>9,569</b>	<b>(11,598)</b>	<b>(2,029)</b>
<b>Balance at 31 December 2021</b>		<b>237,814</b>	<b>274,396</b>	<b>512,210</b>
<b>2020</b>				
<b>Balance at 1 January 2020</b>		<b>228,245</b>	<b>221,029</b>	<b>449,274</b>
<b>Profit and total comprehensive income for the period</b>		-	79,588	79,588
Dividends paid	8	-	(17,397)	(17,397)
<b>Total transactions with owners, recognised directly in equity</b>		<b>-</b>	<b>(17,397)</b>	<b>(17,397)</b>
<b>Balance at 31 December 2020</b>		<b>228,245</b>	<b>283,220</b>	<b>511,465</b>

**YEO HIAP SENG LIMITED****Condensed Interim Consolidated Statement of Cash Flows  
for the financial year ended 31 December 2021**

---

	<b>12 months ended 31 December 2021 \$'000</b>	<b>12 months ended 31 December 2020 \$'000</b>
<b>Cash flows from operating activities</b>		
Net loss for the year	(2,913)	(10,032)
Adjustments for:		
- Income tax expense/(credit)	2,183	(703)
- Interest expense on lease liabilities	503	621
- Amortisation of intangible assets	272	273
- Amortisation of capitalised letting fees	72	69
- Depreciation of property, plant and equipment	17,126	16,317
- Dividend income from financial assets	(169)	(23)
- Unrealised currency translation differences	(8)	287
- Fair value losses on investment properties - net	620	175
- Loss on disposal of property, plant and equipment – net	366	33
- Fair value and disposal (gains)/losses on financial assets designated as fair value through profit or loss at initial recognition - net	(2,182)	25
- Interest income	(1,121)	(2,551)
- Provision for retirement benefits	219	167
- Gain on liquidation of a subsidiary	(2)	-
- Share of profit of associated companies and a joint venture	(425)	(325)
	<hr/> 14,541	<hr/> 4,333
Change in working capital:		
- Trade and other receivables	(11,928)	6,012
- Inventories	(6,987)	4,567
- Trade and other payables	8,310	111
Cash generated from operations	<hr/> 3,936	<hr/> 15,023
Income tax paid	(3,950)	(6,544)
Retirement benefits paid	(178)	(211)
<b>Net cash (used in)/provided by operating activities</b>	<hr/> <b>(192)</b>	<hr/> <b>8,268</b>



**YEO HIAP SENG LIMITED****Condensed Interim Consolidated Statement of Cash Flows  
for the financial year ended 31 December 2021**

---

	<b>12 months ended 31 December 2021 \$'000</b>	<b>12 months ended 31 December 2020 \$'000</b>
<b>Cash flows from investing activities</b>		
Dividends received	169	23
Dividends received from an associated company	175	637
Proceeds from disposal of property, plant and equipment	41	130
Payments for purchases of and deposits for property, plant and equipment	(12,276)	(19,933)
Additions to financial assets, at fair value through other comprehensive income	(16,561)	(2,006)
Additions to financial assets, at fair value through profit or loss	(1,348)	-
Interest received	1,121	2,551
<b>Net cash used in investing activities</b>	<b>(28,679)</b>	<b>(18,598)</b>
<b>Cash flows from financing activities</b>		
Dividends paid, net of script dividends	(2,029)	(17,397)
Interest paid	(503)	(621)
Principal payment of lease liabilities	(2,920)	(3,045)
<b>Net cash used in financing activities</b>	<b>(5,452)</b>	<b>(21,063)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(34,323)</b>	<b>(31,393)</b>
Cash and cash equivalents at beginning of financial year	264,164	295,751
Effects of currency translation on cash and cash equivalents	1,104	(194)
<b>Cash and cash equivalents at end of financial year</b>	<b>230,945</b>	<b>264,164</b>

## YEO HIAP SENG LIMITED

### Notes to the Condensed Interim Financial Statements for the six months and full year ended 31 December 2021

---

#### 1. Corporate information

Yeo Hiap Seng Limited (the “Company”) is listed on the Singapore Exchange and incorporated and domiciled in Singapore. These condensed interim consolidated financial statements as at and for the six months ended 31 December 2021 comprise the Company and its subsidiaries (collectively, the Group). The principal activities of the Company are those of a management and investment holding company.

The principal activities of the Group are:

- a) Manufacture, sale and distribution of beverages and food products; and
- b) Investment property holding, equity investment holding and property development.

#### 2. Basis of preparation

The condensed interim financial statements for the six months ended 31 December 2021 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The 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 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 interim financial statements are presented in Singapore dollar which is the Company’s functional currency.

##### 2.1 New and amended standards adopted by the Group

A number of amendments to Standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

## 2.2 Use of judgements and estimates

In preparing the condensed interim 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 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.

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:

a) *Fair value of investment properties*

Investment properties are stated at fair value based on valuations provided by independent professional valuers. The fair values are based on highest-and-best-use basis and certain judgements are required over the valuation techniques and inputs used. The valuation techniques, key inputs, other assumptions and the carrying amounts at the reporting dates are disclosed in Note 14.

b) *Valuation of inventories*

The Group carries out periodic reviews on inventory obsolescence and any decline in the net realisable value below cost will be recorded against inventory balance. Management considers future demand, expected selling prices and ageing analysis of the inventories as part of its inventory obsolescence assessment process to arrive at their best estimate of the net realisable value of inventories. Such evaluation process requires significant judgement and may affect the carrying amount of inventories at the balance sheet date.

c) *Valuation of non-financial assets*

The Group assesses at each reporting date whether there is any objective evidence that non-financial assets are impaired. Where there is objective evidence of impairment, the recoverable amount is estimated based on the higher of the value-in-use and the fair value less costs to sell. Estimating the value-in-use requires the Group to make an estimate of the expected future cash flows to be generated by the non-financial assets and to choose a suitable discount rate in order to calculate the present value of those cash flows. Changes in assumptions about these factors could affect the recoverable amount of the non-financial assets at the balance sheet date.

