



SHENG SIONG GROUP LTD

Half Year Financial Statement

PART 1- INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

1(a)(i) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	GROUP 3 months ended 30 June			GROUP 6 months ended 30 June		
	2020 S\$'000	2019 S\$'000	+/- (-) %	2020 S\$'000	2019 S\$'000	+/- (-) %
Revenue	418,665	238,155	75.8	747,400	489,592	52.7
Cost of sales	(301,100)	(172,922)	74.1	(541,061)	(358,830)	50.8
Gross profit	117,565	65,233	80.2	206,339	130,762	57.8
Other income	6,892	1,893	264.1	10,645	4,283	148.5
Distribution expenses	(2,793)	(1,479)	88.8	(4,771)	(3,247)	46.9
Administrative expenses	(65,806)	(42,603)	54.5	(119,920)	(84,807)	41.4
Other expenses	(892)	(728)	22.5	(2,151)	(1,323)	62.6
Results from operating activities	54,966	22,316	146.3	90,142	45,668	97.4
Finance income	291	345	(15.7)	568	742	(23.5)
Finance expense	(537)	(499)	7.6	(1,058)	(963)	9.9
Profit before tax	54,720	22,162	146.9	89,652	45,447	97.3
Tax expense	(8,505)	(3,728)	128.1	(14,428)	(7,656)	88.5
Profit for the period	46,215	18,434	150.7	75,224	37,791	99.1
Other comprehensive income						
Items that may be re-classified subsequently to profit and loss						
Foreign currency translation differences for foreign entity	81	(178)	145.5	95	(29)	427.6
Total comprehensive income	46,296	18,256	153.6	75,319	37,762	99.5



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	GROUP			GROUP		
	3 months ended			6 months ended		
	30 June			30 June		
	2020	2019	+ / (-)	2020	2019	+ / (-)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Profit net of tax for the period attributable to:						
Owners of the company	46,118	18,421	150.4	74,816	37,779	98.0
Non-controlling interest	97	13	646.2	408	12	n.m
	46,215	18,434	150.7	75,224	37,791	99.1
Total comprehensive income attributable to:						
Owners of the company	46,167	18,314	152.1	74,873	37,761	98.3
Non-controlling interest	129	(58)	322.4	446	1	n.m
	46,296	18,256	153.6	75,319	37,762	99.5

n.m denotes not meaningful

1(a)(ii) Notes to the statement of comprehensive income

Note	GROUP		GROUP		
	3 months ended 30 June		6 months ended 30 June		
	2020	2019	2020	2019	
	S\$'000	S\$'000	S\$'000	S\$'000	
Depreciation of property, plant and equipment	(1)	5,196	4,541	10,014	8,781
Depreciation of right-of-use assets	(2)	7,649	5,603	14,723	10,652
Exchange gain, net		(913)	(14)	(849)	(236)
Loss on disposal of property, plant and equipment		2	33	3	34
Interest income	(3)	(291)	(345)	(568)	(742)
Interest expense	(4)	537	499	1,058	963
Finance expense/(income) net		246	154	490	221
Other income:					
Rental income	(5)	483	830	1,232	1,726
Sale of scrap materials		346	402	621	802
Government grants	(6)	5,639	161	7,230	469
Miscellaneous income		424	500	1,562	1,286
		6,892	1,893	10,645	4,283



Notes

1. The increase in depreciation for the periods was attributable mainly due to property, plant and equipment bought subsequent to 2Q2019.
2. Depreciation of right-of-use assets relates to leases in which the Group as lessees, were capitalized and amortized over the life of the leases.
3. Interest income was from cash placed on fixed deposits and was lower in both 2Q2020 and 1H2020 because of the softer interest rates.
4. This interest expense relates to interest on lease liabilities which were brought onto the consolidated statements of financial position upon the recognition of the right-of-use assets following the adoption of SFRS (I) 16 Leases on 1 January 2019.
5. Rental income was derived from leasing of excess retail space to external parties and was slightly lower in 1H2020 and 2Q2020 compared with the corresponding prior periods as there were fewer short-term rental of booths to corporations promoting their products because of COVID-19.
6. The government grants were from Government agencies for the three COVID-19 Budget Supplementary Packages, Wage Credit, and Special Employment Schemes and were higher in 1H2020 and 2Q2020 mainly because of rental rebates from the Budget Supplementary Packages.



