



**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS (“2H”) AND FULL YEAR (“FY”) ENDED 31
DECEMBER 2022**

TABLE OF CONTENTS

	<u>Page</u>
A. Condensed interim consolidated statements of profit or loss and other comprehensive income	3
B. Condensed interim statements of financial position	4
C. Condensed interim statements of changes in equity	5
D. Condensed interim consolidated statements of cash flows	7
E. Notes to the condensed interim consolidated financial statements	8
F. Other information required under the SGX-ST Listing Manual Section B: Rules of Catalyst	20

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

GROUP						
Note	2H2022 S\$'000	2H2021 S\$'000	Increase/ (Decrease) %	FY2022 S\$'000	FY2021 S\$'000	Increase/ (Decrease) %
Revenue	43,565	33,702	29.3	75,299	65,106	15.7
Other operating income	481	1,299	(63.0)	1,576	2,803	(43.8)
Changes in inventories of finished goods and work-in-progress	3,393	(451)	NM	4,995	2,593	92.6
Materials and consumables used and other direct costs	(27,487)	(17,650)	55.7	(46,748)	(37,837)	23.6
Employee benefits expense	(11,801)	(10,501)	12.4	(21,225)	(20,024)	6.0
Depreciation and amortisation expenses	(2,208)	(2,003)	10.2	(4,354)	(3,961)	9.9
Impairment loss on financial assets	(29)	(482)	(94)	(48)	(554)	(91.3)
Impairment of goodwill	(949)	(96)	NM	(1,299)	(96)	NM
Other operating expenses	(2,627)	(1,952)	34.6	(4,935)	(3,474)	42.1
Finance costs	(237)	(212)	11.8	(484)	(445)	8.8
Profit before tax	2,101	1,654	27.0	2,777	4,111	(32.5)
Income tax (expense) credit	(516)	81	NM	(809)	(368)	NM
Profit for the period/year	1,585	1,735	(8.7)	1,968	3,743	(47.4)
Other comprehensive income, after tax:						
<i>Items that will not be reclassified subsequently to profit or loss</i>						
- Fair value loss on investments in equity instruments designated as at FVTOCI	-	-	-	(56)	-	NM
<i>Items that may be reclassified subsequently to profit or loss</i>						
- Fair value loss on investments in debt instruments measured at FVTOCI	(57)	(11)	NM	(143)	(30)	NM
- Exchange differences on translation of foreign operations	152	18	NM	234	33	NM
Other comprehensive income for the period/year, net of tax	95	7	NM	35	3	NM
Total comprehensive income for the period/year	1,680	1,742	(3.6)	2,003	3,746	(46.6)
Profit/(Loss) attributable to:						
Owners of the Company	1,545	1,565	(1.3)	2,188	3,326	(34.2)
Non-controlling interests	40	170	NM	(220)	417	NM
	1,585	1,735	(8.7)	1,968	3,743	(47.4)
Total comprehensive income/(loss) attributable to:						
Owners of the Company	1,586	1,565	1.3	2,140	3,318	(35.5)
Non-controlling interests	94	177	(46.9)	(137)	428	NM
	1,680	1,742	(3.6)	2,003	3,746	(46.6)

NM: Not meaningful
FVTOCI: Fair value through other comprehensive income

B. Condensed interim statements of financial position

	Note	GROUP		COMPANY	
		As at December 31, 2022 S\$'000	As at December 31, 2021 S\$'000	As at December 31, 2022 S\$'000	As at December 31, 2021 S\$'000
ASSETS					
Current assets					
Cash and bank balances		17,320	24,248	3,532	7,933
Derivative financial instruments		1	-	-	-
Trade and other receivables		17,310	12,051	5,225	166
Inventories		19,667	14,659	-	-
Total current assets		54,298	50,958	8,757	8,099
Non-current assets					
Property, plant and equipment	9	24,290	17,059	4	10
Right-of-use assets		8,437	7,085	-	-
Intangible assets	10	2,549	4,231	-	-
Investment in subsidiaries		-	-	3,564	3,564
Investments in financial assets	11	3,009	4,681	2,453	4,541
Other receivables		-	514	-	-
Total non-current assets		38,285	33,570	6,021	8,115
Total assets		92,583	84,528	14,778	16,214
EQUITY AND LIABILITIES					
Current liabilities					
Trade and other payables		17,679	14,127	331	294
Lease liabilities	12	1,575	1,467	-	-
Bank borrowings	12	1,604	1,106	-	-
Derivative financial instruments		-	47	-	-
Income tax payable		970	770	-	-
Total current liabilities		21,828	17,517	331	294
Non-current liabilities					
Other payables		4	34	-	-
Deferred tax liabilities		1,380	1,450	-	-
Lease liabilities	12	7,160	5,960	-	-
Bank borrowings	12	6,883	3,754	-	-
Total non-current liabilities		15,427	11,198	-	-
CAPITAL AND RESERVES					
Share capital	13	11,351	11,351	11,351	11,351
Accumulated profits		41,894	41,586	2,672	4,002
Reserves		308	328	424	567
Equity attributable to owners of the Company		53,553	53,265	14,447	15,920
Non-controlling interests		1,775	2,548	-	-
Total equity		55,328	55,813	14,447	15,920
Total equity and liabilities		92,583	84,528	14,778	16,214