---

**3 Seasonal operations**

The Group's performance is normally not affected by seasonal or cyclical events on a year to year basis. However, on a half-yearly basis, the demand for certain products may be skewed towards major festivities, events and weather patterns.

**4. Segment information**

Management has determined the operating segments based on the reports that are used to make strategic decisions, allocate resources and assess performance by the Group Chief Executive Officer ("CEO").

Based on segment information reported to the CEO, the Group is organised into two main business segments:

- Consumer food and beverage products
- Others

The consumer food and beverages products segment is the main business of the Group which is principally in the business of manufacture, sale and distribution of beverages and food products. Revenue of the segment is primarily derived from sales of beverages and food products and also includes sales of non-food items the Group carries on the distribution network as well as service fees from extending warehousing services to non-related parties. The consumer food and beverage products segment operates across various markets and the CEO assesses performance and makes decisions about resources to be allocated on an overall segment basis.

Others segment of the Group mainly comprise investment property holding, equity investment holding and property development.

## YEO HIAP SENG LIMITED

### Notes to the Condensed Interim Financial Statements for the six months and full year ended 31 December 2021

#### 4. Segment information (continued)

The segment information provided to the CEO for the reportable segments is as follows:

	Consumer food and beverage products \$'000	Others \$'000	Elimination \$'000	The Group \$'000
<b>6 months ended 31 December 2021</b>				
Revenue				
- External sales	168,546	33	-	168,579
- Inter-segment sales	-	2,814	(2,814)	-
	<u>168,546</u>	<u>2,847</u>	<u>(2,814)</u>	<u>168,579</u>
(Loss)/Profit from operation	(5,980)	5,384	-	(596)
Share of profit of associated companies and a joint venture	422	-	-	422
Segment (loss)/profit	<u>(5,558)</u>	<u>5,384</u>	<u>-</u>	<u>(174)</u>
Finance expense				(238)
Loss before income tax				(412)
Income tax expense				(1,296)
<b>Net loss</b>				<u><b>(1,708)</b></u>
<b>As at 31 December 2021</b>				
<b>Segment assets/liabilities</b>				
Segment assets	469,073	331,938	(127,542)	673,469
Associated companies and a joint venture	6,196	-	-	6,196
Unallocated assets				5,249
<b>Consolidated total assets</b>				<u><b>684,914</b></u>
Segment liabilities	217,426	12,011	(136,783)	92,654
Unallocated liabilities				8,677
<b>Consolidated total liabilities</b>				<u><b>101,331</b></u>
<b>6 months ended 31 December 2021</b>				
<b>Other segment items</b>				
Additions to property, plant and equipment	5,989	-	-	5,989
Fair value gains on financial assets designated as FVPL at initial recognition	-	(2,166)	-	(2,166)
Loss on disposal of property, plant and equipment	354	-	-	354
Interest income	(180)	(444)	-	(624)
Depreciation	9,108	-	-	9,108
Amortisation of intangible assets	136	-	-	136
Amortisation of capitalised letting fees	-	37	-	37
Fair value losses on investment properties – net	-	744	-	744
Currency translation gain - net	(192)	37	-	(155)

**YEO HIAP SENG LIMITED**

**Notes to the Condensed Interim Financial Statements  
for the six months and full year ended 31 December 2021**

**4. Segment information (continued)**

The segment information provided to the CEO for the reportable segments is as follows (continued):

	<b>Consumer food and beverage products \$'000</b>	<b>Others \$'000</b>	<b>Elimination \$'000</b>	<b>The Group \$'000</b>
<b>6 months ended 31 December 2020</b>				
Revenue				
- External sales	159,380	-	-	159,380
- Inter-segment sales	-	2,598	(2,598)	-
	<u>159,380</u>	<u>2,598</u>	<u>(2,598)</u>	<u>159,380</u>
(Loss)/Profit from operation	(5,501)	2,552	-	(2,949)
Share of profit of associated companies and a joint venture	(531)	-	-	(531)
Segment (loss)/profit	<u>(6,032)</u>	<u>2,552</u>	<u>-</u>	<u>(3,480)</u>
Finance expense				<u>(296)</u>
Loss before income tax				<u>(3,776)</u>
Income tax credit				473
<b>Net loss</b>				<u><b>(3,303)</b></u>
<b>As at 31 December 2020</b>				
<b>Segment assets/liabilities</b>				
Segment assets	460,098	339,787	(127,436)	672,449
Associated companies and a joint venture	5,793	-	-	5,793
Unallocated assets				<u>4,507</u>
<b>Consolidated total assets</b>				<u><b>682,749</b></u>
Segment liabilities	200,295	14,912	(130,182)	85,025
Unallocated liabilities				<u>9,562</u>
<b>Consolidated total liabilities</b>				<u><b>94,587</b></u>
<b>6 months ended 31 December 2020</b>				
<b>Other segment items</b>				
Additions to property, plant and equipment	19,259	-	-	19,259
Fair value losses on financial assets designated as FVPL at initial recognition	-	6	-	6
Loss on disposal of property, plant and equipment	11	-	-	11
Interest income	(103)	(608)	-	(711)
Depreciation	8,154	-	-	8,154
Amortisation of intangible assets	136	-	-	136
Amortisation of capitalised letting fees	-	35	-	35
Fair value losses on investment properties – net	-	175	-	175
Currency translation loss - net	<u>1,160</u>	<u>-</u>	<u>-</u>	<u>1,160</u>

**YEO HIAP SENG LIMITED**

**Notes to the Condensed Interim Financial Statements  
for the six months and full year ended 31 December 2021**

**4. Segment information (continued)**

The segment information provided to the CEO for the reportable segments is as follows (continued):

