AEDGE GROUP LIMITED
Registration No: 201933214E
Incorporated in the Republic of Singapore

Unaudited Financial Statements and Dividend Announcement
For the Six Months and Full Year ended 30 June 2022

This announcement has been prepared by Aedge Group Limited (the "**Company**") and its contents have been reviewed by UOB Kay Hian Private Limited (the "**Sponsor**") for compliance with the relevant rules of the SGX-ST Listing Manual Section B: Rules of Catalist.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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A – CONDENSED INTERIM CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Condensed Interim Consolidated Statement of Comprehensive Income for the six-months ended 30 June 2022 ("2H FY2022"), six-months ended 30 June 2021 ("2H FY2021"), twelve-months financial year ended 30 June 2022 ("Full Year FY2022"), and twelve-months financial year ended 30 June 2021 ("Full Year FY2021").

	Note	2H FY2022 $'000 Unaudited	2H FY2021 $'000 Unaudited	Full Year FY2022 $'000 Unaudited	Full Year FY2021 $'000 Audited	Change Full Year FY2022/2021 %
Revenue	12	10,882	9,466	20,452	17,879	14.4
Cost of sales		(10,277)	(8,569)	(18,581)	(15,883)	17.0
Gross profit		605	897	1,871	1,996	(6.3)
Other income		749	885	1,681	2,777	(39.5)
Administrative expenses		(2,280)	(2,393)	(4,513)	(5,314)	(15.1)
Other expenses		(241)	(249)	(510)	(393)	29.8
Results from operating activities		(1,167)	(860)	(1,471)	(934)	57.5
Finance income		3	4	11	12	(8.3)
Finance costs		(64)	(82)	(139)	(179)	(22.3)
Net finance costs		(61)	(78)	(128)	(167)	(23.4)
Loss before tax	13	(1,228)	(938)	(1,599)	(1,101)	45.2
Tax credit	14	162	110	160	110	45.5
Loss and total comprehensive loss for the period		(1,066)	(828)	(1,439)	(991)	45.2
Basic and diluted loss per share (cents)	15	(1.01)	(0.84)	(1.36)	(1.00)	

B. CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Note	Group		Company	
		30 June 2022 $'000 Unaudited	30 June 2021 $'000 Audited	30 June 2022 $'000 Unaudited	30 June 2021 $'000 Audited
Assets					
Property, plant & equipment	5	9,402	11,015	-	-
Intangible asset		11	15	-	-
Investment in subsidiaries		-	-	10,680	11,661
Fixed deposit	6	-	146	-	-
Non current assets		**9,413**	**11,176**	**10,680**	**11,661**
Inventories		472	261	-	-
Trade and other receivables	7	4,593	5,113	2,297	2,495
Contract assets		2,217	292	-	-
Cash and cash equivalent	6	5,580	9,162	513	1,660
Current assets		**12,862**	**14,828**	**2,810**	**4,155**
Total assets		**22,275**	**26,004**	**13,490**	**15,816**
Equity					
Share capital	8	14,590	14,590	14,590	14,590
Reserves	9	(445)	2,054	(1,233)	1,098
Total equity		**14,145**	**16,644**	**13,357**	**15,688**
Liabilities					
Loans and borrowings	10	862	1,230	-	-
Lease liabilities		62	507	-	-
Deferred tax liabilities		504	617	-	-
Provision		-	29	-	-
Non current liabilities		**1,428**	**2,383**	**-**	**-**
Loans and borrowings	10	3,654	3,276	-	-
Lease liabilities		500	942	-	-
Trade and other payables	11	2,548	2,670	133	128
Current tax liabilities		-	89	-	-
Current liabilities		**6,702**	**6,977**	**133**	**128**
Total liabilities		**8,130**	**9,360**	**133**	**128**
Total equity & liabilities		**22,275**	**26,004**	**13,490**	**15,816**

C. CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

Group	Share capital $'000	Capital reserve $'000	Merger reserve $'000	Retained earnings $'000	Total equity $'000
As at 1 July 2020	11,701	200	(8,701)	11,546	14,746
Issue of new shares	3,200	-	-	-	3,200
Share issue expenses	(311)	-	-	-	(311)
Total comprehensive loss for the period	-	-	-	(991)	(991)
As at 30 June 2021	**14,590**	**200**	**(8,701)**	**10,555**	**16,644**
As at 1 July 2021	14,590	200	(8,701)	10,555	16,644
Total comprehensive loss for the period	-	-	-	(1,439)	(1,439)
Dividends paid	-	-	-	(1,060)	(1,060)
As at 30 June 2022	**14,590**	**200**	**(8,701)**	**8,056**	**14,145**

Company	Share capital $'000	Retained earnings $'000	Total equity $'000
As at 1 July 2020	11,701	93	11,794
Issuance of shares on IPO	3,200	-	3,200
Share issue expenses	(311)	-	(311)
Total comprehensive income for the period	-	1,005	1,005
As at 30 June 2021	**14,590**	**1,098**	**15,688**
	$'000	$'000	$'000
As at 1 July 2021	14,590	1,098	15,688
Total comprehensive loss for the period	-	(1,271)	(1,271)
Dividends paid		(1,060)	(1,060)
As at 30 June 2022	**14,590**	**(1,233)**	**13,357**

D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	Full Year FY2022 Unaudited $'000	Full Year FY2021 Audited $'000
Cash flows from operating activities		
Loss before tax	**(1,599)**	**(1,101)**
Adjustments for:		
Depreciation of plant and equipment	2,388	2,199
Amortisation of intangible assets	4	4
Reversal of provision	(29)	-
Impairment losses on trade and other receivables	23	44
Finance income	(11)	(12)
Finance cost	139	179
Loss on disposal of plant and equipment	99	13
	1,014	1,326
Changes in:		
Inventories	(211)	(27)
Contract assets	(1,925)	187
Trade and other receivables	497	3,140
Trade and other payables	(122)	25
Cash generated from operations	(747)	4,651
Net tax (paid)/refund	(42)	66
Net cash (used in)/from operating activities	**(789)**	**4,717**
Cash flows from investing activities		
Acquisition of plant and equipment	(878)	(1,578)
Interest received	11	12
Proceeds from disposal of plant and equipment	64	180
Net cash used in investing activities	**(803)**	**(1,386)**
Cash flows from financing activities		
Decrease in deposits pledged to financial institution	146	112
Payment of lease liabilities	(982)	(1,504)
Payment in amount due to directors	-	(2)
Dividends paid	(1,060)	(2,000)
Proceeds from loans and borrowings	1,000	1,500
Repayment of loans and borrowings	(990)	(561)
Interest paid	(104)	(119)
Net proceeds from initial public offering	-	2,889
Net cash (used in)/from financing activities	**(1,990)**	**315**
Net (decrease)/increase in cash and cash equivalents	(3,582)	3,646
Cash and cash equivalents at beginning of the period	9,162	5,516
Cash and cash equivalents at end of the period	**5,580**	**9,162**

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

These notes form an integral part of the condensed interim consolidated financial statements.

1. Domicile and activities

Aedge Group Limited (the "Company") is a company incorporated in the Republic of Singapore on 3 October 2019 under the name Aedge Group Pte Ltd. The Company was converted to a public limited company on 24 March 2020 and the name of the Company was changed to Aedge Group Limited in connection therewith. The address of the Company's registered office is Block 4009 Ang Mo Kio Avenue 10, Tech Place I #04-33, Singapore 569738.

The financial statements of the Group as at and for the half year and year ended 30 June 2022 comprise the Company and its subsidiaries (together referred to as the "Group" and individually as "Group entities").

The immediate and ultimate holding company is PTCC Holdings Pte. Ltd., a company incorporated in the Republic of Singapore.

The principal activities of the Company are those of investment holding. The principal activities of the Group consist of provision of engineering services, transport services, cleaning services, security and manpower services.

2. Basis of preparation

2.1 Statement of compliance

The condensed interim consolidated financial statements for the six-months ended and twelve-months ended 30 June 2022 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim consolidated 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 condensed interim consolidated financial statements for the six-months ended 31 December 2021.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I), except for the adoption of new and amended standards as set out in Note 4.

These condensed interim consolidated financial statements have been prepared on the historical cost basis except as otherwise described in the notes below.

