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## **STARHUB LTD**

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### **Announcement of Unaudited Results for the Full Year ended 31 December 2022**

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StarHub is pleased to announce the unaudited results for the full year ended 31 December 2022.

**Results for the Second Half and Full Year ended 31 December 2022**

**1. GROUP INCOME AND COMPREHENSIVE INCOME STATEMENTS**

**1.1 GROUP INCOME STATEMENT**

	Second Half Year ended 31 Dec				Full Year ended 31 Dec			
	2022 S\$m	2021 S\$m	Incr / (Decr) S\$m	%	2022 S\$m	2021 S\$m	Incr/ (Decr) S\$m	%
Total revenue	1,268.7	1,068.9	199.8	18.7	2,327.3	2,042.6	284.6	13.9
Operating expenses	(1,214.1)	(949.5)	264.5	27.9	(2,181.1)	(1,825.0)	356.1	19.5
Other income	4.4	7.8	(3.4)	(43.2)	8.5	14.2	(5.7)	(40.2)
<b>Profit from operations</b>	<b>59.0</b>	<b>127.1</b>	<b>(68.1)</b>	<b>(53.6)</b>	<b>154.7</b>	<b>231.8</b>	<b>(77.1)</b>	<b>(33.3)</b>
Non-operating income	30.9	-	30.9	nm	31.4	1.3	30.1	nm
Non-operating expense	(60.1)	(3.0)	57.1	nm	(60.1)	(3.0)	57.1	nm
Finance income	5.3	2.6	2.7	101.2	8.2	4.1	4.0	97.8
Finance expense <sup>(1)</sup>	(21.6)	(25.3)	(3.8)	(14.9)	(45.2)	(49.1)	(3.9)	(8.0)
	<b>13.6</b>	<b>101.4</b>	<b>(87.9)</b>	<b>(86.6)</b>	<b>88.9</b>	<b>185.1</b>	<b>(96.2)</b>	<b>(52.0)</b>
Share of gain of associate, net of tax	0.5	2.3	(1.8)	(78.6)	0.6	3.4	(2.8)	(81.3)
Share of gain of joint venture, net of tax	2.0	1.0	1.1	108.5	3.5	1.7	1.9	110.5
<b>Profit before taxation</b>	<b>16.1</b>	<b>104.7</b>	<b>(88.6)</b>	<b>(84.6)</b>	<b>93.1</b>	<b>190.2</b>	<b>(97.1)</b>	<b>(51.0)</b>
Taxation	(7.8)	(22.7)	(14.9)	(65.5)	(23.3)	(40.1)	(16.8)	(41.9)
<b>Profit for the period</b>	<b>8.2</b>	<b>82.0</b>	<b>(73.8)</b>	<b>(90.0)</b>	<b>69.8</b>	<b>150.1</b>	<b>(80.3)</b>	<b>(53.5)</b>
Attributable to:								
Owners of the Company	1.3	81.4	(80.1)	(98.4)	62.2	149.3	(87.1)	(58.3)
Non-controlling interests	7.0	0.6	6.3	nm	7.6	0.8	6.8	nm
	<b>8.2</b>	<b>82.0</b>	<b>(73.8)</b>	<b>(90.0)</b>	<b>69.8</b>	<b>150.1</b>	<b>(80.3)</b>	<b>(53.5)</b>
<b>Earnings per share (in cents)</b>								
- Basic	(0.2)	4.5	(4.6)	nm	3.1	8.2	(5.0)	(61.6)
- Diluted	(0.2)	4.5	(4.6)	nm	3.1	8.1	(5.0)	(61.6)
<b>EBITDA</b>	<b>187.3</b>	<b>265.0</b>	<b>(77.8)</b>	<b>(29.3)</b>	<b>417.0</b>	<b>510.9</b>	<b>(93.9)</b>	<b>(18.4)</b>
<b>Service EBITDA <sup>(2)</sup></b>	<b>165.4</b>	<b>248.8</b>	<b>(83.4)</b>	<b>(33.5)</b>	<b>379.4</b>	<b>480.8</b>	<b>(101.4)</b>	<b>(21.1)</b>
<b>Service EBITDA as % of service revenue</b>	<b>16.3%</b>	<b>29.9%</b>	<b>-13.6% pts</b>		<b>20.1%</b>	<b>29.8%</b>	<b>-9.7% pts</b>	
<b>Free Cash Flow <sup>(3)</sup></b>	<b>161.0</b>	<b>302.5</b>	<b>(141.5)</b>	<b>(46.8)</b>	<b>222.3</b>	<b>484.6</b>	<b>(262.3)</b>	<b>(54.1)</b>
<i>Profit from operations is arrived after charging the following:</i>								
Loss allowances of trade receivables	7.8	(1.1)	8.9	nm	10.6	3.0	7.7	nm
Depreciation and amortisation	128.2	137.9	(9.6)	(7.0)	262.3	279.1	(16.8)	(6.0)
Foreign exchange (gain)/ loss	1.0	(1.8)	2.8	nm	0.5	0.4	0.1	16.8
Allowance for stock obsolescence	0.0	(3.5)	3.6	nm	(1.2)	(1.7)	(0.5)	(27.1)
Impairment loss on property, plant and equipment and intangible assets	60.1	-	60.1	nm	60.1	-	60.1	nm

nm – Not meaningful

**Notes:**

- (1) Finance expense includes interest on borrowings and lease liabilities and other financing charges
- (2) Service EBITDA refers to EBITDA less equipment margin (sales of equipment less cost of equipment)
- (3) Free Cash Flow refers to net cash from operating activities less purchase of property, plant and equipment and intangible assets in the cash flow statement
- (4) The financial statements for the full year ended 31 December 2022 include the consolidation of newly acquired subsidiaries, JOS (SG) Pte. Ltd. (formerly known as HKBN JOS (SG) Pte. Ltd.) ("JOS SG") and JOS (Malaysia) Sdn. Bhd. (formerly known as HKBN JOS (Malaysia) Sdn. Bhd.) ("JOS MY"), following the completion of acquisition on 3 January 2022; and MyRepublic Broadband Pte Ltd (MyRepublic Broadband), following the completion of acquisition on 21 March 2022
- (5) Numbers in all tables may not exactly add up due to rounding

1.2 GROUP COMPREHENSIVE INCOME STATEMENT

	Second Half Year ended 31 Dec				Full Year ended 31 Dec			
	2022 S\$m	2021 S\$m	Incr / (Decr) S\$m	%	2022 S\$m	2021 S\$m	Incr/ (Decr) S\$m	%
<b>Profit for the period</b>	<b>8.2</b>	<b>82.0</b>	<b>(73.8)</b>	<b>(90.0)</b>	<b>69.8</b>	<b>150.1</b>	<b>(80.3)</b>	<b>(53.5)</b>
Other comprehensive income								
Items that will not be reclassified to profit or loss:								
Net change in fair value of equity investment at fair value through other comprehensive income ("FVOCI"), net of taxation	(1.3)	(1.9)	(0.7)	(35.3)	(0.7)	(10.1)	(9.4)	(93.2)
Items that are or may be reclassified subsequently to profit or loss:								
Foreign currency translation differences	(0.2)	0.3	(0.5)	nm	(0.2)	0.9	(1.1)	nm
Effective portion of changes in fair value of cash flow hedges, net of taxation	(4.4)	(0.2)	4.2	nm	(3.8)	2.1	(5.9)	nm
Share of other comprehensive income of associate and joint venture	0.3	-	0.3	nm	1.9	-	1.9	nm
Foreign currency translation reserve on liquidation of subsidiary	-	-	-	-	-	(1.3)	1.3	(100.0)
Other comprehensive loss for the period, net of taxation	(5.6)	(1.8)	3.7	nm	(2.8)	(8.5)	(5.7)	(66.5)
<b>Total comprehensive income for the period</b>	<b>2.6</b>	<b>80.2</b>	<b>(77.5)</b>	<b>(96.7)</b>	<b>67.0</b>	<b>141.6</b>	<b>(74.6)</b>	<b>(52.7)</b>
Attributable to:								
Owners of the Company	(4.2)	79.5	(83.6)	nm	59.4	140.7	(81.3)	(57.8)
Non-controlling interests	6.8	0.7	6.1	nm	7.6	0.8	6.7	nm
<b>Total comprehensive income for the period</b>	<b>2.6</b>	<b>80.2</b>	<b>(77.5)</b>	<b>(96.7)</b>	<b>67.0</b>	<b>141.6</b>	<b>(74.6)</b>	<b>(52.7)</b>

nm – Not meaningful

1.3 GROUP PERFORMANCE REVIEW FOR THE PERIOD ENDED 31 DECEMBER 2022

(A) Revenue

Revenue	Second Half Year ended 31 Dec				Full Year ended 31 Dec			
	2022	2021	Incr / (Decr)		2022	2021	Incr/ (Decr)	
	S\$m	S\$m	S\$m	%	S\$m	S\$m	S\$m	%
Mobile <sup>(1)</sup>	296.1	266.5	29.6	11.1	564.4	525.0	39.4	7.5
Broadband <sup>(1) (2)</sup>	126.5	98.4	28.1	28.6	242.4	193.8	48.6	25.1
Entertainment <sup>(1)</sup>	119.9	94.3	25.6	27.1	216.3	186.4	29.9	16.0
Enterprise Business	475.5	372.6	102.9	27.6	865.5	706.1	159.4	22.6
- Network Solutions <sup>(2) (3)</sup>	190.7	180.7	10.0	5.5	365.6	361.8	3.9	1.1
- Cybersecurity Services <sup>(4)</sup>	180.4	152.7	27.7	18.2	301.0	268.5	32.5	12.1
- Regional ICT Services <sup>(5)</sup>	104.4	39.2	65.2	166.3	198.9	75.8	123.0	162.2
Service revenue	1,018.0	831.8	186.2	22.4	1,888.5	1,611.2	277.3	17.2
Sales of equipment <sup>(6)</sup>	250.7	237.1	13.6	5.7	438.7	431.4	7.3	1.7
Total revenue	1,268.7	1,068.9	199.8	18.7	2,327.3	2,042.6	284.6	13.9

(1) Comparatives have been restated to take into account the reclassification of Entertainment OTT from Mobile and Broadband to Entertainment

(2) Includes service revenue from MyRepublic Broadband

(3) Includes Data & Internet, Managed Services and Voice Services

(4) Includes service revenue from Ensign and D'Crypt

(5) Includes service revenue from Strateq, JOS SG and JOS MY

(6) Includes sales of equipment revenue from MyRepublic Broadband

The Group's 2H2022 total revenue of S\$1,268.7 million and full year total revenue of S\$2,327.3 million were S\$199.8 million or 18.7% and S\$284.6 million or 13.9% higher year-on-year ("YoY"), respectively, mainly due to higher revenue contributions from all segments during the year.

