



ZICOM GROUP LIMITED

Appendix 4D

For the Half Year ended

31 December 2024

Name of entity: ZICOM GROUP LIMITED

ABN: 62 009 816 871

FOR THE HALF YEAR ENDED 31 DECEMBER 2024

1. **Financial reporting period**

The reporting period is the half year ended 31 December 2024.

The previous corresponding period is the half year ended 31 December 2023.

2. **Results for announcement to the market**

Six months ended

	31 Dec 2024 S\$'000	31 Dec 2023 S\$'000	% Change
Revenues from ordinary activities	71,239	59,492	19.75%
Net profit/(loss) from ordinary activities after tax attributable to members	2,599	(2,816)	192.29%
Net profit/(loss) for the period attributable to members	2,599	(2,816)	192.29%

3. **Dividends**

	31 Dec 2024	31 Dec 2023	% Change
Interim dividend per security	—	—	—

4. **Net tangible assets per security**

	31 Dec 2024	30 Jun 2024	% Change
Net tangible assets per security (Singapore cents)	22.47	20.88	7.61%

The calculation of net tangible assets per security includes contract assets and lease liabilities but excludes right-of-use intangible assets.

5. **Entities over which control has been gained/lost**

There were no changes to controlled entities during the half year ended 31 December 2024.

6. **Dividend reinvestment plan**

Not applicable.

7. **Details of associates or joint ventures**

Please refer to Note 7.

8. **Audit Review**

The financial statements have been subject to review by the auditors and the auditor's report is attached as part of the half-year report.

Signed



GL Sim
Chairman
28 February 2025



ZICOM GROUP LIMITED

Half-Year Financial Report

For the period ended

31 December 2024

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Contents

Corporate Information	1
Report of the Directors	2
Auditor's Independence Declaration	6
Consolidated Statement of Comprehensive Income	7
Consolidated Balance Sheet	8
Consolidated Statement of Changes in Equity	10
Consolidated Statement of Cash Flows	11
Notes to the Consolidated Financial Statements	13
Directors' Declaration	21
Independent Auditor's Review Report	22

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Corporate Information

This half-year report covers the consolidated entity comprising Zicom Group Limited and its subsidiaries (the Group). The Group's presentation currency is Singapore Dollars (S\$).

A description of the Group's operations and of its principal activities is included in the review of operations in the Report of the Directors on page 2.

Directors

Giok Lak Sim	(Executive Chairman)
Kok Yew Sim	(Executive Director, Group CEO)
Jenny Lim Bee Chun	(Executive Director)
Yian Poh Lim	(Non-Executive and Independent Director)
Stewart James Douglas	(Non-Executive and Independent Director)
Renny Yeo Ah Kiang	(Non-Executive and Independent Director)
Dean Tai Chi-Shang	(Non-Executive and Independent Director)
Kok Hwee Sim	(Alternate Director to Mr Giok Lak Sim)

Joint Company Secretaries

Jenny Lim Bee Chun
Gary Alfred Webster

Registered Office

38 Goodman Place
Murarrie QLD 4172, Australia
Telephone: +61 7 3908 6088
Facsimile: +61 7 3390 6898
Website: www.zicomgroup.com

Auditors

PKF Brisbane Audit
Level 2, 66 Eagle Street
Brisbane, QLD 4000
Australia

Solicitors

Thomson Geer
Level 28, 1 Eagle Street
Brisbane, QLD 4000
Australia

Share Registry

MUFG Corporate Markets (AU) Limited
(Previously known as Link Market Services Limited)
Level 21, 10 Eagle Street
Brisbane, QLD 4000
Australia
Facsimile: +61 2 9287 0303

Bankers

Australia
Westpac Banking Corporation

Singapore
United Overseas Bank Limited
Maybank Singapore Limited
Oversea-Chinese Banking Corporation Limited
DBS Bank Ltd

Thailand
United Overseas Bank (Thai) Public Company Limited
The Siam Commercial Bank Public Company Limited

China
Industrial and Commercial Bank of China Limited
China Construction Bank Corporation

Bangladesh
Dhaka Bank PLC.

Philippines
BDO Unibank, Inc.

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Report of the Directors

Your directors present the consolidated financial report for the half year ended 31 December 2024.

