SINKODIA PTE. LTD.

(Incorporated in Singapore)

UNAUDITED REPORT

For the financial year ended 31 December 2023

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The directors present their statement to the members together with the unaudited financial statements for the financial year ended 31 December 2023.

In the opinion of the directors,

(a) the financial statements as set out on pages 5 to 8 are drawn up so as to give a true and fair view of the financial position of the Company as at 31 December 2023 and the financial performance, changes in equity and cash flows of the Company for the financial year covered by the financial statements; and

(b) at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

Directors

The directors of the Company in office at the date of this statement are as follows:

Mr SIM HYUN CHUL

Arrangements to enable directors to acquire shares and debentures

Neither at the end of nor at any time during the financial year was the Company a party to any arrangement whose object was to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

Directors' interests in shares or debentures

According to the register of directors' shareholdings, none of the directors holding office at the end of the financial year had any interest in the shares or debentures of the Company.

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Share options

No options were granted during the financial year to subscribe for unissued shares of the Company.

No shares were issued during the financial year by virtue of the exercise of options to take up unissued shares of the Company.

There were no unissued shares of the Company under option at the end of the financial year.

On behalf of the directors



Director
SIM HYUN CHUL
Date : 13/06/2024

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SINKODIA PTE. LTD.

Statement of comprehensive income for the year ended 31 December 2023

	Notes	2023 SGD	2022 SGD
Revenue	4	826,460	1,791,682
Cost of sales	6	(689,689)	(1,296,448)
Gross profit		136,771	495,234
Other income	5	11	215
Administrative and operating expenses	6/7	(224,338)	(247,150)
Finance costs	8	(45,193)	(67,521)
Profit/(loss) before income tax		(132,749)	180,778
Income tax expense		-	-
Profit/(loss) after income tax, representing total comprehensive income		(132,749)	180,778

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SINKODIA PTE. LTD.

Statement of financial position as at 31 December 2023

	Notes	2023 SGD	2022 SGD
ASSETS			
Current assets			
Cash and cash equivalents	9	11,320	101,983
Trade and other receivables	10	137,974	409,701
		149,294	511,684
Non-current assets			
Investment securities	11	1,183,262	1,219,000
		1,183,262	1,219,000
Total assets		1,332,556	1,730,684
LIABILITIES AND EQUITY			
Current liabilities			
Trade and other payables	12	708,624	879,768
Other current liabilities	13	25,454	12,414
		734,078	892,182
Non-current liabilities			
Borrowings	14	860,077	967,352
		860,077	967,352
Total liabilities		1,594,155	1,859,534
Equity			
Share capital	15	100,000	100,000
Retained earnings/(accumulated losses)		(361,599)	(228,850)
		(261,599)	(128,850)
Total liabilities and equity		1,332,556	1,730,684

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SINKODIA PTE. LTD.

Statement of changes in equity at 31 December 2023

	Share capital SGD	Fair value reserve SGD	Retained earnings SGD	Total equity SGD
2023				
Beginning of financial year	**100,000**	**-**	**(228,850)**	**(128,850)**
Profit/(loss) for the year	-	-	(132,749)	(132,749)
Total comprehensive income	**-**	**-**	**(132,749)**	**(132,749)**
Total transactions with owners, recognised directly in equity	**-**	**-**	**-**	**-**
- Capital increase	-	-	-	-
- Dividend paid	-	-	-	-
End of financial year	**100,000**	**-**	**(361,599)**	**(261,599)**
2022				
Beginning of financial year	**100,000**	**-**	**(409,628)**	**(309,628)**
Profit/(loss) for the year	-	-	180,778	180,778
Total comprehensive income	**-**	**-**	**180,778**	**180,778**
Total transactions with owners, recognised directly in equity	**-**	**-**	**-**	**-**
- Capital increase	-	-	-	-
- Dividends paid	-	-	-	-
End of financial year	**100,000**	**-**	**(228,580)**	**(128,850)**

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Statement of cash flows for the year ended 31 December 2023