Against the corresponding period last year, Mobile service revenue in 2H2022 was 11.1% higher, mainly due to higher Postpaid revenue offset by lower Prepaid revenue. The increase in Postpaid revenue was lifted by higher roaming revenue due to the reopening of borders, higher VAS (value-added services) revenues, higher data subscriptions and an increase in SMS usage; partially offset by lower voice subscriptions, IDD usage, excess data usage, voice usage and the absence of a S\$4.0 million revenue from an infrastructure project recognised in 2H2021. Excluding this revenue from the infrastructure project, Mobile service revenue would have been S\$33.6 million or 12.8% higher YoY in 2H2022. Despite an increase in the number of tourists and foreign workers from the reopening of borders, Prepaid revenue was lower mainly due to lower IDD usage, lower SMS usage and lower data subscriptions, partially offset by higher Prepaid expired credits.

Mobile service revenue in the full year was 7.5% higher YoY, mainly due to higher Postpaid revenue offset by lower Prepaid revenue. The increase in Postpaid revenue was due to higher roaming revenue, higher VAS (value-added services) revenues and higher data subscriptions; partially offset by lower revenue from an infrastructure project of S\$1.7 million recognised in the current year compared to S\$4.0 million in the prior year, and lower voice subscription due to an SFRS(I) adjustment of S\$2.2 million made in the current year. Excluding this revenue and SFRS(I) adjustment on voice subscription revenue, Mobile service revenue would have been S\$43.9 million or 8.4% higher YoY in the full year. The decrease in Prepaid revenue was as elaborated above.

Broadband service revenue increased 28.6% and 25.1% YoY in 2H2022 and the full year, respectively, mainly due to the consolidation of MyRepublic Broadband that contributed revenue of S\$25.2 million in 2H2022 and S\$37.8 million in the full year, coupled with higher

subscription revenue achieved that also lifted ARPU. Excluding contributions from MyRepublic Broadband, Broadband service revenue would have been S\$2.9 million or 3.0% higher YoY in 2H2022 and S\$10.8 million or 5.6% higher YoY in the full year.

Entertainment service revenue increased 27.1% and 16.0% YoY in 2H2022 and the full year, respectively, mainly due to higher subscription revenue, higher commercial TV revenue and higher advertising revenue. These increases were mainly driven by Premier League and World Cup.

Enterprise Business revenue increased 27.6% and 22.6% YoY in 2H2022 and the full year, respectively, due to the consolidation of JOS SG and JOS MY under Regional ICT Services that contributed revenue of S\$60.8 million in 2H2022 and S\$119.5 million in the full year, coupled with higher revenues from Network Solutions due to the consolidation of MyRepublic Broadband that contributed revenue of S\$8.7 million in 2H2022 and S\$13.0 million in the full year, as well as higher revenue from Cybersecurity Services. Excluding contributions from JOS SG, JOS MY and MyRepublic Broadband, Enterprise service revenue would have been S\$33.4 million or 9.0% higher YoY in 2H2022 and S\$26.9 million or 3.8% higher YoY in the full year.

Revenue from Sales of Equipment increased 5.7% and 1.7% YoY in 2H2022 and the full year, respectively, mainly due to higher unit selling price of 5G handset models, partially offset by lower volume of handsets sold.

**(B) Operating expenses**

	Second Half Year ended 31 Dec				Full Year ended 31 Dec			
	2022	2021	Incr / (Decr)		2022	2021	Incr/ (Decr)	
Operating expenses	S\$m	S\$m	S\$m	%	S\$m	S\$m	S\$m	%
Cost of sales <sup>(1)</sup>	525.6	416.3	109.3	26.3	908.8	783.5	125.3	16.0
Other operating expenses <sup>(1)</sup>	415.1	340.8	74.3	21.8	781.8	694.2	87.6	12.6
Cybersecurity Services <sup>(2)</sup>	171.1	154.8	16.3	10.5	294.6	273.2	21.4	7.8
Regional ICT Services <sup>(3)</sup>	102.3	37.6	64.7	171.8	195.9	74.2	121.8	164.2
<b>Total</b>	<b>1,214.1</b>	<b>949.5</b>	<b>264.5</b>	<b>27.9</b>	<b>2,181.1</b>	<b>1,825.0</b>	<b>356.1</b>	<b>19.5</b>

*(1) Includes cost of sales and other operating expenses from MyRepublic Broadband*

*(2) Includes cost of sales and other operating expenses from Ensign and D'Crypt*

*(3) Includes cost of sales and other operating expenses from Strateq, JOS SG and JOS MY*

The Group's total operating expenses for 2H2022 and the full year were S\$264.5 million and S\$356.1 million higher YoY, respectively. This was due to \$30.8 million in non-recurring provisions relating to DARE+ initiatives that had contributed to higher cost of sales and other operating expenses, as well as increased operating expenses relating to Cybersecurity Services and Regional ICT Services. As a percentage of the Group's total revenue, total operating expenses for 2H2022 and the full year were at 95.7% and 93.7%, respectively, compared to 88.8% and 89.3% in the corresponding periods last year.

Excluding the above non-recurring provisions of S\$30.8 million, the Group's total operating expenses for 2H2022 and the full year would have been S\$1,183.3 million and S\$2,150.3 million respectively; as a percentage of the Group's total revenue, total operating expenses for 2H2022 and the full year would have been 93.3% and 92.4%, respectively, compared to 88.8% and 89.3% in the corresponding periods last year.

	Second Half Year ended 31 Dec				Full Year ended 31 Dec			
	2022	2021	Incr / (Decr)		2022	2021	Incr/ (Decr)	
	S\$m	S\$m	S\$m	%	S\$m	S\$m	S\$m	%
<b>Cybersecurity Services<sup>(1)</sup></b>								
Cost of sales	102.9	91.6	11.3	12.3	159.9	155.1	4.8	3.1
Other operating expenses	68.2	63.2	5.0	7.9	134.7	118.0	16.7	14.1
Total	171.1	154.8	16.3	10.5	294.6	273.2	21.4	7.8

(1) includes cost of sales and other operating expenses from Ensign and D'Crypt

As a percentage of Cybersecurity Services revenue, Cybersecurity Services' operating expenses for 2H2022 and the full year were at 94.8 and 97.9%, respectively, compared to 101.4% and 101.7% in the corresponding periods last year.

	Second Half Year ended 31 Dec				Full Year ended 31 Dec			
	2022 <sup>(1)</sup>	2021 <sup>(2)</sup>	Incr / (Decr)		2022 <sup>(1)</sup>	2021 <sup>(2)</sup>	Incr/ (Decr)	
	S\$m	S\$m	S\$m	%	S\$m	S\$m	S\$m	%
<b>Regional ICT Services</b>								
Cost of sales	68.6	16.8	51.8	nm	126.2	33.0	93.3	nm
Other operating expenses	33.6	20.8	12.8	61.8	69.7	41.2	28.5	69.2
Total	102.3	37.6	64.7	171.8	195.9	74.2	121.8	164.2

(1) Includes cost of sales and other operating expenses from Straeq, JOS SG and JOS MY

(2) Includes cost of sales and other operating expenses from Straeq

As a percentage of Regional ICT Services revenue, Regional ICT Services' operating expenses for 2H2022 and the full year were at 98.0% and 98.5%, respectively, compared to 96.0% and 97.8% in the corresponding periods last year.

A breakdown of total operating expenses is as follows:

**(i) Cost of sales**

	Second Half Year ended 31 Dec				Full Year ended 31 Dec			
	2022	2021	Incr / (Decr)		2022	2021	Incr/ (Decr)	
	S\$m	S\$m	S\$m	%	S\$m	S\$m	S\$m	%
<b>Cost of sales</b>								
Cost of equipment sold	228.9	220.9	8.0	3.6	401.1	401.3	(0.2)	(0.0)
Cost of services	254.5	163.2	91.3	55.9	427.6	316.1	111.4	35.3
Traffic expenses	23.3	22.0	1.4	6.2	43.9	42.6	1.3	3.0
Customer acquisition costs	18.9	10.2	8.7	85.4	36.2	23.4	12.8	54.6
Cost of sales (excluding Cybersecurity Services and Regional ICT Services)	525.6	416.3	109.3	26.3	908.8	783.5	125.3	16.0
Cost of sales (Cybersecurity Services)	102.9	91.6	11.3	12.3	159.9	155.1	4.8	3.1
Cost of sales (Regional ICT Services)	68.6	16.8	51.8	nm	126.2	33.0	93.3	nm
Total	697.1	524.7	172.4	32.9	1,194.9	971.6	223.3	23.0

**Cost of Sales (excluding Cybersecurity Services and Regional ICT Services)**

Cost of sales for 2H2022 increased YoY by S\$109.3 million, mainly due to higher cost of equipment sold, higher cost of services, higher traffic expenses and higher customer acquisition costs. Cost of sales for the full year increased S\$125.3 million YoY, mainly due to higher cost of services, higher traffic expenses and higher customer acquisition costs, partially offset by lower cost of equipment sold.

Cost of equipment sold increased 3.6% YoY in 2H2022, mainly due to higher cost of 5G handset models despite lower volume of handsets sold. Cost of equipment remained stable in the full year.

