

**YONGMAO HOLDINGS LIMITED**  
**(Company Registration No.200510649K)**

**UNAUDITED SECOND HALF FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL PERIOD/YEAR ENDED 31 MARCH 2021**

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS**

**1(a) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Group statement of profit or loss and other comprehensive income for the financial period/year ended 31 March 2021. These figures have not been audited.

	Group (Second Half)			Group (Full Year)		
	RMB'000		%	RMB'000		%
	6 months ended 31 Mar 2021 (2H FY2021)	6 months ended 31 Mar 2020 (2H FY2020)	Increase/ (Decrease)	12 months ended 31 Mar 2021 (FY2021)	12 months ended 31 Mar 2020 (FY2020)	Increase/ (Decrease)
<b>Revenue</b>	626,618	383,688	63.3	1,027,966	962,352	6.8
Cost of sales	(474,952)	(302,075)	57.2	(773,003)	(713,522)	8.3
<b>Gross profit</b>	151,666	81,613	85.8	254,963	248,830	2.5
Other income	12,060	12,705	(5.1)	18,417	16,517	11.5
Distribution costs	(48,222)	(34,730)	38.8	(80,007)	(79,690)	0.4
Administrative expenses	(38,926)	(37,683)	3.3	(71,954)	(84,828)	(15.2)
Other operating expenses	(25,244)	(5,121)	393.0	(28,940)	(15,659)	84.8
Finance costs	(7,356)	(8,052)	(8.6)	(14,771)	(16,891)	(12.6)
<b>Total operating expenses</b>	(119,748)	(85,586)	39.9	(195,672)	(197,068)	(0.7)
<b>Profit before taxation</b>	43,978	8,732	403.6	77,708	68,279	13.8
Taxation	(9,264)	(4,237)	118.6	(16,010)	(19,318)	(17.1)
<b>Net profit for the period/year</b>	34,714	4,495	672.3	61,698	48,961	26.0
<b>Attributable to:</b>						
Equity holders of the Company	29,976	8,361	258.5	54,860	59,709	(8.1)
Non-controlling interests	4,738	(3,866)	NM	6,838	(10,748)	NM
<b>Net profit for the period/year</b>	34,714	4,495	672.3	61,698	48,961	26.0

NM: Not Meaningful

	Group (Second Half)			Group (Full Year)		
	RMB'000		%	RMB'000		%
	6 months ended 31 Mar 2021 (2H FY2021)	6 months ended 31 Mar 2020 (2H FY2020)	Increase/ (Decrease)	12 months ended 31 Mar 2021 (FY2021)	12 months ended 31 Mar 2020 (FY2020)	Increase/ (Decrease)
<b>Net profit for the period/year</b>	34,714	4,495	672.3	61,698	48,961	26.0
<b>Other comprehensive (expense)/income:</b>						
Item that <u>may be</u> reclassified subsequently to profit of loss:						
Exchange translation difference <sup>1</sup>	(7,007)	(457)	NM	(12,633)	8,864	NM
	(7,007)	(457)	NM	(12,633)	8,864	NM
Item that <u>cannot be</u> reclassified subsequently to profit of loss:						
Fair value (loss)/gain on financial assets, FVOCI <sup>2</sup>	(10,958)	184	NM	(10,958)	184	NM
Other comprehensive (expense)/income of the period, net of tax	(17,965)	(273)	NM	(23,591)	9,048	NM
<b>Total comprehensive income for the period/year</b>	<b>16,749</b>	<b>4,222</b>	<b>296.7</b>	<b>38,107</b>	<b>58,009</b>	<b>(34.3)</b>
<b>Total comprehensive income attributable to:</b>						
Equity holders of the Company	14,437	7,625	89.3	35,981	65,157	(44.8)
Non-controlling interests	2,312	(3,403)	NM	2,126	(7,148)	(129.7)
<b>Total comprehensive income for the period/year</b>	<b>16,749</b>	<b>4,222</b>	<b>296.7</b>	<b>38,107</b>	<b>58,009</b>	<b>(34.3)</b>

## Notes to Group statement of profit or loss:

	Group (Second Half)			Group (Full Year)		
	RMB'000		%	RMB'000		%
	6 months ended 31 Mar 2021 (2H FY2021)	6 months ended 31 Mar 2020 (2H FY2020)	Increase/ (Decrease)	12 months ended 31 Mar 2021 (FY2021)	12 months ended 31 Mar 2020 (FY2020)	Increase/ (Decrease)
<b>Other income</b>						
Amortisation of deferred capital grants	115	115	-	229	229	-
Compensation income	946	11	NM	951	82	NM
Debts no longer required to pay <sup>4</sup>	745	-	NM	745	-	NM
Gain on disposal of property, plant and equipment	152	232	(34.5)	186	910	(79.6)
Government grants <sup>3</sup>	6,736	8,808	(23.5)	10,493	8,912	17.7
Interest income <sup>4</sup>	810	874	(7.3)	1,590	1,579	0.7
Rental income <sup>4</sup>	1,257	1,412	(11.0)	2,567	2,904	(11.6)
Others	1,299	1,253	3.7	1,656	1,901	(12.9)
	<b>12,060</b>	<b>12,705</b>	<b>(5.1)</b>	<b>18,417</b>	<b>16,517</b>	<b>11.5</b>

NM: Not Meaningful

	Group (Second Half)			Group (Full Year)		
	RMB'000		%	RMB'000		%
	6 months ended 31 Mar 2021 (2H FY2021)	6 months ended 31 Mar 2020 (2H FY2020)	Increase/(Decrease)	12 months ended 31 Mar 2021 (FY2021)	12 months ended 31 Mar 2020 (FY2020)	Increase/(Decrease)
<b>Other operating expenses</b>						
Allowance for expected credit loss <sup>6</sup>	18,705	2,106	788.2	18,705	2,106	788.2
Bank charges	266	206	29.1	1,168	689	69.5
Donations	2	100	(98.0)	2	400	(99.5)
Employee compensation on relocation <sup>5</sup>	-	244	(100.0)	(7)	11,393	NM
Exchange loss/(gain) <sup>6</sup>	5,801	456	NM	8,235	(4,972)	NM
Loss on disposal of property, plant and equipment	-	10	NM	326	552	(40.9)
Property, plant and equipment written off <sup>5</sup>	366	250	46.4	366	795	(54.0)
Transportation expenses on factory relocation <sup>5</sup>	-	1,264	(100.0)	-	4,203	(100.0)
Others	104	485	(78.6)	145	493	(70.6)
	<b>25,244</b>	<b>5,121</b>	<b>393.0</b>	<b>28,940</b>	<b>15,659</b>	<b>84.8</b>

The Group profit before taxation is arrived at after charging:

	Group (Second Half)			Group (Full Year)		
	RMB'000		%	RMB'000		%
	6 months ended 31 Mar 2021 (2H FY2021)	6 months ended 31 Mar 2020 (2H FY2020)	Increase/(Decrease)	12 months ended 31 Mar 2021 (FY2021)	12 months ended 31 Mar 2020 (FY2020)	Increase/(Decrease)
Depreciation of property, plant and equipment	31,575	32,255	(2.1)	63,324	63,552	(0.4)
Gain/(Loss) on disposal of property, plant and equipment, net	(152)	(222)	(31.5)	140	(358)	NM
Interest expense	7,356	8,052	(8.6)	14,771	16,891	(12.6)
Operating lease rentals	3,871	4,193	(7.7)	7,526	7,459	0.9
Net allowance/(reversal) for inventories obsolescence <sup>7</sup>	7,926	(2,214)	NM	7,926	(2,214)	NM

NM: Not Meaningful

Note:

- Loss on exchange translation arose from translation of the net assets of our Hong Kong subsidiaries and Singapore subsidiaries. HKD and SGD depreciated 7.8% and 2.0% respectively against RMB as at 31 March 2021 as compared to last financial year end.
- Fair value gain/(loss) arises from the valuation surplus/(deficit) from the quoted equity investment, previously unquoted.
- Mainly refers to Government subsidies or rebates in relating to COVID-19 pandemic from PRC authority, Singapore authority, Hong Kong authority and Macau authority.
- See Paragraph 8 – Other income.
- Expenses incurred in relates to relocation of Beijing's manufacturing plant exercise in FY2020.
- See Paragraph 8 – Operating expense.
- Mainly provision for inventory obsolescence on certain components and accessories that decline in value arising from products rationalization exercise to discontinue certain tower cranes model with low market demand. The provision for inventory obsolescence is included in "cost of sales".

**1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

	Group		Company	
	31 Mar 2021 RMB'000	31 Mar 2020 RMB'000	31 Mar 2021 RMB'000	31 Mar 2020 RMB'000
<b>ASSETS</b>				
<b>Non-current</b>				
Property, plant and equipment	416,615	436,679	-	-
Subsidiaries	-	-	344,363	344,363
Financial assets, at FVOCI	108,071	119,029	108,071	119,029
Trade and other receivables	-	171	-	-
Deferred tax assets	22,346	17,667	-	-
	<u>547,032</u>	<u>573,546</u>	<u>452,434</u>	<u>463,392</u>
<b>Current</b>				
Inventories	500,423	392,204	-	-
Trade and other receivables	624,948	432,257	251	259
Amounts owing by subsidiaries	-	-	34,524	40,466
Amounts owing by related parties	15,461	68,504	-	-
Amount owing by a corporate shareholder of a subsidiary	-	3,468	-	-
Cash and cash equivalents	114,424	167,343	945	1,388
	<u>1,255,256</u>	<u>1,063,776</u>	<u>35,720</u>	<u>42,113</u>
<b>TOTAL ASSETS</b>	<u>1,802,288</u>	<u>1,637,322</u>	<u>488,154</u>	<u>505,505</u>
<b>EQUITY</b>				
<b>Capital and Reserves</b>				
Share capital	312,484	312,484	312,484	312,484
Reserves	490,050	464,795	171,200	187,909
<b>Equity attributable to equity holders of the Company</b>	<u>802,534</u>	<u>777,279</u>	<u>483,684</u>	<u>500,393</u>
Non-controlling interests	57,209	51,595	-	-
<b>TOTAL EQUITY</b>	<u>859,743</u>	<u>828,874</u>	<u>483,684</u>	<u>500,393</u>
<b>LIABILITIES</b>				
<b>Non-current</b>				
Borrowings	743	4,891	-	-
Deferred capital grants	9,313	9,542	-	-
Deferred tax liabilities	30,541	25,847	9	84
Trade and other payables	14,140	16,100	-	-
	<u>54,737</u>	<u>56,380</u>	<u>9</u>	<u>84</u>
<b>Current</b>				
Trade and other payables	600,637	422,830	4,416	5,028
Borrowings	262,938	272,354	-	-
Deferred capital grants	229	229	-	-
Amounts owing to/advances from related parties	11,499	9,610	-	-
Amounts owing to shareholders of subsidiaries	1,644	34,277	-	-
Current tax payable	10,861	12,768	45	-
	<u>887,808</u>	<u>752,068</u>	<u>4,461</u>	<u>5,028</u>
<b>TOTAL LIABILITIES</b>	<u>942,545</u>	<u>808,448</u>	<u>4,470</u>	<u>5,112</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,802,288</u>	<u>1,637,322</u>	<u>488,154</u>	<u>505,505</u>

**1(b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:—**

- (A) the amount repayable in one year or less, or on demand;  
 (B) the amount repayable after one year;  
 (C) whether the amounts are secured or unsecured; and  
 (D) details of any collaterals.**

	As at 31 Mar 2021		As at 31 Mar 2020	
	Secured <sup>(1)</sup>	Unsecured <sup>(2)</sup>	Secured <sup>(1)</sup>	Unsecured <sup>(2)</sup>
	RMB'000	RMB'000	RMB'000	RMB'000
Amount repayable in one year or less, or on demand	258,807	26,523	267,088	24,621
Amount repayable after one year	332	411	511	4,380
	259,139	26,934	267,599	29,001

### Details of any collaterals

**Note (1):** The secured loans include the following:

	31 Mar 2021	31 Mar 2020	
	RMB'000	RMB'000	Description
<b>Bank borrowings</b>			
a)	79,750	88,000	Granted to Fushun Yongmao Construction Machinery Co., Ltd. ("Fushun Yongmao"), guaranteed by Beijing Yongmao Jiangong Machinery Manufacturing Co., Ltd. ("Beijing Yongmao") and a director of the Company.
b)	48,000	48,500	Granted to Fushun Yongmao, guaranteed by Beijing Yongmao.
c)	30,000	30,000	Granted to Fushun Yongmao, guaranteed by the Company.
d)	32,800	10,000	Granted to Fushun Yongmao, guaranteed by Beijing Yongmao and certain directors of the Company.
e)	42,000	23,000	Granted to Fushun Yongmao, guaranteed by certain directors of the Company.
f)	-	30,000	Granted to Fushun Yongmao, guaranteed by Beijing Yongmao and certain directors of the Company.
g)	10,000	10,000	Granted to Fushun Yongmao, guaranteed by the Company, Beijing Yongmao and a director of the Company and secured by bank deposit.
h)	4,482	9,519	Granted to Yongmao Machinery (H.K.) Company Limited ("Yongmao Hongkong"), guaranteed by the Company, certain directors of the Company and secured by certain tower cranes.
	247,032	249,019	
<b>Lease obligations</b>			
a)	1,232	1,266	In respect of motor vehicles and office equipment acquired under leases.
b)	10,875	17,314	In respect of tower cranes acquired under leases granted to Yongmao Hongkong.
	12,107	18,580	
	259,139	267,599	

The above borrowings are for working capital purposes.