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1(b)(i) CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	GROUP		COMPANY	
	30 June 2020 S\$'000	31 Dec 2019 S\$'000	30 June 2020 S\$'000	31 Dec 2019 S\$'000
Non-current assets				
Property, plant and equipment	348,725	356,189	-	-
Investment in subsidiaries	-	-	83,261	82,261
	348,725	356,189	82,261	82,261
Current assets				
Inventories	93,975	82,166	-	-
Trade and other receivables	13,949	17,981	233,801	181,354
Cash and cash equivalents	252,185	76,419	236	299
	360,109	176,566	234,037	181,653
Total assets	708,834	532,755	316,298	263,914
Equity				
Share capital	235,373	235,373	235,373	235,373
Merger reserve	(68,234)	(68,234)	-	-
Accumulated profits	221,101	146,285	80,690	28,094
Foreign currency translation reserve	(116)	(173)	-	-
Equity attributable to owners of the Company	388,124	313,251	316,063	263,467
Non-controlling interest	2,555	2,109	-	-
Total equity	390,679	315,360	316,063	263,467
Non-current liabilities				
Lease liabilities	25,540	30,239	-	-
Term loan	22,500	-	-	-
Deferred tax liabilities	3,909	3,042	-	-
	51,949	33,281	-	-
Current liabilities				
Lease liabilities	24,662	26,743	-	-
Trade and other payables	204,373	140,766	235	447
Term loan	7,500	-	-	-
Current tax payable	29,671	16,605	-	-
	266,206	184,114	235	447
Total liabilities	318,155	217,395	235	447
Total equity and liabilities	708,834	532,755	316,298	263,914



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

	GROUP		GROUP	
	30 Jun 2020	30 Jun 2020	31 Dec 2019	31 Dec 2019
	SS'000	SS'000	SS'000	SS'000
	Secured	Unsecured	Secured	Unsecured
Amount repayable in one year or less				
Term loan	Nil	7,500	Nil	Nil
Amount repayable after one year				
Term loan	Nil	22,500	Nil	Nil

1(c) A cash flow statement (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED STATEMENT OF CASH FLOW

	Group		Group	
	3 months ended		6 months ended	
	30 June		30 June	
	2020	2019	2020	2019
	SS'000	SS'000	SS'000	SS'000
Operating activities				
Profit for the period	46,215	18,434	75,224	37,791
Adjustments for:				
Depreciation of right-of-use assets	7,649	5,603	14,723	10,652
Depreciation of property, plant and equipment	5,196	4,541	10,014	8,781
Loss on disposal of property, plant and equipment	2	33	3	34
Unrealised exchange (gain)/loss	(147)	63	(87)	(88)
Interest income	(291)	(345)	(568)	(742)
Interest expense	537	499	1,058	963
Tax expense	8,505	3,728	14,428	7,656
	67,666	32,556	114,795	65,047
Changes in inventories	(23,386)	(4,231)	(11,809)	5,529
Changes in trade and other receivables	941	(7,818)	4,032	(9,882)
Changes in trade and other payables	53,372	20,681	63,607	(9,814)
Cash generated from operations	98,593	41,188	170,625	50,880
Taxes paid	-	(7,396)	(496)	(7,396)
Cash flows from operating activities	98,593	33,792	170,129	43,484
Investing activities				
Proceeds from disposal of property, plant and equipment	3	53	23	85
Purchase of property, plant and equipment	(2,655)	(6,036)	(9,818)	(12,154)
Interest received	291	345	568	742
Cash flows used in investing activities	(2,361)	(5,638)	(9,227)	(11,327)



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Financing activities

Repayment of lease liabilities	(7,990)	(5,037)	(15,318)	(10,264)
Term loan drawdown	30,000	-	30,000	-
Dividend paid	-	(26,312)	-	(26,312)
Cash flows from/(used in) financing activity	22,010	(31,349)	14,682	(36,576)

Net increase/ (decrease) in cash and cash equivalents

	118,242	(3,195)	175,584	(4,419)
Cash and cash equivalents at beginning of the period	133,715	86,309	76,419	87,234
Effect of exchange rate changes on balances held in foreign currencies	228	(239)	182	60
Cash and cash equivalents at end of the period	252,185	82,875	252,185	82,875

1(d)(i) A statement (for the issuer and group) showing (i) all change in equity or (ii) change in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial period.