The YoY increases of 55.9% and 35.3% for cost of services in 2H2022 and the full year, respectively, were mainly due to higher Postpaid Mobile costs, higher Broadband costs,

higher Network Solutions costs, higher Pay TV content costs and a non-recurring provision relating to DARE+ initiatives of S\$22.6 million. Excluding this non-recurring provision, cost of services would have been S\$68.6 million or 42.1% higher in 2H2022 and S\$88.8 million or 28.1% higher in the full year.

Traffic expenses in 2H2022 and the full year increased 6.2% and 3.0% YoY, respectively, mainly due to higher roaming cost in line with higher roaming revenue, partially offset by lower domestic and international traffic volumes.

The higher customer acquisition costs of 85.4% and 54.6% YoY in 2H2022 and the full year, respectively, were mainly due to higher Prepaid Mobile and Broadband acquisition costs, partially offset by lower dealer commission for Postpaid Mobile and Entertainment.

Cost of Sales (Cybersecurity Services)

The YoY increases in cost of sales in 2H2022 and the full year were in line with higher Cybersecurity Services revenue generated.

Cost of Sales (Regional ICT Services)

The YoY increases in cost of sales in 2H2022 and the full year were primarily due to the consolidation of JOS SG and JOS MY under Regional ICT Services.

**(ii) Other operating expenses**

Other operating expenses	Second Half Year ended 31 Dec				Full Year ended 31 Dec			
	2022	2021	Incr / (Decr)		2022	2021	Incr / (Decr)	
	S\$m	S\$m	S\$m	%	S\$m	S\$m	S\$m	%
Staff costs	106.4	84.3	22.1	26.2	199.7	172.5	27.2	15.8
Operating leases	17.6	14.2	3.4	23.8	34.6	30.8	3.7	12.2
Marketing and promotions	15.9	11.4	4.5	39.5	27.4	20.9	6.5	31.1
Loss allowance for trade receivables	8.1	(0.7)	8.8	nm	10.9	3.6	7.3	nm
Repairs and maintenance	71.5	43.1	28.5	66.1	112.7	86.8	25.9	29.8
Other expenses	81.1	69.7	11.4	16.3	168.2	135.4	32.8	24.2
Depreciation and amortisation	114.5	118.9	(4.4)	(3.7)	228.3	244.2	(15.9)	(6.5)
Other operating expenses (excluding Cybersecurity Services and Regional ICT Services)	415.1	340.8	74.3	21.8	781.8	694.2	87.6	12.6
Other operating expenses (Cybersecurity Services)	68.2	63.2	5.0	7.9	134.7	118.0	16.7	14.1
Other operating expenses (Regional ICT Services)	33.6	20.8	12.8	61.8	69.7	41.2	28.5	69.2
Total	517.0	424.8	92.1	21.7	986.2	853.5	132.7	15.6

The Group's total other operating expenses for 2H2022 was S\$92.1 million higher YoY. As a percentage of total revenue, other operating expenses was 40.7% in 2H2022, compared to 39.7% in the corresponding period last year.

The Group's total other operating expenses for the full year was S\$132.7 million higher YoY. As a percentage of total revenue, other operating expenses was 42.4% in the full year, compared to 41.8% in the corresponding period last year.

Other operating expenses (excluding Cybersecurity Services and Regional ICT Services)

An analysis of major variances in other operating expenses (excluding Cybersecurity Services and Regional ICT Services) is provided below:

Staff costs

Staff costs was 26.2% and 15.8% higher YoY in 2H2022 and the full year, respectively, mainly due to the consolidation of MyRepublic Broadband, higher recruitment cost and non-recurring DARE+ provision of S\$4.0 million, as well as provisions for certain staff compensation and restructuring costs made in 1H2021 that were no longer required. Excluding the non-recurring DARE+ cost provision of S\$4.0 million and prior year expenses no longer required, staff costs would have been S\$12.1 million or 13.4% higher YoY in 2H2022 and S\$15.0 million or 8.3% higher YoY in the full year, due to higher headcount.

Operating leases

Operating leases was 23.8% and 12.2% higher YoY in 2H2022 and the full year, respectively, mainly due to an increase in contract capacity for the StarHub Hyperscale Data Centre @ Loyang coupled with the base station rental accruals in 2H2021 that were no longer required. Excluding this adjustment in these rental accruals, operating leases would have been S\$0.4 million or 2.2% higher YoY in 2H2022 and S\$0.7 million or 2.2% higher YoY in the full year.

Marketing and promotions

Marketing and promotions expenses was 39.5% and 31.1% higher YoY in 2H2022 and the full year, respectively, as a result of higher spend mainly relating to the launch of Premier League and World Cup.

Loss allowance for trade receivables

Loss allowance for trade receivables was S\$8.8 million and S\$7.3 million higher YoY in 2H2022 and the full year, respectively, mainly due to increase in general allowance as a result of higher trade receivables, partially offset by lower bad debt written off.

Repairs and maintenance

Repairs and maintenance expense was 66.1% and 29.8% higher YoY in 2H2022 and the full year, respectively, mainly due to higher maintenance costs for network infrastructure and certain IS contracts that were novated back to the Group, higher submarine cable repair costs coupled with higher base station relocation costs including a non-recurring DARE+ provision of S\$3.0 million. Excluding this non-recurring provision, repairs and maintenance would have been S\$68.5 million or 59.1% higher YoY in 2H2022 and S\$109.7 million or 26.4% higher YoY in the full year.

Other expenses

Other expenses for 2H2022 was S\$11.4 million higher YoY, mainly due to higher licence fees, higher occupancy cost as a result of higher utilities rate, higher professional fees, lower miscellaneous income and lower foreign exchange gain; partially offset by lower IT outsourcing costs and lower miscellaneous expense. Other expenses for the full year was S\$32.8 million higher YoY, mainly due to higher licence fees, higher occupancy cost as a result of higher utilities rate, higher professional fees including a non-recurring DARE+-related provision for professional fees of S\$1.2 million, and lower miscellaneous income; partially offset by lower IT outsourcing costs, lower miscellaneous expense and higher foreign exchange gain. Excluding this non-recurring provision for professional fees, other expenses would have been S\$79.9 million or 14.6% higher YoY in 2H2022 and S\$167.0 million or 23.3% higher YoY in the full year.



Depreciation and amortisation

Depreciation and amortisation expense was S\$4.4 million and S\$15.9 million lower YoY in 2H2022 and the full year, respectively, mainly due to lower depreciation of property, plant and equipment (“PPE”) and lower depreciation of right-of-use (“ROU”) assets, partially offset by higher amortisation of intangible assets.

Other operating expenses (Cybersecurity Services)

Other operating expenses in 2H2022 and the full year was higher YoY primarily due to higher staff costs; partially offset by lower depreciation and amortisation for Cybersecurity Services.

Other operating expenses (Regional ICT Services)

The increase in other operating expenses was due to the consolidation of JOS SG and JOS MY under Regional ICT Services.

**(C) Other income**

Other income decreased YoY in 2H2022, mainly due to lower income grants and recovery of tunnel fees from TPG. Other income decreased YoY in the full year, mainly due to lower Job Support Scheme (JSS) payouts, income grants and recovery of tunnel fees from TPG. The JSS payouts recognised in the full year was S\$0.1 million compared to S\$1.9 million in the corresponding period last year.

**(D) Profitability**

Profit from operations in 2H2022 decreased S\$68.1 million YoY to S\$59.0 million. Operating profit from Cybersecurity Services increased S\$10.7 million YoY to S\$13.1 million in 2H2022, mainly due to higher revenue and absence of a one-off inventory write-off of S\$4.2 million in 2H2021, partially offset by higher operating expenses. Excluding the inventory write-off, operating profit from Cybersecurity Services would have increased S\$6.5 million or 98.3% YoY. Operating profit from Regional ICT services increased S\$0.5 million to S\$2.1 million in 2H2022 due to the consolidation of JOS SG and JOS MY. Excluding Cybersecurity Services and Regional ICT Services, profit from operations would have been S\$43.7 million, which was S\$79.4 million or 64.5% lower YoY. This was due to higher operating expenses (including non-recurring DARE+ provisions of S\$30.8 million) and lower other income mainly due to lower income grants coupled with lower TPG tunnel fees cost recovery; partially offset by higher revenues from Mobile, Broadband, Entertainment and Network Solutions and higher margin from Sales of Equipment. Excluding these non-recurring DARE+ provisions of S\$30.8 million, profit from operations (excluding Cybersecurity and Regional ICT Services) of S\$74.6 million would have been S\$48.5 million or 39.4% lower YoY.

Profit from operations for the full year decreased S\$77.1 million YoY to S\$154.7 million. Operating profit from Cybersecurity Services increased S\$10.2 million to S\$13.6 million in the full year mainly due to higher revenue and absence of a one-off inventory write-off of S\$4.2 million in 2H2021, partially offset by higher operating expenses. Excluding the inventory write-off, operating profit from Cybersecurity Services would have increased S\$6.0 million or 78.6% YoY in the full year. Operating profit from Regional ICT Services increased S\$1.4 million to S\$3.1 million in the full year due to the consolidation of JOS SG and JOS MY. Excluding Cybersecurity Services and Regional ICT Services, profit from operations would have been S\$138.0 million, which was S\$88.7 million or 39.1% lower YoY. This was due to higher operating expenses (including the non-recurring DARE+ provisions of S\$30.8

million) and lower other income mainly due to lower JSS payouts, lower income grants coupled with lower TPG tunnel fees cost recovery, partially offset by higher revenues from Mobile, Broadband, Entertainment and Network Solutions and higher margin from Sales of Equipment. Excluding these non-recurring DARE+ provisions of S\$30.8 million, profit from operations (excluding Cybersecurity and Regional ICT Services) of S\$168.8 million would have been S\$57.9 million or 25.5% lower YoY.