These condensed interim consolidated financial statements are presented in Singapore dollars, which is the Company's functional currency. The financial information has been rounded to the nearest thousand, unless otherwise stated.

2.2 **Use of estimates and judgements**

The preparation of the condensed interim consolidated financial statements in conformity with SFRS(I)s requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. 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 applied to the consolidated financial statements as at and for the year ended 30 June 2021.

Measurement of fair values

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The Group has an established control framework with respect to the measurement of fair values. The finance team has overall responsibility for all significant fair value measurements, including Level 3 fair values, and reports directly to the Chief Financial Officer.

When measuring the fair value of an asset or a liability, the Group uses market observable data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- *Level 1:* quoted prices (unadjusted) in active markets for identical assets or liabilities.
- *Level 2:* inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- *Level 3:* inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement (with Level 3 being the lowest).

The Group recognises transfers between levels of the fair value hierarchy as of the end of the reporting period during which the change has occurred.

3. Seasonal operations

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

4. New and amended standards adopted by the Group

A number of amendments to 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**.**

5. Property, plant and equipment

During the twelve-months ended 30 June 2022, the Group acquired assets amounting to approximately $938,000 (30 June 2021: $1,867,000) and disposed of assets with a net book value amounting to approximately $163,000 (30 June 2021: $193,000).

6. Fixed deposits and cash and cash equivalents

	Group		Company	
	30 June 2022 $'000	30 June 2021 $'000	30 June 2022 $'000	30 June 2021 $'000
Cash on hand	35	24	–	–
Fixed deposits	–	146	–	–
Cash at bank	5,545	9,138	513	1,660
Cash and cash equivalents	5,580	9,308	513	1,660
Presented on the statements of financial position as:				
Fixed deposits (non-current)	–	146	–	–
Cash and cash equivalents (current)	5,580	9,162	513	1,660
	5,580	9,308	513	1,660
Deposits pledged	–	(146)	–	–
Cash and cash equivalents in the statement of cash flows	5,580	9,162	513	1,660

Fixed deposits amounting $146,000 as at 30 June 2021 was pledged to financial institutions for banker's guarantee facilities.

7. Trade and other receivables

	Group		Company	
	30 June 2022 $'000	30 June 2021 $'000	30 June 2022 $'000	30 June 2021 $'000
Trade receivables:				
- third parties	3,696	4,362	–	–
Impairment losses	(14)	(282)	–	–
	3,682	4,080	–	–
Other receivables (non-trade):				
- dividend from subsidiaries	–	–	2,250	2,250
- subsidiaries	–	–	–	8
- grant receivables	364	237	–	200
- others	–	28	–	–
Deposits	207	312	–	–
	4,253	4,657	2,250	2,458
Prepayments	340	456	47	37
	4,593	5,113	2,297	2,495

8. Share capital

	Group and Company Number of shares
Issued and fully-paid ordinary shares with no par value:	
As at 30 June 2021	106,000,000
As at 30 June 2022	106,000,000

Issue of ordinary shares

There was no change in the Company's share capital since 31 December 2021.

The Company did not have any convertible securities, treasury shares and subsidiary holdings as at 30 June 2022 and 30 June 2021.

9. Reserves

The reserves of the Group comprise the following balances:

	Group		Company	
	30 June 2022 $'000	30 June 2021 $'000	30 June 2022 $'000	30 June 2021 $'000
Capital reserve	200	200	–	–
Merger reserve	(8,701)	(8,701)	–	–
Retained earnings	8,056	10,555	(1,233)	1,098
Totals	(445)	2,054	(1,233)	1,098

Capital reserve

The capital reserve relates to deemed contribution from the Company's shareholders for the acquisition of a subsidiary.

Merger reserve

The merger reserve relates to the difference between the consideration paid and the paid-in capital of entities under common control which were acquired by the Group.

Dividends

The Company declared and paid dividends amounting to $1,060,000 during the period from 1 July 2021 to 30 June 2022.

10. Loans and borrowings

	Group	
	30 June 2022 $'000	30 June 2021 $'000
Non-current		
Term loan (secured)	862	1,230
Current		
Term loan (secured)	3,654	3,276
	4,516	4,506

The Group's term loans are secured by corporate guarantees by the Company.