	<b>Consumer food and beverage products \$'000</b>	<b>Others \$'000</b>	<b>Elimination \$'000</b>	<b>The Group \$'000</b>
<b>12 months ended 31 December 2021</b>				
Revenue				
- External sales	337,870	33	-	337,903
- Inter-segment sales	-	5,684	(5,684)	-
	<u>337,870</u>	<u>5,717</u>	<u>(5,684)</u>	<u>337,903</u>
(Loss)/Profit from operation	(9,927)	9,275	-	(652)
Share of profit of associated companies and a joint venture	425	-	-	425
Segment (loss)/profit	<u>(9,502)</u>	<u>9,275</u>	<u>-</u>	<u>(227)</u>
Finance expense				(503)
Loss before income tax				(730)
Income tax expense				(2,183)
<b>Net loss</b>				<u><b>(2,913)</b></u>
<b>As at 31 December 2021</b>				
<b>Segment assets/liabilities</b>				
Segment assets	469,073	331,938	(127,542)	673,469
Associated companies and a joint venture	6,196	-	-	6,196
Unallocated assets				5,249
<b>Consolidated total assets</b>				<u><b>684,914</b></u>
Segment liabilities	217,426	12,011	(136,783)	92,654
Unallocated liabilities				8,677
<b>Consolidated total liabilities</b>				<u><b>101,331</b></u>
<b>12 months ended 31 December 2021</b>				
<b>Other segment items</b>				
Additions to property, plant and equipment	16,127	-	-	16,127
Fair value gains on financial assets designated as FVPL at initial recognition	-	(2,182)	-	(2,182)
Loss on disposal of property, plant and equipment	366	-	-	366
Interest income	(332)	(789)	-	(1,121)
Depreciation	17,126	-	-	17,126
Amortisation of intangible assets	272	-	-	272
Amortisation of capitalised letting fees	-	72	-	72
Gain on liquidation of a subsidiary	(2)	-	-	(2)
Fair value losses on investment properties – net	-	620	-	620
Currency translation gain - net	(427)	37	-	(390)

## YEO HIAP SENG LIMITED

### Notes to the Condensed Interim Financial Statements for the six months and full year ended 31 December 2021

#### 4. Segment information (continued)

The segment information provided to the CEO for the reportable segments is as follows (continued):

	Consumer food and beverage products \$'000	Others \$'000	Elimination \$'000	The Group \$'000
<b>12 months ended 31 December 2020</b>				
Revenue				
- External sales	321,845	-	-	321,845
- Inter-segment sales	-	5,050	(5,050)	-
	<u>321,845</u>	<u>5,050</u>	<u>(5,050)</u>	<u>321,845</u>
(Loss)/Profit from operation	(16,050)	5,611	-	(10,439)
Share of profit of associated companies and a joint venture	325	-	-	325
Segment (loss)/profit	<u>(15,725)</u>	<u>5,611</u>	<u>-</u>	<u>(10,114)</u>
Finance expense				(621)
Loss before income tax				(10,735)
Income tax credit				703
<b>Net loss</b>				<u><b>(10,032)</b></u>
<b>As at 31 December 2020</b>				
<b>Segment assets/liabilities</b>				
Segment assets	460,098	339,787	(127,436)	672,449
Associated companies and a joint venture	5,793	-	-	5,793
Unallocated assets				4,507
<b>Consolidated total assets</b>				<u><b>682,749</b></u>
Segment liabilities	200,295	14,912	(130,182)	85,025
Unallocated liabilities				9,562
<b>Consolidated total liabilities</b>				<u><b>94,587</b></u>
<b>12 months ended 31 December 2020</b>				
<b>Other segment items</b>				
Additions to property, plant and equipment	24,174	-	-	24,174
Fair value losses on financial assets designated as FVPL at initial recognition	-	25	-	25
Loss on disposal of property, plant and equipment	33	-	-	33
Interest income	(481)	(2,070)	-	(2,551)
Depreciation	16,317	-	-	16,317
Amortisation of intangible assets	273	-	-	273
Amortisation of capitalised letting fees	-	69	-	69
Fair value losses on investment properties – net	-	175	-	175
Currency translation loss - net	772	7	-	779



## YEO HIAP SENG LIMITED

### Notes to the Condensed Interim Financial Statements for the six months and full year ended 31 December 2021

#### 4.1 Disaggregation of Revenue

	Consumer food and beverage products \$'000	Others \$'000	Total \$'000
<b>6 months ended 31 December 2021</b>			
<b>Types of goods or service:</b>			
Consumer food and beverage products	166,096	-	166,096
- Other products	2,450	33	2,483
- Warehousing services	-	-	-
Total revenue	<u>168,546</u>	<u>33</u>	<u>168,579</u>
<b>Timing of revenue recognition:</b>			
- At point of time	168,546	-	168,546
- Over time	-	33	33
Total revenue	<u>168,546</u>	<u>33</u>	<u>168,579</u>
<b>Geographical information:</b>			
- Singapore	38,356	-	38,356
- Malaysia	70,355	-	70,355
- China	18,724	-	18,724
- Other Asia Pacific countries	29,240	33	29,273
- Europe	6,352	-	6,352
- United States of America	5,519	-	5,519
Total revenue	<u>168,546</u>	<u>33</u>	<u>168,579</u>
<b>6 months ended 31 December 2020</b>			
<b>Types of goods or service:</b>			
Consumer food and beverage products	153,554	-	153,554
- Other products	3,493	-	3,493
- Warehousing services	-	2,333	2,333
Total revenue	<u>157,047</u>	<u>2,333</u>	<u>159,380</u>
<b>Timing of revenue recognition:</b>			
- At point of time	157,047	-	157,047
- Over time	-	2,333	2,333
Total revenue	<u>157,047</u>	<u>2,333</u>	<u>159,380</u>
<b>Geographical information:</b>			
- Singapore	36,258	2,333	38,591
- Malaysia	67,237	-	67,237
- China	16,327	-	16,327
- Other Asia Pacific countries	26,569	-	26,569
- Europe	4,981	-	4,981
- United States of America	5,675	-	5,675
Total revenue	<u>157,047</u>	<u>2,333</u>	<u>159,380</u>