Service EBITDA margin for 2H2022 at 16.3% was 13.6% points lower, compared to the corresponding period last year. Service EBITDA margin for the full year was 20.1%, 9.7% points lower compared to the corresponding period last year. Excluding the non-recurring DARE+ provisions of S\$30.8 million under operating expenses, Service EBITDA margin would have been higher in 2H2022 at 19.3% and 21.7% in the full year.

Non-operating income of S\$30.9 million in 2H2022 was due to the recognition of a fair value gain of S\$22.4 million arising from the decrease in forward liability that was recorded at the date of acquisition of Strateq and the recognition of a fair value gain of S\$8.5 million arising from the financial liabilities measured at fair value associated with the contingent consideration of MyRepublic Broadband. Non-operating income of S\$31.4 million in the full year was \$30.1 million higher YoY due to the above reasons, coupled with a fair value gain from the settlement of contingent consideration of S\$0.5 million for Strateq in 1H2022, offset by the absence of a S\$1.3 million gain on the liquidation of StarHub (Mauritius) Ltd in 1H2021.

Non-operating expense was higher YoY at S\$60.1 million in 2H2022 and S\$57.1 million in the full year mainly due to the recognition of impairment loss of goodwill and intangible assets of S\$21.6 million as a result of the discontinuation of one of Strateq's business lines and S\$38.5 million of impairment of network assets relating to the shut down of StarHub's legacy infrastructure; partially offset by the absence of S\$3.0 million in fair value loss recognised from the financial liabilities measured at fair value associated with the contingent consideration of Strateq in 2021.

Finance income was higher in both 2H2022 and the full year, compared to the corresponding periods last year. Finance expense was lower YoY in both 2H2022 and the full year, mainly due to lower borrowings as a result of a bond redemption in 3Q2022, lower finance cost on financial liabilities associated with the consolidation of Strateq and lower interest cost on lease liabilities.

Share of results of associate was lower in 2H2022 and the full year, compared to the corresponding periods last year.

Share of results of joint venture was higher in 2H2022 and the full year, compared to the corresponding periods last year.

Profit before taxation of S\$16.1 million and S\$93.1 million in 2H2022 and the full year, respectively, were S\$88.6 million and S\$97.1 million lower YoY as a result of lower profit from operations contributed by the non-recurring DARE+ provisions of S\$30.8 million, higher non-operating expense, partially offset by higher non-operating income. Taxation expenses was lower correspondingly at S\$7.8 million in 2H2022 and S\$23.3 million in the full year. Excluding the non-recurring DARE+ provisions of S\$30.8 million under operating expenses as well as the non-operating expense and non-operating income incurred in the current period, profit before taxation would have been S\$76.2 million in 2H2022 and S\$152.6 million in the full year.

Profit after taxation for the period in 2H2022 and the full year were S\$8.2 million and S\$69.8 million respectively. Excluding the non-recurring DARE+ provisions of S\$30.8 million under operating expenses as well as the non-operating expense and non-operating income incurred in the current period and the corresponding tax effects, profit after taxation would have been S\$58.3 million in 2H2022 and S\$119.8 million in the full year.

2. BUSINESS REVIEW

Mobile Services

	Second Half Year ended 31 Dec				Full Year ended 31 Dec			
	2022	2021	Incr / (Decr)		2022	2021	Incr / (Decr)	
	S\$m	S\$m	S\$m	%	S\$m	S\$m	S\$m	%
Mobile revenue <sup>(1)</sup>	296.1	266.5	29.6	11.1	564.4	525.0	39.4	7.5

Mobile operating statistics	Quarter ended			Full Year ended		YoY Incr / (Decr) %
	31 Dec 2022	30 Sep 2022	31 Dec 2021	31 Dec 2022	31 Dec 2021	
Number of registered subscribers (in thousands)						
Postpaid	1,565	1,546	1,484	1,565	1,484	5.5
Prepaid	591	573	468	591	468	26.2
Total	2,156	2,119	1,952	2,156	1,952	10.4
ARPU with IDD included (S\$ per month)						
Postpaid <sup>(1)</sup>	32	31	29	30	28	7.6
Prepaid	8	8	10	8	10	(21.0)
Average smartphone data usage (GB)	14.4	14.3	12.7	13.7	12.8	6.9
Average monthly churn rate (post-paid) <sup>(2)</sup>	0.8%	0.8%	0.8%	0.8%	0.9%	-
Singapore mobile penetration <sup>(3)</sup>	163.7%	163.4%	158.8%	163.7%	158.8%	-
Market Share <sup>(3)</sup>	23.4%	23.0%	22.5%	23.4%	22.5%	-

(1) Comparatives have been restated to take into account the reclassification of Entertainment OTT from Mobile and Broadband to Entertainment

(2) Change in computation to include churn from giga! subscribers

(3) Based on latest published statistics.

Against the corresponding period last year, Mobile service revenue in 2H2022 was 11.1% higher, mainly due to higher Postpaid revenue offset by lower Prepaid revenue. The increase in Postpaid revenue was lifted by higher roaming revenue due to the reopening of borders, higher VAS (value-added services) revenues, higher data subscriptions and an increase in SMS usage; partially offset by lower voice subscriptions, IDD usage, excess data usage, voice usage and the absence of a S\$4.0 million revenue from an infrastructure project recognised in 2H2021. Excluding this revenue from the infrastructure project, Mobile service revenue would have been S\$33.6 million or 12.8% higher YoY in 2H2022. Despite an increase in the number of tourists and foreign workers from the reopening of borders, Prepaid revenue was lower mainly due to lower IDD usage, lower SMS usage and lower data subscriptions, partially offset by higher Prepaid expired credits.

Mobile service revenue in the full year was 7.5% higher YoY, mainly due to higher Postpaid revenue offset by lower Prepaid revenue. The increase in Postpaid revenue was due to higher roaming revenue, higher VAS (value-added services) revenues and higher data subscriptions; partially offset by lower revenue from an infrastructure project of S\$1.7 million recognised in the current year compared to S\$4.0 million in the prior year, and lower voice subscription due to an SFRS(I) adjustment of S\$2.2 million made in the current year. Excluding this revenue and SFRS(I) adjustment on voice subscription revenue, Mobile service revenue would have been S\$43.9 million or 8.4% higher YoY in the full year. The decrease in Prepaid revenue was as elaborated above.

Postpaid Mobile Services

As of 31 December 2022, the Postpaid Mobile subscriber base stood at 1,565,000 after the quarter's net addition of 19,000 subscribers. Compared to a year ago, the Postpaid subscriber base increased by 81,000 subscribers or 5.5%.

ARPU of S\$32 in 4Q2022 and S\$30 in the full year, was S\$3 and S\$2 higher, compared to the corresponding periods last year, mainly due to higher roaming revenue as a result of the borders reopening and higher VAS revenue, partially offset by lower IDD usage, lower voice usage and lower excess data usage revenues. The overall average smartphone data usage increased YoY for both 4Q2022 and the full year to 14.4 GB and 13.7 GB, respectively.

Average monthly churn rate was stable at 0.8% in 4Q2022 and the full year.

Prepaid Mobile Services

As of 31 December 2022, the Prepaid Mobile subscriber base stood at 591,000 subscribers after the quarter's net addition of 18,000 subscribers. Compared to a year ago, Prepaid Mobile subscriber base increased by 123,000 subscribers. The increase was mainly due to the increase in the number of tourists and foreign workers from the reopening of borders.

ARPU of S\$8 in both 4Q2022 and the full year, were S\$2 lower, compared to the corresponding periods last year, mainly due to increased promotions.

**Broadband Services**

	Second Half Year ended 31 Dec				Full Year ended 31 Dec			
	2022	2021	Incr / (Decr)		2022	2021	Incr/ (Decr)	
	S\$m	S\$m	S\$m	%	S\$m	S\$m	S\$m	%
Broadband revenue <sup>(1) (2)</sup>	126.5	98.4	28.1	28.6	242.4	193.8	48.6	25.1

Broadband operating statistics	Quarter ended			Full Year ended		YoY Incr / (Decr) %
	31 Dec 2022	30 Sep 2022	31 Dec 2021	31 Dec 2022	31 Dec 2021	
Number of residential broadband subscribers - subscription-based (in thousands) <sup>(3)</sup>	578	576	484	578	484	19.4
ARPU (S\$ per month) <sup>(1)</sup>	34	34	33	34	32	3.9
Average monthly churn rate	0.6%	0.6%	0.7%	0.6%	0.8%	-

(1) Comparatives have been restated to take into account the reclassification of Entertainment OTT from Mobile and Broadband to Entertainment

(2) Includes service revenue from MyRepublic Broadband

(3) Includes residential subscribers from MyRepublic Broadband

Broadband service revenue increased 28.6% and 25.1% YoY in 2H2022 and the full year, respectively, mainly due to the consolidation of MyRepublic Broadband that contributed revenue of S\$25.2 million in 2H2022 and S\$37.8 million in the full year, coupled with higher subscription revenue achieved that also lifted ARPU. Excluding contributions from MyRepublic Broadband, Broadband service revenue would have been S\$2.9 million or 3.0% higher YoY in 2H2022 and S\$10.8 million or 5.6% higher YoY in the full year.

As of 31 December 2022, the Broadband subscriber base stood at 578,000 after the quarter's net addition of 2,000 subscribers. The growth in the subscriber base was mainly lifted by the consolidation of MyRepublic Broadband. Compared to a year ago, the Broadband subscriber base increased by 94,000 subscribers or 19.4% in the full year, lifted by the consolidation of MyRepublic Broadband subscribers.

ARPU of S\$34 in 4Q2022 and the full year were S\$1 and S\$2 higher, compared to the corresponding periods last year (as explained above).

Average monthly churn rate was at 0.6% in 4Q2022 and the full year.

