

FINANCIAL STATEMENTS AND RELATED ANNOUNCEMENT::HALF YEARLY RESULTS

Issuer & Securities

Issuer/ Manager

JACKSPEED CORPORATION LIMITED

Securities

JACKSPEED CORPORATION LIMITED - SG1O75914679 - J17

Stapled Security

No

Announcement Details

Announcement Title

Financial Statements and Related Announcement

Date & Time of Broadcast

09-Oct-2020 22:54:56

Status

New

Announcement Sub Title

Half Yearly Results

Announcement Reference

SG201009OTHRVA5P

Submitted By (Co./ Ind. Name)

Siau Kuei Lian

Designation

Company Secretary

Description (Please provide a detailed description of the event in the box below - Refer to the Online help for the format)

Please refer to the attachment.

Additional Details

For Financial Period Ended

31/08/2020

Attachments

[Half Year FY2021 Results Announcement.pdf](#)

Total size = 254K MB



JACKSPEED CORPORATION LIMITED

(Incorporated in Singapore)
Registration No. 199300300W

FINANCIAL STATEMENTS AND RELATED ANNOUNCEMENT FOR THE HALF YEAR ENDED 31 AUGUST 2020

PART I - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 AND Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

The Company had on 3 January 2020 completed the disposal of its business and business assets to Jackspeed Holdings Pte. Ltd. (the "Purchaser") for a cash consideration of \$48.0 million (the "Disposal"). Following the Disposal, the Company does not have any subsidiary as at 31 August 2020. As such, only the financial statements of the Company are presented.

Results of the disposed business are shown as discontinued operations.

1(a)(i) A statement of comprehensive income for the company together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statement of Comprehensive Income

	Notes	Company		
		Period Ended		
		31 Aug 2020 S\$'000	31 Aug 2019 S\$'000	Change %
Revenue		-	-	n.m.
Cost of sales		-	-	n.m.
Gross profit		-	-	n.m.
Other income - government grant		32	-	n.m.
Administrative expenses		(280)	(351)	(20.2)
Other expenses - foreign exchange adjustment loss		(11)	-	n.m.
Loss before tax from continuing operations		(259)	(351)	(26.2)
Income tax expense		-	-	n.m.
Loss net of tax from continuing operations		(259)	(351)	(26.2)
Profit from discontinued operations	1	5	3,599	(99.9)
(Loss) / Profit, net of tax		(254)	3,248	(107.8)
Other comprehensive (loss) / income, net of tax				
Items that may be reclassified subsequently to profit or loss:				
Debt asset instrument at fair value through other comprehensive income:				
- Fair value changes				
		-	21	(100.0)
Other comprehensive income, net of tax		-	21	(100.0)
Total comprehensive (loss) / income		(254)	3,269	(107.8)
Total comprehensive (loss) / income:				
From continuing operations		(259)	(330)	(21.5)
From discontinued operations		5	3,599	(99.9)
		(254)	3,269	(107.8)

Note 1

Results from discontinued operations for the financial period ended 31 August 2020 and the comparative period are as follows:

Discontinued operations

	Notes	Company		
		Year Ended		
		31 Aug 2020 S\$'000	31 Aug 2019 S\$'000	Change %
Revenue		567	7,356	(92.3)
Cost of sales		(547)	(3,054)	(82.1)
Gross profit		20	4,302	(99.5)
Interest income		-	142	(100.0)
Other income and gains	2	-	145	(100.0)
Marketing and distribution costs		-	(43)	(100.0)
Administrative expenses		-	(921)	(100.0)
Finance costs - interest expense		(15)	(26)	(42.3)
Profit before tax		5	3,599	(99.9)
Income tax expense		-	-	n.m.
Profit net of tax from discontinued operations		5	3,599	(99.9)

Note 2

	Period Ended		
	31 Aug 2020 S\$'000	31 Aug 2019 S\$'000	Change %
Other income and gains			
Reversal of allowance for impairment of other receivables from subsidiary	-	39	(100.0)
Foreign exchange adjustment gain	-	106	(100.0)
Net	-	145	(100.0)

1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year:-

	Period Ended		
	31 Aug 2020 S\$'000	31 Aug 2019 S\$'000	Change %
From discontinued operations:			
Depreciation of plant and equipment	-	31	(100.0)
Total depreciation expense	-	31	(100.0)

n.m. = not meaningful

1(b)(i) A statement of financial position (for the issuer and company), together with a comparative statement as at the end of the immediately preceding financial year.