One of the Group's term loans is repayable in monthly instalments between 1 July 2022 to 30 June 2025. Nonetheless, the loan contains a callable clause stating that the bank may at their absolute discretion cancel or withdraw the term loan facility. Accordingly, the term loan with a carrying amount of $2,283,000 (2021: $3,006,000) has been classified as current liabilities.

As at 30 June 2022, an outstanding loan amount of $818,000 of one of the Group's subsidiaries has been classified as current liabilities, as one of the continuing loan conditions has not been met.

11. Trade and other payables

	Group		Company	
	30 June 2022 $'000	30 June 2021 $'000	30 June 2022 $'000	30 June 2021 $'000
Trade payables:				
- third parties	521	680	–	–
- GST payable	223	246	–	–
Other payables (non-trade)	61	97	1	47
Customer deposits	82	62	–	–
Deferred income	17	19	–	–
Accrued operating expenses	469	414	132	81
Accrued salaries and wages	1,175	826	–	–
Deferred grant income	–	326	–	–
	2,548	2,670	133	128

The deferred grant income relates to monies received under the Jobs Support Scheme implemented by the Singapore government. The deferred grant income is recognised to the statement of comprehensive income on a systematic basis over the estimated period of economic uncertainty in which the Group recognises the related salary cost.

12 Revenue

	For the six-month period ended 30 June		For the twelve-month period ended 30 June	
	2022 $'000	2021 $'000	2022 $'000	2021 $'000
Revenue from contracts with customers:				
- Engineering services	2,703	3,584	6,194	6,165
- Transport services	2,045	2,670	4,484	5,207
- Security and manpower services	6,134	3,212	9,774	6,507
	10,882	9,466	20,452	17,879

13. Loss before tax

The following items have been included in arriving at loss before tax:

	For the six-month period ended 30 June		For the twelve-month period ended 30 June	
	2022 $'000	2021 $'000	2022 $'000	2021 $'000
Other income				
Government grants	749	885	1,672	2,776
Sundry income	–	–	9	1
	749	885	1,681	2,777
Finance income				
Interest income from:				
- fixed deposit	–	–	4	3
- current account	3	4	7	9
	3	4	11	12
Finance expense				
Interest expense on:				
Lease liabilities	(14)	(25)	(35)	(60)
Loans and borrowings	(50)	(57)	(104)	(119)
	(64)	(82)	(139)	(179)
Other significant items:				
Depreciation of property, plant and equipment	1,210	1,128	2,388	2,199
Loss on disposal/write-off of property, plant and equipment	17	13	99	13
Amortisation of intangible assets	2	2	4	4
Impairment loss on trade and other receivables	28	44	23	44

14. Tax credit

	For the six-month period ended 30 June		For the twelve-month period ended 30 June	
	2022 $'000	2021 $'000	2022 $'000	2021 $'000
Current tax expense				
Current period	2	19	2	19
Over provision in respect of prior years	(51)	(12)	(49)	(12)
	(49)	7	(47)	7
Deferred tax expense				
Origination and reversal of temporary differences	(203)	(28)	(203)	(28)
Under/(over) provision in respect of prior years	90	(89)	90	(89)
	(113)	(117)	(113)	(117)
Total tax credit	(162)	(110)	(160)	(110)

15. Loss per share

	For the six-month period ended 30 June		For the twelve-month period ended 30 June	
	2022	2021	2022	2021
Basic and diluted loss per share (cents)	(1.01)	(0.84)	(1.36)	(1.00)

The calculation of basic loss per share has been based on the loss attributable to ordinary shareholders and the following weighted-average number of ordinary shares outstanding.

	30 June 2022 '000	30 June 2021 '000
Weighted-average number of ordinary shares	106,000	98,899

Diluted loss per share

As at 30 June 2022 and 30 June 2021, there were no outstanding dilutive potential ordinary shares.

16. Operating segments

The Group has the following three strategic divisions, which are its reportable segments. These divisions offer different services, and are managed separately. The Group's Chief Executive Officer (the chief operating decision maker) reviews internal management reports of each division at least quarterly. The following summary describes the operations in each of the Group's reportable segments:

- Engineering services

  Sales and installation of scaffolding equipment, insulation and passive fire protection systems. Provision of workers on contract or ad-hoc basis for engineering services.