Directors

The following persons held office as directors of Zicom Group Limited at the date of this report and for the whole of the period since 1 July 2024:

Giok Lak Sim	(Executive Chairman)
Kok Yew Sim	(Executive Director, Group CEO)
Jenny Lim Bee Chun	(Executive Director)
Yian Poh Lim	(Non-Executive and Independent Director)
Stewart James Douglas	(Non-Executive and Independent Director)
Renny Yeo Ah Kiang	(Non-Executive and Independent Director)
Dean Tai Chi-Shang	(Non-Executive and Independent Director)
Kok Hwee Sim	(Alternate Director to Mr Giok Lak Sim)

Review of Operations

The Group's consolidated revenue for the half year ended 31 December 2024 is S\$71.24m as compared with S\$59.49m for the same period in the previous year. The Group's half-year consolidated profit after tax attributable to members increased by 192.29% to S\$2.60m as compared with a consolidated net loss of S\$2.82m for the same period in the previous year.

Although the results reflect an across-the-board recovery of the Group's business, the worsening global geopolitical situation may potentially scuttle the global economic recovery. Uncertainties have increased and inflation is not expected to ease so is interest rate.

Prospects

The Group's orders in hand as at 31 December 2024 amount to S\$101.87m (31 Dec 2023: S\$142.62m). Of these we expect to deliver S\$62.62m in the second half of this coming financial year.

The Group is confident that the full year's results will be positive. Although we are experiencing a general recovery, growth traction remains slow in the face of worsening economic conditions.

The Group maintains considerable prudence in securing projects given that financial constraints continue to prevail and worsening geopolitical tensions may cause conflicts to implode beyond our control. This affects our growth traction.

Gearing Ratio

The Group continues to maintain strong cash and bank balances at S\$16.76m as at 31 December 2024 (30 June 2024: S\$19.36m). The Group's gearing ratio which has been arrived at by dividing interest-bearing liabilities, including lease liabilities, less cash and cash balances over capital has increased from 37.75% as at 30 June 2024 to 65.18% as at 31 December 2024. The increase in ratio is due to capitalisation of new lease renewals as well as increased working capital needed to execute the multiple gas processing projects on hand that are at advance execution stage. Both gearing ratio and cash and bank balances are non-IFRS measures.

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

A comparison of the current half year results with those of the previous year corresponding period is as follows: -

Key Financials	Change (%)	6 months ended 31 Dec 24 (\$ million)	6 months ended 31 Dec 23 (\$ million)
Revenue	+ 19.75%	71.24	59.49
Net profit/(loss) after tax attributable to equity holders of the Parent	+ 192.29%	2.60	(2.82)

During the half year, the average exchange rate for the A\$ against the S\$ was A\$1.00 to S\$0.8719 (2023: S\$0.8838). As at 31 December 2024, the exchange rate was A\$1.00 to S\$0.8456 (30 June 2024: A\$1 to S\$0.9003).

Segmental Revenue

The following is an analysis of the segmental revenue:-

Segmental Revenue	Change (%)	6 months ended 31 Dec 24 (\$ million)	6 months ended 31 Dec 23 (\$ million)
Green Energy, Gas & Marine Equipment	+ 42.36%	39.76	27.93
Construction Equipment	- 20.01%	17.23	21.54
Precision Engineering & Technologies	+ 41.48%	14.53	10.27

Green Energy, Gas & Marine Equipment

Revenue for green energy, gas & marine equipment increased significantly by 42.36% in the current half year as compared with the same period in the previous year. The revenue increase is attributable to the accounting for the progress in execution of the gas processing plants.

Demand for marine deck machinery is gradually resurging. A more certain recovery is emerging after an almost 7-year slump. Demand for LNG propulsion systems is foreseen to return. Alternative green energy propulsion systems driven by methanol and ammonia face challenges in sufficient refilling facilities and the new USA policy to slow down its green energy policy.

Construction Equipment

Demand for concrete mixers in Australia remains strong. However, implementation of Euro VI emission standards on trucks toward the deadline of 1 November 2024 had caused a backlog in truck delivery that in turn adversely impacted on our mixer delivery during the half year. Since then, the deadline to comply with Euro VI emission standards for heavy trucks has been extended to 1 November 2025. Truck delivery is improving and we expect normal delivery to return in the final quarter of this coming financial year.

In Thailand, the expected post-Covid construction recovery was impacted by a change in government in 2023 after the election. Compounding the situation, the new government had to change its prime minister in less than a year. This has given rise to uncertainties. The government has appeared to have stabilised and execution of delayed infrastructure programs across the country is expected to move forward.