Statement of Financial Position

ASSETS

Current assets

Cash and cash equivalents
Trade and other receivables
Other assets

Total current assets

Total assets

EQUITY AND LIABILITIES

Equity

Share capital
Treasury shares
Accumulated losses

Total equity

Current liabilities

Trade and other payables
Other financial liabilities

Total current liabilities

Total liabilities

Total equity and liabilities

Company	
As at	
31 Aug 2020	29 Feb 2020
S\$'000	S\$'000
56	275
1,384	2,175
23	27
1,463	2,477
1,463	2,477
293	293
(50)	(50)
(288)	(34)
(45)	209
1,508	324
-	1,944
1,508	2,268
1,508	2,268
1,463	2,477

1(b)(ii) Aggregate amount of company's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 31 Aug 2020		As at 29 Feb 2020	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	-	-	1,944

Amount repayable after one year

As at 31 Aug 2020		As at 29 Feb 2020	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	-	-	-

Details of any collaterals

Not applicable. There are no collaterals on the Company's borrowings.

- 1(c) A statement of cash flows (for the company), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statement of Cash Flows

Cash flows from operating activities

(Loss) / Profit before tax:

From continuing operations

From discontinued operations

Adjustments for:

Interest income

Interest expense

Depreciation of plant and equipment

Reversal of impairment loss on other receivables from subsidiary

Operating cash flows before changes in working capital

Trade and other receivables

Other assets

Trade and other payables

Net cash flows from operations before tax

Income taxes paid

Net cash flows from operating activities

Cash flows from investing activities

Additional investment in a subsidiary

Purchase of plant and equipment

Net movement in loans to external parties

Net movement in amounts due to an associate

Interest received

Net cash flows used in investing activities

Cash flows from financing activities

Net movement in amounts due from related companies

Decrease in other financial liabilities

Interest paid

Net cash flows used in financing activities

Net decrease in cash and cash equivalents

Cash and cash equivalents, statement of cash flows, beginning balance

**Cash and cash equivalents, statement of cash flows,
ending balance**

Notes

Company	
Period Ended	
31 Aug 2020	31 Aug 2019
S\$'000	S\$'000
(259)	(351)
5	3,599
-	(142)
15	26
-	31
-	(39)
(239)	3,124
791	(183)
4	(449)
37	26
593	2,518
-	-
593	2,518
-	(1,320)
-	(10)
-	600
-	(1,544)
-	144
-	(2,130)
1,147	(2,096)
(1,942)	(33)
(17)	(28)
(812)	(2,157)
(219)	(1,769)
275	9,908
56	8,139

- 1(d)(i) A statement (for the issuer) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statement of Changes in Equity

	Company	
	31 Aug 2020 S\$'000	31 Aug 2019 S\$'000
Share capital		
Balance at beginning and end of the period	293	36,865
Treasury shares		
Balance at beginning and end of the period	(50)	(50)
Other reserves		
Balance at beginning of the period	-	(11)
Total comprehensive income for the period	-	21
Balance at end of the period	-	10
(Accumulated losses) / retained earnings		
Balance at beginning of the period	(34)	169
Total comprehensive (loss) / income for the period	(254)	3,248
Balance at end of the period	(288)	3,417
Total equity	(45)	40,242

- 1(d)(ii) 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 end of the corresponding period of the immediately preceding financial year.

	Company	
	31 Aug 2020 No. of shares '000	31 Aug 2019 No. of shares '000
<u>Ordinary shares of no par value</u>		
Balance at beginning and end of the period	301,252	301,252
<u>Treasury shares</u>		
Balance at beginning and end of the period	250	250
Issued ordinary shares excluding treasury shares	301,002	301,002
Treasury shares held against issued ordinary shares excluding treasury shares (%)	0.08%	0.08%

There are no outstanding convertibles or subsidiary holdings as at 31 August 2020 and 31 August 2019.

- 1(d)(iii) 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.

301,002,279 ordinary shares excluding treasury shares are issued as at 31 August 2020 (29 February 2020: 301,002,279).

- 1(d)(iv) 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 sales, transfers, cancellation and/or use of treasury shares as at 31 August 2020.