Attributable to owners of the Company						Non- Control- ling interest	Total equity
Group	Share capital	Merger reserve	Accumulat ed profit	Foreign currency translatio n reserve	Total		
	SS'000	SS'000	SS'000	SS'000	SS'000	SS'000	SS'000
At 1 January 2019	235,373	(68,234)	123,177	(91)	290,225	2,141	292,366
Total comprehensive income for the period							
Profit for the period	-	-	37,779	-	37,779	12	37,791
Other comprehensive income							
Foreign currency translation differences for foreign entity	-	-	-	(18)	(18)	(11)	(29)
Total comprehensive income for the period	-	-	37,779	(18)	37,761	1	37,762
Transactions with owners, recorded directly in equity:							
Contribution by and distribution to owners of the Company							
Dividend paid	-	-	(26,312)	-	(26,312)	-	(26,312)
Total transactions with owners	-	-	(26,312)	-	(26,312)	-	(26,312)
As at 30 June 2019	235,373	(68,234)	134,644	(109)	301,674	2,142	303,816



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At 1 January 2020	235,373	(68,234)	146,285	(173)	313,251	2,109	315,360
Total comprehensive income for the period							
Profit for the period	-	-	74,816	-	74,816	408	75,224
Other comprehensive income							
Foreign currency translation differences for foreign entity	-	-	-	57	57	38	95
Total comprehensive income for the period	-	-	74,816	57	74,873	446	75,319
As at 30 June 2020	235,373	(68,234)	221,101	(116)	388,124	2,555	390,679

Company	Share capital S\$'000	Accumulated profits S\$'000	Total Equity S\$'000
As at 1 January 2019	235,373	27,576	262,949
Total comprehensive income for the period			
Profit for the period	-	26,263	26,263
Transactions with owners, recorded directly in equity:			
Distributions to owners			
Dividend paid	-	(26,312)	(26,312)
Total transactions with owners	-	(26,312)	(26,312)
As at 30 June 2019	235,373	27,527	262,900
As at 1 January 2020	235,373	28,094	263,467
Total comprehensive income for the period			
Profit for the period	-	52,596	52,596
As at 30 June 2020	235,373	80,690	316,063

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 option 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 also 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.

There were no changes to the Company's capital since the end of the previous period reported on.

There were no treasury shares held.



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1(d)(iii) To show the total number of issued shares as at the end of the current financial period and as at the end of the immediately preceding year.

Company	As at	
	30 June 2020 No of shares	31 December 2019 No of shares
Total number of issued shares	1,503,537,000	1,503,537,000

There were no outstanding convertibles instruments for which shares may be issued. There were no treasury shares held.

1(d)(iv) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

1(d)(v) A statement showing all sales, transfer, disposal, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

Not applicable.

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.

3. *Where the figures have been audited or reviewed, the auditors' report (including any modifications or emphasis of matter).*

Not applicable.

3A. *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.

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

This is not required for any audit issue that is a material uncertainty relating to going concern.

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.*



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The Group has applied the same accounting policies and computation methods used in the preparation of the financial statements for the current financial year as compared with the audited combined financial statements as at 31 December 2019.

5. *If there 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.*

Please refer to paragraph 4.

6. *Earning per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.*

	GROUP		GROUP	
	3 months ended		6 months ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
Earning per ordinary share of the group for the financial period based on net profit attributable to shareholders:				
- based on number of shares/ weighted average number of shares in issue (cents)	3.07	1.23	4.98	2.51
Number of shares as at end of period	1,503,537,000	1,503,537,000	1,503,537,000	1,503,537,000
Weighted average number of shares in issue during the period	<u>1,503,537,000</u>	<u>1,503,537,000</u>	<u>1,503,537,000</u>	<u>1,503,537,000</u>

Note:-

There were no potentially dilutive shares during the periods reported on.