The impact of the “Red Sea Crisis” causing shipping diversion that caused a transitory spike, did not go away as the Middle East conflict had worsened. Shipping schedules and timing from Europe to and from Asia suffered from misalignments causing port congestion and slowed down container turnaround time. The rush to meet deadlines before increases in tariffs are applied by the USA helped to keep rates high. Freight rates have generally increased by 2 to 2.5 times during the half year under review.

Growth in the foundation equipment business has been slow in gaining traction in its recovery post-Covid. Shortage in construction workers and accommodation slowed down Singapore government’s projects. Increase in government spending on infrastructure and building constructions in the ASEAN neighbouring countries was delayed as the new leaderships arising from recent general elections in Indonesia and Thailand required to establish their priorities in government funding.

All these constraints have appeared transient. In recent months the situation has appeared to have eased. Construction activities have accelerated and demand for our foundation equipment is resurging.

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Precision Engineering & Technologies

Growth of our precision and automation business is gaining traction. We expect that the momentum will be maintained. The main challenges in this sector are human resources. As such, as part of our strategy to strengthen capabilities we have in recent months set up two workshops in the northern and southern states of Malaysia apart from our ongoing machine center in Batam Island, Indonesia to complement the engineering and production teams in Singapore.

The management team will continue to focus on securing higher value integrated automation projects in preference to ad hoc automation.

Financial Position

The Group's financial position remains strong: -

Classification	Increase/(decrease) S\$ million	As at 31 Dec 24 S\$ million	As at 30 Jun 24 S\$ million
Net assets	2.62	58.79	56.17
Net working capital	(4.78)	13.04	17.82
Cash in hand and at bank	(2.60)	16.76	19.36

Return Per Share

The Group's earnings and net tangible assets per share are as follows: -

Classification	Increase Singapore Cents	6 months ended 31 Dec 24 Singapore Cents	6 months ended 31 Dec 23 Singapore Cents
Earnings/(loss) per share	2.52	1.21	(1.31)

The weighted average number of shares used to compute earnings per share are 214,560,008 for this half year and for the previous year corresponding period.

Classification	Increase Singapore Cents	As at 31 Dec 24 Singapore Cents	As at 30 Jun 24 Singapore Cents
Net tangible assets per share	1.59	22.47	20.88

The calculation of net tangible assets per share includes contract assets and lease liabilities but excludes right-of-use intangible assets.

Confirmed Orders

We have a total of S\$101.87m (31 Dec 2023: S\$142.62m) outstanding confirmed orders in hand as at 31 December 2024. A breakdown of these outstanding orders secured is as follows:-

	S\$ m
Green Energy, Gas & Marine Equipment	54.25
Construction Equipment	10.07
Precision Engineering & Technologies	37.55
Total	<u>101.87</u>

Of the above, S\$62.62m are scheduled for delivery in the second half of this financial year and S\$39.25m are scheduled to be delivered in the financial years after 2025.

Global uncertainties have worsened. The risks of a global recession have increased. We are pleased that the Group's existing orders in hand of S\$101.87m coupled with an ongoing across-the-board recovery in all segments of its businesses will help to maintain sustainable growth, barring no unforeseen circumstances.

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Dividends

Given the worsening geopolitical tensions that could escalate into conflicts, global economic recovery will be fluid, and inflation is expected to remain stubborn causing interest rate to remain high. The Board has decided that in the present circumstances it is prudent to pare down bank loans to strengthen its financial position and reduce interest payments. No interim dividend will be declared at this juncture but the Board will continuously review its decision in this regard.

Subsequent Events after Balance Sheet Date

No matter or circumstance has occurred subsequent to the period-end that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations or the state of affairs of the Group subsequent to 31 December 2024.

Auditor Independence

A copy of the auditor's signed independence declaration is attached to this report.

Rounding of Amounts

The Company is an entity to which the ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 applies and accordingly, amounts contained in the half-year report have been rounded to the nearest S\$1,000 unless otherwise stated.

Signed in accordance with a resolution of the Board of Directors.



GL Sim
Chairman

28 February 2025

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF ZICOM GROUP LIMITED

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2024, there have been:

- (a) no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (b) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Zicom Group Limited and the entities it controlled during the period.

