



**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)
<b>(Loss) / Profit, net of tax</b>		<b>(254)</b>	<b>3,248</b>	<b>(107.8)</b>
<b>Other comprehensive (loss) / income, net of tax</b>				
<b>Items that may be reclassified subsequently to profit or loss:</b>				
Debt asset instrument at fair value through other comprehensive income:				
- Fair value changes				
		-	21	(100.0)
<b>Other comprehensive income, net of tax</b>		-	<b>21</b>	<b>(100.0)</b>
<b>Total comprehensive (loss) / income</b>		<b>(254)</b>	<b>3,269</b>	<b>(107.8)</b>
<b>Total comprehensive (loss) / income:</b>				
From continuing operations		(259)	(330)	(21.5)
From discontinued operations		5	3,599	(99.9)
		<b>(254)</b>	<b>3,269</b>	<b>(107.8)</b>

**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****Other income and gains**

Reversal of allowance for impairment of other  
receivables from subsidiary  
Foreign exchange adjustment gain  
Net

	Period Ended		
	31 Aug 2020 S\$'000	31 Aug 2019 S\$'000	Change %
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:-

**From discontinued operations:**

Depreciation of plant and equipment  
Total depreciation expense

	Period Ended		
	31 Aug 2020 S\$'000	31 Aug 2019 S\$'000	Change %
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**

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

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

Amount repayable in one year or less, or on demand

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

Amount repayable after one year

<b>As at 31 Aug 2020</b>		<b>As at 29 Feb 2020</b>	
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

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

- 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
<b>Share capital</b>		
Balance at beginning and end of the period	293	36,865
<b>Treasury shares</b>		
Balance at beginning and end of the period	(50)	(50)
<b>Other reserves</b>		
Balance at beginning of the period	-	(11)
Total comprehensive income for the period	-	21
<b>Balance at end of the period</b>	<b>-</b>	<b>10</b>
<b>(Accumulated losses) / retained earnings</b>		
Balance at beginning of the period	(34)	169
Total comprehensive (loss) / income for the period	(254)	3,248
<b>Balance at end of the period</b>	<b>(288)</b>	<b>3,417</b>
<b>Total equity</b>	<b>(45)</b>	<b>40,242</b>

- 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
<b><u>Ordinary shares of no par value</u></b>		
Balance at beginning and end of the period	301,252	301,252
<b><u>Treasury shares</u></b>		
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
<b>Type of dividend</b>		
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