7. *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 period reported on and (b) immediately preceding financial year.*

	GROUP		COMPANY	
	30 June 2020	31 Dec 2019	30 June 2020	31 Dec 2019
	cents	cents	cents	cents
Net asset value per ordinary share based on issued share capital at the end of the period reported on	25.81	20.83	21.02	17.52
Number of shares as at end of period/year	<u>1,503,537,000</u>	<u>1,503,537,000</u>	<u>1,503,537,000</u>	<u>1,503,537,000</u>



8. *A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.*

STATEMENT OF COMPREHENSIVE INCOME

OVERVIEW

Net profit on a year-on-year basis increased by 150.7% to \$46.2m and 99.1% to \$75.2m in 2Q2020 and 1H2020 respectively due to an increase in gross profit arising from the strong growth in revenue, improved gross margin, higher other income but was partially offset by higher operating and net interest expense.

INCOME STATEMENT

Revenue

Retail area

	As at 30 June 2020	As at 30 June 2019	As at 31 December 2019
Number of stores	61 (Singapore)+2(China)	57 (Singapore)+2 (China)	59(Singapore)+2(China)
Retail area*	552,980 square feet*	512,000 square feet*	529,480 square feet*
Revenue for period/year	\$747.4m	\$489.6m	\$991.3m

*Singapore's retail area only.

The changes to revenue were:-

	2Q2020 vs 2Q2019	1H2020 vs 1H2019
New stores	13.3%	11.1%
Comparable same store	61.2%	39.9%
China	1.3%	1.7%
Total	75.8%	52.7%

The Group opened two new stores in Singapore in 1H2020 and these together with the five stores which were opened in the FY2019 will be considered as new stores.

The new stores opened in 1H2020 in Singapore were:

Store #		Opened on	Retail area (sq. ft)
	As at 1 Jan 2020		529,480
60	Aljunied Ave 2 Block 118	January 2020	18,000
61	Marsiling Drive Block 202	January 2020	5,500



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	As at 30 June 2020		552,980
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Compared with the corresponding prior periods, revenue increased very strongly by 75.8% and 52.7% in 2Q2020 and 2H2020 respectively mainly because of elevated demand arising from COVID-19, as consumers stocked up to hedge against the risks of disruption to the supply chain and the implementation of the “Circuit Breaker” restricting people’s movements and forbidding eating out; thereby benefitting retailers of fresh and uncooked food. Revenue from the stores in Kunming China continue to grow at a healthy pace.

GROSS PROFIT

Gross profit grew by 80.2% in 2Q2020 and 57.8% in 1H2020 mainly because of higher revenue and the improvement in gross margin.

GROSS MARGIN

2Q2020	2Q2019	1H2020	1H2019
28.1%	27.4%	27.6%	26.7%

Gross margin improved on a year-on-year basis to 28.1% and 27.6% in 2Q2020 and 1H2020 compared with 27.4% and 26.7% respectively because selling prices were underpinned by the strong demand, sales mix improved to a higher proportion of fresh which commands a higher gross margin and generally stable input prices arising from diversification in sourcing and particularly in 1Q2020, the increase in the volume of house-brands.

OTHER INCOME

The explanations for the variances in other income are in Page 3.

EXPENSES

Administrative Expenses

Increases in administrative expenses were mainly in the following areas:-

	2Q2020 vs 2Q2019	1H2020 vs 1H2019
	\$m	\$m
Staff costs	22.4	32.5
Rental of outlets	(1.3)	(2.7)
Depreciation (excluding property plant and machinery in the central distribution centre and in distribution expenses)	0.5	1.0
Utilities	0.3	0.8
Property tax	(0.4)	(0.4)
Others	(0.3)	(0.1)
Depreciation of right-of-use assets	2.0	4.0
Total increase	23.2	35.1

Increases in staff cost were attributable mainly to the additional headcount required to cope with the increased volume, implement the safe distancing and tracing measures relating to COVID-19, and to



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operate the new stores opened subsequent to 2Q2019, as well as a higher provision for bonus as a result of the higher operating profit. All staffs except for directors were rewarded with an additional month of salary in 2Q2020 for their diligence during the period of elevated demand but there was no significant impact on staff cost as it was largely defrayed by Job Support Scheme grants from the Government. Rental decreased mainly because some of the leases with less than twelve months to expiry as at 1 January 2019 were now capitalized as right-of use assets on renewal. Property tax rebates from the Budget 2020 package were the reasons for the savings in property taxes. Administrative expenses as a % of sales decreased to 16.0% in 1H2020 compared with 17.3 % in 1H2019 because of operating leverage brought about by the higher revenue.