PKF

PKF BRISBANE AUDIT



SHAUN LINDEMANN
PARTNER

28 FEBRUARY 2025
BRISBANE

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Consolidated Statement of Comprehensive Income

for the half year ended 31 December 2024

	Note	31-Dec-24 S\$'000	31-Dec-23 S\$'000
Revenue from contracts with customers	4	69,660	58,249
Rental income		1,579	1,243
Revenue		71,239	59,492
Other revenue	4	442	339
Total consolidated revenue		71,681	59,831
Cost of materials		(40,764)	(34,920)
Employee, contract labour and related costs		(14,824)	(15,542)
Depreciation and amortisation		(2,727)	(2,716)
Property related expenses		(148)	(124)
Other operating expenses	4	(9,528)	(7,651)
Finance costs		(1,127)	(1,011)
Share of results of associate	7	115	(181)
Profit/(loss) before taxation		2,678	(2,314)
Tax expense	5	(134)	(578)
Profit/(loss) for the period		2,544	(2,892)
Other comprehensive income/(loss)			
Items that may be reclassified subsequently to profit or loss (net of tax):			
Foreign currency translation on consolidation		69	(181)
Total comprehensive income/(loss) for the period		2,613	(3,073)
Profit/(loss) attributable to:			
Equity holders of the Parent		2,599	(2,816)
Non-controlling interests		(55)	(76)
Profit/(loss) for the period		2,544	(2,892)
Total comprehensive income/(loss) attributable to:			
Equity holders of the Parent		2,668	(2,997)
Non-controlling interests		(55)	(76)
Total comprehensive income/(loss) for the period		2,613	(3,073)
Earnings per share (cents)			
Basic earnings/(loss) per share	6	1.21	(1.31)
Diluted earnings/(loss) per share	6	1.21	(1.31)

The above consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Consolidated Balance Sheet
as at 31 December 2024

	Note	31-Dec-24 S\$'000	30-Jun-24 S\$'000
Non-current assets			
Property, plant and equipment		33,218	33,036
Right-of-use assets		6,963	7,624
Intangible assets		4,782	4,914
Deferred tax assets		2,023	2,054
Investment in associate	7	2,048	1,933
Financial assets	8	6,354	–
		55,388	49,561
Current assets			
Cash and cash equivalents	9	9,359	12,044
Fixed deposits	10	7,398	7,319
Inventories		24,536	25,774
Trade and other receivables	11	58,443	27,337
Contract assets	12	12,600	15,061
Contract costs		161	910
Prepayments		546	547
Tax recoverable		237	356
		113,280	89,348
TOTAL ASSETS		168,668	138,909
Current liabilities			
Trade and other payables	13	37,759	29,847
Contract liabilities	14	9,792	5,402
Lease liabilities		1,877	1,735
Other interest-bearing liabilities	15	47,410	31,674
Provisions		2,766	2,386
Income tax payable		637	482
		100,241	71,526
NET CURRENT ASSETS		13,039	17,822
Non-current liabilities			
Lease liabilities		5,283	6,139
Other interest-bearing liabilities	15	662	1,090
Deferred tax liabilities		3,381	3,648
Provisions		316	334
		9,642	11,211
TOTAL LIABILITIES		109,883	82,737
NET ASSETS		58,785	56,172

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Consolidated Balance Sheet (cont'd)

as at 31 December 2024

	Note	31-Dec-24 S\$'000	30-Jun-24 S\$'000
Equity attributable to equity holders of the Parent			
Share capital	16	20,836	20,836
Reserves		11,048	11,538
Retained earnings		27,142	23,984
		59,026	56,358
Non-controlling interests		(241)	(186)
TOTAL EQUITY		58,785	56,172
 TOTAL LIABILITIES AND EQUITY		168,668	138,909

The above consolidated balance sheet should be read in conjunction with the accompanying notes.

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Consolidated Statement of Changes in Equity