Entertainment Services

	Second Half Year ended 31 Dec				Full Year ended 31 Dec			
	2022	2021	Incr / (Decr)		2022	2021	Incr / (Decr)	
	S\$m	S\$m	S\$m	%	S\$m	S\$m	S\$m	%
Entertainment revenue <sup>(1)</sup>	119.9	94.3	25.6	27.1	216.3	186.4	29.9	16.0

Entertainment operating statistics	Quarter ended			Full Year ended		YoY
	31 Dec 2022	30 Sep 2022	31 Dec 2021	31 Dec 2022	31 Dec 2021	Incr / (Decr) %
Total Entertainment subscribers <sup>(2)</sup> (in thousands)	478	492	444	478	444	7.6
ARPU (S\$ per month) <sup>(1)</sup>	36	35	32	33	34	(2.7)
Average monthly churn rate <sup>(3)</sup>	0.9%	1.1%	1.1%	0.9%	1.2%	-

(1) Comparatives have been restated to take into account the reclassification of Entertainment OTT from Mobile and Broadband to Entertainment

(2) Includes residential Pay TV subscribers (with and without over-the-top (“OTT”) subscriptions) as well as Mobile and Broadband subscribers with OTT subscriptions

(3) Refers to churn rate from Pay TV only

Entertainment service revenue increased 27.1% and 16.0% YoY in 2H2022 and the full year, respectively, mainly due to higher subscription revenue, higher commercial TV revenue and higher advertising revenue. These increases were mainly driven by Premier League and World Cup.

As of 31 December 2022, Total Entertainment subscribers stood at 478,000, after the quarter’s net churn of 14,000 subscribers. Compared to a year ago, Total Entertainment subscriber base increased by 34,000 subscribers or 7.6%.

ARPU at S\$36 was S\$4 higher YoY in 4Q2022, mainly due to Premier League and World Cup. ARPU at S\$33 for the full year was S\$1 lower YoY, mainly due to the expansion of subscriber base resulting from the reclassification of Entertainment OTT from Mobile and Broadband segments to Entertainment. Excluding the effect of this reclassification, ARPU would have been higher YoY in 4Q2022 and the full year.

Average monthly churn rate was at 0.9% in 4Q2022 and the full year.

## Enterprise Business

Enterprise Business revenue	Second Half Year ended 31 Dec				Full Year ended 31 Dec			
	2022	2021	Incr / (Decr)		2022	2021	Incr / (Decr)	
	S\$m	S\$m	S\$m	%	S\$m	S\$m	S\$m	%
Data & Internet <sup>(1)</sup>	128.0	121.0	7.0	5.8	251.2	244.8	6.4	2.6
Managed Services <sup>(2)</sup>	48.0	43.7	4.3	9.8	84.8	84.8	(0.0)	(0.0)
Voice Services	14.7	16.0	(1.3)	(8.2)	29.7	32.2	(2.5)	(7.8)
Network Solutions	190.7	180.7	10.0	5.5	365.6	361.8	3.9	1.1
Cybersecurity Services <sup>(3)</sup>	180.4	152.7	27.7	18.2	301.0	268.5	32.5	12.1
Regional ICT Services <sup>(4)</sup>	104.4	39.2	65.2	166.3	198.9	75.8	123.0	162.2
Total	475.5	372.6	102.9	27.6	865.5	706.1	159.4	22.6

(1) Includes service revenue from MyRepublic Broadband

(2) Managed Services include Analytics, Cloud, ICT solutions and Facilities Management

(3) Includes service revenue from Ensign and D'Crypt

(4) Includes service revenue from Strateq, JOS SG and JOS MY

Enterprise Business revenue increased 27.6% and 22.6% YoY in 2H2022 and the full year, respectively, due to the consolidation of JOS SG and JOS MY under Regional ICT Services that contributed revenue of S\$60.8 million in 2H2022 and S\$119.5 million in the full year, coupled with higher revenues from Network Solutions and Cybersecurity Services. Excluding contributions from JOS SG, JOS MY and MyRepublic Broadband, Enterprise service revenue would have been S\$33.4 million or 9.0% higher YoY in 2H2022 and S\$26.9 million or 3.8% higher YoY in the full year.

Data & Internet service revenue in 2H2022 and the full year was 5.8% and 2.6% higher YoY, mainly due to the consolidation of non-residential contributions from MyRepublic Broadband, partially offset by lower revenue from domestic leased circuits revenue.

Managed Services revenue in 2H2022 was 9.8% higher YoY due to more project completions, partially offset by lower revenue from facilities management. Managed Services revenue remained stable YoY for the full year.

Voice Services revenue in 2H2022 and the full year was 8.2% and 7.8% lower YoY, respectively, mainly due to lower domestic voice and international voice traffic.

Cybersecurity Services revenue increased 18.2% YoY in 2H2022 and 12.1% YoY in the full year, due to overall growth in revenue from markets overseas as business demand picked up momentum in line with COVID-19 recovery.

Regional ICT Services revenue increased 166.3% and 162.2% YoY in 2H2022 and the full year, respectively, mainly due to the consolidation of JOS SG and JOS MY.



3. GROUP CASH FLOW STATEMENT

	Second Half Year ended 31 Dec		Full Year ended 31 Dec	
	2022 S\$m	2021 S\$m	2022 S\$m	2021 S\$m
<b>Operating Activities</b>				
Profit before taxation	16.1	104.7	93.1	190.2
Adjustments for :				
Depreciation and amortisation (Note 1)	132.4	137.9	266.5	279.1
Share-based payments	2.7	1.9	4.4	3.5
(Gain)/Loss on disposal of plant and equipment and intangible assets	(0.3)	1.1	(0.6)	1.2
Net finance costs	16.2	22.7	37.0	45.0
Share of gain of associate, net of tax	(0.5)	(2.3)	(0.6)	(3.4)
Share of gain of joint venture, net of tax	(2.0)	(1.0)	(3.5)	(1.7)
Non-operating income	(30.9)	-	(31.4)	(1.3)
Non-operating expense	60.1	3.0	60.1	3.0
Operating cash flow before working capital changes	193.8	268.0	425.0	515.5
Changes in operating assets and liabilities	91.4	176.0	19.0	224.5
Income taxes paid	(29.5)	(32.1)	(60.3)	(82.9)
<b>Net cash from operating activities</b>	<b>255.7</b>	<b>411.9</b>	<b>383.7</b>	<b>657.1</b>
<b>Investing Activities</b>				
Interest received	4.6	0.8	8.3	1.6
Proceeds from disposal of property, plant and equipment and intangible assets	1.4	0.6	1.8	0.6
Purchase of property, plant and equipment and intangible assets	(94.7)	(109.3)	(161.4)	(172.5)
Acquisition of subsidiaries, net of cash acquired	0.8	-	(51.8)	-
Payment of deferred consideration	-	-	(30.9)	(6.2)
Proceeds from disposal of share rights issued by equity investment	-	-	-	1.2
Investment in joint venture	(1.0)	-	(1.0)	(6.5)
Loan to an external party	-	(105.0)	-	(105.0)
<b>Net cash used in investing activities</b>	<b>(88.9)</b>	<b>(213.0)</b>	<b>(235.1)</b>	<b>(286.9)</b>
<b>Financing Activities</b>				
Payment of lease liabilities	(19.0)	(15.4)	(38.3)	(31.4)
Dividend paid to owners of the Company	(43.3)	(43.3)	(110.8)	(86.6)
Dividend paid to a non-controlling interest shareholder	(5.4)	-	(5.4)	-
Perpetual capital securities distribution paid	(4.0)	(4.0)	(7.9)	(7.9)
Interest paid	(24.3)	(22.5)	(43.5)	(42.6)
Purchase of treasury shares	(4.6)	(1.6)	(7.4)	(2.9)
Proceeds from issuance of medium term notes	-	-	-	200.0
Proceeds from bank loans	6.5	-	29.5	-
Repayment of bank loans	(5.4)	(1.2)	(20.1)	(1.6)
Repayment of medium term notes	(220.0)	-	(220.0)	-
Capital contribution from a non-controlling interest shareholder	-	6.0	17.7	20.7
Proceeds of loan from a non-controlling interest shareholder	1.1	-	2.7	-
<b>Net cash (used in)/ from financing activities</b>	<b>(318.5)</b>	<b>(81.8)</b>	<b>(403.6)</b>	<b>47.8</b>
<b>Net change in cash and cash equivalents</b>	<b>(151.7)</b>	<b>117.0</b>	<b>(254.9)</b>	<b>418.0</b>
Exchange difference on cash and cash equivalents	-	(0.2)	0.6	(0.2)
Cash and cash equivalents at beginning of the period	718.9	704.7	821.5	403.7
<b>Cash and cash equivalents at end of the period</b>	<b>567.2</b>	<b>821.5</b>	<b>567.2</b>	<b>821.5</b>
<b>Cash and cash equivalents comprise:</b>				
Cash and bank balances (Note 2)	572.1	832.2	572.1	832.2
Restricted cash	(4.9)	(10.7)	(4.9)	(10.7)
	<b>567.2</b>	<b>821.5</b>	<b>567.2</b>	<b>821.5</b>

Note 1: For the financial year ended 31 December 2022, the depreciation and amortisation in the cash flow statement includes depreciation of ROU assets of S\$4.2 million (31 December 2021: S\$ Nil) classified under Cost of Services relating to Regional ICT Services.

Note 2: As at 31 December 2022, cash and bank balances in the cash flow statement comprise cash and cash equivalents in the statement of financial position of S\$573.6 million (31 December 2021: S\$832.8 million) less bank overdraft of S\$1.5 million (31 December 2021: S\$0.6 million).

The Group's 2H2022 net cash from operating activities of S\$255.7 million was S\$156.2 million lower YoY. Net cash from operating activities for the full year of S\$383.7 million was S\$273.4 million lower YoY. The decrease recorded in 2H2022 and the full year were mainly due to lower cash from operations and higher working capital needs, partially offset by lower income tax paid.

The positive working capital changes of S\$91.4 million in 2H2022 and S\$19.0 million in the full year, were mainly due to lower contract costs, higher contract liabilities, higher trade and other payables and higher net balances due to related parties; partially offset by higher trade receivables, higher other receivables, deposits and prepayments and higher contract assets.