C. Condensed interim statements of changes in equity

Group	Note	Share capital S\$'000	Accumulated profits S\$'000	Reserves S\$'000	Equity attributable to owners of the Company S\$'000	Non-controlling interests S\$'000	Total S\$'000
Balance as at January 1, 2022		11,351	41,586	328	53,265	2,548	55,813
Transactions with owners, recognised directly in equity:							
Dividends paid to owners of the Company	8	-	(1,880)	-	(1,880)	-	(1,880)
Dividends paid to non-controlling interests		-	-	-	-	(700)	(700)
Non-controlling interest arising from incorporation of a subsidiary		-	-	-	-	98	98
Effects of acquiring part of non-controlling interest in subsidiaries		-	-	28	28	(34)	(6)
Total		-	(1,880)	28	(1,852)	(636)	(2,488)
Total comprehensive income for the year:							
Profit for the year		-	2,188	-	2,188	(220)	1,968
Other comprehensive (loss)/income for the year		-	-	(48)	(48)	83	35
Total		-	2,188	(48)	2,140	(137)	2,003
Balance as at December 31, 2022		11,351	41,894	308	53,553	1,775	55,328
Balance as at January 1, 2021		11,351	39,271	336	50,958	2,320	53,278
Transactions with owners, recognised directly in equity:							
Dividends paid to owners of the Company	8	-	(1,011)	-	(1,011)	-	(1,011)
Dividends paid to non-controlling interests		-	-	-	-	(200)	(200)
Total		-	(1,011)	-	(1,011)	(200)	(1,211)
Total comprehensive income for the year:							
Profit for the year		-	3,326	-	3,326	417	3,743
Other comprehensive (loss)/income for the year		-	-	(8)	(8)	11	3
Total		-	3,326	(8)	3,318	428	3,746
Balance as at December 31, 2021		11,351	41,586	328	53,265	2,548	55,813

C. Condensed interim statement of changes in equity (cont'd)

Company	Note	Share capital S\$'000	Accumulated profits S\$'000	Reserves S\$'000	Total S\$'000
Balance as at January 1, 2022		11,351	4,002	567	15,920
Transaction with owners, recognised directly in equity:					
Dividends paid	8	-	(1,880)	-	(1,880)
Total comprehensive income for the year:					
Profit for the year		-	550	-	550
Other comprehensive loss for the year		-	-	(143)	(143)
Total		-	550	(143)	407
Balance as at December 31, 2022		11,351	2,672	424	14,447
Balance as at January 1, 2021		11,351	3,744	597	15,692
Transaction with owners, recognised directly in equity:					
Dividends paid	8	-	(1,011)	-	(1,011)
Total comprehensive income for the year:					
Profit for the year		-	1,269	-	1,269
Other comprehensive loss for the year		-	-	(30)	(30)
Total		-	1,269	(30)	1,239
Balance as at December 31, 2021		11,351	4,002	567	15,920

D. Condensed interim consolidated statement of cash flow

	Note	GROUP	
		FY2022 S\$'000	FY2021 S\$'000
Operating activities			
Profit before taxation		2,777	4,111
Adjustments for:			
Amortisation of intangible assets	10	383	390
Depreciation of property, plant and equipment	6	2,244	1,791
Depreciation of right-of-use assets	6	1,727	1,780
Dividend income	6	(72)	(71)
Fair value changes on derivative financial instruments	6	(48)	49
Gain on disposal of financial assets	6	-	(16)
Gain on lease modification		(2)	(26)
Impairment loss on financial assets		48	554
Impairment of goodwill		1,299	96
Interest expense		401	367
Interest income	6	(97)	(69)
Loss/(Gain) on disposal of property, plant and equipment	6	28	(153)
Net loss/(gain) arising on financial assets measured at FVTPL ⁽¹⁾	6	206	(89)
Property, plant and equipment written off	6	7	67
Allowance for inventories and inventories written off	6	25	105
Operating cash flows before movements in working capital		8,926	8,886
Inventories		(5,116)	(2,735)
Trade and other receivables		(5,348)	2,583
Trade and other payables		3,579	(1,654)
Cash flows generated from operations		2,041	7,080
Income tax paid		(680)	(373)
Net cash from operating activities		1,361	6,707
Interest received		97	69
Dividends received		72	71
Deposit paid for purchase of property		-	(514)
Proceeds from disposal of property, plant and equipment		107	183
Proceed from disposal of quoted shares		2,225	2
Purchase of property, plant and equipment		(3,724)	(1,273)
Investment in financial assets measured at FVTPL ⁽¹⁾		(958)	(847)
Investment in quoted debt securities measured at FVTOCI ⁽²⁾		-	(250)
Investment in equity instrument designated at FVTOCI ⁽²⁾		-	(50)
Payment of contingent consideration		-	(800)
Net cash used in investing activities		(2,181)	(3,409)
Contribution by non-controlling interest		98	-
Acquisition of non-controlling interest in subsidiaries		(6)	-
Dividends paid		(2,580)	(1,211)
Interest paid		(401)	(367)
Repayment of lease liabilities		(1,768)	(1,755)
Repayment of bank borrowings		(1,498)	(1,031)
Net cash used in financing activities		(6,155)	(4,364)
Net decrease in cash and cash equivalents		(6,975)	(1,066)
Cash and cash equivalents at beginning of the year		24,035	25,076
Effect of foreign exchange rate changes		47	25
Cash and cash equivalents at end of the year⁽³⁾		17,107	24,035

(1) FVTPL: Fair value through profit or loss.

(2) FVTOCI: Fair value through other comprehensive income.

(3) Excludes pledged fixed deposit of S\$0.2 million in FY2022 (FY2021: S\$0.2 million).

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

WONG FONG INDUSTRIES LIMITED (“**Wong Fong**” or the “**Company**”) (Registration No. 201500186D) is incorporated in Singapore with its principal place of business and registered office at 79 Joo Koon Circle, Singapore 629107. The Company is listed on the Catalist board of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”). These condensed interim consolidated financial statements as at and for 2H2022 and FY2022 comprise the Company and its subsidiaries (collectively, the “**Group**”).

The principal activity of the Company is that of investment holding, and business and management consultancy services. The Group is one of the leading providers of land transport engineering solutions and systems for various industries in Singapore, Malaysia and Myanmar with a growing training and education business.

The Company is a subsidiary of Wong Fong Investments Pte. Ltd., a company incorporated in Singapore, which is also the ultimate holding company.

2. Basis of preparation

The condensed interim financial statements for 2H2022 and FY2022 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 6-month period ended 30 June 2022.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with Singapore Financial Reporting Standards (International) (“**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 dollars which is the Company’s functional currency.