Distribution Expenses

The increase in distribution expenses in 1H2020 of \$1.5m was attributable mainly to an increase in staff cost because of the higher headcount needed to handle the higher volume and increase in operational cost of the fleet because of the higher volume.

Other Expenses

Other expenses were higher by \$0.8m in 1H2020 mainly because of higher finance charges relating to credit cards, and other non-cash payments of \$1.2m, brought about by the higher volume which was offset by exchange gains.

Tax

The effective tax rates for both 1H2020 and 2Q2020 was 16.1% and 15.5% respectively and was lower than the statutory rate of 17% mainly because of income, partially offset by expenses which were not taxable.

China

The subsidiary in China continued to be profitable.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

The reduction in property, plant and equipment of \$7.5m was due mainly to:

	\$m
Depreciation of right-of-use assets	(14.7)
Depreciation of other property, plant and equipment	(10.0)
	(24.7)
New/renewal of leases brought into right-of-use assets	7.3
Purchases of other property, plant and equipment	9.8
Other adjustments	0.1
Total	(7.5)

Inventories at 30 June 2020 increased by \$11.8m to \$94.0m compared with 31 December 2019 mainly because of the higher volume and the Group increasing its stockholding as a hedge against the risks of disruption to the supply chain because of COVID-19. Pre-COVID-19 inventory level in FY2019 was in the region of \$60m to \$70m region, except for the month preceding Chinese New Year.

Sales were conducted principally in cash. The decrease of \$4.0m in trade and other receivables was mainly due to a reduction of \$1.2m in trade receivables because of timing of receipt of non-cash payments



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from the processing company/banks; and \$2.8m in other receivables due to reduction in deposits paid of \$3.5m which was re-classified to property, plant and equipment upon commissioning, and after offsetting increases in prepayments and other receivables of \$0.7m.

Trade payables and other payables increased by \$63.6m of which \$34.0m was from trade payable which increased significantly mainly because of the higher volume of purchases. Other payables increased by \$29.6m mainly because of the increase in accruals for bonuses arising from the improved financial performance.

A \$50m three year term loan from a Government Agency in support of a national program was extended to the Group, of which \$30m was drawn down in June 2020.

CASH FLOW

There were no significant changes to the terms of trade. The increase in cash generated from operating activities in 2Q2020 and 1H2020 of \$98.6m and \$170.1m was due mainly to the increased volume of business, the increase in trade and other payables brought about by the higher level of purchases as well as the increase in accruals, the deferment of tax payment (a concession from IRAS because of Covid-19), but was offset by higher inventory.

Payment of \$9.8m in 1H2020 for acquisition of property, plant and equipment consists of \$4.6m for fitting out the new stores and IT equipment for the supermarket operations, \$5.1m for equipping the new warehouse extension and maintenance capex relating to the distribution centre and \$0.1m incurred by the supermarkets in China.

As the AGM for FY2019 was deferred because of COVID-19, the final dividend in respect of FY2019 which was usually paid in May was delayed and was paid on 7 July 2020.

The positive cash inflows from operating and financing activities which was partially reduced by cash outflow in investing activities resulted in an increase in cash and cash equivalent by \$175.6m, bringing cash and cash equivalent to \$252.2m as at 30 June 2020.

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

Not applicable.

10. *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 known factors or events that may affect the group in the next reporting period and the next 12 months.*

With the gradual easing of restrictions on movements of people, elevated demand caused by COVID-19 will ease and although the timing is uncertain, it should probably be gradual unless the Government relaxes restrictions aggressively. Competition in the supermarket industry is expected to remain keen and challenging among the traditional brick and mortar operators and e-commerce platforms which seem to have gained better visibility because of the Circuit Breaker. Demand may be affected if post COVID-19, economic recovery is slow or remain depressed.