Net cash used in investing activities decreased by S\$124.1 million to S\$88.9 million in 2H2022, mainly due to the absence of a bridge loan extended to MyRepublic Holdings Ltd in relation to the 50.1% acquisition of MyRepublic Broadband Pte Ltd announced in September 2021, coupled with lower CAPEX payments and higher interest received. Net cash used in investing activities decreased by S\$51.8 million to S\$235.1 million in the full year, mainly due to the absence of a bridge loan extended to MyRepublic Holdings Ltd in September 2021 coupled with lower CAPEX payments, higher interest received and lower investment in the joint venture; partially offset by the funds used for the acquisitions of JOS SG, JOS MY and MyRepublic Broadband of S\$51.8 million which comprised S\$82.6 million in gross consideration offset by the net repayment of S\$30.8 million<sup>1</sup> from MyRepublic Holdings Ltd, and deferred consideration paid to the founding shareholders of D'Crypt and Strateq.

The Group's CAPEX payments amounted to S\$94.7 million in 2H2022 and S\$161.4 million in the full year, representing 7.5% and 6.9% of total revenue respectively. CAPEX payments was S\$14.6 million and S\$11.1 million lower YoY in 2H2022 and the full year, respectively, mainly due to decreased PPE purchases, partially offset by an increase in the purchase of intangible assets.

Free cash flow of S\$161.0 million and S\$222.3 million in 2H2022 and the full year, were S\$141.5 million and S\$262.3 million lower YoY, respectively, mainly due to lower cash from operating activities offset by lower CAPEX payments.

Net cash used in financing activities was S\$236.7 million higher at S\$318.5 million in 2H2022, mainly due to the redemption of S\$220.0 million in 10-year fixed-rate notes that were due in September 2022, the absence of proceeds of capital contribution from a non-controlling interest shareholder in relation to the Ensign investment, coupled with higher payment of lease liabilities and higher dividends paid. Net cash used in financing activities was S\$403.6 million in the full year, as compared to a net cash from financing activities of S\$47.8 million in the corresponding period last year, mainly due to the redemption of S\$220.0 million in 10-year fixed-rate notes that were due in September 2022, the absence of proceeds from the S\$200.0 million issuance of 10-year fixed-rate notes in January 2021, coupled with higher payment of lease liabilities and higher dividends paid.

The resulting net cash generated was a deficit of S\$151.7 million in 2H2022 and a deficit of S\$254.9 million in the full year, leading to a lower cash and cash equivalents balance (excluding restricted cash) of S\$567.2 million as of 31 December 2022.

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<sup>1</sup> Repayment of a S\$105.0 million bridge loan extended in September 2021 offset by the disbursement of a new loan of S\$74.2 million upon completion of the MyRepublic Broadband acquisition in March 2022

Capital expenditure commitments

As of 31 December 2022, the Group's total outstanding capital expenditure commitments amounted to S\$430.0 million, including the outstanding commitments for spectrum rights of S\$282.0 million.

4. STATEMENT OF FINANCIAL POSITION

	Group		Company	
	31 Dec 22	31 Dec 21	31 Dec 22	31 Dec 21
	S\$m	S\$m	S\$m	S\$m
<b>Non-current assets</b>				
Property, plant and equipment	631.4	694.7	345.4	365.8
Intangible assets	809.4	712.0	69.5	69.8
Right-of-use assets	108.1	121.5	77.3	87.0
Subsidiaries	-	-	3,336.8	3,288.9
Joint venture	14.6	10.1	-	-
Associate	28.7	26.2	27.8	27.8
Investment in fair value through other comprehensive income	5.1	5.8	5.1	5.8
Contract assets	39.9	66.3	2.3	1.1
Contract costs	2.9	2.5	0.3	0.3
Other receivables and prepayments	74.4	0.8	-	0.8
	<b>1,714.6</b>	<b>1,640.0</b>	<b>3,864.6</b>	<b>3,847.4</b>
<b>Current assets</b>				
Inventories	66.4	50.0	5.1	4.4
Contract assets	340.3	289.9	18.1	22.0
Contract costs	20.2	27.1	0.9	1.0
Trade receivables	242.8	192.2	159.7	159.9
Other receivables, deposits and prepayments	158.1	195.9	33.2	36.0
Amount due from related parties	17.8	15.0	161.0	114.2
Cash and bank balances	573.6	832.8	405.6	699.4
	<b>1,419.3</b>	<b>1,602.9</b>	<b>783.6</b>	<b>1,036.9</b>
Less:				
<b>Current Liabilities</b>				
Contract liabilities	91.1	63.2	28.8	20.0
Trade and other payables	823.7	694.4	372.1	388.9
Amount due to related parties	42.2	23.6	394.5	202.1
Borrowings	136.6	226.2	120.0	220.0
Lease liabilities	31.8	29.2	17.0	15.6
Provision for taxation	34.7	57.4	0.4	22.9
	<b>1,160.2</b>	<b>1,093.9</b>	<b>932.8</b>	<b>869.4</b>
<b>Net current assets</b>	<b>259.1</b>	<b>509.0</b>	<b>(149.2)</b>	<b>167.4</b>
<b>Non-current liabilities</b>				
Contract liabilities	42.2	38.6	42.2	38.6
Trade and other payables	58.4	78.6	26.9	25.5
Borrowings	1,013.6	1,138.5	934.9	1,054.4
Lease liabilities	86.9	102.7	65.0	75.5
Deferred income	1.9	2.6	-	-
Deferred tax liabilities	86.8	91.7	52.6	54.4
	<b>1,289.9</b>	<b>1,452.8</b>	<b>1,121.5</b>	<b>1,248.4</b>
<b>Net assets</b>	<b>683.8</b>	<b>696.2</b>	<b>2,593.9</b>	<b>2,766.4</b>
<b>Shareholders' equity</b>				
Share capital	299.7	299.7	299.7	299.7
Reserves	30.9	89.9	2,094.3	2,266.8
Perpetual Capital Securities	199.9	199.9	199.9	199.9
<b>Equity attributable to owners and perpetual capital securities holders</b>	<b>530.4</b>	<b>589.5</b>	<b>2,593.9</b>	<b>2,766.4</b>
Non-controlling interests	153.4	106.7	-	-
<b>Total equity</b>	<b>683.8</b>	<b>696.2</b>	<b>2,593.9</b>	<b>2,766.4</b>

**GROUP BALANCE SHEET REVIEW**

As at 31 December 2022, the Group's total non-current assets of S\$1,714.6 million was S\$74.6 million higher compared to S\$1,640.0 million as at 31 December 2021. The increase was primarily due to higher intangible assets as a result of the recognition of goodwill relating to the acquisition of MyRepublic Broadband and higher other receivables and prepayments due to a new loan of S\$74.2 million extended to MyRepublic Broadband upon completion of the acquisition in March 2022; partially offset by lower PPE, lower ROU and lower contract assets.

Total current assets as at 31 December 2022 decreased by S\$183.6 million to S\$1,419.3 million, mainly due to lower cash and cash equivalents after redemption of notes and lower other receivables, deposits and prepayments, partially offset by higher balances in inventories, trade receivables and contract assets.

Total current liabilities increased by S\$66.3 million to S\$1,160.2 million as at 31 December 2022, mainly due to the reclassification of a S\$120.0 million bank loan from non-current borrowings to current borrowings, higher trade and other payables, higher contract liabilities and higher amounts due to related parties; partially offset by lower provision for taxation and redemption of S\$220.0 million in 10-year fixed-rate notes that were due in September 2022.

The decrease in total non-current liabilities by S\$162.9 million to S\$1,289.9 million as at 31 December 2022 was primarily due to the reclassification of S\$120.0 million from non-current borrowings to current borrowings (as explained above) coupled with lower trade and other payables, lower lease liabilities and lower deferred tax liabilities.

The Group's shareholders' equity decreased by S\$59.1 million to S\$530.4 million as at 31 December 2022 (excluding non-controlling interests of S\$153.4 million). The decrease was mainly due to lower retained profits.

Following the disposal of D'Crypt in September 2019 to Keele, D'Crypt became an indirect subsidiary of Ensign as a result of the rights accorded to Ensign through the purchase of Preference Shares of Keele. The Group now holds 56.86% of the economic interest in D'Crypt through its shareholding and interest in Ensign.

The Group holds 88.28% economic interest in Strateq following the completion of its acquisition in July 2020.

The Group holds 60.0% economic interest in JOS SG and JOS MY following the completion of the acquisitions in January 2022.

The Group holds 50.1% economic interest in MyRepublic Broadband following the completion of the acquisition in March 2022.

The non-controlling interests represent the balances of 44.27% effective economic interest in Ensign, 11.72% effective economic interest in Strateq, 40.0% effective economic interest in JOS SG and JOS MY and 49.9% effective economic interest in MyRepublic Broadband, attributable to non-controlling interest shareholders.

## 5. GROUP SECURED AND UNSECURED BORROWINGS

	31 Dec 22 S\$m	31 Dec 21 S\$m
<b>Secured and Unsecured borrowings</b>		
Amount repayable in one year or less		
Bank overdraft (secured)	1.5	0.6
Bank loans (secured)	15.1	5.6
Bank loans (unsecured)	120.0	-
Medium term notes (unsecured)	-	220.0
	136.6	226.2
Amount repayable after one year		
Bank loans (secured)	-	0.7
Bank loans (unsecured)	513.8	638.0
Medium term notes (unsecured)	499.8	499.8
	1,013.6	1,138.5
<b>Total</b>	<b>1,150.3</b>	<b>1,364.7</b>

The Group's secured and unsecured borrowings was lower by S\$214.4 million as of 31 December 2022.

Due to the lower cash and cash equivalent balance, net debt was S\$44.8 million higher at S\$576.7 million as of 31 December 2022 compared to S\$531.9 million as of 31 December 2021. As a ratio of the past 12 months' EBITDA, the Group's net debt increased to 1.38 times as of 31 December 2022 compared to 1.04 times as of 31 December 2021.