**YEO HIAP SENG LIMITED**

**Notes to the Condensed Interim Financial Statements  
for the six months and full year ended 31 December 2021**

---

**4.1 Disaggregation of Revenue (continued)**

	<b>Consumer food and beverage products \$'000</b>	<b>Others \$'000</b>	<b>Total \$'000</b>
<b><u>12 months ended 31 December 2021</u></b>			
<b>Types of goods or service:</b>			
Consumer food and beverage products	331,553	-	331,553
- Other products	5,464	33	5,497
- Warehousing services	-	853	853
Total revenue	<u>337,017</u>	<u>886</u>	<u>337,903</u>
<b>Timing of revenue recognition:</b>			
- At point of time	337,017	-	337,017
- Over time	-	886	886
Total revenue	<u>337,017</u>	<u>886</u>	<u>337,903</u>
<b>Geographical information:</b>			
- Singapore	74,653	853	75,506
- Malaysia	143,494	-	143,494
- China	35,580	-	35,580
- Other Asia Pacific countries	59,085	33	59,118
- Europe	12,475	-	12,475
- United States of America	11,730	-	11,730
Total revenue	<u>337,017</u>	<u>886</u>	<u>337,903</u>
<b><u>12 months ended 31 December 2020</u></b>			
<b>Types of goods or service:</b>			
Consumer food and beverage products	309,607	-	309,607
- Other products	7,456	-	7,456
- Warehousing services	-	4,782	4,782
Total revenue	<u>317,063</u>	<u>4,782</u>	<u>321,845</u>
<b>Timing of revenue recognition:</b>			
- At point of time	317,063	-	317,063
- Over time	-	4,782	4,782
Total revenue	<u>317,063</u>	<u>4,782</u>	<u>321,845</u>
<b>Geographical information:</b>			
- Singapore	81,651	4,782	86,433
- Malaysia	127,959	-	127,959
- China	30,315	-	30,315
- Other Asia Pacific countries	57,919	-	57,919
- Europe	8,748	-	8,748
- United States of America	10,471	-	10,471
Total revenue	<u>317,063</u>	<u>4,782</u>	<u>321,845</u>

---

## YEO HIAP SENG LIMITED

### Notes to the Condensed Interim Financial Statements for the six months and full year ended 31 December 2021

---

#### 4.1 Disaggregation of Revenue (continued)

A breakdown of sales:

	The Group		Change %
	12 months ended 31 December 2021 \$'000	12 months ended 31 December 2020 \$'000	
Sales reported for first half year	169,324	162,465	4.2
Operating loss after tax reported for first half year	(1,205)	(6,729)	82.1
Sales reported for second half year	168,579	159,380	5.8
Operating loss after tax reported for second half year	(1,708)	(3,303)	48.3

#### 5. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 December 2021 and 31 December 2020:

	The Group		The Company	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
<b>Financial assets</b>				
Financial asset, at FVPL	3,557	28	-	-
Financial assets, at FVOCI	16,845	2,398	-	-
Cash and cash equivalents and trade and other receivables net of prepayments and deposits	306,231	329,080	125,912	128,188
	<u>326,633</u>	<u>331,506</u>	<u>125,912</u>	<u>128,188</u>
<b>Financial liabilities</b>				
Trade and other payables including lease liability net of contract liabilities	(87,284)	(82,267)	(17,683)	(20,987)
<b>Net financial assets</b>	<u>239,349</u>	<u>249,239</u>	<u>108,229</u>	<u>107,201</u>

**YEO HIAP SENG LIMITED**

**Notes to the Condensed Interim Financial Statements  
for the six months and full year ended 31 December 2021**

**6. Profit before taxation**

**6.1 Significant items**

	The Group			
	6 months ended 31 December 2021 \$'000	6 months ended 31 December 2020 \$'000	12 months ended 31 December 2021 \$'000	12 months ended 31 December 2020 \$'000
<b>(Income)/Expenses</b>				
Dividend income	(151)	(23)	(169)	(23)
Interest income	(624)	(711)	(1,121)	(2,551)
Rental Income	(4,071)	(2,611)	(7,120)	(5,221)
Currency translation (gain)/loss, net	(155)	1,160	(390)	779
Fair value (gain)/loss on financial asset designated as FVPL at initial recognition, net	(2,166)	6	(2,182)	25
Compensation from a customer for start-up and commissioning cost	(2,161)	-	(2,161)	-
Compensation from a customer for order obligation	(858)	-	(858)	-
(Write-back)/Impairment of trade receivables, net	(9)	2,149	(598)	2,750
Over provision of tax in respect of prior year	(8)	(235)	(8)	(150)
Fair value losses on investment properties, net	744	175	620	175
Interest expense on lease liabilities	238	296	503	621
Depreciation	9,108	8,154	17,126	16,317
Amortisation of intangible assets	136	136	272	273
Amortisation of capitalised letting fees	37	35	72	69
Write-down of inventories, net	1,727	1,391	2,322	4,079
Loss on disposal of property plant and equipment, net	354	11	366	33
Settlement with a distributor in Cambodia	1,007	-	1,007	-
Cost of raw materials and trading goods included in cost of sales*	97,716	91,332	189,415	181,374
Advertising and promotion expenses **	10,565	7,087	25,431	20,584

\* : Cost of raw materials and trading goods included in cost of sales is arrived at net of the \$240,222 for 6 months and 12 months ended 31 December 2021 (2020: Nil) reimbursement from related parties.

\*\* : Advertising and promotion expenses is arrived at net of the \$396,102 for 6 months and 12 months ended 31 December 2021 (2020: Nil) reimbursement from related parties.