**Note (2):** The unsecured borrowings include the followings:

- RMB10.8 million (31 March 2020 – RMB18.4 million), which was interest-bearing, was from a ex-corporate shareholder to Beijing Yongmao for the purpose of increasing the working capital of Beijing Yongmao. Beijing Yongmao had acquired the 34% shareholding interest of the corporate shareholder in February 2021. This is included as part of "Trade and other payable" (FY2020: "Amounts owing to shareholders of subsidiaries") under current liabilities in the balance sheet.
- RMB Nil million (31 March 2020 – RMB1.0 million), which was interest-bearing, was from related parties to Fushun Yongmao for the purpose of increasing the working capital of the Group. This is included as part of "Amounts owing to/advances from related parties" under current liabilities in the balance sheet.
- RMB 10.0 million (31 March 2020 – RMB Nil million), which was interest bearing, was from a director of the Company to Fushun Yongmao for the purpose of increasing the working capital of the Group. This is included as part of "Trade and other payables" under current liabilities in the balance sheet.
- RMB1.7 million (31 March 2020 – RMB Nil million), which was interest-bearing shareholder's loan from shareholders of Yongmao Cambodia for the purpose of increasing the working capital of the Group. This is included as part of "Amounts owing to shareholders of subsidiaries" under current liabilities in the balance sheet.
- RMB4.5 million (31 March 2020 – RMB9.6), which was lease liabilities for the yard in Yongmao Hongkong.

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

	Group (Second Half)		Group (Full Year)	
	RMB'000		RMB'000	
	6 months ended 31 Mar 2021 (2H FY2021)	6 months ended 31 Mar 2020 (2H FY2020)	12 months ended 31 Mar 2021 (FY2021)	12 months ended 31 Mar 2020 (FY2020)
<b>Cash flows from operating activities</b>				
Profit before taxation	43,978	8,732	77,708	68,279
Adjustments for :				
Amortisation of deferred capital grants	(115)	(115)	(229)	(229)
Depreciation of property, plant and equipment	31,575	32,255	63,324	63,552
Gain on disposal of property, plant and equipment, net	(152)	(222)	140	(358)
Property, plant and equipment written off	366	250	366	795
Net allowance/(reversal) of inventory obsolescence	7,926	(2,214)	7,926	(2,214)
Allowance for expected credit loss	18,705	2,106	18,705	2,106
Reversal of over-accrual of housing fund contribution	(183)	(7,462)	(183)	(7,462)
Provision of warranty	1,677	1,370	1,677	1,370
Interest expense	7,356	8,052	14,771	16,891
Interest income	(810)	(874)	(1,590)	(1,579)
Exchange translation difference	(126)	(204)	(172)	22
<b>Operating profit before working capital changes</b>	<b>110,197</b>	<b>41,674</b>	<b>182,443</b>	<b>141,173</b>
Increase in inventories <sup>1</sup>	(95,287)	(15,884)	(162,435)	(54,247)
(Increase)/Decrease in operating receivables	(125,435)	43,408	(160,898)	4,918
Increase/(Decrease) in operating payables	81,902	(52,085)	143,940	53,241
<b>Cash (used in)/generated from operations</b>	<b>(28,623)</b>	<b>17,113</b>	<b>3,050</b>	<b>38,593</b>
Interest paid	(9,910)	(5,963)	(17,867)	(14,911)
Tax paid	(6,881)	(10,418)	(17,109)	(15,936)
<b>Net cash (used in)/generated from operating activities</b>	<b>(45,414)</b>	<b>732</b>	<b>(31,926)</b>	<b>7,746</b>
<b>Cash flows from investing activities</b>				
Acquisition of property, plant and equipment	(8,130)	(24,951)	(13,208)	(27,077)
Proceeds from disposal of property, plant and equipment	1,199	793	2,505	2,154
Cash outflow on acquisition of a subsidiary (net of cash acquired) <sup>2</sup>	(2,765)	-	(2,765)	-
Repayment to shareholder of a subsidiary	30	(316)	-	(337)
Interest received	810	874	1,590	1,579
<b>Net cash used in investing activities</b>	<b>(8,856)</b>	<b>(23,600)</b>	<b>(11,878)</b>	<b>(23,681)</b>
<b>Cash flows from financing activities</b>				
Proceeds from borrowings	190,550	189,500	282,550	269,500
Repayment of borrowings	(168,002)	(156,236)	(283,948)	(263,895)
Proceeds from finance lease	601	11,124	601	11,124
Repayment of principal portion of lease liabilities	(5,149)	(4,240)	(10,897)	(8,178)
Restricted bank balances	3,146	4,457	10,194	11,469
Repayment (to)/from related parties	(1,000)	1,012	(1,000)	(7,913)
Advances from a director	10,000	-	10,000	(1,487)
Repayment (to)/from shareholder of a subsidiary	(57)	-	1,703	-
Capital injection by non-controlling interests	-	1,742	-	1,742
Dividends paid to equity holders of the company	(4,473)	-	(4,473)	(13,420)
<b>Net cash generated from/(used in) financing activities</b>	<b>25,616</b>	<b>47,359</b>	<b>4,730</b>	<b>(1,366)</b>
Net (decrease)/increase in cash and cash equivalents	(28,654)	24,491	(39,074)	(16,993)
Cash and cash equivalents at beginning of period/year	97,152	84,831	109,010	123,849
Exchange adjustments	(2,213)	(312)	(3,651)	2,154
<b>Cash and cash equivalents at end of period/year</b>	<b>66,285</b>	<b>109,010</b>	<b>66,285</b>	<b>109,010</b>

	Group	
	RMB'000	RMB'000
	31 Mar 2021	31 Mar 2020
<b><u>Analysis of cash and cash equivalents</u></b>		
Cash on hand	157	123
Bank balances	112,767	167,220
Fixed deposit	1,500	-
	114,424	167,343
Restricted bank balances	(48,139)	(58,333)
	66,285	109,010

## Note:

- Included in increase in inventories for 2H FY2021 of RMB43.8 million (2H FY2020: RMB18.8 million) and Full Year FY2021 of RMB75.8 million (Full Year FY2020: RMB36.8 million) respectively, were tower cranes and tower crane components and accessories that were self-constructed which were held for rental purposes and have been presented under operating activities in accordance with SFRS(I) 1-7 Statement of Cash Flows.
- 24 February 2020, the Group's subsidiary company, Fushun Yongmao Construction Machinery Co., Ltd ("Fushun Yongmao"), has acquired 10,200,000 shares or equal to 34% of the issued and paid-up share capital of Beijing Yongmao Jiangong Machinery Manufacturing Co., Ltd ("Beijing Yongmao") from Beijing Construction Group Co., Ltd, state-owned entity of the People's Republic of China for a consideration of RMB2,765,288.

