

Issuer & Securities

Issuer/ Manager

JACKSPEED CORPORATION LIMITED

Securities

JACKSPEED CORPORATION LIMITED - SG1O75914679 - J17

Stapled Security

No

Announcement Details

Announcement Title

Response to SGX Queries

Date & Time of Broadcast

30-Jun-2021 19:04:25

Status

REPL::RESPONSE TO SGX QUERIES::

Supplementary Title

On Financial Statements

Announcement Reference

SG2106240THRXD46

Submitted By (Co./ Ind. Name)

Siau Kuei Lian

Designation

Company Secretary

Description (Please provide a detailed description of the change in the box below)

This announcement supersedes the earlier announcement released on 24 June 2021 (Announcement No. SG2106240THRXD46). The amendments were made on the header of the announcement, the contents of the announcement remain unchanged.

Attachments



[Response to SGX Queries.pdf](#)

Total size =139K MB

Related Announcements

Related Announcements

[24/06/2021 18:25:12](#)

JACKSPEED CORPORATION LIMITED
(Company Registration No. 199300300W)
(Incorporated in Singapore)
(the “**Company**”)

**RESPONSE TO SGX QUERIES TO THE FULL YEAR RESULTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2021**

The Board of Directors (the “**Board**”) of the Company wishes to announce the following in response to queries raised by Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) pertaining to the Company’s Full Year Results for the financial year ended 28 February 2021 (“**FY2021**”):

SGX-ST Query (a)

With regards to trade and other receivables amount to S\$622,000 as at 28 February 2021, please disclose:

	SGX-ST Query (a)	Company’s Response
i	a breakdown of the Group’s receivables;	Please refer to table below.
ii	aging of the Group’s trade receivables;	Please refer to table below.
iii	details of the Group’s underlying transactions of its other receivables and the terms of the transactions;	The other receivables of around S\$2,000 were goods and services tax receivables. Full payment was received subsequent to FY2021.
iv	the Company’s plans to recover the trade and other receivables;	Full payment was received for all trade and other receivables subsequent to FY2021, as disclosed on Page 54 of the Annual Report.
v	whether they are major customer(s) and whether the Company continues to transact with these customer(s);	Trade receivables were due from the sole external customer of the Company. The Company did not continue to transact with the customer since 1HFY2021.
vi	How long are the debts outstanding and in which period the sales were reported;	Please refer to table below for aging of the receivables. Of the trade receivables of around S\$620,000, S\$53,000 and S\$567,000 were recorded as sales in 2HFY2020 and 1HFY2021 respectively.
vii	What were the actions taken to recover the trade and other receivables;	Customer was affected by COVID-19 pandemic, causing delays in payment. The Company had followed up closely and negotiated with customer for repayment plans. Partial payments were received in FY2021 and balance payment was received subsequent to FY2021 as a result of the Company’s follow up actions.

	SGX-ST Query (a)	Company's Response
viii	The Board's opinion on the reasonableness of the methodologies used to determine the value of the impairment of the trade and other receivables; and	Full payment was received for all trade and other receivables subsequent to FY2021, as disclosed on Page 54 of the Annual Report. These subsequent payments were verified by the external auditors.
ix	The Board's assessment of the recoverability of the remaining trade and other receivables	In view of the above, the Board is of the opinion that provision for impairment of the trade and other receivables is not required.

The breakdown of the Company's receivables is as follows:

	Aging as at FY2021 (Based on Due Date)					
	Total	Current	1 - 3 months	4 - 6 months	7 - 9 months	Collection Status
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
Trade receivables from external party	620	-	-	-	620	Full payment received subsequent to year end
Goods and services tax receivable	2	2	-	-	-	
Total trade and other receivables	622	2	-	-	620	

SGX-ST Query (b)

Please disclose a breakdown of trade and other payables amounting to S\$1,009,000 as at 28 February 2021. For other payables, please disclose the aging and nature of these other payables and whether the counterparties are related parties.

Company's Response to SGX-ST Query (b)

The breakdown, aging, nature and counterparties of the Company's payables are as follows:

	Counterparty	Aging as at FY2021						Note
		Total	Current	1 - 6 months	7 - 12 months	> 12 months		
		S\$'000	S\$'000	S\$'000	S\$'000	S\$'000		
Trade payables:								
Accrued liabilities in relation to statutory expenses	External parties	53	53	-	-	-		
Other payables:								
Director fee in relation to:								
- FY2020	Directors	113	-	-	-	113		
- FY2021	Directors	196	196	-	-	-		
Salaries payable	Executive Directors	154	-	54	75	25	A	
Office rental payable	Related party	6	-	6	-	-		
Interest-free advances	Related party	484	-	66	415	3		
Other payables	External parties	3	3	-	-	-		
Other payables - subtotal		956	199	126	490	141		
Total trade and other payables		1,009	252	126	490	141		

Note A – Salaries Payable to Executive Directors

As disclosed on Page 49 of the Annual Report, two of the Directors agreed to defer payment of remuneration until 31 December 2022.

SGX-ST Query (c)

As at 28 February 2021, the Group has a current liabilities of S\$1,011,000 with cash and cash equivalents of S\$74,000. Please disclose the pro-active actions which management plans to take to ensure that the Group's financial position remains strong.

- (i) Please assess the Company's ability to operate as a going concern.
- (ii) Please assess the Company's ability to meet its debt covenants (if any).
- (iii) Please assess the Company's ability to meet its short-term obligations when they fall due.

Company's Response to SGX-ST Query (c)

- (i) The Company is able to operate as a going concern based on (1) financial support obtained from a related party, Jackspeed Holdings Pte. Ltd. ("JH") and (2) directors not demanding payment of the amounts payable.
- (ii) Not applicable, the Company does not have any debt covenants.
- (iii) The Company has obtained financial support from JH to ensure that the Company is able to meet its short-term obligations when they fall due.

Subsequent to the disposal of all business and business assets on 3 January 2020, the Company had been actively pursuing viable business opportunities.

As per announcement on 21 April 2021, the Company had received approval from SGX-ST on the Company's application for extension of time of up to 21 July 2021 to comply with Rule 1018(2) of the listing manual of SGX-ST.

The Company shall update the shareholders as and when there are any material developments.

By Order of the Board

Chua Sze Chyi
Non-Executive Director
30 June 2021