2.1. New and amended standards adopted by the Group

A number of amendments to the 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 FY2021.

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. Management is of the view that no critical judgement was made in the process of applying the Group’s accounting policies that would have a significant effect on the amounts recognised in the financial statements, apart from those involving estimations as below.

Information about assumptions and sources of estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

(a) Allowance for inventories

The Group's inventories comprise mainly cranes and other vehicle-mounted equipment. The determination of the net realisable value of inventories is dependent upon management's assessment of inventory obsolescence.

This assessment involves the exercise of significant estimates in determining the level of allowance for inventory obsolescence required by taking into account where relevant, the age, condition, type and use of the inventory items, past sales history, expected selling prices and the demand for these equipment.

(b) Calculation of loss allowance for trade receivables

The Group determines the expected credit loss ("ECL") of trade receivables by using a provision matrix that is based on its historical credit loss experience, debtors' ability to pay and any relevant forward-looking information that may be specific to the debtors and economic environment. This assessment requires significant assumptions and estimates. Inappropriate estimates made in the impairment assessment would result in a significant impact on the carrying amount of the trade receivables.

(c) Impairment assessment of investment in subsidiaries

The recoverable amount of the Company's investment in subsidiaries are reviewed at the end of each reporting period to determine whether there is any indication that the investment has suffered an impairment loss. If any such indication exists, the recoverable amount of the investment is determined on the basis of the higher of the value in use and fair values less costs to sell to determine the extent of the impairment loss. This determination requires significant estimates and management takes into consideration among other factors, the market and economic environment in which the subsidiary operates and the financial performance of the subsidiary. Management has evaluated the recoverability of these investments based on such assessment and provided impairment loss for certain subsidiaries which were assessed to be impaired.

(d) Impairment of goodwill

Determining whether goodwill is impaired requires an estimation of the value in use of the cash-generating units to which goodwill has been allocated. The value in use calculation requires the Group to estimate the future cash flows expected to arise from the cash-generating unit and a suitable discount rate in order to calculate present value.

3. Seasonal operations

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

4. Segment and revenue information

For the purposes of resource allocation and assessment of segment performance, the Group's chief operating decision makers focus on the business operating units which are organised into engineering and training segments. This forms the Group's reportable segments under SFRS(I) 8.

Segment revenue and results

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

(i) Revenue for the 6-month period ended 31 December

	Group			
	Revenue		Net Profit	
	2H2022	2H2021	2H2022	2H2021
	S\$'000	S\$'000	S\$'000	S\$'000
Engineering	32,917	24,022	2,008	673
Training	10,648	9,680	277	1,152
	<u>43,565</u>	<u>33,702</u>	<u>2,285</u>	<u>1,825</u>
Interest income			54	39
Other operating (expenses)/income ⁽ⁱ⁾			(1)	2
Finance costs			(237)	(212)
Profit before tax			<u>2,101</u>	<u>1,654</u>
Income tax expense			(516)	81
Profit for the period			<u>1,585</u>	<u>1,735</u>

(ii) Revenue for the 12-month period ended 31 December

	Group			
	Revenue		Net Profit	
	FY2022	FY2021	FY2022	FY2021
	S\$'000	S\$'000	S\$'000	S\$'000
Engineering	56,426	45,195	2,444	1,487
Training	18,873	19,911	722	3,003
	<u>75,299</u>	<u>65,106</u>	<u>3,166</u>	<u>4,490</u>
Interest income			97	69
Other operating expenses ⁽ⁱ⁾			(2)	(3)
Finance costs			(484)	(445)
Profit before tax			<u>2,777</u>	<u>4,111</u>
Income tax expense			(809)	(368)
Profit for the year			<u>1,968</u>	<u>3,743</u>

(i) Pertains mainly to research and development related expenses.

Revenue reported above represents revenue generated from external customers.

The accounting policies of the reportable segments are the same as the Group's accounting policies. Segment profit represents the profit earned by each segment without allocation of research and development related expenses, interest income, finance costs, and income tax expense. This is the measure reported to the chief operating decision makers for the purposes of resource allocation and assessment of segment performance.

Segment assets

	<u>Group</u>	
	As at December 31, 2022	As at December 31, 2021
	S\$'000	S\$'000
Engineering	69,217	51,908
Training	15,232	18,144
Total segment assets	84,449	70,052
Unallocated assets	8,134	14,476
Consolidated total assets	92,583	84,528

For the purposes of monitoring segment performance and allocating resources between segments, the chief operating decision makers monitor the tangible, intangible and financial assets attributable to each segment. All assets are allocated to reportable segments with the exception of assets of group entities that are investment holding in nature, investments in associate and joint venture and investments in financial assets. Goodwill has been allocated to the training segment. Assets used jointly by reportable segments are allocated on the basis of the revenue earned by individual reportable segments.

Liabilities are not allocated as they are not monitored by the chief operating decision makers for the purposes of resource allocation and assessment of segment performance.

Other segment information

Other segment information for the 6-month period and 12-month period ended 31 December

	<u>Group</u>			
	<u>Depreciation and amortisation</u>			
	2H2022	2H2021	FY2022	FY2021
	S\$'000	S\$'000	S\$'000	S\$'000
Engineering	1,061	766	1,997	1,548
Training	1,145	1,235	2,351	2,410
Unallocated	2	2	6	3
Total	2,208	2,003	4,354	3,961

Impairment of goodwill is allocated to the Training segment.

	<u>Additions to non-current assets</u>	
	FY2022	FY2021
	S\$'000	S\$'000
Engineering	10,571	858
Training	2,241	2,775
Unallocated	-	6
Total	12,812	3,639

Geographical information

The Group's operates predominantly in Singapore (country of domicile), except for 2 (December 31, 2021: 2) subsidiaries operating in Malaysia and Myanmar.