There is no open market value for the acquired shares of Beijing Yongmao as the shares are not publicly traded. The fair value of assets and liabilities assumed as book value were as follows:

	RMB'000
Net tangible liabilities of the acquired shares	3,488
Considerations paid in cash	2,765
Decrease in equity attributable to owner of the Company	6,253

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

Group	Share capital	Merger reserve	Statutory common reserve	Fair value reserve	Retained earnings	Exchange fluctuation reserve	Total attributable to equity holders of the Company	Non-controlling interests	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
<b>Current year:</b>									
<b>Balance as at 1 Apr 2020</b>	312,484	(26,769)	69,441	40,354	372,018	9,751	777,279	51,595	828,874
Total comprehensive income/(expenses) for the period	-	-	-	-	24,884	(3,340)	21,544	(186)	21,358
Transfer to statutory common reserve	-	-	2,025	-	(2,025)	-	-	-	-
<b>Balance as at 30 Sep 2020</b>	312,484	(26,769)	71,466	40,354	394,877	6,411	798,823	51,409	850,232
Total comprehensive income/(expenses) for the period	-	-	-	(10,958)	29,976	(4,581)	14,437	2,312	16,749
Transfer to statutory common reserve	-	-	7,166	-	(7,166)	-	-	-	-
Acquisition of NCI in subsidiary without a change in control	-	-	-	-	(6,253)	-	(6,253)	3,488	(2,765)
Dividends	-	-	-	-	(4,473)	-	(4,473)	-	(4,473)
<b>Balance as at 31 Mar 2021</b>	312,484	(26,769)	78,632	29,396	406,961	1,830	802,534	57,209	859,743

Group	Share capital	Merger reserve	Statutory common reserve	Fair value reserve	Retained earnings	Exchange fluctuation reserve	Total attributable to equity holders of the Company	Non-controlling interests	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
<b>Current year:</b>									
<b>Balance as at 1 Apr 2019</b>	312,484	(26,769)	65,570	40,170	329,600	4,487	725,542	57,001	782,543
Total comprehensive income/(expenses) for the period	-	-	-	-	51,348	6,184	57,532	(3,745)	53,787
Transfer to statutory common reserve	-	-	7,231	-	(7,231)	-	-	-	-
Dividends	-	-	-	-	(13,420)	-	(13,420)	-	(13,420)
<b>Balance as at 30 Sep 2019</b>	312,484	(26,769)	72,801	40,170	360,297	10,671	769,654	53,256	822,910
Total comprehensive income/(expenses) for the period	-	-	-	184	8,361	920	7,625	(3,403)	4,222
Transfer to statutory common reserve	-	-	(3,360)	-	3,360	-	-	-	-
Capital injection by NCI	-	-	-	-	-	-	-	1,742	1,742
<b>Balance as at 31 Mar 2020</b>	312,484	(26,769)	69,441	40,354	372,018	9,751	777,279	51,595	828,874



Company	Share capital RMB'000	Fair value reserve RMB'000	Retained earnings RMB'000	Total equity RMB'000
<b>Current year:</b>				
<b>Balance as at 1 Apr 2020</b>	312,484	40,354	147,555	500,393
Total comprehensive expense for the period	-	-	(2,007)	(2,007)
<b>Balance as at 30 Sep 2020</b>	312,484	40,170	145,548	498,386
Total comprehensive income for the period	-	(10,958)	729	(10,229)
Dividends	-	-	(4,473)	(4,473)
<b>Balance as at 31 Mar 2021</b>	312,484	29,396	141,804	483,684

Company	Share capital RMB'000	Fair value reserve RMB'000	Retained earnings RMB'000	Total equity RMB'000
<b>Current year:</b>				
<b>Balance as at 1 Apr 2019</b>	312,484	40,170	132,446	485,100
Adjustment for Deferred Tax Liabilities <sup>1</sup>	-	-	9,343	9,343
<b>As restated at 1 April 2019</b>	312,484	40,170	141,789	494,443
Total comprehensive expense for the period	-	-	21,496	21,496
Dividends	-	-	(13,420)	(13,420)
<b>Balance as at 30 Sep 2019</b>	312,484	40,170	140,522	493,176
Adjustment for Deferred Tax Liabilities <sup>1</sup>	-	-	9,988	9,988
<b>As restated at 30 Sep 2019</b>	312,484	40,170	150,510	503,164
Total comprehensive income for the period	-	184	(2,955)	(2,771)
<b>Balance as at 31 Mar 2020</b>	312,484	40,354	147,555	500,393

## Note:

1. Retrospective adjustment made on deferred tax liabilities. Please refer to para 5 or more details.

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There was no change in the Company's share capital arising from rights issue, bonus issue, subdivision, consolidation, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose in 2H FY2021 or 2H FY2020.

There was no outstanding convertible, treasury share or subsidiary holdings as at 31 March 2021 (31 March 2020 – Nil).

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

	<b>31 March 2021</b>	<b>31 March 2020</b>
Total number of issued shares (excluding treasury shares)	88,749,997	88,749,997

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

There was no sale, transfer, cancellation and/or use of treasury shares as at 31 March 2021 (31 March 2020 – Nil).

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

There was no sale, transfer, cancellation and/or use of subsidiary holdings as at 31 March 2021 (31 March 2020 – Nil).

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

The figures have not been audited or reviewed by the auditors.

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

Not applicable.

**(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.**

The Group adopted the new/revised SFRS(I)s that are effective for annual periods beginning on or after 1 January 2020. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective SFRS(I)s, SFRS(I) Interpretations and amendments to SFRS(I)s.

The adoption of the SFRS(I)s, SFRS(I) Interpretations and amendments to SFRS(I)s did not have any significant impact on the financial statements of the Group.

5. **If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

**The Company**

*Prior Year adjustment – as at 1 April 2019*

**Deferred tax liabilities**

Pursuant to the PRC Corporate Income Tax Law and the tax treaty between the PRC and Singapore, a 5% withholding tax is levied on the dividends to the Company from the subsidiaries established in the PRC. The requirement is effective from 1 January 2008 and applies to earnings after 31 December 2007. The Group made provision for deferred tax liabilities on withholding tax at 5% of all retained earnings subject to withholding taxes of its PRC subsidiaries.

As the undistributed earnings of subsidiaries are not consolidated at the Company level, it does not give rise to a taxable temporary differences at Company level. Therefore, a prior year adjustment was made retrospectively at the Company level in accordance to Para 38 of SFRS(1) 1-12 Income Taxes.