## YEO HIAP SENG LIMITED

### Notes to the Condensed Interim Financial Statements for the six months and full year ended 31 December 2021

---

#### 6.2 Related party transactions

In addition to information disclosed elsewhere in the financial statements, the following transactions took place between the Group and related parties during the financial period at terms agreed between the parties:

	The Group			
	6 months ended 31 December 2021 \$'000	6 months ended 31 December 2020 \$'000	12 months ended 31 December 2021 \$'000	12 months ended 31 December 2020 \$'000
Amount billed by Far East Orchard Limited Group:				
- Purchases of services	(1)	(1)	(2)	(2)
- Rental expense	(15)	(15)	(29)	(29)
Amount billed to/(by) Sino Land Company Limited Group:				
- Sales of goods	135	39	200	68
- Reimbursement of expenses/costs	636	-	636	-
- Rental expense	(54)	(56)	(104)	(112)
- Purchases of services	(8)	(7)	(16)	(17)
Amount billed to/(by) other related parties:				
- Sales of goods	779	256	883	463
- Purchase of services	-	(181)	-	(523)
- Reimbursement of expenses/costs	1	-	1	-
Amount billed to/(by) TM Foods Sdn. Bhd.:				
- Sales of goods	29	50	66	57
- Purchases of goods	(2,837)	(4,278)	(6,310)	(7,267)
Service/Lease commitment payable to:				
- Far East Orchard Limited Group	(29)	(29)	(29)	(29)
- Sino Land Company Limited Group	(135)	(28)	(135)	(28)
- Other related parties	(1,665)	-	(1,665)	-

Far East Orchard Limited is a fellow subsidiary of the Company.

Sino Land Company Limited is a shareholder of the Company.

TM Foods Sdn. Bhd. is an associated company of the Group.

Other related parties comprise companies that are controlled or significantly influenced by the Group's key management personnel, directors or the shareholders of the Company's ultimate holding company.

## YEO HIAP SENG LIMITED

### Notes to the Condensed Interim Financial Statements for the six months and full year ended 31 December 2021

---

#### 7. Income taxes

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 interim consolidated statement of profit or loss are:

	The Group			
	6 months ended 31 December 2021 \$'000	6 months ended 31 December 2020 \$'000	12 months ended 31 December 2021 \$'000	12 months ended 31 December 2020 \$'000
Current income tax expense	1,992	1,418	3,929	3,123
Deferred income tax credit relating to origination and reversal of temporary differences	(696)	(1,891)	(1,746)	(3,826)
	<u>1,296</u>	<u>(473)</u>	<u>2,183</u>	<u>(703)</u>

#### 8. Dividends

	The Group	
	2021 \$'000	2020 \$'000
<i>Ordinary dividends paid</i>		
Final dividend paid in respect of the previous financial year of 2 cents (2020: 2 cents) per share, tax exempt (1-tier)		
- new shares issued	9,569	-
- cash	2,029	11,598
Special dividend paid in 2020 in respect of the previous financial year of 1 cent per share, tax exempt (1-tier)	-	5,799
	<u>11,598</u>	<u>17,397</u>

The directors have proposed a final dividend of 2 cents per ordinary share, tax exempt (1-tier) amounting to \$11,813,000 for approval by shareholders at the forthcoming annual general meeting to be convened for the financial year ended 31 December 2021.

#### 9. Net Asset Value

	The Group		The Company	
	2021 Cents	2020 Cents	2021 Cents	2020 Cents
Net asset value per ordinary share	<u>98.80</u>	<u>101.42</u>	<u>86.72</u>	<u>88.20</u>

---

**YEO HIAP SENG LIMITED**

**Notes to the Condensed Interim Financial Statements  
for the six months and full year ended 31 December 2021**

**10. Trade and other receivables**

	<b>The Group</b>		<b>The Company</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Trade receivables				
- Non-related parties	63,028	55,559	-	-
- Related parties	1,016	223	-	-
	64,044	55,782	-	-
Less: Loss allowance for trade receivables				
- Non-related parties	(2,213)	(3,013)	-	-
Trade receivables – net	61,831	52,769	-	-
Other receivables				
- Non-related parties	5,262	5,457	300	484
- Subsidiaries	-	-	65,578	63,714
- Government grant receivable	992	347	-	5
Other receivables – net	6,254	5,804	65,878	64,203
Loan to a non-related party	1,080	-	1,080	-
Staff loans	58	56	-	-
Deposits	1,670	1,346	40	37
Prepayments	2,460	950	333	33
<b>Trade and other receivables - Current</b>	<b>73,353</b>	<b>60,925</b>	<b>67,331</b>	<b>64,273</b>
Deposits	1,260	2,613	-	-
Loan to a non-related party	4,393	4,941	4,393	4,941
<b>Trade and other receivables - Non-current</b>	<b>5,653</b>	<b>7,554</b>	<b>4,393</b>	<b>4,941</b>
<b>Total trade and other receivables</b>	<b>79,006</b>	<b>68,479</b>	<b>71,724</b>	<b>69,214</b>

Other receivables from non-related parties and subsidiaries are unsecured, interest-free and repayable on demand for the Group and the Company.

Loans to a non-related party are unsecured, interest-bearing at the average prime lending rate for Singapore Dollars plus 2% per annum and will be repayable in full by 26 June 2026 for the Group and the Company.

Related parties refer to the related companies of the ultimate holding company and companies that are controlled or significantly influenced by the Group's key management personnel, directors or the shareholders of the Company's ultimate holding company.

**YEO HIAP SENG LIMITED**

**Notes to the Condensed Interim Financial Statements  
for the six months and full year ended 31 December 2021**

**11. Other financial assets**

Other financial assets are analysed as follows:

	<b>The Group</b>	
	<b>31 December 2021</b>	<b>31 December 2020</b>
	<b>\$'000</b>	<b>\$'000</b>
<u>Financial assets designated at FVOCI</u>		
Listed equity securities – Hong Kong	6,851	507
Listed equity securities – USA	1,864	1,631
Listed equity securities – Japan	32	40
Listed equity securities – Europe	212	220
Listed real estate investment trusts and business trusts – Singapore	7,886	-
	16,845	2,398
<u>Financial assets designated at FVPL</u>		
Listed equity securities – Singapore	-	28
Unquoted equity securities – Singapore	3,557	-
	3,557	28
	20,402	2,426

Fair value measurements

The following table presents assets and liabilities measured at fair value and classified by level of the following fair value measurement hierarchy:

- (i) quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- (ii) inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (Level 2); and
- (iii) inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

The following table presented the assets measured at fair value:

	<b>Level 1 and Total</b>
	<b>\$'000</b>
<b>The Group</b>	
<b>31 December 2021</b>	
<b>Assets</b>	
Financial assets, at FVPL	3,557
Financial assets, at FVOCI	16,845
	16,845
<b>31 December 2020</b>	
<b>Assets</b>	
Financial assets, at FVPL	28
Financial assets, at FVOCI	2,398
	2,398