6. STATEMENT OF CHANGES IN EQUITY

Group	Share capital S\$m	Treasury shares S\$m	Capital reserve S\$m	Goodwill written off S\$m	Share-based payments reserve S\$m	Fair value reserve S\$m	Hedging reserve S\$m	Translation reserve S\$m	Retained profits S\$m	Total reserves S\$m	Perpetual capital securities S\$m	Non-controlling interest S\$m	Total equity S\$m
At 1 Jan 2022	299.7	(1.9)	(6.8)	(276.3)	8.5	(34.8)	0.0	0.2	401.1	89.9	199.9	106.7	696.2
<b>Total comprehensive income for the period</b>													
Profit for the period	-	-	-	-	-	-	-	-	60.9	60.9	-	0.6	61.6
Other comprehensive income													
Foreign currency translation differences	-	-	-	-	-	-	-	(0.1)	-	(0.1)	-	0.1	0.0
Effective portion of changes in fair value of cash flow hedges, net of taxation	-	-	-	-	-	-	0.6	-	-	0.6	-	0.0	0.6
Net change in fair value of equity investments at FVOCI, net of taxation	-	-	-	-	-	0.6	-	-	-	0.6	-	-	0.6
Share of other comprehensive income of associate	-	-	-	-	-	-	1.6	-	-	1.6	-	-	1.6
Total comprehensive income for the period	-	-	-	-	-	0.6	2.1	(0.1)	60.9	63.6	-	0.8	64.4
<b>Transactions with equity holders of the Company, recognised directly in equity</b>													
<b>Contributions by and distributions to equity holders of the Company</b>													
Share-based payments expenses	-	-	-	-	1.7	-	-	-	-	1.7	-	-	1.7
Accrued perpetual capital securities distribution	-	-	-	-	-	-	-	-	(3.9)	(3.9)	3.9	-	-
Perpetual capital securities distribution paid	-	-	-	-	-	-	-	-	-	-	(3.9)	-	(3.9)
Purchase of treasury shares	-	(2.8)	-	-	-	-	-	-	-	(2.8)	-	-	(2.8)
Issue of shares pursuant to share plans	-	4.5	-	-	(4.5)	-	-	-	-	-	-	-	-
Tax impact on transfer of treasury shares	-	-	-	-	0.1	-	-	-	-	0.1	-	-	0.1
Dividends paid	-	-	-	-	-	-	-	-	(67.5)	(67.5)	-	-	(67.5)
Acquisition of subsidiary with non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	25.4	25.4
Changes in ownership interests without a change of control	-	-	2.3	-	-	-	-	-	-	2.3	-	15.4	17.7
Fair value effect of performance-related consideration	-	-	0.2	-	-	-	-	-	-	0.2	-	-	0.2
Total transactions with equity holders of the Company	-	1.7	2.5	-	(2.7)	-	-	-	(71.4)	(70.0)	-	40.8	(29.1)
At 30 Jun 2022	299.7	(0.2)	(4.3)	(276.3)	5.8	(34.2)	2.2	0.1	390.6	83.5	199.9	148.3	731.4
<b>Total comprehensive income for the period</b>													
Profit for the period	-	-	-	-	-	-	-	-	1.3	1.3	-	7.0	8.2
Other comprehensive income													
Foreign currency translation differences	-	-	-	-	-	-	-	(0.1)	-	(0.1)	-	(0.1)	(0.2)
Effective portion of changes in fair value of cash flow hedges, net of taxation	-	-	-	-	-	-	(4.3)	-	-	(4.3)	-	(0.1)	(4.4)
Net change in fair value of equity investments at FVOCI, net of taxation	-	-	-	-	-	(1.3)	-	-	-	(1.3)	-	-	(1.3)
Share of other comprehensive income of associate	-	-	-	-	-	-	0.3	-	-	0.3	-	-	0.3
Total comprehensive income for the period	-	-	-	-	-	(1.3)	(4.1)	(0.1)	1.3	(4.2)	-	6.8	2.6
<b>Transactions with equity holders of the Company, recognised directly in equity</b>													
<b>Contributions by and distributions to equity holders of the Company</b>													
Share-based payments expenses	-	-	-	-	3.0	-	-	-	-	3.0	-	-	3.0
Accrued perpetual capital securities distribution	-	-	-	-	-	-	-	-	(4.0)	(4.0)	4.0	-	-
Perpetual capital securities distribution paid	-	-	-	-	-	-	-	-	-	-	(4.0)	-	(4.0)
Purchase of treasury shares	-	(4.6)	-	-	-	-	-	-	-	(4.6)	-	-	(4.6)
Issue of shares pursuant to share plans	-	0.0	-	-	(0.0)	-	-	-	-	-	-	-	-
Tax impact on transfer of treasury shares	-	-	-	-	0.3	-	-	-	-	0.3	-	-	0.3
Dividends paid	-	-	-	-	-	-	-	-	(43.3)	(43.3)	-	(5.4)	(48.7)
Acquisition of subsidiary with non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	3.7	3.7
Total transactions with equity holders of the Company	-	(4.6)	-	-	3.4	-	-	-	(47.3)	(48.5)	-	(1.7)	(50.2)
At 31 Dec 2022	299.7	(4.8)	(4.3)	(276.3)	9.2	(35.5)	(1.9)	(0.0)	344.6	30.9	199.9	153.4	683.8

6. STATEMENT OF CHANGES IN EQUITY (CONT'D)

Group	Share capital S\$m	Treasury shares S\$m	Capital reserve S\$m	Goodwill written off S\$m	Share-based payments reserve S\$m	Fair value reserve S\$m	Hedging reserve S\$m	Translation reserve S\$m	Retained profits S\$m	Total reserves S\$m	Perpetual capital securities S\$m	Non-controlling interest S\$m	Total equity S\$m
At 1 Jan 2021	299.7	(1.9)	(9.9)	(276.3)	8.0	(24.7)	(2.1)	0.7	344.9	38.7	199.9	88.2	626.5
<b>Total comprehensive income for the period</b>													
Profit for the period	-	-	-	-	-	-	-	-	67.9	67.9	-	0.2	68.1
Other comprehensive income													
Foreign currency translation differences	-	-	-	-	-	-	-	0.6	-	0.6	-	(0.0)	0.6
Effective portion of changes in fair value of cash flow hedges, net of taxation	-	-	-	-	-	-	2.3	-	-	2.3	-	-	2.3
Net change in fair value of equity investments at FVOCI, net of taxation	-	-	-	-	-	(8.2)	-	-	-	(8.2)	-	-	(8.2)
Total comprehensive income for the period	-	-	-	-	-	(8.2)	2.3	0.6	67.9	62.6	-	0.2	62.8
<b>Transactions with equity holders of the Company, recognised directly in equity</b>													
<b>Contributions by and distributions to equity holders of the Company</b>													
Share-based payments expenses	-	-	-	-	1.6	-	-	-	-	1.6	-	-	1.6
Accrued perpetual capital securities distribution	-	-	-	-	-	-	-	-	(3.9)	(3.9)	3.9	-	-
Perpetual capital securities distribution paid	-	-	-	-	-	-	-	-	0.7	0.7	(3.9)	-	(3.3)
Purchase of treasury shares	-	(1.3)	-	-	-	-	-	-	-	(1.3)	-	-	(1.3)
Issue of shares pursuant to share plans	-	2.9	-	-	(2.9)	-	-	-	-	-	-	-	-
Changes in ownership interests without a change of control	-	-	2.1	-	-	-	-	-	-	2.1	-	12.5	14.7
Foreign currency translation reclassified to profit & loss	-	-	-	-	-	-	-	(1.3)	-	(1.3)	-	-	(1.3)
Tax impact on transfer of treasury shares	-	-	-	-	(0.0)	-	-	-	-	(0.0)	-	-	(0.0)
Dividends paid	-	-	-	-	-	-	-	-	(43.3)	(43.3)	-	-	(43.3)
Total transactions with equity holders of the Company	-	1.6	2.1	-	(1.3)	-	-	(1.3)	(46.5)	(45.4)	(0.0)	12.5	(32.9)
<b>At 30 Jun 2021</b>	<b>299.7</b>	<b>(0.3)</b>	<b>(7.8)</b>	<b>(276.3)</b>	<b>6.7</b>	<b>(32.9)</b>	<b>0.2</b>	<b>(0.0)</b>	<b>366.3</b>	<b>55.9</b>	<b>199.9</b>	<b>100.901</b>	<b>656.3</b>
<b>Total comprehensive income for the period</b>													
Profit for the period	-	-	-	-	-	-	-	-	81.4	81.4	-	0.6	82.0
Other comprehensive income													
Foreign currency translation differences	-	-	-	-	-	-	-	0.2	-	0.2	-	0.1	0.3
Effective portion of changes in fair value of cash flow hedges, net of taxation	-	-	-	-	-	-	(0.2)	-	-	(0.2)	-	-	(0.2)
Net change in fair value of equity investments at FVOCI, net of taxation	-	-	-	-	-	(1.9)	-	-	-	(1.9)	-	-	(1.9)
Total comprehensive income for the period	-	-	-	-	-	(1.9)	(0.2)	0.2	81.4	79.5	-	0.7	80.2
<b>Transactions with equity holders of the Company, recognised directly in equity</b>													
<b>Contributions by and distributions to equity holders of the Company</b>													
Share-based payments expenses	-	-	-	-	1.9	-	-	-	-	1.9	-	-	1.9
Accrued perpetual capital securities distribution	-	-	-	-	-	-	-	-	(4.0)	(4.0)	4.0	-	-
Perpetual capital securities distribution paid	-	-	-	-	-	-	-	-	0.7	0.7	(4.0)	-	(3.3)
Purchase of treasury shares	-	(1.6)	-	-	-	-	-	-	-	(1.6)	-	-	(1.6)
Dividends paid	-	-	-	-	-	-	-	-	(43.3)	(43.3)	-	-	(43.3)
Changes in ownership interests without a change of control	-	-	1.0	-	-	-	-	-	-	1.0	-	5.1	6.0
Total transactions with equity holders of the Company	-	(1.6)	1.0	-	1.9	-	-	-	(46.6)	(45.4)	0.0	5.094	(40.3)
<b>At 31 Dec 2021</b>	<b>299.7</b>	<b>(1.9)</b>	<b>(6.8)</b>	<b>(276.3)</b>	<b>8.5</b>	<b>(34.8)</b>	<b>0.0</b>	<b>0.2</b>	<b>401.1</b>	<b>89.9</b>	<b>199.9</b>	<b>106.7</b>	<b>696.2</b>