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

	Group (Second Half)		Group (Full Year)	
	RMB'000		RMB'000	
	6 months ended 31 Mar 2021 (2H FY2021)	6 months ended 31 Mar 2020 (2H FY2020)	12 months ended 31 Mar 2021 (FY2021)	12 months ended 31 Mar 2020 (FY2020)
Earnings of the Group, after deducting any provision for preference dividends (in RMB'000):	29,976	8,361	54,860	59,709
Weighted average no. of shares used in computation of basic earning per shares	88,749,997	88,749,997	88,749,997	88,749,997
Earnings per share (in cents RMB)				
(a) Based on weighted average number of ordinary shares on issue	33.77	9.42	61.81	67.28
(b) On a fully diluted basis	33.77	9.42	61.81	67.28

The basic and diluted earnings per ordinary share of the Group is computed based on the Group's profit after taxation attributable to equity holders of the Company on the existing number of ordinary shares in issue of 88,749,997 at the end of the reporting periods.

There is no difference between the basic and diluted earnings per share.

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

	Group		Company	
	31 Mar 2021	31 Mar 2020	31 Mar 2021	31 Mar 2020
Net asset value per ordinary share (RMB cents)	904.26	875.81	545.00	563.82

Net asset value per share for the Group and the Company for 31 March 2021 and 31 March 2020 has been computed based on shareholders' equity as at the respective dates and the number of shares of 88,749,997 ordinary shares.

8. **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 of 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.**

## **REVIEW OF INCOME STATEMENT OF THE GROUP**

### **Second-Half FY2021 ("2H FY2021") vs Second-Half FY2020 ("2H FY2020")**

#### **Revenue**

Group revenue increased by 63.3% to RMB626.6 million in 2H FY2021 as compared to RMB383.7 million in 2H FY2020. Revenue increases in 2H FY2021 as business activity resume normalcy compared to 2H FY2020 when most of China's factories were in pandemic lockdown mode during the first quarter of 2020. Nonetheless, with COVID-19 under control in the PRC, certain back-log deliveries were fulfilled during the period under review. The Group's major markets, i.e. Singapore and Hong Kong has also gradually resumed activities since September 2020.

As a result, revenue from sales of tower cranes and components increased by RMB230.9 million from RMB311.1 million in 2H FY2020 to RMB543.0 million in 2H FY2021. Rental and service income has also increased by RMB12.0 million during the period under review.

Due to the resurgence of economy in the PRC, revenue in the PRC has increased by RMB197.8 million in 2H FY2021 as compared to RMB456.2 in 2H FY2020. Revenue in Asia (outside of the PRC) and the USA & Europe increased by RMB11.7 million and RMB39.0 million respectively. The increase was partly offset by the decrease in revenue from the Middle East and others amounting to RMB5.6 million.

Overall, sales in the PRC and Asia (outside the PRC) contributed to 53.5% and 35.0% respectively of the Group revenue in 2H FY2021.

#### **Gross profit and gross profit margin**

In line with higher revenue, gross profit increased by 85.8% to RMB151.7 million in 2H FY2021 from RMB81.6 million in 2H FY2020.

Average gross profit margin increased to 24.2% in 2H FY2021 from 21.3% in 2H FY2020.

The lower gross profit margin in 2H FY2020 was arising from the consolidation of Beijing Yongmao's plant to Fushun. The Group recorded a one off obsolescence stocks adjustment and an adjustment for an under charged of cost of goods sold in the first half of the financial year ended 31 March 2020. The lower gross profit in 2H FY2020 was also attributable to high production overhead cost absorbed during the first quarters of year 2020 with government containment measures implemented in the PRC amid the rapid spread of the COVID-19 pandemic.

#### **Other income**

Other income decreased by RMB0.6 million to RMB12.1 million in 2H FY2021 as compared to RMB12.7 million in 2H 2020 was mainly due to lower government subsidies and rebates/grants of RMB2.1 million. The government subsidies and rebates in 2H FY2021 were received from various authorities, as part of the financial assistance to help businesses tide through the pandemic. Whilst the government grant received in 2H FY2020 mainly pertains to grant received for the relocation of Beijing Yongmao's factory.

Other income also includes rental income of RMB1.3 million, compensation income of RMB0.9 million and interest income of RMB0.8 million reported in 2H FY2021. Rental income pertains to sub-rental income from Hong Kong yard while interest income mainly derived from deposit placed to secure trade facility.

#### **Operating expenses**

Total operating expenses increased 39.9% to RMB119.7 million in 2H FY2021 as compared to RMB85.6 million in 2H FY2020.

Distribution costs increased 38.8% to RMB48.2 million in 2H FY2021 as compared to RMB34.7 million in 2H FY2020 mainly due to higher freight and transportation charges in line with higher sales. Other than higher sales, land transportation and sea freight had also increased significantly during the period under review due to supply shortage against high demand.

Administrative expenses increased 3.3% to RMB38.9 million in 2H FY2021 as compared to RMB37.7 million in 2H FY2020 mainly due to higher legal fee provision, offset by lower depreciation during the period under review.

Other operating expenses increased significantly to RMB25.2 million in 2H FY2021 as compared to RMB5.1 million in 2H FY2020. The increase is mainly due to impairment provision for expected credit loss ("ECL") of RMB18.7 million in 2H FY2021 as compared to RMB2.1 million in 2H FY2020. Following the Covid19 pandemic and in view of the Group's higher receivables and longer turnover days reported as at 31 March 2021 as compared to 31 March 2020, higher provision of ECL was provided based on a general credit risk assessment. Besides, the Group also reported an exchange loss of RMB5.8 million in 2H FY2021 as compared to RMB0.5 in 2H FY2020.

The exchange loss for 2H FY2021 arose mainly from:

- a) the weakening of USD against RMB due to net USD assets in the PRC subsidiary's book;
- b) the weakening of Singapore Dollars ("SGD") and Hong Kong Dollars ("HKD") against Chinese Yuan ("RMB") due to net RMB liabilities in the Singapore subsidiary's book and Hong Kong subsidiary's book; and
- c) the weakening of HKD against RMB and SGD due to net HKD assets in the Company's book and the Singapore subsidiary's book

Finance costs decreased 8.6% to RMB7.4 million in 2H FY2021 as compared to RMB8.1 million in 2H FY2020 due mainly to lower letter of credit discounting charges in 2H FY2021 and lower effective interest rate.

### **Taxation**

Income tax expense increased to RMB9.3 million in 2H FY2021 as compared to RMB4.2 million in 2H FY2020 is in line with higher profits for the financial period under review.