for the half year ended 31 December 2024

	Attributable to equity holders of the Parent							Non-controlling interests	Total equity
	Share capital	Share capital – exercise of share options	Asset revaluation surplus	Foreign currency translation reserve	Share-based payment reserve	Retained earnings	Total		
Note	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1.7.2024	20,364	472	15,062	(3,613)	89	23,984	56,358	(186)	56,172
Profit for the period	–	–	–	–	–	2,599	2,599	(55)	2,544
Other comprehensive income									
Foreign currency translation	–	–	–	69	–	–	69	–	69
Total comprehensive income for the period	–	–	–	69	–	2,599	2,668	(55)	2,613
Expired employee share options	–	–	–	–	(89)	89	–	–	–
Transfer of depreciation for buildings	–	–	(470)	–	–	470	–	–	–
Balance at 31.12.2024	20,364	472	14,592	(3,544)	–	27,142	59,026	(241)	58,785
Balance at 1.7.2023	20,364	472	13,773	(3,509)	91	16,621	47,812	(104)	47,708
Loss for the period	–	–	–	–	–	(2,816)	(2,816)	(76)	(2,892)
Other comprehensive income									
Foreign currency translation	–	–	–	(181)	–	–	(181)	–	(181)
Total comprehensive income for the period	–	–	–	(181)	–	(2,816)	(2,997)	(76)	(3,073)
Acquisition of non-controlling interest	–	–	–	–	–	(32)	(32)	32	–
Forfeited employee share options	–	–	–	–	(1)	1	–	–	–
Transfer of depreciation for buildings	–	–	(388)	–	–	388	–	–	–
Balance at 31.12.2023	20,364	472	13,385	(3,690)	90	14,162	44,783	(148)	44,635

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Consolidated Statement of Cash Flows

for the half year ended 31 December 2024

	Note	31 Dec 2024 S\$'000	31 Dec 2023 S\$'000
Cash flows from operating activities			
Operating profit/(loss) before taxation		2,678	(2,314)
Adjustments for:			
Depreciation of property, plant and equipment		1,769	1,587
Depreciation of right-of-use assets		924	963
Amortisation of intangible assets		34	166
Intangible assets written off	4	–	33
Gain on disposal of property, plant and equipment	4	–	(146)
Loss on early termination of lease		–	14
Bad debts written off	4	–	270
(Writeback of)/provision for doubtful debts, net	4	(1)	92
Provision for/(write-back of provision for) inventory obsolescence	4	119	(55)
Inventories written off	4	304	–
Finance costs		1,127	1,011
Interest income	4	(130)	(84)
Provisions made, net		505	567
Share of results of associate		(115)	181
Unrealised foreign exchange differences		(251)	(298)
Operating profit before reinvestment in working capital		6,963	1,987
Increase in stocks and work-in-progress		(196)	(2,185)
Increase in trade receivables, contract assets and prepayments		(34,209)	(10,832)
Decrease in trade and other payables, contract liabilities		12,045	13,138
Cash (used in)/generated from operations		(15,397)	2,108
Interest received		113	72
Interest paid		(987)	(750)
Income taxes paid		(168)	(202)
Net cash (used in)/generated from operating activities		(16,439)	1,228
Cash flows from investing activities			
Purchase of property, plant and equipment		(412)	(1,222)
Proceeds on disposal of property, plant and equipment		–	71
Increase in computer software		–	(3)
(Increase)/decrease in fixed deposits pledged		(79)	999
Net cash used in investing activities		(491)	(155)

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Consolidated Statement of Cash Flows (Cont'd)
for the half year ended 31 December 2024

	Note	31 Dec 2024 S\$'000	31 Dec 2023 S\$'000
Cash flows from financing activities			
Increase in bills payable		16,515	1,968
Repayments of bank borrowings		(1,815)	(1,489)
Proceeds from related party loans		822	3,600
Proceeds from asset financing		–	850
Repayment of lease liabilities		(1,011)	(956)
Net cash generated from financing activities		14,511	3,973
Net (decrease)/increase in cash and cash equivalents		(2,419)	5,046
Effect of exchange rate changes on cash and cash equivalents		(52)	94
Cash and cash equivalents at beginning of period		11,470	5,703
Cash and cash equivalents at end of period	9	8,999	10,843

The above consolidated cash flow statement should be read in conjunction with the accompanying notes.

Notes to the Consolidated Financial Statements

Note 1 Corporate Information

The financial report of Zicom Group Limited (the “Company” or “Parent Entity”) and its subsidiaries (collectively, the “Group” or “consolidated entity”) for the half year ended 31 December 2024 was authorised for issue in accordance with a resolution of the directors on 28 February 2025. Zicom Group Limited is a company incorporated in Australia and limited by shares, which are publicly traded on the Australian Securities Exchange.

Note 2 Summary of material accounting policies

This general purpose interim financial report for the half year ended 31 December 2024 has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the requirements of the *Corporations Act 2001*.

This financial report also complies with IAS 34 *Interim Financial Reporting* as issued by the International Accounting Standards Board.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial report.

It is recommended that the half-year financial report be read in conjunction with the annual report for the year ended 30 June 2024 and considered together with any public announcements made by Zicom Group Limited during the half year ended 31 December 2024 in accordance with the continuous disclosure obligations of the ASX listing rules.