**YEO HIAP SENG LIMITED**

**Notes to the Condensed Interim Financial Statements  
for the six months and full year ended 31 December 2021**

---

**12. Intangible assets**

	Note	The Group	
		31 December 2021	31 December 2020
		\$'000	\$'000
<u>Composition:</u>			
Goodwill	(a)	-	-
Trademark licence and bottling right	(b)	3,522	3,727
Computer software licences	(c)	1,179	1,246
		<u>4,701</u>	<u>4,973</u>

(a) Goodwill arising on consolidation

	The Group	
	31 December 2021	31 December 2020
	\$'000	\$'000
<i>Cost</i>		
Beginning and end of financial period	5,361	5,361
<i>Accumulated impairment losses</i>		
Beginning and end of financial period	(5,361)	(5,361)
Net book value	<u>-</u>	<u>-</u>

Goodwill is allocated to the Group's cash-generating units ("CGUs") identified within the consumer food and beverage products business segment in the People's Republic of China.

The goodwill in the CGUs was fully impaired in 2008.

(b) Trademark licence and bottling right

	The Group	
	31 December 2021	31 December 2020
	\$'000	\$'000
<i>Cost</i>		
Beginning and end of financial year	<u>4,122</u>	<u>4,122</u>
<i>Accumulated amortisation</i>		
Beginning of financial period	(395)	(189)
Amortisation charge	(205)	(206)
End of financial period	<u>(600)</u>	<u>(395)</u>
Net book value	<u>3,522</u>	<u>3,727</u>

Trademark licence and bottling right acquired are initially recognised at cost and are subsequently carried at cost less accumulated amortisation and accumulated impairment losses. These costs are amortised to profit or loss using the straight-line method over 20 periods, which is the shorter of the estimated useful life and period of contractual right.

## YEO HIAP SENG LIMITED

### Notes to the Condensed Interim Financial Statements for the six months and full year ended 31 December 2021

---

#### 12. Intangible assets (continued)

##### (c) Computer software licences

	The Group	
	31 December 2021 \$'000	31 December 2020 \$'000
<i>Cost</i>		
Beginning and end of financial period	1,341	1,341
<i>Accumulated amortisation</i>		
Beginning of financial period	(95)	(28)
Amortisation charge	(67)	(67)
End of financial period	(162)	(95)
Net book value	1,179	1,246

Acquired computer software licences are initially capitalised at cost which includes the purchase price (net of any discounts and rebates) and other directly attributable costs of preparing the asset for its intended use. Direct expenditures including employee costs, which enhance or extend the performance of computer software beyond its specifications and which can be reliably measured, are added to the original cost of the software. Costs associated with maintaining the computer software are expensed off when incurred.

Computer software licences are subsequently carried at cost less accumulated amortisation and accumulated impairment losses. The cost is amortised to profit or loss using the straight-line method over its estimated useful life of 20 periods.

(d) Amortisation expense on intangible assets included in the consolidated statement of comprehensive income for the six months ended 31 December 2021 is analysed as follows:

	The Group	
	31 December 2021 \$'000	31 December 2020 \$'000
Cost of sales	103	103
Administrative expenses	33	33
Total	136	136

#### 13. Property, plant and equipment

During the six months ended 31 December 2021, the Group acquired assets amounting to \$5,989,000 (six months ended 31 December 2020: \$19,259,000) and disposed of assets amounting to \$616,000 (six months ended 31 December 2020: \$731,000). In addition, the Group recognised an Enterprise Development Grant of \$850,000 (six months ended 31 December 2020: Nil) from the Enterprise Singapore Board and was deducted in arriving the carrying amount of the asset.

---

## YEO HIAP SENG LIMITED

### Notes to the Condensed Interim Financial Statements for the six months and full year ended 31 December 2021

---

#### 14. Investment properties

The Group's investment properties consist of both commercial and industrial properties, held for long-term rental yields and/or capital appreciation and are not substantially occupied by the Group. They are mainly leased to third parties under operating leases.

	The Group		The Company	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	\$'000	\$'000	\$'000	\$'000
Beginning of financial period	52,856	52,312	80,037	79,883
Currency translation differences	438	788	-	-
Additions	-	-	1,352	4,367
Disposal	-	-	(206)	(592)
Amortisation/Write-down	(72)	(69)	-	-
Net fair value losses recognised in profit or loss, under "other gains and losses"	(620)	(175)	(1,616)	(3,621)
End of financial period	<u>52,602</u>	<u>52,856</u>	<u>79,567</u>	<u>80,037</u>

#### Valuation processes of the Group

The Group engages external, independent and qualified valuers to determine the fair value of the Group's properties at the end of every financial year. As at 31 December 2021, the fair values of the investment properties were derived based on the adjusted sales comparison approach, income capitalisation approach and depreciated replacement cost method.

The fair value measurement for all investment properties of the Group and the Company of \$52,602,000 (2020: \$52,856,000) and \$79,567,000 (2020: \$80,037,000) respectively, have been categorised as Level 3 fair values.

The following table reconciles the net carrying value of the investment property to the fair value:

	31 December 2021	31 December 2020
	\$'000	\$'000
<b>The Company</b>		
Fair value of investment property	66,000	66,000
Add: Carrying amount of lease liabilities	13,567	14,037
Carrying amount of investment property	<u>79,567</u>	<u>80,037</u>

#### Reconciliation of movements in Level 3 fair value measurement

There are no transfers into or out of Level 3 during the years ended 31 December 2021 and 2020.

## YEO HIAP SENG LIMITED

### Notes to the Condensed Interim Financial Statements for the six months and full year ended 31 December 2021

---

#### 15. Share capital

	31 December 2021		31 December 2020	
	Number of shares <u>'000</u>	Amount \$ <u>'000</u>	Number of shares <u>'000</u>	Amount \$ <u>'000</u>
Beginning of financial period	579,911	228,245	579,911	228,245
Issue of new share pursuant to Scrip Dividend Scheme	10,752	9,569	-	-
End of financial period	<u>590,663</u>	<u>237,814</u>	<u>579,911</u>	<u>228,245</u>

The Company has not issued any convertibles nor holds any treasury shares as at 31 December 2021 and 31 December 2020.