### **Profit before taxation and Net profit attributable to equity holders of the Company**

The Group recorded a profit before taxation of RMB44.0 million in 2H FY2021 as compared to RMB8.7 million in 2H FY2020 mainly due to higher gross profit from higher revenue, partly offset by higher operating expenses.

Net profit attributable to equity holders of the Company increased to RMB30.0 million in 2H FY2021 from RMB8.4 million in 2H FY2020. This was mainly due to higher profit before taxation, offset by tax expense.

### **Full Year FY2021 ("FY2021") vs Full Year FY2020 ("FY2020")**

#### **Revenue**

The COVID-19 outbreak halted economic activities in the PRC and disrupted global supply chains. Amidst the COVID-19 pandemic, strict government containment measures were implemented in the PRC in the first quarter of 2020 to contain the spread of COVID-19 including cities lockdowns, travel restrictions, quarantine measures. Similar government containment measures and restrictions of movement were also implemented in many countries globally subsequently. The effect of these government containment measures meant that the business operations of many of our local and overseas customers and freight forwarders were also inadvertently disrupted, resulting in delays and/or postponement of deliveries of our products in the 1H of FY2021. With the COVID-19 under control in the PRC and Singapore, the Group's revenue saw significant increase in 2H FY2021 with certain back-log orders being fulfilled.

With the strong delivery in 2H FY2021, the Group's revenue increased by 6.8% y-o-y to RMB1,028.0 million in FY2021 as compared to RMB823.0 million in FY2020. Revenue from sales of tower cranes and components increased by RMB47.8 million from RMB702.4 million in FY2020 to RMB870.8 million in FY2021. Rental and service income has also increased by RMB17.8 million during the year under review.

Aided by strict virus containment measures and emergency relief for businesses, the economy in PRC had recovered steadily from the steep slump in early 2020. In this regard, revenue in the PRC has increased by RMB145.7 million to RMB 601.9 million in FY2021 as compared to RMB456.2 million in FY2020. Following a mega size tower crane was sold to Russia, revenue in the USA & Europe has also increased by RMB29.8 million in FY2021 as compared to FY2020. Other sales segments reported significantly lower sale, with the biggest dropped in Asia (outside of PRC) by RMB91.0 million and Middle East & Others decreased by RMB18.9 million.

With the improvement in the PRC sales it formed the bulk of the Group's revenue at 58.5% while Asia (outside of PRC) contributed 30.8% of the revenue in FY2021.

#### **Gross profit and gross profit margin**

In line with increase in revenue, gross profit increased by 2.5% to RMB255.0 million in FY2021 from RMB248.8 million in FY2020.

However, average gross profit margin decreased to 24.8% in FY2021 from 25.9% in FY2020.

The decrease can be explained by the lower average selling price resulting from the price sensitivity and slack market condition. Furthermore, it was also attributable to higher production overhead cost absorbed due to lower production activities during the 1H of FY2021. The margin was further affected by the increase in steel price during 2H FY2021.

### Other income

Other income increased by RMB1.9 million to RMB18.4 million in FY2021 as compared to RMB16.5 million in FY2020 was due to higher government subsidies & rebates/grants and higher compensation income. The government subsidies and rebates in FY2021 were received from various authorities, as part of the financial assistance to help businesses tide through the pandemic. Whilst the government grant received in FY2020 mainly pertains to grant received for the relocation of Beijing Yongmao's factory.

Rental income pertains to sub-rental income from Hong Kong yard.

Other income also includes interest income of RMB1.6 million reported in FY2021 which is mainly derived from deposit placed to secure trade facility.

### Operating expenses

Total operating expenses slightly decreased RMB1.4 million from RMB197.1 million in FY2020 to RMB195.7 million in FY2021.

Distribution costs increased 0.4% to RMB80.0 million in FY2021 as compared to RMB79.7 million in FY2020 mainly due to higher freight and transportation charges in line with higher sales. Other than higher sales, land transportation and sea freight had also increased significantly during the year under review due to supply shortage against high demand. The increased was partly offset by lower sales services expenses due to lower activities and lower employee benefit costs. Lower employee benefit costs resulted from waiver of employees' contribution fund by the PRC authorities as part of the financial aid to help companies tide through the pandemic. The decrease is also due to lower bonus and commission.

Administrative expenses decreased 15.2% to RMB72.0 million in FY2021 as compared to RMB84.8 million in FY2020 mainly due to lower employee benefit costs, lower depreciation, lower transportation cost and lower entertainment cost. Lower employee benefit costs resulted from lower bonus provision and waiver of employees' contribution fund by the PRC authorities as part of the financial aid to help companies tide through the pandemic. Transportation and entertainment expenses were also lower as activities were reduced during the year under review.

Other operating expenses increased by RMB13.3 million to RMB28.9 million in FY2021 as compared to RMB15.7 million in FY2020. The increase is mainly due to impairment provision for ECL of RMB18.7 million in FY2021 as compared to RMB2.1 million in FY2020. Following the Covid19 pandemic and in view of the Group's higher receivables and longer turnover days reported as at 31 March 2021 as compared to 31 March 2020, higher provision of ECL was provided based on a general credit risk assessment. Besides, the Group also reported an exchange loss of RMB8.2 million in FY2021 as compared to an exchange gain of RMB5.0 in FY2020. The operating expenses in FY2020 is mainly consists of employee compensation of RMB11.4 million for the relocation of Beijing's manufacturing plant and property, transportation expenses of RMB4.2 million incurred for the relocation and plant and equipment written off of RMB0.8 million.

The exchange loss for FY2021 arose mainly from:

- a) the weakening of USD against RMB due to net USD assets in the PRC subsidiary's book;
- b) the weakening of Singapore Dollars ("SGD") and Hong Kong Dollars ("HKD") against Chinese Yuan ("RMB") due to net RMB liabilities in the Singapore subsidiary's book and Hong Kong subsidiary's book; and
- c) the weakening of HKD against RMB and SGD due to net HKD assets in the Company's book and the Singapore subsidiary's book

Finance costs decreased 12.6% to RMB14.8 million in FY2021 as compared to RMB16.9 million in FY2020 due mainly to lower letter of credit discounting charges in FY2021 and lower effective interest rate.

### Taxation

Income tax expense decreased to RMB16.0 million in FY2021 as compared to RMB19.3 million in FY2020 despite profit before taxation for FY2021 was higher. This is mainly due to losses from Beijing Yongmao in FY2020.

### Profit before taxation and Net profit attributable to equity holders of the Company

The Group recorded a profit before taxation of RMB77.7 million in FY2021 as compared to RMB68.3 million in FY2020 mainly due to higher gross profit from higher revenue, partly offset by higher operating expenses.

Net profit attributable to equity holders of the Company decreased to RMB54.9 million in FY2021 from RMB59.7 million in FY2020.