The accounting policies applied by the consolidated entity in this interim financial report are consistent with those applied by the consolidated entity in the annual financial report for the year ended 30 June 2024, except for the adoption of new and revised standards effective for annual financial period beginning on or after 1 July 2024. The adoption of these standards or amendments had no material impact on the financial position or performance of the Group.

The Group has not early adopted any other Standard, Interpretation or amendments that has been issued but is not yet effective.

Note 3 Segment information

Identification of reportable segments

The Group has identified its operating segments based on internal reports that are reviewed and used by the chief operating decision maker and the executive management team in assessing performance and in determining the allocation of resources. The operating segments are identified based on products and services as follows:

- Green Energy, Gas & Marine Equipment – design and supply of LNG propulsion systems, deck machinery, gas metering stations, compressor stations, gas processing plants and related equipment, parts and services.
- Construction Equipment – manufacture and supply of concrete mixers, foundation equipment and hydraulic drive systems including rental of foundation equipment, supply of parts and related services.
- Precision Engineering & Technologies – manufacture and supply of precision and automation equipment including flip chip bonders, supply of medtech equipment, medical consumables and engineering services.

Intersegment sales

Intersegment sales are recognised based on internally set transfer prices at arm’s length basis.

Unallocated revenue and expenses

Unallocated revenue comprise mainly non-segmental revenue. Unallocated expenses comprise mainly non-segmental expenses such as head office expenses.

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Note 3 Segment information (cont'd)

	Green Energy, Gas & Marine Equipment S\$'000	Construction Equipment S\$'000	Precision Engineering & Technologies S\$'000	Consolidated S\$'000
Half year ended 31 Dec 2024				
Revenue				
Sales of goods	799	13,697	12,013	26,509
Rendering of services	75	1,917	245	2,237
Revenue recognised on projects	38,688	–	2,226	40,914
Revenue from contracts with customers	39,562	15,614	14,484	69,660
Intersegment sales	–	–	4	4
Rental income	–	1,579	–	1,579
Other income	197	42	40	279
Total segment revenue	39,759	17,235	14,528	71,522
Intersegment elimination				(4)
Unallocated revenue				33
Interest Income				130
Total consolidated revenue				71,681
Results				
Segment results	3,201	316	1,450	4,967
Unallocated revenue				33
Unallocated expenses				(1,440)
Share of results of associate			115	115
Profit before tax and finance costs				3,675
Finance costs				(1,127)
Interest income				130
Profit before taxation				2,678
Tax expense				(134)
Profit after taxation				2,544

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Note 3 Segment information (cont'd)

	Green Energy, Gas & Marine Equipment S\$'000	Construction Equipment S\$'000	Precision Engineering & Technologies S\$'000	Consolidated S\$'000
Half year ended 31 Dec 2023				
Revenue				
Sales of goods	159	18,817	9,011	27,987
Rendering of services	–	1,266	229	1,495
Revenue recognised on projects	27,748	–	1,019	28,767
Revenue from contracts with customers	27,907	20,083	10,259	58,249
Intersegment sales	–	–	–	–
Rental income	–	1,243	–	1,243
Other income	19	210	13	242
Total segment revenue	27,926	21,536	10,272	59,734
Intersegment elimination				–
Unallocated revenue				13
Interest Income				84
Total consolidated revenue				59,831
Results				
Segment results	(574)	2,079	(1,730)	(225)
Unallocated revenue				13
Unallocated expenses				(994)
Share of results of associate			(181)	(181)
Loss before tax and finance costs				(1,387)
Finance costs				(1,011)
Interest income				84
Loss before taxation				(2,314)
Tax expense				(578)
Loss after taxation				(2,892)

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Note 4 Revenue, income and expenses

	Consolidated	
	31-Dec-24	31-Dec-23
	S\$'000	S\$'000
<i>(i) Revenue from contracts with customers</i>		
<i>Transferred at a point in time</i>		
Sale of goods	26,509	27,987
Revenue recognised on projects	274	299
<i>Transferred over time</i>		
Rendering of services	2,237	1,495
Revenue recognised on projects	40,640	28,468
	<u>69,660</u>	<u>58,249</u>
<i>(ii) Other operating income</i>		
Interest income	130	84
Sales of scrap	27	59
Services rendered	68	13
Government grants	49	33
Gain on disposal of property, plant and equipment	–	146
Trade and other payables written back	161	–
Other revenue	7	4
	<u>442</u>	<u>339</u>
<i>(iii) Other operating expenses included the following</i>		
Bank charges	425	652
Bad debts written off	–	270
Provision for product warranties, net	483	494
Foreign exchange (gain)/loss, net	(339)	112
Legal and professional fees	182	582
(Writeback of)/provision for doubtful debts, net	(1)	92
Provision for/(write-back of provision for) inventory obsolescence	119	(55)
Intangible assets written off	–	33
Inventories written off	304	–
Sales commission	2,262	1,956
Sea freight	3,427	595