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

Not applicable, there are 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.
- 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 Company has adopted all applicable new and revised Singapore Financial Reporting Standards (International) ("SFRS(I)") and the related Interpretations to SFRS(I) ("SFRS(I) INT") that are relevant to its operations and mandatory for the financial year beginning 1 March 2020. The adoption of these new and revised SFRS(I) and SFRS(I) INT did not give rise to any material impact on the Company's financial statements.
- 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.**
Not applicable.
- 6 **Earnings per ordinary share of the company for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends:-**

	Company	
	31 Aug 2020 Cents	31 Aug 2019 Cents
Earnings per ordinary share of the Company for the period, net of tax		
<u>From continuing and discontinued operations:</u>		
a) Based on weighted average number of ordinary shares (excluding treasury shares) of 301,002,279 (1HY2020: 301,002,279)	(0.08)	1.08
b) On a fully diluted basis	(0.08)	1.08
<u>From continuing operations:</u>		
a) Based on weighted average number of ordinary shares (excluding treasury shares) of 301,002,279 (1HY2020: 301,002,279)	(0.09)	(0.12)
b) On a fully diluted basis	(0.09)	(0.12)

- 7 **Net asset value (for the issuer and company) 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.

	Company	
	31 Aug 2020 Cents	29 Feb 2020 Cents
Net asset value per ordinary share based on issued shares excluding treasury shares as at the end of the financial period / year	(0.01)	0.07

8 A review of the performance of the company, to the extent necessary for a reasonable understanding of the company's business. It must include a discussion of the following:-

a) any significant factors that affected the turnover, costs, and earnings of the company 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 company during the current financial period reported on.

Statement of comprehensive income

(i) Administrative expenses from continuing operations, comprising mainly stock exchange listing fees, professional fees, director fees, staff expenses and statutory expenses decreased by \$71,000. This was mainly due to a decrease in accruals of audit fees after the Disposal.

(ii) The results of discontinued operations comprised revenue and expenses of the disposed business and business assets. While the business of automotive spare parts trading was disposed to the Purchaser, the Company was allowed to continue the business for a limited period after the Disposal.

Statement of financial position

(i) Trade and other receivables mainly relate to the business of automotive spare parts trading. The \$0.8 million decrease was mainly due to repayment during the period.

(ii) The \$1.2 million increase in trade and other payables was mainly due to financial support given by the Purchaser for repayment of the Company's bank trust receipts.

(iii) Other financial liabilities of \$1.9 million in prior period were bank trust receipts in relation to the trading of automotive spare parts which were fully repaid in 1HY2021.

(iv) Total liabilities marginally exceeded total assets by \$45,000 and was mainly due to incurrence of operating expenses. The Company's continuation as a going concern is dependent on a related company who is not demanding immediate payment of amounts payable and providing financial support when required for at least a year from the end of the financial period.

Statement of cash flows

Cash and cash equivalents decreased by approximately \$0.2 million in 1HY2021 mainly due to payment of operating expenses.

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

The Company did not issue any forecast or prospect statement to shareholders for the current financial period.

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

While the COVID-19 pandemic resulted in delays, the Company continues to explore opportunities to acquire new assets or businesses to satisfy the listing requirements of Singapore Exchange Securities Trading Limited.

11 If a decision regarding dividend has been made:-

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

No interim dividend has been recommended.

(b) Corresponding period of the immediately preceding financial year.

	Company	
	1HY2021 Cents	1HY2020 Cents
Type of dividend		
Interim	Nil	Nil
Tax rate	Not applicable	Not applicable

(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).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

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

Not applicable.

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

No dividend has been declared or recommended as there were no retained earnings as at the financial period ended 31 August 2020.

13 General mandate from shareholders for Interested Person Transaction pursuant to Rule 920.

There is no general mandate obtained from shareholders for Interested Person Transaction pursuant to Rule 920.

14 Confirmation by directors.

The Board of Directors hereby confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the interim financial results for the period ended 31 August 2020 to be false or misleading, in any material aspect.

15 Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1).

Undertakings have been procured from all directors and executive officers under Rule 720(1).

16 Disclose the status on the use of proceeds raised from IPO and any offerings pursuant to Chapter 8 and whether the use of proceeds is in accordance with the stated use.

Not applicable.

ON BEHALF OF THE BOARD

YAP KIAN PENG
EXECUTIVE DEPUTY CHAIRMAN AND CHIEF EXECUTIVE OFFICER
9 OCTOBER 2020