## REVIEW OF FINANCIAL POSITION OF THE GROUP

### Non-current Assets

Non-current assets decreased by RMB26.5 million to RMB547.0 million as at 31 March 2021 mainly due to lower property, plant and equipment and lower financial assets, partly offset by higher deferred tax assets. The decrease of RMB20.1 million in the Group's net carrying amount of property, plant and equipment was mainly attributable to the net depreciation charges and disposals, partially offset by increase in rental fleet.

Financial assets, at FVOCI decreased with fair value loss of RMB11.0 million as at 31 March 2021.

Deferred tax assets arose mainly from provisions and elimination of unrealised profits in intragroup sales.

### Current Assets

Current assets increased by RMB191.5 million to RMB1,255.2 million as at 31 March 2021 mainly due to higher inventories and higher trade and other receivables, partly offset by lower amount owing by related parties and cash and cash equivalents.

Inventories increased by RMB108.2 million to RMB500.4 million as at 31 March 2021 as compared to RMB392.2 million as at 31 March 2020. This higher inventory mainly due to the postponement in deliveries of our products affected by the pandemic, especially the export sales as well as delivery for 1H FY2022. Delivery to Singapore, one of our major market outside of the PRC, has resumed in September 2020. However, due to the shortage in supply for sea transportation, certain shipment to Asia (other than China) and the Europe were affected.

Trade and other receivables increased by RMB192.7 million to RMB624.9 million as at 31 March 2021. The increase is due to higher sales in 2H FY2021 and slower repayment from customers.

Amount owing by related parties decreased by RMB53.0 million to RMB15.5 million as at 31 March 2021 due to higher repayments over sales from related parties.

### Non-current Liabilities

Non-current liabilities decreased by RMB1.6 million to RMB54.7 million as at 31 March 2021 as compared to RMB56.4 million as at 31 March 2020 mainly due repayments of borrowings and lower trade and other payables; partly offset by higher deferred tax liabilities.

Deferred tax provision was mainly made for withholding tax levied on dividends of undistributed earnings of PRC subsidiaries and accelerated tax depreciation on inter-company sales of tower cranes used as rental fleet.

### Current Liabilities

Current liabilities increased by RMB135.7 million to RMB887.8 million as at 31 March 2021 as compared to RMB752.1 million as at 31 March 2020 mainly due to higher trade and other payables, partly offset by lower amount owing to shareholders of subsidiaries and lower bank borrowings.

During the year under review, the Group had acquired of all the 34% of the issued and paid-up share capital of Beijing Yongmao from Beijing Construction Group Co., Ltd. Amount owing to shareholders of subsidiaries presented in 31 March 2020, is included under trade and other payable as at 31 March 2021.

Trade and other payables increased by RMB177.8 million mainly due to higher purchases over payment, higher advances from customers of RMB78.3 million and a reclassification of amount owing to shareholder as explained above.

Amount owing to shareholder of subsidiaries pertains to an interest-bearing loan from shareholders of Yongmao Cambodia. The loan is for working capital purposes.

### Total Equity

As at 31 March 2021, the Group's total equity amounted to RMB859.7 million. The increase was mainly due to total comprehensive income of RMB38.1 million for FY2021 offset by dividend paid and changes in equity from the acquisition of non-controlling interest.

## REVIEW OF CASH FLOW STATEMENT

### 2H FY2021 vs 2H FY2020

The Group reported a net decrease in cash and cash equivalents amounting to RMB28.7 million in 2H FY2021 mainly due to:

- a) Net cash used in operating activities of RMB45.4 million resulted from increase in operating receivables, increase in inventories, interest and taxes paid, partly offset by operating profit before working capital changes and increase in operating payables.
- b) Net cash used in investing activities of RMB8.9 million from acquisition of property, plant and equipment and cash outflow on acquisition of subsidiary, partly offset by interest received and proceeds from disposal of property, plant and equipment; and
- c) Net cash generated from financing activities of RMB25.6 million mainly from net proceed from bank borrowings and finance lease creditors and advances from a Director, partly offset by higher restricted bank balances, repayment to related parties and dividend paid.

### Full Year FY2021 vs Full Year FY2020

The Group reported a net decrease in cash and cash equivalents amounting to RMB39.1 million in Full Year FY2021 mainly due to:

- a) Net cash used in operating activities of RMB31.9 million resulted from increase in operating receivables, increase in inventories, interest and taxes paid, partly offset by operating profit before working capital changes and increase in operating payables.
- d) Net cash used in investing activities of RMB11.9 million from acquisition of property, plant and equipment and cash outflow on acquisition of subsidiary, partly offset by interest received and proceeds from disposal of property, plant and equipment; and
- e) Net cash generated from financing activities of RMB4.7 million mainly from advances from a Director, partly offset by net repayment of bank borrowings and finance lease creditors and higher restricted bank balances and dividend paid.

**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.**

China's economy grew a record 18.3% in the first quarter of 2021 compared to the same quarter last year. However, the strong numbers are distorted because they are compared to 2020, when most of China's factories were in pandemic lockdown. Instead of comparing to 2020, Industrial output was up 16.9% compared with the first two months of 2019, highlighting the stronger output. A rebound in foreign demand has helped push export growth higher for China. The Chinese government has set a modest annual economic growth target for 2021, at above 6%, even though analysts are tipping growth of around 8%.

Outside China, Covid-19 epidemic is still spreading globally and the international landscape is complicated with high uncertainties and instabilities.

Meanwhile, in the Group's major markets, i.e. Singapore and Hong Kong, have kept the COVID-19 pandemic largely under controls. Delivery of goods has gradually resumed in September 2020. With a sudden increased in cases in recent weeks, this may dampen recovery if more stringent lockdown measures are implemented.

The Group remains vigilant and committed in exercising cost discipline and will take necessary remedial actions, where possible.

With reference to the announcement made on SGX-ST on 10th February 2021, the Company wishes to update that the Company and its subsidiary, Yongmao Machinery Pte. Ltd. ("Yongmao Machinery") had submitted the Notice of Intention to Defend on 18 March 2021 in response to the receipt of writ of summon. As of today, the Company and its subsidiary, Yongmao Machinery are awaiting the plaintiff's reply to the defence.

The Company will provide further updates as and when there are any material developments.

**11. If a decision regarding dividend has been made**

**(a) Whether an interim (final) ordinary dividend had been declared (recommended); and**

Yes

**(b) (i) Amount per share (cents)**

The Board of Directors is proposing a first and final dividend of S\$0.01 per ordinary share, for approval by shareholders at the forthcoming Annual General Meeting to be convened.

**(ii) Previously correspondence period (cents)**

The Board of Directors have proposed a first and final dividend of S\$0.01 per ordinary share which was subsequently approved at the Annual General Meeting held on 18 September 2020.