The Group's revenue from external customers by geographical location are detailed below:

	Group			
	Revenue from external customers			
	2H2022	2H2021	FY2022	FY2021
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Based on location of customer</u>				
Singapore	41,584	31,699	71,366	62,451
Others	1,981	2,003	3,933	2,655
	<u>43,565</u>	<u>33,702</u>	<u>75,299</u>	<u>65,106</u>

Information about major customers

There is no single customer which accounted for more than 10% of the Group's total revenue in 2H2021, 2H2022, FY2021 and FY2022 respectively.

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 2022 and 31 December 2021:

	Group		Company	
	As at December 31, 2022	As at December 31, 2021	As at December 31, 2022	As at December 31, 2021
	S\$'000	S\$'000	S\$'000	S\$'000
Financial assets				
Financial assets at amortised cost	30,159	35,978	8,716	8,058
Derivative financial instruments	1	-	-	-
Financial assets measured at FVTPL	2,089	3,562	1,617	3,562
Financial assets at FVTOCI:				
Debt instruments classified as at FVTOCI	836	979	836	979
Equity instruments designated as at FVTOCI	84	140	-	-
Financial liabilities				
Financial liabilities at amortised cost	21,357	14,553	325	289
Derivative financial instruments	-	47	-	-
Lease liabilities	8,735	7,427	-	-

6. Profit before tax

6.1 Significant items

	<u>Group</u>			
	<u>2H2022</u>	<u>2H2021</u>	<u>FY2022</u>	<u>FY2021</u>
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
<u>Material items included in other operating income:</u>				
Commission income	28	40	121	83
Dividend income	35	46	72	71
Gain on fair value change on derivative financial instruments	33	-	48	-
(Loss)/Gain on disposal of financial assets	(40)	16	-	16
Gain on disposal of property, plant and equipment	-	153	-	153
Government grants	338	1,025	1,144	2,147
Gain on lease modification	-	26	2	26
Interest income	54	39	97	69
Other income	26	12	34	111
Rental rebates and income	24	(5)	58	38
Net gain arising on financial assets measured at FVTPL	-	(53)	-	89
<u>Material items included in other operating expenses:</u>				
Allowance for inventories and inventories written off	11	(105)	(25)	(105)
Loss on disposal of property, plant and equipment	(22)	-	(28)	-
Loss on foreign exchange - net	(313)	(125)	(580)	(234)
Loss on fair value change on derivative financial instruments	-	(44)	-	(49)
Net loss arising on financial assets measured at FVTPL	(91)	-	(206)	-
Property, plant and equipment written off	(7)	(67)	(7)	(67)
Rental expense	(75)	(12)	(126)	(20)
<u>Others:</u>				
Depreciation of property, plant and equipment	(1,191)	(915)	(2,244)	(1,792)
Depreciation of right-of-use assets	(825)	(894)	(1,727)	(1,780)
Amortisation of intangible assets	(192)	(194)	(383)	(389)
Interest expense	(203)	(173)	(401)	(367)

6.2 Related party transactions

During the period/year, Group entities entered into the following transactions with related companies that are not members of the Group:

	<u>Group</u>			
	<u>2H2022</u>	<u>2H2021</u>	<u>FY2022</u>	<u>FY2021</u>
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
<u>Transaction with ultimate holding company</u>				
Dividends paid	-	-	1,266	681

7. Income tax expense (credit)

	<u>Group</u>			
	<u>2H2022</u>	<u>2H2021</u>	<u>FY2022</u>	<u>FY2021</u>
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
Current income tax expense	561	252	854	700
(Over)/Under provision in respect of prior years:				
- current tax	(12)	(58)	(12)	(218)
- deferred tax	(19)	(97)	(19)	-
Deferred tax expense	(14)	(178)	(14)	(115)
	<u>516</u>	<u>(81)</u>	<u>809</u>	<u>368</u>

8. Dividends

FY2022

- The Company declared and paid a one-tier tax exempt final dividend of S\$0.0080 per share (total of S\$1,880,000) to shareholders of the Company in respect of FY2021. The dividend was paid on 22 May 2022.

FY2021

- The Company declared and paid a one-tier tax exempt final dividend of S\$0.0043 per share (total of S\$1,011,000) to shareholders of the Company in respect of FY2020. The dividend was paid on 21 May 2021.

9. Property, plant and equipment

In FY2022, the Group acquired property, plant and equipment with an aggregate cost of S\$9,734,000 (FY2020: S\$1,408,000) of which S\$5,184,000 (FY2021: Nil) was acquired under bank borrowing, S\$514,000 (FY2021: Nil) was paid as deposit in prior year, S\$3,679,000 (FY2021: S\$1,263,000) was paid in cash and S\$357,000 (FY2021: S\$45,000) remains unpaid at the end of the reporting period and is recorded as other payable.

Cost of disposal of property, plant and equipment amounted to S\$269,000 (FY2021: S\$458,000).

10. Intangible assets

<u>Group</u>	Goodwill	Accreditation and copyright⁽¹⁾	Other intangible assets⁽²⁾	Total
	S\$'000	S\$'000	S\$'000	S\$'000
At 31 December 2021:				
Opening net book amount	1,395	3,321	1	4,717
Amortisation charge and impairment for the year	(96)	(389)	(1)	(486)
Closing net book amount	1,299	2,932	-	4,231
At 31 December 2022:				
Opening net book amount	1,299	2,932	-	4,231
Amortisation charge and impairment for the year	(1,299)	(383)	-	(1,682)
Closing net book amount	-	2,549	-	2,549

- 1) The accreditation pertains to the approval and status as a public training organisation under the SkillsFuture Singapore. The copyright pertains to the right to use the courseware materials for the course modules. The accreditation and copyright has a useful life of 12 years, over which the assets are amortised.
- 2) Other intangible assets pertain to exclusive rights to use certain intellectual property and courseware materials. These are amortised over the useful life of 3 years.

Goodwill

Goodwill acquired in a business combination is allocated, at acquisition, to the cash generating units ("CGUs") that are expected to benefit from the business combination. Before recognition of impairment losses, the carrying amount of goodwill had been allocated to Ascendo Academy Pte. Ltd. ("AAPL"), Educare Human Capital Private Limited ("EHC") and Educare International Consultancy Pte Ltd ("EIC") in the Training segment.