	Notes	2023 SGD	2022 SGD
Cash flows from operating activities			
Profit/(loss) before tax		(132,749)	180,778
Adjustments for:			
Loss/(gain) on disposal of investment securities	11	(14,662)	-
Interest income	5	(11)	(94)
Interest expense	8	45,193	67,521
Realised exchange loss/(gain)	11	(173)	-
Unrealised exchange loss/(gain)		(1,213)	(4,674)
		(103,615)	243,531
Changes in working capital:			
Decrease/(increase) in trade and other receivables	10	271,727	327,702
Increase/(decrease) in trade and other payables	12	(213,116)	(330,602)
Increase/(decrease) in other current liabilities	13	500	3,100
Cash generated from/(used in) operations		(44,504)	243,731
Income tax paid		-	-
Net cash from/(used in) operating activities		(44,504)	243,731
Cash flows from investing activities			
Proceeds from investment securities	11	50,573	-
Interest received	5	11	94
Net cash from/(used in) investing activities		50,584	94
Cash flows from financing activities			
Proceeds/(repayment) of borrowings	14	(107,275)	(410,601)
Proceeds/(repayment) of amount due to shareholders	13	12,540	9,314
Interest paid		-	(67,521)
Net cash from/(used in) financing activities		(94,735)	(468,808)
Net increase/(decrease) in cash and cash equivalents		(88,655)	(224,983)
Effect of currency translation on cash and cash equivalents		(2,008)	4,674
Cash and cash equivalents at beginning of year		101,983	322,292
Cash and cash equivalents at end of year	9	11,320	101,983

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SINKODIA PTE. LTD.

Accounting policies and explanatory notes to the financial statements for the year ended 31 December 2023

1. General information

SINKODIA PTE. LTD. (the "Company") is an exempt private company limited by shares and incorporated in Singapore. The address of its registered office and principal place of business is 38 Beach Road #17-12 South Beach Tower Singapore 189767.

The principal activity of the Company is wholesale trade of a variety of goods without a dominant product.

2. Basis of preparation and accounting policies

The financial statements have been prepared in accordance with the *Singapore Financial Reporting Standard for Small Entities* issued by the Accounting Standards Council. They are presented in the Singapore Dollar (SGD).

Revenue recognition

Revenue from sales of goods is recognised when the goods are delivered and title has passed. Revenue is measured at the cost of the consideration received or receivable, net of discounts.

Borrowing costs

All borrowing costs are recognised in profit or loss in the period in which they are incurred.

Trade and other receivables

Most sales are made on the basis of normal credit terms and the receivables do not bear interest. Where credit is extended beyond normal credit terms, receivables are measured at amortised cost using the effective interest method. At the end of each reporting period, the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in profit or loss.

Trade and other payables

Trade and other payables are obligations on the basis of normal credit terms and do not bear interest. Trade payables denominated in a foreign currency are translated into SGD using the exchange rate at the reporting date. Foreign exchange gains or losses are included in other income or other expenses.

3. Key sources of estimation uncertainty

Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

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4. Revenue

	2023 SGD	2022 SGD
Revenue recognised at a point in time		
- Goods	826,460	1,791,682
	826,460	1,791,682

5. Other income

	2023 SGD	2022 SGD
Interest income from:		
- Bank deposits	11	94
Other income	-	121
	11	215

6. Administrative and operating expenses

	2023 SGD	2022 SGD
Cost of sales	689,689	1,296,448
Directors' Fees and Remuneration	240,000	240,000
Entertainment expenses	7,672	4,026
Other (gains)/losses (Note 7)	(37,831)	(6,034)
Other expenses	14,497	9,158
	914,027	1,543,598

7. Other (gains)/losses

	2023 SGD	2022 SGD
Net (gains)/losses on:		
- foreign exchange	(23,169)	(6,034)
- gain on disposal	(14,662)	-
	(37,831)	(6,034)

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8. Finance costs

	2023 SGD	2022 SGD
Interest expense on loan from shareholder	45,193	67,521
	45,193	67,521

9. Cash and cash equivalents

	2023 SGD	2022 SGD
Cash at banks	11,320	101,983
	11,320	101,983

10. Trade and other receivables

	2023 SGD	2022 SGD
Trade receivables		
- from non-related parties	137,974	409,701
	137,974	409,701

11. Investment securities

	2023 SGD	2022 SGD
Equity securities at cost method	1,183,262	1,219,000
	1,183,262	1,219,000

	2023 SGD	2022 SGD
Beginning of financial year	1,219,000	1,219,000
Additions	-	-
Fair value adjustment	-	-
Foreign currency adjustment	173	-
Disposals	(50,573)	-
Gain on disposal	14,662	-
Closing	1,183,262	1,219,000

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12. Trade and other payables

	2023 SGD	2022 SGD
Trade payables		
- to non-related parties	508,160	721,276
Accrued interest payable		
- Current:	180,464	138,492
Other payables	20,000	20,000
	708,624	879,768

13. Other current liabilities

	2023 SGD	2022 SGD
Due to shareholder	21,854	9,314
Accruals	3,600	3,100
	25,454	12,414

14. Borrowing

	2023 SGD	2022 SGD
Borrowing	860,077	967,352
	860,077	967,352

15. Share capital

Balances as at 31 December 2023 and 2022 of SGD 100,000 and SGD 100,000 comprise 100,000 and 100,000 ordinary shares fully paid.

16. Approval of financial statements

These financial statements were approved by the Board of Directors and authorised for issue on 13 June 2024.

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