- Transport services

  Provision of bus services for public premium service routes, schools, corporates and ad hoc charters.

- Security and manpower services

  Provision of security services, cleaning services, manpower staffing for aviation technicians.

- Others

  Others relate to unallocated amounts that includes provision of management, treasury and administrative services.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit (loss) before tax, as included in the internal management reports that are reviewed by the Group's CEO. Segment profit (loss) is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

Information about reportable segments

	Engineering services $'000	Transport services $'000	Security and manpower services $'000	Total for reportable segments $'000	Others $'000	Inter-segment eliminations $'000	Total $'000
For the six-months period ended 30 June 2022							
External revenues	2,703	2,045	6,134	10,882	–	–	10,882
Inter-segment revenue	102	4	–	106	–	(106)	–
External cost of sales	(2,113)	(2,578)	(5,586)	(10,277)	–	–	(10,277)
Inter-segment cost of sales	(52)	–	(4)	(56)	–	56	–
Finance income	–	–	3	3	–	–	3
Finance costs	(10)	(23)	(31)	(64)	–	–	(64)
Depreciation of property, plant and equipment and amortization of intangible assets	(396)	(795)	(21)	(1,212)	–	–	(1,212)
Reportable segment profit/(loss) before tax	(233)	(798)	819	(212)	(1,958)	942	(1,228)
Other material non-cash items:							
- Loss on disposal/write-off of property, plant and equipment	(16)	–	(1)	(17)	–	–	(17)
- Impairment loss on receivables	(23)	(5)	–	(28)	–	–	(28)
Capital expenditure	412	(1)	69	480	–	–	480
As at 30 June 2022							
Reportable segment assets	7,437	10,491	6,540	24,468	13,658	(15,851)	22,275
Reportable segment liabilities	4,919	2,122	5,781	12,822	321	(5,013)	8,130

	Engineering services $'000	Transport services $'000	Security and manpower services $'000	Total for reportable segments $'000	Others $'000	Inter-segment eliminations $'000	Total $'000
For the six-months period ended 30 June 2021							
External revenues	3,584	2,670	3,212	9,466	–	–	9,466
Inter-segment revenue	219	7	29	255	–	(255)	–
External cost of sales	(2,972)	(2,733)	(2,864)	(8,569)	–	–	(8,569)
Inter-segment cost of sales	(234)	–	(27)	(261)		261	–
Finance income	–	–	4	4	–	–	4
Finance costs	(8)	(36)	(38)	(82)	–	–	(82)
Depreciation of property, plant and equipment and amortization of intangible assets	(320)	(801)	(9)	(1,130)	–	–	(1,130)
Reportable segment profit/(loss) before tax	(105)	187	65	147	(1,083)	(2)	(938)
Other material non-cash items:							
- Gain/(Loss) on disposal/write-off of property, plant and equipment	43	(44)	(12)	(13)	–	–	(13)
- Impairment loss on receivables	(44)	–	–	(44)	–	–	(44)
Capital expenditure	1,640	40	19	1,699	–	–	1,699
As at 30 June 2021							
Reportable segment assets	7,398	13,138	6,782	27,318	15,816	(17,130)	26,004
Reportable segment liabilities	4,481	6,066	3,964	14,511	129	(5,280)	9,360

	Engineering services $'000	Transport services $'000	Security and manpower services $'000	Total for reportable segments $'000	Others $'000	Inter-segment eliminations $'000	Total $'000
For the twelve-months period ended 30 June 2022							
External revenues	6,194	4,484	9,774	20,452	–	–	20,452
Inter-segment revenue	202	21	–	223	–	(223)	–
External cost of sales	(4,523)	(5,101)	(8,957)	(18,581)	–	–	(18,581)
Inter-segment cost of sales	(145)	–	(7)	(152)	–	152	–
Finance income	–	4	7	11	–	–	11
Finance costs	(21)	(52)	(66)	(139)	–	–	(139)
Depreciation of property, plant and equipment and amortisation of intangible assets	(763)	(1,590)	(39)	(2,392)	–	–	(2,392)
Reportable segment profit/(loss) before tax	117	(809)	932	240	(2,748)	909	(1,599)
Other material non-cash items:							
- Loss on disposal of property, plant and equipment	(86)	–	(13)	(99)	–	–	(99)
- Impairment loss on trade receivables	(18)	(5)	–	(23)	–	–	(23)
Capital expenditure	845	21	72	938	–	–	938
As at 30 June 2022							
Reportable segment assets	7,437	10,491	6,540	24,468	13,658	(15,851)	22,275
Reportable segment liabilities	4,919	2,122	5,781	12,822	321	(5,013)	8,130