The Group tests goodwill annually for impairment or more frequently if there are indicators that goodwill might be impaired.

The recoverable amounts of the CGUs are determined based on value in use calculations which use cash flow projections based on financial budgets approved by the directors, projected for a five-year period. Management uses the expected cash flow approach taking into consideration possible variations in the amount of timing of the future cash flows and assigns probabilities to estimates of future cash flows.

The key assumptions used by management in setting the financial budgets and five-year projections include forecast revenue growth rates based on past sales trends and expectations of future changes in the market as well as changes in management's business focus and direction.

Management estimates discount rate using pre-tax rate that reflect current market assessment of the time value of money. The rate used in FY2022 to discount the forecast cash flows of AAPL is 12.6% (FY2021: 10.1%).

Cash flows beyond the forecast period have been extrapolated using nil growth rate (FY2021: Nil).

In FY2022, management expects forecast sales and operating profits of AAPL to remain flat and has determined the carrying amount of AAPL exceeds its recoverable amount by S\$1,299,000 and consequently full impairment of goodwill has been recognised.

In prior years, full impairment loss was recognised for goodwill allocated to EHC and EIC.

11. Investments in financial assets

	<u>Group</u>		<u>Company</u>	
	As at December 31, 2022 S\$'000	As at December 31, 2021 S\$'000	As at December 31, 2022 S\$'000	As at December 31, 2021 S\$'000
Investments in debt instruments classified as at FVTOCI (i)				
Corporate bonds	836	979	836	979
Investments in equity instruments designated as at FVTOCI (ii)				
Unlisted shares	84	140	-	-
Financial assets measured at FVTPL (iii)				
Listed shares	-	2,034	-	2,034
Corporate bonds	1,617	1,528	1,617	1,528
Loan	472	-	-	-
	<u>2,089</u>	<u>3,562</u>	<u>1,617</u>	<u>3,562</u>
	<u>3,009</u>	<u>4,681</u>	<u>2,453</u>	<u>4,541</u>

(i) The investments in listed corporate bonds pay interest at rates ranging from 2.15% to 2.90% (December 31, 2021: 2.15% to 2.90%) per annum and the bonds will mature between year 2031 to year 2032 (December 31, 2021: year 2031 to year 2032). At maturity, the Group will receive nominal amount of S\$1,000,000 (December 31, 2021: S\$1,000,000). The corporate bonds are held by the Group within a business model whose objective is both to collect their contractual cash flows which are solely payments of principal and interest on the principal amount outstanding and to sell these financial assets. Hence the corporate bonds are classified as at FVTOCI. See below for impairment assessment.

(ii) The Group holds 13.03% (December 31, 2021: 13.03%) of the ordinary share capital of Botsync Pte. Ltd., a Singapore-based robotics start-up.

The investment is not held for trading. Instead, it is held for medium to long-term strategic purposes. Accordingly, management has elected to designate the investment in equity instruments as at FVTOCI as they believe that recognising short-term fluctuations in the investment's fair value in profit or loss would not be consistent with the Group's strategy of holding the investment for long-term purposes and realising their performance potential in the long run.

No shares have been disposed of during the current reporting period.

(iii) The Group has invested in a portfolio of listed shares which are managed and evaluated on fair value basis. All of the listed shares have been disposed during the year.

The Group also holds 10.3% interest in Vanda Electrics Pte. Ltd. The investment is classified as financial asset measured at FVTPL. Management estimated the fair value of the investment to be S\$Nil (December 31, 2021: S\$Nil) in view of the operating losses and net capital deficiency position of the entity.

The Group has also invested in perpetual debt instruments which pay variable interest at rates ranging from 3.00% to 3.98% (December 31, 2021: 3.00% to 3.98%) per annum.

During the year, the Group extended a loan of US\$350,000 (equivalent to S\$472,000) to Botsync Pte Ltd under a Convertible Agreement Regarding Equity ("CARE"). Under the terms of the CARE, the loan may be converted into shares in the capital of Botsync Pte Ltd. Pending the conversion of the loan into shares in Botsync Pte Ltd, the loan bears interest at a rate of 5.00% per annum.

Impairment of financial assets

For the purposes of impairment assessment, the corporate bonds are considered to have low credit risk. Accordingly, for the purpose of impairment assessment for these financial assets, the loss allowance is measured at an amount equal to 12-month ECL.

In determining the expected credit losses for these assets, management has taken into account the historical default experience, the financial position of the counterparties and considering various external sources of actual and forecast economic information, as appropriate, in estimating the probability of default of each of these financial assets occurring within their respective loss assessment time horizon, as well as the loss upon default in each case.

There has been no change in the estimation techniques or significant assumptions made during the current reporting period in assessing the loss allowance for these financial assets.

Fair value measurement

The Group classifies financial assets measured at fair value using a fair value hierarchy which reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

The following table presented the assets measured at fair value:

Group								
Financial assets/ financial liabilities	Fair value as at (S\$'000)				Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value
	December 31, 2022		December 31, 2021					
	Assets	Liabilities	Assets	Liabilities				
Financial assets measured at FVTPL								
Listed shares	-	-	2,034	-	Level 1	Quoted bid prices in an active market.	n.a.	n.a.
Listed corporate bonds	1,617	-	1,528	-	Level 1	Quoted bid prices in an active market.	n.a.	n.a.
Convertible loan	472	-	-	-	Level 3	Discounted cash flow	n.a.	n.a.
Financial assets measured at FVTOCI								
Listed corporate bonds	836	-	979	-	Level 1	Quoted bid prices in an active market.	n.a.	n.a.
Investment in unlisted shares	84	-	140	-	Level 3	Net asset value of the investee.	Net asset value	The higher the net asset value, the higher the fair value.