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Note 5 Income tax

The major components of income tax expense for the half year ended 31 December 2024 and 31 December 2023 are:

	Consolidated	
	31-Dec-24	31-Dec-23
	S\$'000	S\$'000
<i>Current income tax</i>		
Current income tax charge	(699)	(502)
Loss transferred under Group Relief Scheme	230	–
Adjustments in respect of previous years	25	(118)
<i>Deferred income tax</i>		
Relating to origination and reversal of temporary differences	(13)	(47)
Adjustments in respect of previous years	323	89
Tax expense	<u>(134)</u>	<u>(578)</u>

Note 6 Earnings per share

Basic earnings per share is calculated by dividing the Group's profit or loss attributable to equity holders of the Parent by the weighted average number of ordinary shares outstanding during the period.

For the purpose of calculating diluted earnings per share, profit or loss attributable to equity holders of the Parent and the weighted average number of ordinary shares outstanding are adjusted for effects of all dilutive potential shares.

	Consolidated	
	31-Dec-24	31-Dec-23
	S\$'000	S\$'000
Net profit/(loss) attributable to equity holders of the Parent	<u>2,599</u>	<u>(2,816)</u>
Weighted average number of ordinary shares outstanding for basic and diluted earnings per share ('000)	<u>214,560</u>	<u>214,560</u>
	Singapore cents	
Basic and diluted earnings/(loss) per share	<u>1.21</u>	<u>(1.31)</u>

Note 7 Investment in associate

Movements in the carrying amount of the Group's investment in associate:

	Consolidated	
	31-Dec-24	30-Jun-24
	S\$'000	S\$'000
Emage Vision Pte. Ltd. ("EV")		
Shareholdings held: 16.29% (30 Jun 24: 16.29%)		
Principal place of business: Singapore		
At beginning of period	1,933	2,318
Share of results after income tax	115	(385)
At end of period	<u>2,048</u>	<u>1,933</u>

Although the Group holds less than 20% of equity interest in EV, the Group has the ability to exercise significant influence through its shareholdings and participation on EV Board of Directors.

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Note 8 Financial assets

Financial assets at the reporting date relates to 2.52% equity interest held in Zhejiang Darcet Technology Co., Ltd. (“Darcet Technology”) received as part of the consideration for the sale of our equity interests previously held in Orion Systems Integration Pte. Ltd. as reported our 2024 Annual Report. Darcet Technology, a company registered in the People’s Republic of China, is engaged in the research and application of high-end semiconductor sealing and testing equipment as well as the research and application of factory intelligence.

Investment in Darcet Technology is initially measured at fair value and is subsequently remeasured at fair value at the end of each reporting period. Changes in fair value are recognised in profit and loss.

Note 9 Cash and cash equivalents

	Consolidated	
	31-Dec-24	30-Jun-24
	S\$’000	S\$’000
Cash at bank and in hand	9,345	12,030
Demand deposits	14	14
	<u>9,359</u>	<u>12,044</u>
For the purpose of cash flow statement, cash and cash equivalents comprise the following:		
Cash and short-term deposits	9,359	12,044
Bank overdrafts	(360)	(574)
	<u>8,999</u>	<u>11,470</u>

Note 10 Fixed deposits

These are deposits placed with banks as part of banking facilities requirements.

Note 11 Trade and other receivables

Many invoices were raised in the months of November and December 2024 upon the completion of agreed milestones for the multiple gas processing plants in execution hence, trade and other receivables recorded a significant increase as compared to 30 June 2024.

Note 12 Contract assets

Contract assets mainly relate to the Group’s rights to consideration for work completed on specialised assets built for customers but not invoiced as at the reporting date. Contract assets have dropped as compared to 30 June 2024 as invoices were raised subsequently in line with agreed milestones and upon billing, such contract assets were transferred to trade receivables.