	Engineering services $'000	Transport services $'000	Security and manpower services $'000	Total for reportable segments $'000	Others $'000	Inter-segment eliminations $'000	Total $'000
For the twelve-months period ended 30 June 2021							
External revenues	6,165	5,207	6,507	17,879	–	–	17,879
Inter-segment revenue	336	15	29	380	–	(380)	–
External cost of sales	(4,745)	(5,234)	(5,904)	(15,883)	–	–	(15,883)
Inter-segment cost of sales	(352)	–	(28)	(380)	–	380	–
Finance income	–	3	9	12	–	–	12
Finance costs	(18)	(70)	(91)	(179)	–	–	(179)
Depreciation of property, plant and equipment and amortisation of intangible assets	(598)	(1,584)	(21)	(2,203)	–	–	(2,203)
Reportable segment profit/(loss) before tax	362	503	719	1,584	(2,681)	(4)	(1,101)
Other material non-cash items:							
- Gain/(Loss) on disposal of property, plant and equipment	43	(44)	(12)	(13)	–	–	(13)
- Impairment loss on trade receivables	(44)	–	–	(44)	–	–	(44)
Capital expenditure	1,478	64	36	1,578	–	–	1,578
As at 30 June 2021							
Reportable segment assets	7,398	13,138	6,782	27,318	15,816	(17,130)	26,004
Reportable segment liabilities	4,481	6,066	3,964	14,511	129	(5,280)	9,360

Reconciliations of reportable segment revenues, profit or loss, assets and liabilities and other material items to SFRS(I) measures

	For the six-month period ended 30 June		For the twelve-month period ended 30 June	
	2022 $'000	2021 $'000	2022 $'000	2021 $'000
Revenues				
Total revenue for reportable segments	10,988	9,721	20,675	18,259
Elimination of inter-segment revenue	(106)	(255)	(223)	(380)
Consolidated revenue	10,882	9,466	20,452	17,879
Cost of sales				
Total cost of sales for reportable segments	10,333	8,830	18,733	16,263
Elimination of inter-segment cost of sales	(56)	(261)	(152)	(380)
Consolidated cost of sales	10,277	8,569	18,581	15,883
Profit or loss before tax				
Total profit/(loss) before tax for reportable segments	(212)	147	240	1,584
Elimination of inter-segment profit/(loss)	942	(2)	909	(4)
Unallocated amounts	(1,958)	(1,083)	(2,748)	(2,681)
Consolidated loss before tax from continuing operations	(1,228)	(938)	(1,599)	(1,101)

	30 June 2022 $'000	30 June 2021 $'000
Assets		
Total assets for reportable segments	24,468	27,318
Elimination of inter-segment assets	(15,851)	(17,130)
Other unallocated amounts	13,658	15,816
Consolidated total assets	22,275	26,004
Liabilities		
Total liabilities for reportable segments	12,822	14,511
Elimination of inter-segment liabilities	(5,013)	(5,280)
Other unallocated amounts	321	129
Consolidated total liabilities	8,130	9,360

Geographical information

The engineering services, transport services, and security and manpower services are managed in Singapore.

17. Related parties

There were no significant transactions carried out by the Group with its related parties.

18. Subsequent events

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

F. OTHER INFORMATION REQUIRED BY CATALIST LISTING RULE APPENDIX 7C

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

The condensed consolidated statement of financial position of Aedge Group Limited and its subsidiaries as at 30 June 2022 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period and full year financial year ended 30 June 2022 ("FY2022") and certain explanatory notes have not been audited nor reviewed.

2. 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.
Not applicable.

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.
Not applicable.