Financial assets/ financial liabilities	Company							
	Fair value as at (S\$'000)				Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value
	December 31, 2022		December 31, 2021					
Assets	Liabilities	Assets	Liabilities					
Financial assets measured at FVTPL								
Listed shares	-	-	2,034	-	Level 1	Quoted bid prices in an active market.	n.a.	n.a.
Listed corporate bonds	1,617	-	1,528	-	Level 1	Quoted bid prices in an active market.	n.a.	n.a.
Financial assets measured at FVTOCI								
Listed corporate bonds	836	-	979	-	Level 1	Quoted bid prices in an active market.	n.a.	n.a.

There were no significant transfers between Level 1 and Level 2 and no transfers into or out of Level 3 of the fair value hierarchy during the current and prior year.

12. Bank borrowing and lease liabilities

Aggregate amount of group's borrowings and debts securities.

Amount repayable in one year or less, or on demand

December 31, 2022		December 31, 2021	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
3,179	-	2,573	-

Amount repayable after one year

December 31, 2022		December 31, 2021	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
14,043	-	9,714	-

Details of any collateral

- (i) The Group's bank borrowings are secured by a corporate guarantee and the Group's land and buildings; and
- (ii) The Group's finance leases are secured by a corporate guarantee and the lessors' title to the leased assets.

13. Share capital

	Group and Company			
	As at December 31, 2022	As at December 31, 2021	As at December 31, 2022	As at December 31, 2021
	Number of ordinary shares		S\$'000	S\$'000
Issued and paid up:				
At the beginning and end of the year	235,000,000	235,000,000	11,351	11,351

14. Subsequent events

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

F: Other information required under the SGX-ST Listing Manual Section B: Rules of Catalyst

1(a)(i) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the corresponding period immediately preceding financial year.

	Number of shares	Issued and paid-up share capital S\$
Balance as at 30 June 2022 and 31 December 2022	235,000,000	11,350,674

There were no outstanding options, convertibles or treasury shares held by the Company or subsidiary holdings as at 31 December 2021 and 31 December 2022.

1(b)(ii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	As at 31 December 2022	As at 31 December 2021
Total number of issued shares excluding treasury shares	235,000,000	235,000,000

1(c)(iii) A statement showing all sales, transfers, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

There were no treasury shares held by the Company.

1(d)(iv) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

There were no subsidiary holdings.

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

The figures have not been audited or reviewed by the auditors of the Company.

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

Not applicable.

3A. 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.

The latest financial statements are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation in the Group's financial statements for FY2022 as those applied in its most recently audited financial statements for FY2021.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

There are no changes to the Group's accounting policies and methods of computation including any required by the accounting standards. The adoption of the new and revised SFRS(I) pronouncements is not expected to have any material effect on the amounts reported for the current period.

6. 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.

	Group			
	2H2022	2H2021	FY2022	FY2021
Profit attributable to owners of the Company (S\$'000)	1,545	1,565	2,188	3,326
Weighted average number of shares ('000)	235,000	235,000	235,000	235,000
Basic and diluted earnings per share (cents)	0.66	0.67	0.93	1.42

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:

(a) current financial period reported on; and

(b) immediately preceding financial year.

	Group		Company	
	As at 31 December 2022	As at 31 December 2021	As at 31 December 2022	As at 31 December 2021
Net asset value (S\$'000)	53,553	53,265	14,447	15,920
Number of shares ('000)	235,000	235,000	235,000	235,000
Net asset value per share (cents)	22.79	22.67	6.15	6.77

8. **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.**

REVIEW OF INCOME STATEMENT

Revenue

Revenue increased by S\$9.9 million or 29.3% from S\$33.7 million in 2H2021 to S\$43.6 million in 2H2022. This was mainly attributed to an increase in revenue from the Engineering and Training businesses of S\$8.9 million and S\$1.0 million respectively. Revenue also increased by S\$10.2 million or 15.7% from S\$65.1 million in FY2021 to S\$75.3 million in FY2022, which was mainly attributable to an increase in revenue from the Engineering business of S\$11.2 million and partially offset by a decrease in revenue from the Training business of S\$1.0 million.

The Engineering business comprises equipment sales, repairs and servicing and projects. The increase in revenue from the Engineering business was mainly due to fulfilment of projects. The decrease in revenue from the Training business was due to a decrease in number of course uptake, primarily attributable to the reduction of training grants and tight labour market.

Other operating income

Other operating income decreased by S\$0.8 million or 63.0% from S\$1.3 million in 2H2021 to S\$0.5 million in 2H2022 and decreased by S\$1.2 million or 43.8% from S\$2.8 million in FY2021 to S\$1.6 million in FY2022. The decrease in 2H2022 as compared to 2H2021 was mainly attributable to a decrease in Singapore government grants received of S\$0.7 million in 2H2022, while the decrease in FY2022 as compared to FY2021 was mainly due to a reduction of S\$1.0 million in the Singapore government grants received.

Changes in inventories of finished goods and work-in-progress, materials and consumables used and other direct costs

Changes in inventories of finished goods and work-in-progress, as well as materials and consumables used and other direct costs, increased by S\$6.0 million in aggregate or 33.1%, from S\$18.1 million in 2H2021 to S\$24.1 million in 2H2022 and increased by S\$6.5 million in aggregate or 18.5%, from S\$35.2 million in FY2021 to S\$41.7 million in FY2022, mainly due to an increase in purchase of equipment in line with the increase in revenue from equipment sales.

Employee benefits expense

Employee benefits expense increased by S\$1.3 million or 12.4% from S\$10.5 million in 2H2021 to S\$11.8 million in 2H2022 and increased by S\$1.2 million or 6.0% from S\$20.0 million in FY2021 to S\$21.2 million in FY2022, mainly due to the additional headcount arising from the Engineering and Training businesses.