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Supply chain could be disrupted because of COVID-19 and other natural disasters which may lead to higher input prices and may affect the Group's gross margin.

The Group opened a new supermarket at Block 455 Sengkang West (9,040 square feet) on 8 July 2020 and will be taking vacant possession of another at Potong Pasir Ave 2 (4,600 square feet) in August 2020. The Group was the successful bidder for another new outlet at Block 872C Tampines Street 86 (5,300 square feet) and is awaiting the execution of the tenancy agreement and taking vacant possession. These two new outlets should be operational by 3Q2020. The Group is still looking for suitable retail spaces in areas where it does not have a presence. However, competition for new HDB shops is still keen but bidding has become more rational.

11. Dividend

If a decision regarding dividend has been made:-

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

Interim Dividend.

(b) *Current Financial Period Reported On*

Name of Dividend	Interim
Dividend Type	Cash
Dividend Rate	3.50 cents per share
Tax rate	Tax exempt (one-tier)

Corresponding Period of the immediately Preceding Financial Year

Name of Dividend	Interim
Dividend Type	Cash
Dividend Rate	1.75 cent per share
Tax rate	Tax exempt (one-tier)

(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).*

This is a tax exempt (one tier) dividend.

(d) *The date the dividend is payable.*

The dividend will be paid on 28 August 2020.

(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*

Notice is hereby given that the Share Transfer Books and Register of Members of the Company will be closed at 5.00 p.m. on 17 August 2020 for the preparation of dividend warrants. Duly completed transfers in respect of ordinary shares in the capital of the Company ("Shares") received by the



SHENG SIONG GROUP LTD

Half Year Financial Statement

Company's Registrar, Boardroom Corporate & Advisory Services Pte Ltd at 50 Raffles Place, #32-01, Singapore Land Tower Singapore 048623 up to 5.00 p.m. on 17 August 2020 will be registered to determine shareholders' entitlement to the interim dividend. Shareholders whose securities accounts with The Central Depository (Pte) Limited ("CDP") are credited with Shares at 5.00 pm on 17 August 2020 will be entitled to the interim dividend.

12. *If no dividend has been declared (recommended), a statement to that effect.*

Not applicable.

13. *If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.*

The Group has not obtained a general mandate from shareholders for IPTs under Rule 920, but IPTs for the 1H2020 are disclosed below.

INTERESTED PERSON TRANSACTIONS

From 1 January 2020 to 30 June 2020

Name of Interested Person(s)	Description of Interested Person Transactions	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) (\$'000)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
F M Food Court Pte Ltd/ Lim Hock Eng	Sale of goods by Sheng Siong Group Ltd to F M Food Court Pte Ltd ⁽¹⁾	29	-
Lim Hock Chee Lim Hock Leng	Lease of operation space by F M Food Court Pte Ltd ⁽¹⁾ from Sheng Siong Group Ltd	257	-
E Land Properties Pte Ltd/ Lim Hock Eng Lim Hock Chee Lim Hock Leng	Rent and utilities paid by Sheng Siong Group Ltd. to E Land Properties Pte Ltd ⁽¹⁾ for lease and license of operations space	1,128	-

Note:

(1) These entities are associates of Messrs Lim Hock Eng, Lim Hock Chee and Lim Hock Leng, the executive directors and controlling shareholders of Sheng Siong Group Ltd.



NEGATIVE ASSURANCE CONFIRMATION ON INTERIM FINANCIAL RESULTS PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

The Board of Directors has confirmed that, to the best of their knowledge, nothing has come to their attention which may render these interim financial results to be false or misleading in any material aspect.

CONFIRMATION OF DIRECTORS AND EXECUTIVE OFFICERS' UNDERTAKINGS PURSUANT TO LISTING RULE 720(1)

The Company has procured undertakings from all its directors and executive officers in compliance with Listing Rule 720(1).

BY ORDER OF THE BOARD

LIM HOCK CHEE

CEO

29 July 2020