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Note 13 Trade and other payables

Trade and other payables have also increased at the reporting date in line with the execution of multiple gas processing projects. Included herein are accrued cost of sales amounting to S\$13.0m (30 June 2024: S\$8.8m) relating to mainly materials fabricated specifically for the gas processing projects but not invoiced by suppliers.

Note 14 Contract liabilities

Contract liabilities are primarily advance consideration received or due from customers. During the half year just ended, advance billings were raised for new gas and deck machinery projects amounting to S\$1.6m and S\$2.5m respectively.

Note 15 Other interest-bearing liabilities

	Consolidated	
	31-Dec-24 S\$'000	30-Jun-24 S\$'000
<i>Current</i>		
Bank overdrafts (Note 9)	360	574
Bills payable	23,904	7,389
Revolving term loans	7,800	8,600
Term loans	1,460	2,047
Loans from a related party	13,886	13,064
	<u>47,410</u>	<u>31,674</u>
<i>Non-Current</i>		
Term loans	<u>662</u>	<u>1,090</u>

Note 16 Share capital

	Parent Entity		Consolidated	
	31-Dec-24	30-Jun-24	31-Dec-24	30-Jun-24
	No. of shares (Thousands)		S\$'000	
Ordinary fully paid shares	<u>214,560</u>	<u>214,560</u>	<u>20,836</u>	<u>20,836</u>

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restriction.

There was no movement in share capital for the half year ended 31 December 2024.

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Note 17 Related party disclosures

a) Sales and purchases of goods and services

The following table provides the total amount of transactions which have been entered into with related parties during the half year ended 31 December 2024 and 31 December 2023.

	31-Dec-24 S\$'000	31-Dec-23 S\$'000
Minority shareholder of a subsidiary company		
- Sales	–	103
Other related parties		
- Sales	679	498
- Purchases	142	90
- Rental & utilities income	10	13
- Interest expense	342	214

b) Amounts due from/(to) related parties

The following table provides the balances with related parties as at 31 December 2024 and 30 June 2024.

	31-Dec-24 S\$'000	30-Jun-24 S\$'000
Related party receivables		
- trade	314	1,061
- non-trade	2	25
Related party payables		
- trade	70	18
- non-trade	1,281	994
- loans	13,886	13,064

There was no amount owing from or to associate as at 31 December 2024 and 30 June 2024.

Note 18 Subsequent events

No matter or circumstance has occurred subsequent to the period-end that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations or the state of affairs of the Group subsequent to 31 December 2024.

ZICOM GROUP LIMITED
ABN 62 009 816 871
HALF-YEAR REPORT – 31 DECEMBER 2024

Directors' Declaration

In accordance with a resolution of the directors of Zicom Group Limited, I state that:

In the opinion of the directors:

- (a) the financial statements and notes of the consolidated entity are in accordance with the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2024 and of its performance for the half year ended on that date; and
 - (ii) complying with Australian Accounting Standard AASB134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the Board



GL Sim
Chairman

Brisbane
28 February 2025

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF ZICOM GROUP LIMITED

Conclusion

We have reviewed the accompanying half-year financial report of Zicom Group Limited ("the company"), which comprises the consolidated balance sheet as at 31 December 2024, and the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes, and the directors' declaration of the consolidated entity, comprising the company and the entities it controlled at the half-year's end or from time to time during the financial half-year.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Zicom Group Limited is not in accordance with the Corporations Act 2001 including:-

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2024, and of its financial performance for the half-year ended on that date; and
- (b) complying with the Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity. Our responsibilities are further described in the Auditor's Responsibilities for the Review of the Financial Report section of our report. We are independent of the consolidated entity in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Independence

In conducting our review, we have complied with the auditor independence requirements of the Corporations Act 2001. In accordance with the Corporations Act 2001, we have given the directors of the company a written Auditor's Independence Declaration.

Responsibility of the Directors for the Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with the Australian Accounting Standards and the Corporations Regulations 2001 and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.



Auditor's Responsibilities for the Review of the Financial Report

Our responsibility is to express a conclusion on the half year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half year financial report is not in accordance with the Corporations Act 2001 including giving a true and fair view of the consolidated entity's financial position as at 31 December 2024 and its performance for the half year ended on that date, and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

PKF

PKF BRISBANE AUDIT

A handwritten signature in black ink, appearing to read 'S Lindemann', written over a light grey circular stamp.

SHAUN LINDEMANN
PARTNER

28 FEBRUARY 2025
BRISBANE