Depreciation and amortisation expenses

Depreciation and amortisation expenses increased by S\$0.2 million or 10.2% from S\$2.0 million in 2H2021 to S\$2.2 million in 2H2022 and increased by S\$0.4 million or 9.9% from S\$4.0 million in FY2021 to S\$4.4 million in FY2022, mainly due to an additional depreciation charge on property, plant and equipment of S\$0.3 million and S\$0.5 million in 2H2022 and FY2022 respectively and partially offset by a decrease in depreciation charge on right-of-use assets of S\$0.1 million in 2H2022 and FY2022 respectively.

Impairment loss on financial assets

Impairment losses on financial assets were S\$29,000 and S\$48,000 in 2H2022 and FY2022 respectively. Impairment losses decreased by S\$0.4 million and S\$0.5 million in 2H2022 and FY2022 respectively, mainly due to a decrease in allowance for doubtful debts and bad debts written off for the Training business in the current year.

Impairment of goodwill

Impairment loss on goodwill increased by S\$0.9 million from S\$0.1 million in 2H2021 to S\$1.0 million in 2H2022 and increased by S\$1.2 million from S\$0.1 million in FY2021 to S\$1.3 million in FY2022. The increase is mainly due to the full impairment of goodwill that was previously allocated to AAPL in 2H2022 and FY2022.

Other operating expenses

Other operating expenses increased by S\$0.7 million or 34.6% from S\$2.0 million in 2H2021 to S\$2.6 million in 2H2022 and increased by S\$1.5 million or 42.1% from S\$3.5 million in FY2021 to S\$5.0 million in FY2022. The increase was mainly due to the increase in net loss arising on financial assets measured at FVTPL, upkeep expenses, impairment of goodwill, loss on foreign exchange and advertisement and promotion.

Finance costs

Finance costs remained relatively stable at S\$0.2 million in 2H2021 and 2H2022 and at S\$0.4 million and S\$0.5 million in FY2021 and FY2022 respectively.

Income tax expense

The Group recorded an income tax expense of S\$0.5 million in 2H2022 as compared to an income tax credit of S\$0.1 million in 2H2021, mainly due to underprovision of tax expense in FY 2021.

Income tax expense increased by S\$0.4 million from S\$0.4 million in FY2021 to S\$0.8 million in FY2022 mainly due to the increase in profit before tax.

Profit for the period/year after taxation

As a result of the foregoing, profit for the period after taxation decreased by S\$0.2 million or 8.6% from S\$1.7 million in 2H2021 to S\$1.5 million in 2H2022 and profit for the year after taxation decreased by S\$1.8 million or 47.4% from S\$3.7 million in FY2021 to S\$1.9 million in FY2022.

REVIEW OF FINANCIAL POSITION

Current assets

The Group's current assets increased by S\$3.3 million or 6.5% from S\$51.0 million as at 31 December 2021 to S\$54.3 million as at 31 December 2022, mainly due to a decrease in cash and bank balances of S\$6.9 million, partially offset by an increase in inventories of S\$5.0 million and an increase of trade and other receivables of S\$5.3 million. The increase in inventories was due to early procurement of equipment in view of the current longer delivery lead times for our existing projects.

Non-current assets

The Group's non-current assets increased by S\$4.8 million or 14.0% from S\$33.5 million as at 31 December 2021 to S\$38.3 million as at 31 December 2022, mainly due to an increase in property, plant and equipment of S\$7.2 million and right-of-use assets of S\$1.3 million, partially offset by a decrease in investments in financial assets of S\$1.7 million, a decrease in intangible asset of S\$1.7 million and a decrease in other receivables of S\$0.5 million. Properties are stated at historical cost less accumulated depreciation. The increase in property, plant and equipment was mainly due to the acquisition of property located at 38 Joo Koon Road which was completed in January 2022. The decrease in intangible asset was mainly due to a full impairment of goodwill relating to the Group's investment in AAPL of S\$1.3 million as the management expects the forecast in the reduction of recoverable amount for the CGU during the year. The increase in right-of-use assets was mainly due to the JTC leasehold land for 38 Joo Koon Road. The decrease in investments in financial assets was due to disposal of quoted shares.

Current liabilities

The Group's current liabilities increased by S\$4.3 million or 24.6% from S\$17.5 million as at 31 December 2021 to S\$21.8 million as at 31 December 2022, mainly due to an increase in trade and other payables of S\$3.6 million, an increase in income tax payable of S\$0.2 million, an increase in lease liabilities of S\$0.1 million and an increase in bank borrowing of S\$0.5 million. The increase in trade and other payables was mainly due to an increase in trade payables in relation to purchase of equipment inventory and materials. The increase in lease liabilities and bank borrowings was mainly due to the JTC leasehold land and purchased of property located at 38 Joo Koon Road respectively.

Non-current liabilities

The Group's non-current liabilities increased by S\$4.2 million or 37.8% from S\$11.2 million as at 31 December 2021 to S\$15.4 million as at 31 December 2022, mainly due to an increase in bank borrowings of S\$3.1 million and an increase in lease liabilities of S\$1.2 million, partially offset by a decrease in deferred tax liabilities of S\$0.1 million. The increase in lease liabilities and borrowings was mainly due to the JTC leasehold land and purchased of property located at 38 Joo Koon Road respectively.

REVIEW OF CASH FLOWS

In FY2022, the Group generated net cash from operating activities before changes in working capital of S\$8.9 million. Net cash used in working capital amounted to S\$6.9 million mainly due to an increase in inventories of S\$5.1 million, an increase in trade and other receivables of S\$5.3 million and partially offset by trade and other payables of S\$3.6 million. The Group paid income tax of S\$0.7 million. As a result, net cash generated from operating activities amounted to S\$1.4 million.

Net cash used in investing activities amounted to S\$2.2 million in FY2022, mainly due to purchase of property, plant and equipment of S\$3.7 million and investment in financial assets measured at FVTPL of S\$1.0 million, partially offset by proceeds from disposal of quoted shares of S\$2.2 million, proceeds from disposal of property, plant and equipment of S\$0.1 million, interest and dividend received of S\$0.1 million each.

Net cash used in financing activities amounted to S\$6.2 million in FY2022, mainly due to dividends paid of S\$2.6 million, interest paid of S\$0.4 million, repayment of bank borrowings of S\$1.5 million and repayment of lease liabilities of S\$1.7 million.