3. 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	
	30 June 2022	**30 June 2021**	**30 June 2022**	**30 June 2021**
Net asset value ($'000)	14,145	16,644	13,357	15,688
Number of ordinary shares in issue ('000)	106,000	106,000	106,000	106,000
Net asset value per ordinary share (cents)	13.3	15.7	12.6	14.8

4. 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 on 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.

A. Consolidated Statement of Comprehensive Income (Full Year FY2022 vs Full Year FY2021)

(1) Revenue:

Total revenue increased by $2.57 m or 14.4% from $17.88 million in FY2021 to $20.45 million in FY2022. The increase was mainly due to higher revenue from engineering services, and security and manpower services. This was offset by a decrease in revenue from transport services.

Increase in engineering services revenue was due to more contracts being completed in FY2022. Increase in security and manpower services revenue was due to more contracts secured in security services, and increase in number of technicians outsourced to the aviation industry. Transport services continued to be affected by the COVID-19 situation with a low utilisation of buses, which resulted from less adhoc bookings, lower ridership of premium bus services, and cancellation of some contracts.

(2) Cost of Sales:

Cost of sales increased by $2.70 million or 17.0% from $15.88 million in FY2021 to $18.58 million in FY2022. The increase was mainly due to increase in cost of sales of security and manpower services, corresponding to an increase in revenue. Cost of sales of engineering services and transport services decreased slightly.

(3) Gross Profit:

Gross profit decreased by $0.13 million or 6.3% from $2.0 million in FY2021 to $1.87 million in FY2022. This was due mainly to increase in gross losses from transport services, mitigated by increase in gross profits from engineering services, security and manpower services.

Increase in gross losses from transport services was due to low utilisation of buses, and the global hike in fuel prices. Increase in gross profits from security and manpower was due to increase in in number of technicians outsourced.

(4) Other Income:

Other Income decreased from $2.78 million in FY2021 to $1.68 million in FY2022. There were lower government grants received mainly due to the ending of the Job Support Scheme.

(5) Administrative Expenses:

Administrative expenses decreased by $0.8 million from $5.31 million in FY2021 to $4.51 million in FY2022 mainly due to write off of IPO expenses of $1.22 million in FY2021. There were no such expenses in FY2022. This was offset by increased staff costs and listing expenses in FY2022.

(6) Other Expenses:

Other expenses increased from $0.39 million in FY2021 to $0.51 million in FY2022 mainly due to higher losses on disposal of scaffolding assets, depreciation charges and bank loan administrative fees.

(7) Finance Costs:

Decrease in finance costs was mainly due to lower interest costs for lease liabilities, which was due to lower outstanding principal amounts.

(8) Tax:

There was a tax credit of $160,000 in FY2022 mainly due to reversal of temporary differences.

(9) Net Loss after tax:

Net Loss after tax increased from $0.99 million in FY2021 to $1.44 million in FY2022. This was due to lower gross profit, lower government grants received, and higher depreciation. This was offset by lower administrative expenses.

B. Consolidated Statement of Financial Position as at 30 June 2022

(1) Non-Current Assets:

Non-current assets decreased to $9.41 million as at 30 June 2022 from $11.18 million as at 30 June 2021, mainly due to depreciation of property, plant and equipment, offset by new purchases.

(2) Current Assets:

Current assets decreased to $12.86 million as at 30 June 2022 from $14.83 million as at 30 June 2021. This was mainly due to decrease in cash and cash equivalent, and decrease in trade receivables, offset by increase in contract assets.

Decrease in cash and equivalent was mainly due to payment of dividends, and repayment of bank loans. Increase in contract assets was due to higher outstanding billings for manpower services rendered.

(3) Non-Current Liabilities:

Non-current liabilities decreased to $1.43 million as at 30 June 2022 from $2.38 million as at 30 June 2021. This was mainly due to decrease in non-current lease liabilities, and decrease in loans and borrowings.

Decrease in non-current lease liabilities, and loans and borrowings were due to reclassification of amounts that have turned current.

(4) Current Liabilities:

Current liabilities decreased to $6.70 million at 30 June 2022 from $6.98 million as at 30 June 2021, mainly due to decrease in lease liabilities, and trade and other payables, offset by increase in loans and borrowings.