The Company's subsidiaries do not hold any shares in the Company as at 31 December 2021 and 31 December 2020.

There were no sales, transfers, disposal, cancellation and/or use of treasury shares and subsidiary holdings as at 31 December 2021 and 31 December 2020.

#### 16. Litigations

Over the course of 2021, a wholly-owned indirect subsidiary in Malaysia, Yeo Hiap Seng Trading Sdn Bhd ("YHS Trading"), was engaged in litigation amounting in aggregate to Malaysian Ringgit 13.7 million, after YHS Trading had terminated its non-exclusive distribution agreements with the Sengjaya group of companies ("Sengjaya"). The High Court of Malaya at Shah Alam had awarded the cases in favour of YHS Trading in all the lawsuits. Sengjaya, however, had appealed and the cases are pending decision by the Court of Appeal sometime in 2022.

In January 2022, Sengjaya had issued to YHS Trading, a letter of demand for sums amounting to Malaysian Ringgit 3.8 million. These are allegedly in relation to a series of miscellaneous trading related debts, that are substantially either unmerited and or are unrelated to YHS Trading as they arise from monies owing by Sengjaya's own debtors. YHS Trading disputes these debts and has instructed our lawyers to refute and reject this letter of demand.

**Other Information Required by Listing Rule Appendix 7.2  
for the six months and full year ended 31 December 2021**

## YEO HIAP SENG LIMITED AND ITS SUBSIDIARIES

### Other Information Required by Listing Rule Appendix 7.2 for the six months and full year ended 31 December 2021

---

#### OTHER INFORMATION

1. In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:

- (a) the amount repayable in one year or less, or on demand
- (b) the amount repayable after one year;
- (c) whether the amounts are secured or unsecured; and
- (d) details of any collaterals.

The Group and the Company do not have any borrowings and debt securities.

#### Details of any collateral

Not applicable.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The condensed consolidated balance sheets of Yeo Hiap Seng Limited and its subsidiaries as at 31 December 2021 and the related condensed consolidated statement of comprehensive income, condensed statements of changes in equity and condensed consolidated statement of cash flows for the financial year ended 31 December 2021 and certain explanatory notes have not been audited or reviewed.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter).

Not applicable.

- 3(A) Where the latest financial statements are subject to an adverse opinion, qualified or disclaimer of opinion:

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

Not applicable.

**YEO HIAP SENG LIMITED AND ITS SUBSIDIARIES**

**Other Information Required by Listing Rule Appendix 7.2  
for the six months and full year ended 31 December 2021**

4. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

**Earnings per ordinary share of the Group**

	Group		Group	
	12 Months		6 Months	
	01.01.2021 to 31.12.2021	01.01.2020 to 31.12.2020	01.07.2021 to 31.12.2021	01.07.2020 to 31.12.2020
Earnings per ordinary share for the period based on net loss attributable to equity holders of the Company during the period:-				
(a) Based on weighted average number of ordinary shares in issue (cents)	(0.50)	(1.73)	(0.29)	(0.57)
(b) On a fully diluted basis (cents)	(0.50)	(1.73)	(0.29)	(0.57)
Weighted average number of ordinary shares in issue for calculation of basic earnings per share ('000)	585,420	579,911	590,663	579,911
Weighted average number of ordinary shares in issue for calculation of diluted earnings per share ('000)	585,420	579,911	590,663	579,911

## YEO HIAP SENG LIMITED AND ITS SUBSIDIARIES

### Other Information Required by Listing Rule Appendix 7.2 for the six months and full year ended 31 December 2021

---

5. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-
- a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
  - b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.
- 5(a) Year to Date Results - 12 months ended 31 December 2021 vs. 12 months ended 31 December 2020

#### Group performance

Group revenue for FY2021 grew 5.0% Y/Y from \$321.8 million to \$337.9 million where we saw improvements across most of our markets. Core Yeo's F&B revenue grew at a faster pace of 10.9% Y/Y to \$304.1 million, accounting for 90% of total Group revenue (FY2020: 85%), as we continue our strategy to optimise our portfolio.

During the year, many of our markets turned in double-digit increase to their revenue, including Malaysia, Mainland China, Indonesia and Europe. Their strong performances helped drive the significant reduction in the net loss for the Group.

Gross Profit for FY2021 increased 10.0% Y/Y to \$100.4 million, taking GP margin higher by 1.3 percentage points to 29.7%, despite the cost pressure we experienced on raw materials and freight during the year. Our conscious efforts in improving our sales mix and product portfolio had paid off, and we will continue to finesse our product strategy into FY2022.

Other income increased by 3.5% Y/Y to \$8.4 million, mainly from higher rental income, offset by lower interest income.

Other gains and losses increased \$4.2 million Y/Y to \$3.8 million, mainly due to fair value gains on investments in financial assets made during the year, compensation from a customer, partially offset by settlement with a distributor in Cambodia and higher fair value losses on investment properties

Higher income tax expense was recognised for operating profits in certain subsidiaries and unutilised tax losses not recognised as deferred tax credit.

Net loss for the financial year reduced substantially by 71% to \$2.9 million, as the Group continues to drive positive momentum in core Yeo's F&B revenue with strong focus on our profit margin.



## YEO HIAP SENG LIMITED AND ITS SUBSIDIARIES

### Other Information Required by Listing Rule Appendix 7.2 for the six months and full year ended 31 December 2021

---

#### 5(b) Second Half Year Results - 6 months ended 31 December 2021 vs. 6 months ended 31 December 2020

##### Group performance

Group revenue for H2 FY2021 grew 5.9% Y/Y from \$159.4 million to \$168.6 million, led by strength from most of our markets. Core Yeo's F&B revenue grew 7.4% Y/Y to \$150.2 million, accounting for 89% of total Group revenue (H2 FY2020: 88%), as we continue our strategy to optimise our portfolio.