As a result of the above, the Group's cash and cash equivalents decreased by S\$6.9 million to S\$17.1 million in FY2022.

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

Not applicable. No forecast or prospect statement has been previously disclosed to shareholders.

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

In line with the post COVID-19 re-opening of global economies, the Group enjoyed strong revenue growth in the second half of FY2022. As such and with the further opening of regional economies, Wong Fong expects the business momentum to carry through to 2023 where we envisage supply chain bottlenecks to start easing as economic activities continue building up. Though inflationary pressures remain strong and financing costs are expected to further increase, the Group should be well placed to ride the recovery wave as the Group continues looking out for expansion opportunities.

Barring unforeseen circumstances, the Singapore government's increase in construction activities, especially in the public housing sector, should provide a boost to Wong Fong's Engineering business. In addition, a pick-up in its Engineering business in Malaysia should be expected if the political situation stabilises with the newly installed unity government. With the increased political instability, Myanmar will continue to be a challenging market for Wong Fong in 2023.

For the Training business, demand for industrial courses is expected to remain stable. The introduction of technology and wellness courses is expected to be positive for the overall Training business. However, this may be offset by a likely decline in its Hospitality business segment as the workforce tries to keep pace with the high labour demand in the food and beverages sector as Singapore moves towards full opening of its economy.

Barring further deterioration of US-Sino relationship, escalation of Ukraine war or worsening of geo-political tensions, Wong Fong is optimistic that the Group should continue its growth momentum in the next 12 months. With the Group's healthy balance sheet and efficient order book execution, Wong Fong aims to continue delivering sustainable value to its stakeholders in the next 12 months and beyond.

11. Dividend

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

Yes

(b) (i) Amount per share

Name of dividend	Final
Dividend type	Cash
Dividend amount per share	0.60 cents
Tax rate	Tax exempt (one-tier)

The final dividend in respect of FY2022 ("**Final Dividend**") will be subject to shareholders' approval at the forthcoming annual general meeting of the Company to be held on 28 April 2023 ("**AGM**").

(ii) Previous corresponding period

Name of dividend	Final
Dividend type	Cash
Dividend amount per share	0.80 cents
Tax rate	Tax exempt (one-tier)

(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.**

Subject to shareholders' approval at the AGM, the Final Dividend date payable is to be advised.

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

Subject to shareholders' approval at the AGM, the record date for the Final Dividend is to be advised.

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

Not applicable.

13. **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 for interested person transactions. There was no interested person transaction of S\$100,000 or more in FY2022.

14. **Confirmation by the issuer pursuant to Rule 720(1)**

The Company has procured the undertakings from all its Directors and executive officers as required under Rule 720(1) of the Catalist Rules.

15. **Negative confirmation by the Board pursuant to Rule 705(5)**

Not required for full year results announcement.

16. **Disclosure pursuant to Rule 706A of the Catalist Rules**

There was no acquisition and/or sale of shares by the Company during 2H2022 which requires disclosure pursuant to Rule 706A of the Catalist Rules.

17. **In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.**

Please refer to paragraph 8 of this announcement.

18. **A breakdown of sales**

	Group		
	FY2022	FY2021	Increase/ (Decrease)
	S\$'000	S\$'000	%
Sales reported for:			
(a) First half of the financial year	31,734	31,404	1.1%
(b) Second half of the financial year	43,565	33,702	29.3%
Profit attributed to owners of the Company reported for:			
(a) First half of the financial year	643	1,761	(63.5%)
(b) Second half of the financial year	1,545	1,565	(1.3%)

19. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:

	FY2022 S\$	FY2021 S\$
Ordinary - Final	1,410,000	1,880,000
Total	1,410,000	1,880,000

The Final Dividend will be subject to shareholders' approval at the AGM.

20. 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) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director 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
Lew Siew Choo	52	Sister of Liew Chern Yean and Eric Lew, Niece of James Liew and Liew Khuen Choy	Year 2019: Director of Group Supply Chain and Operations and Human Resource. Oversees the Group's supply chain and operations and also oversees the Group's human resource functions.	No change
Jean Liew	64	Sister of James Liew and Aunt of Liew Chern Yean and Eric Lew	Year 1994: Finance Manager. Oversees the import and export logistics documentation, corporate secretarial matters of the Group as well as liaison with banks.	No change
Liu Shanni	39	Son of James Liew and Cousin of Liew Chern Yean and Eric Lew	Year 2019: Director of Group Business Development and Information Technology. Oversees the business development and information technology function.	No change
Ng Chin Yee	69	Father-in-law of Eric Lew	Year 2019: Production Manager and Facilities and Sourcing Manager. Oversees the workshop operations efficiency and infrastructure maintenance.	No change
Wong Kong Chong	59	Son of Liew Khuen Choy	Year 2019: Production Manager. Oversees the production planning and management functions as well as housekeeping activities at 16 Tuas Avenue 6 site.	No change

Name	Age	Family relationship with any director 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
Wong Kong San	60	Son of Liew Khuen Choy	Year 2013: Senior Engineering Manager. Oversees the sourcing and management of subcontracting projects in China as well as oversees design and development function.	No change

BY ORDER OF THE BOARD

Pao Kiew Tee
Independent Chairman

James Liew
Co-Founder and Group Chief Executive Officer

1 March 2023

This announcement has been prepared by Wong Fong Industries Limited (the “Company”) and has been reviewed by the Company’s sponsor, United Overseas Bank Limited (the “Sponsor”), for compliance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (the “SGX-ST”) Listing Manual Section B: Rules of Catalist. This announcement has not been examined or approved by the SGX-ST. The SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Lim Hoon Khiat, Director, Equity Capital Markets, and Ms Priscilla Ong, Vice President, Equity Capital Markets, who can be contacted at 80 Raffles Place, #03-03 UOB Plaza 1, Singapore 048624, telephone: +65 6533 9898.