**(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).**

The dividend is tax exempt one-tier.

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

To be advised at a later date.

**(e) The date on which Registrable Transfers received by the company (up to 5:00pm) will be registered before entitlements to the dividend are determined.**

To be advised at a later date.

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

Not applicable.

**13. If the Group has obtained a general mandate from the 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.**

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) 12 months ended 31 Mar 2021 (FY2021) RMB'000	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) 12 months ended 31 Mar 2021 (FY2021) RMB'000
<b>Sales to interested persons</b>		
China Nuclear Huaxing Tat Hong Machinery Construction Co., Ltd. (中核华兴达丰机械租赁有限公司)	-	12,303
Jiangsu Hengxingmao Financial Leasing Co., Ltd. (江苏恒兴茂融资租赁有限公司)	-	16,993
Jiangsu Zhongjian Tat Hong Equipment Rental Co., Ltd. (江苏中建达丰机械租赁有限公司)	-	(699)
Liaoning Yongmao Hydraulic Machinery Co., Ltd (辽宁永茂液压机械有限公司)	2,822	-
Beijing Weiteng Special Purpose Auto Co., Ltd. (北京威腾专用汽车有限责任公司)	2,262	-
<b>Purchases from related parties</b>		
Fushun Yongmao Industry and Trade Co., Ltd (抚顺市永茂工贸发展有限公司)	-	987
Beijing Weiteng Special Purpose Auto Co., Ltd. (北京威腾专用汽车有限责任公司)	-	1,668
China Nuclear Huaxing Tat Hong Machinery Construction Co., Ltd. (中核华兴达丰机械租赁有限公司)	601	-
<b>Rental charged by related party</b>		
Fushun Yongmao Engineering Machinery Co., Ltd. (抚顺永茂工程机械有限公司)	5,505	-
<b>Rental charged by a director</b>		
	703	-

**14. Negative confirmation pursuant to Rule 705(5). (Not required for announcement on full year results)**

Not applicable

**15. Confirmation that the issuer has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7.7) under Rule 720(1).**

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**

(This part is not applicable to Q1, Q2, 2H or Half Year Results)

16. **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

**Operating segments**

Management manages and monitors the business in the two primary geographical areas of operations namely, 1) the PRC and 2) Hong Kong and Macau. The following summary describes the operations in each of the Group's reportable operating segments:

The PRC	:	Engaged predominantly in the manufacture and sale, with some rental and servicing of towercranes and towercrane components and accessories
Hong Kong and Macau	:	Engaged predominantly in the rental and servicing, with some sale of towercranes and towercrane components and accessories
All other segments	:	Included corporate functions and the sale and servicing of towercranes and towercrane components and accessories in Singapore.

	The PRC RMB'000	Hong Kong and Macau RMB'000	All other segments RMB'000	Total RMB'000
<b>2021</b>				
<b>Sales</b>				
Total segment sales	1,153,676	129,760	186,225	1,469,661
Inter-segment sales	(441,395)	61	(361)	(441,695)
Sales to external parties	712,281	129,821	185,864	1,027,966
Reportable segment profit before income tax	60,206	15,978	1,524	77,708

<b>2020</b>				
<b>Sales</b>				
Total segment sales	921,324	113,269	287,432	1,322,025
Inter-segment sales	(361,855)	4,786	(2,604)	(359,673)
Sales to external parties	559,469	118,055	284,828	962,352
Reportable segment profit before income tax	21,355	10,340	36,584	68,279

Revenue information based on geographical location of customers is as follows:

Revenue	PRC RMB'000	Asia (outside the PRC) RMB'000	USA & Europe RMB'000	Middle East & Others RMB'000	Consolidated RMB'000
<b>FY2021</b>					
- 2H	335,191	219,276	49,058	23,093	626,618
- Full Year	601,864	316,834	58,228	51,040	1,027,966
<b>FY2020</b>					
- 2H	137,352	207,590	10,030	28,716	383,688
- Full Year	456,172	407,867	28,362	69,951	962,352

17. **In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

See Paragraph 8.

**18. A breakdown of sales and profit after taxation**

	Group		
	RMB'000		%
	FY2021	FY2020	Increase/ (Decrease)
Revenue			
- First Half	401,348	578,664	(30.6)
- Second Half	626,618	383,688	63.3
Operating profit after taxation before deducting Non-controlling interest			
- First Half	26,984	44,466	(39.3)
- Second Half	34,714	4,495	672.3

**19. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:-**

	Latest Full Year (S\$)	Previous Full Year (S\$)
Ordinary – proposed final	887,500	887,500

**20. 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(13) 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, CEO 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
Sun Zhao Lin	65	Father of Sun Tian and spouse of Tian Ruo Nan	Executive Chairman, 2005  Responsible for the formulation and execution of overall business strategy and policies and future direction as well as the overall management of the Group.	N.A.
Tian Ruo Nan	65	Spouse of Sun Zhao Lin and mother of Sun Tian	Chief Executive Officer, 2007  Responsible for and oversees the day-to-day management of the Group.	N.A.
Sun Tian	39	Son of Sun Zhao Lin and Tian Ruo Nan	Executive Director, 2009  Group General Manager, 2012 Assist the Chief Executive Officer in the management of Group's business.	N.A.
Tian Hao	40	Nephew of Sun Zhao Lin and Tian Ruo Nan	Sales Manager of Beijing Yongmao, 2006  Responsible for the sales and marketing operations of Beijing Yongmao.	N.A.

**21 Disclosure pursuant to Rule 706A of the Listing Manual**

The Board of Directors (“Directors”) of Yongmao Holdings Limited (the “Company”) together with its subsidiaries, (the “Group”) wishes to announce that its subsidiary, Fushun Yongmao Construction Machinery Co., Ltd. has incorporated a wholly owned subsidiary in the PRC under the name of Liaoning Yongmao Heavy Industry Co., Ltd (辽宁永茂重工有限公司) (“Liaoning Yongmao”) on 20 April 2021.

The entity was set up in Shenyang Area of China (Liaoning) Pilot Free Trade Zone, which intention was to help revitalize the traditional industrial base of Northeast China and to promote international economic and trade cooperation in Northeast Asia.

The principal activities of Liaoning Yongmao are mainly research, design and development as well as sale, distribution, rental and servicing of tower cranes, construction machinery and related components.

The registered share capital of Liaoning Yongmao is RMB20.0 million.

The incorporation of Liaoning Yongmao is funded through internal resources and is not expected to have a material effect on the consolidated earnings per share or net tangible assets per share of the Group for the financial year ending 31 March 2022.

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect, in the above transaction.

**BY ORDER OF THE BOARD**

Tian Ruo Nan  
Chief Executive Officer  
27 May 2021