Decrease in lease liabilities was due to instalment repayments. Decrease in other payables was mainly due to deferred income at 30 June 2021 being recognised in FY2022. Increase in loans and borrowings was due to drawdown of a loan classified as current.

C. Consolidated Statement of Cash Flows (Full Year FY2022)

(1) Net cash used in operating activities in FY2022 amounted to $0.79 million. Operating cash flow before working capital changes was $1.01 million. However, this was offset by net working capital changes which amounted to deficit of $1.76 million. Net working capital changes was mainly due to an increase in contract assets of $1.93 million.

(2) Net cash used in investing activities in FY2022 amounted to $0.80 million. This was mainly due to acquisition of property, plant and equipment.

(3) Net cash used in financing activities in FY2022 amounted to $1.99 million. This was mainly due to payment of lease liabilities; repayment of loans and borrowings, and payment of dividends, offset by drawdown of a bank loan.

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

In the 1st Half FY2022 results announced on 10 February 2022, it was stated that "our engineering services segment, and our security and manpower services segment are expected to see slight improved results. However, contribution from the transport services segment is not expected to be favorable, due to the prevalent low utilization rate of buses. Grants from the Singapore government is also tapering off, with schemes such as the Jobs Support Scheme, ending. Thus, we expect our other income to be reduced significantly."

The results for the full year ended 30 June 2022 are in line with the above statements.

6. 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 know factors or events that may affect the group in the next reporting period and the next 12 months.

Our engineering services is subject to external factors such as the outlook for the marine and offshore, and petrochemical sectors, which will indirectly affect the demand for our scaffolding, insulation and related services. These sectors are not expected to see any robust growth, and contribution from our engineering services is expected to be moderated.

Fuel prices have recently eased off and this may provide some short-term relief to high costs in our transport services. However, due to uncertainties in market conditions, this segment is expected to remain challenging.

We expect increases in the number of our personnel to be deployed and outsourced, due to increasing demands for manpower as a result of resumption of activities Thus our security and manpower services segment is expected to maintain its stable contribution.

The Group overall results will be affected by the increase in manpower and operating costs, manpower shortages, and any disruptions in supply chain. However, the Group shall focus its efforts to increase revenue and take advantage of any improvements in the economic situation.

7. Dividend Information

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

No interim nor final ordinary dividend has been declared nor recommended.

(b) (i) Amount per share: Nil
(ii) Previous corresponding period: 1 Singapore cent per share

(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.

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

No dividend has been declared nor recommended, as the Group has recorded loss for the full year FY2022.

9. If the group has obtained a general mandate from shareholders for interested person transactions ("IPT"), the aggregate value of such transactions as required under Rule 920(1)(a)(ii) of the Catalist Rules. If no IPT mandate has been obtained, a statement to that effect.

The Group does not have a general mandate from shareholders for IPTs pursuant to Rule 920(1)(a)(ii) of the Catalist Rules. There were no discloseable interested person transactions for the current financial period under review.

10. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Catalist Rules.

The Company confirms that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Catalist Rules.

11. 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
Tan Siew Lan	68	Spouse of Chief Executive Officer, who is also a director, and substantial shareholder	Human Resources and Administration Director; 2010	No change
Tan Ah Hwa	66	Sister of Tan Siew Lan	Operations Director (Transport); 2007	No change

12. Disclosure on acquisition (including incorporations) and realization pursuant to Rule 706A

The Company did not acquire or dispose shares in any companies during the 2H FY2022.

13. Breakdown of sales

	FY2022 $'000	FY2021 $'000	Increase %
(a) Sales reported for first half year	9,570	8,413	13.8
(b) Operating loss after tax before deducting non-controlling interests reported for first half year	(373)	(163)	128.8
(c) Sales reported for second half year	10,882	9,466	15.0
(d) Operating loss after tax before deducting non-controlling interests reported for second half year	(1,066)	(828)	28.7

14. Breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

	FY2022	FY2021
(a) Ordinary	Nil	$1,060,000
(b) Preference	Not applicable	Not applicable
(c) Total	Nil	$1,060,000

BY ORDER OF THE BOARD

Poh Soon Keng
Executive Chairman and Chief Executive Officer
26 August 2022