Gross Profit for H2 FY2021 increased 6.8% Y/Y to \$46.4 million, taking GP margin higher to 27.5% (H2 FY2020: 27.3%). The stronger margin was an outcome of the Group's conscious efforts in improving our sales mix and product portfolio despite the cost pressure we experienced on raw materials and freight during the period.

Other income increased by 31.8% Y/Y to \$4.8 million, mainly from higher rental income, offset by lower interest income.

Other gains and losses increased \$4.2 million Y/Y to \$3.8 million, mainly due to fair value gains on investments in financial assets, compensation from a customer, partially offset by settlement with a distributor in Cambodia and higher fair value losses on investment properties.

Higher income tax expense was recognised for operating profits in certain subsidiaries and unutilised tax losses not recognised as deferred tax credit.

Net loss for the period reduced substantially by 48% to \$1.7 million, as the Group continues to drive positive momentum in core Yeo's F&B revenue with strong focus on our profit margin.

#### 5(c) Consolidated Balance Sheet – 31 December 2021 vs. 31 December 2020

Current assets decreased by \$13.4 million from \$376.0 million to \$362.6 million mainly due to:

- (i) Decrease in cash and cash equivalents by \$33.2 million largely arising from additions to financial assets of \$17.9 million and payments for purchases of and deposits for property, plant and equipment of \$12.3 million; and partially offset by
- (ii) Increase in trade and other receivables (current) by \$12.4 million from higher sales; and
- (iii) Increase in inventories by \$6.9 million due to stock built up for the festive season.

Non-current assets increased by \$15.6 million from \$306.7 million to \$322.3 million mainly due to increase in other financial assets by \$18.0 million from investment in REITs and Business Trusts; and partially offset by decrease in trade and other receivables (non-current) by \$1.9 million.

Current liabilities increased by \$8.5 million to \$77.8 million from higher trade and other payables of \$10.1 million due to the timing of purchase.

Non-current liabilities decreased by \$1.8 million from \$25.3 million to \$23.5 million mainly from decrease in lease liabilities by \$1.6 million as a result of repayment.

---

## YEO HIAP SENG LIMITED AND ITS SUBSIDIARIES

### Other Information Required by Listing Rule Appendix 7.2 for the six months and full year ended 31 December 2021

---

#### 5(d) Consolidated Statement of Cash Flows

##### Year to Date Results - 12 months ended 31 December 2021 vs. 12 months ended 31 December 2020

The Group registered a net decrease in cash and cash equivalents of \$33.2 million for the financial year ended 31 December 2021.

Net operating cash outflows for the Group of \$0.2 million was mainly contributed by higher trade and other receivables and inventories balances as a result of higher sales and stock built up for the festive season.

Net cash outflows from investing activities of \$28.7 million was mainly from additions to financial assets of \$17.9 million and payments for purchases of and deposits for property, plant and equipment of \$12.3 million.

Net cash outflow from financing activities of \$5.5 million was mainly due to dividends paid to equity holders of the Company of \$2.0 million and repayment of lease liabilities of \$2.9 million.

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

Not applicable.

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

In this environment of operating cost inflation and supply chain uncertainty, we will build on our positive momentum and continue to drive core Yeo's F&B growth, net price increase, SKU rationalization and cost reduction.

*This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate movements, cost of capital and capital availability, competition from other companies and venues for sale/manufacture/distribution of goods and services, shift in customer demands, customers and partners, changes in operating expenses, including employee wages, benefits and training, and governmental and public policy changes. You are cautioned not to place undue reliance on these forward-looking statements, which are based on current view of management on future events*

## YEO HIAP SENG LIMITED AND ITS SUBSIDIARIES

### Other Information Required by Listing Rule Appendix 7.2 for the six months and full year ended 31 December 2021

---

#### 8. If a decision regarding dividend has been made:

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

The Board of Directors is pleased to recommend the following dividend in respect of financial year ended 31 December 2021 for approval by shareholders at the next Annual General Meeting to be convened.

Name of Dividend	Proposed final
Dividend type	Cash/Scrip
Dividend amount	S\$0.02 per ordinary share

The Company's Scrip Dividend Scheme ("Scheme") will be applicable to the final dividend, subject to receipt of shareholders' approval at the Annual General Meeting for the final dividend and the allotment and issue of new shares pursuant to the Scheme. Information on the books closure, payment date and application of the Scheme to the final dividend will be announced at a later date.

(b) (i) Amount per Share : 2.0 cents.

(ii) Previous corresponding period : 2.0 cents.

Name of Dividend	Final
Dividend type	Cash/Scrip
Dividend amount	S\$0.02 per ordinary share

##### (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 where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Tax-exempt (one-tier).

##### (d) The date the dividend is payable.

To be announced later.

##### (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.

To be announced later.

#### 9. If no dividend has been declared/recommended, a statement to that effect and far

Not applicable.

---

## YEO HIAP SENG LIMITED AND ITS SUBSIDIARIES

### Other Information Required by Listing Rule Appendix 7.2 for the six months and full year ended 31 December 2021

---

- 10. If the Group has obtained a general mandate from shareholders for IPTs, 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.**

The Group has not obtained a general mandate from shareholders of the Company for Interested Person Transactions.

- 11. Confirmation that issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).**

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

- 12. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

#### 12.1 Consumer food & beverage products

The improvement in revenue and segment profit of \$16.0 million and \$6.2 million respectively for consumer food and beverage products for the financial year ended 31 December 2021 was mainly due to higher sales and margins as disclosed in Note 5 (a).

#### 12.2 Others

The increased in segment profit of \$3.7 million for the financial year ended 31 December 2021 was mainly due to fair value gains on financial assets and higher rental income.

- 13. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the prescribed format. If there are no such persons, the issuer must make an appropriate negative statement.**

Pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST"), the Company confirms that, to the best of its knowledge, belief and information, none of the persons occupying managerial positions in the Company or any of its principal subsidiaries is a relative of a director or the chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

Tan Pek Bhee  
Company Secretary  
25 February 2022

---