## 6. STATEMENT OF CHANGES IN EQUITY (CONT'D)

Company	Share capital S\$m	Treasury shares S\$m	Share-based payments reserve S\$m	Fair value reserve S\$m	Retained profits S\$m	Total reserves S\$m	Perpetual capital securities S\$m	Total equity S\$m
<b>At 1 Jan 2022</b>	<b>299.7</b>	<b>(1.9)</b>	<b>8.5</b>	<b>(34.8)</b>	<b>2,295.0</b>	<b>2,266.8</b>	<b>199.9</b>	<b>2,766.4</b>
<b>Total comprehensive income for the period</b>								
Profit for the period	-	-	-	-	77.2	77.2	-	77.2
Other comprehensive income								
Net change in fair value of equity investments at FVOCI, net of taxation	-	-	-	0.6	-	0.6	-	0.6
Total comprehensive income for the period	-	-	-	0.6	77.2	77.8	-	77.8
<u>Transactions with equity holders of the Company, recognised directly in equity</u>								
<i>Contributions by and distributions to equity holders of the Company</i>								
Share-based payments expenses	-	-	1.7	-	-	1.7	-	1.7
Accrued perpetual capital securities distribution	-	-	-	-	(3.9)	(3.9)	3.9	-
Perpetual capital securities distribution paid	-	-	-	-	-	-	(3.9)	(3.9)
Purchase of treasury shares	-	(2.8)	-	-	-	(2.8)	-	(2.8)
Issue of shares pursuant to share plans	-	4.5	(4.5)	-	-	-	-	-
Tax impact on transfer of treasury shares	-	-	0.1	-	-	0.1	-	0.1
Dividends paid	-	-	-	-	(67.5)	(67.5)	-	(67.5)
<b>Total transactions with equity holders of the Company</b>	<b>-</b>	<b>1.7</b>	<b>(2.7)</b>	<b>-</b>	<b>(71.4)</b>	<b>(72.4)</b>	<b>(0.0)</b>	<b>(72.5)</b>
<b>At 30 Jun 2022</b>	<b>299.7</b>	<b>(0.2)</b>	<b>5.8</b>	<b>(34.2)</b>	<b>2,300.8</b>	<b>2,272.2</b>	<b>199.9</b>	<b>2,771.7</b>
<b>Total comprehensive income for the period</b>								
Profit for the period	-	-	-	-	(128.1)	(128.1)	-	(128.1)
Other comprehensive income								
Net change in fair value of equity investments at FVOCI, net of taxation	-	-	-	(1.3)	-	(1.3)	-	(1.3)
Total comprehensive income for the period	-	-	-	(1.3)	(128.1)	(129.4)	-	(129.4)
<u>Transactions with equity holders of the Company, recognised directly in equity</u>								
<i>Contributions by and distributions to equity holders of the Company</i>								
Share-based payments expenses	-	-	3.0	-	-	3.0	-	3.0
Accrued perpetual capital securities distribution	-	-	-	-	(4.0)	(4.0)	4.0	-
Perpetual capital securities distribution paid	-	-	-	-	-	-	(4.0)	(4.0)
Purchase of treasury shares	-	(4.6)	-	-	-	(4.6)	-	(4.6)
Tax impact on transfer of treasury shares	-	-	0.3	-	-	0.3	-	0.3
Dividends paid	-	-	-	-	(43.3)	(43.3)	-	(43.3)
<b>Total transactions with equity holders of the Company</b>	<b>-</b>	<b>(4.6)</b>	<b>3.4</b>	<b>-</b>	<b>(47.3)</b>	<b>(48.5)</b>	<b>0.0</b>	<b>(48.5)</b>
<b>At 31 Dec 2022</b>	<b>299.7</b>	<b>(4.8)</b>	<b>9.2</b>	<b>(35.5)</b>	<b>2,125.5</b>	<b>2,094.3</b>	<b>199.9</b>	<b>2,593.9</b>

## 6. STATEMENT OF CHANGES IN EQUITY (CONT'D)

Company	Share capital S\$m	Treasury shares S\$m	Share-based payments reserve S\$m	Fair value reserve S\$m	Retained profits S\$m	Total reserves S\$m	Perpetual capital securities S\$m	Total equity S\$m
<b>At 1 Jan 2021</b>	<b>299.7</b>	<b>(1.9)</b>	<b>8.0</b>	<b>(24.7)</b>	<b>2,185.9</b>	<b>2,167.3</b>	<b>199.9</b>	<b>2,666.8</b>
<b>Total comprehensive income for the period</b>								
Profit for the period	-	-	-	-	80.0	80.0	-	80.0
Other comprehensive income								
Net change in fair value of equity investments at FVOCI, net of taxation	-	-	-	(8.2)	-	(8.2)	-	(8.2)
Total comprehensive income for the period	-	-	-	(8.2)	80.0	71.8	-	71.8
<u>Transactions with equity holders of the Company, recognised directly in equity</u>								
<i>Contributions by and distributions to equity holders of the Company</i>								
Share-based payments expenses	-	-	1.6	-	-	1.6	-	1.6
Accrued perpetual capital securities distribution	-	-	-	-	(3.9)	(3.9)	3.9	-
Perpetual capital securities distribution paid	-	-	-	-	0.7	0.7	(3.9)	(3.3)
Purchase of treasury shares	-	(1.3)	-	-	-	(1.3)	-	(1.3)
Issue of shares pursuant to share plans	-	2.9	(2.9)	-	-	-	-	-
Tax impact on transfer of treasury shares	-	-	(0.0)	-	-	(0.0)	-	(0.0)
Dividends paid	-	-	-	-	(43.3)	(43.3)	-	(43.3)
<b>Total transactions with equity holders of the Company</b>	<b>-</b>	<b>1.6</b>	<b>(1.3)</b>	<b>-</b>	<b>(46.5)</b>	<b>(46.2)</b>	<b>(0.0)</b>	<b>(46.2)</b>
<b>At 30 Jun 2021</b>	<b>299.7</b>	<b>(0.3)</b>	<b>6.7</b>	<b>(32.9)</b>	<b>2,219.4</b>	<b>2,192.9</b>	<b>199.9</b>	<b>2,692.4</b>
<b>Total comprehensive income for the period</b>								
Profit for the period	-	-	-	-	122.3	122.3	-	122.3
Other comprehensive income								
Net change in fair value of equity investments at FVOCI, net of taxation	-	-	-	(1.9)	-	(1.9)	-	(1.9)
Total comprehensive income for the period	-	-	-	(1.9)	122.3	120.3	-	120.3
<u>Transactions with equity holders of the Company, recognised directly in equity</u>								
<i>Contributions by and distributions to equity holders of the Company</i>								
Share-based payments expenses	-	-	1.9	-	-	1.9	-	1.9
Accrued perpetual capital securities distribution	-	-	-	-	(4.0)	(4.0)	4.0	-
Perpetual capital securities distribution paid	-	-	-	-	0.7	0.7	(4.0)	(3.3)
Purchase of treasury shares	-	(1.6)	-	-	-	(1.6)	-	(1.6)
Dividends paid	-	-	-	-	(43.3)	(43.3)	-	(43.3)
<b>Total transactions with equity holders of the Company</b>	<b>-</b>	<b>(1.6)</b>	<b>1.9</b>	<b>-</b>	<b>(46.6)</b>	<b>(46.4)</b>	<b>0.0</b>	<b>(46.3)</b>
<b>At 31 Dec 2021</b>	<b>299.7</b>	<b>(1.9)</b>	<b>8.5</b>	<b>(34.8)</b>	<b>2,295.0</b>	<b>2,266.8</b>	<b>199.9</b>	<b>2,766.4</b>

## 7. CHANGES IN COMPANY'S SHARE CAPITAL

### Share Capital

As of 31 December 2022, the share capital of the Company was at S\$299.7 million (31 December 2021: S\$299.7 million) comprising 1,727,287,449 (31 December 2021: 1,730,170,265) issued ordinary shares (excluding treasury shares).

#### Treasury Shares

For 2H2022, the Company transferred 8,400 treasury shares to participants of the Company's share plans.

For 2H2022, the Company bought 4,210,000 ordinary shares from the market at a consideration of S\$4.6 million.

The treasury share balance as at 31 December 2022 was S\$4.8 million (31 December 2021: S\$1.9 million) comprising 4,363,994 (31 December 2021: 1,481,178) ordinary shares.

#### Issue of new shares

For 2H2022, there was no issue of new ordinary shares.

#### Subsidiary holdings

As at 31 December 2022, none of the Company's subsidiaries held any shares in the Company (31 December 2021: Nil).

#### Perpetual Capital Securities

In 2Q2017, the Company issued subordinated perpetual capital securities with an aggregate principal amount of S\$200.0 million. The perpetual capital securities may be redeemed at the option of the Company, in whole, but not in part, on 16 June 2022 or on any Distribution Payment Date thereafter and otherwise upon the occurrence of certain redemption events as defined in the offering circular.

Such perpetual capital securities bear distributions at a rate of 3.95% per annum, with the first distribution rate reset falling on 16 June 2027 and subsequent resets occurring every 10 years thereafter. The distribution rate will be subject to a step-up of 1% per annum from 16 June 2027.

The distribution will be payable semi-annually in arrears on a discretionary basis and will be cumulative and compounding in accordance with the terms and conditions of the offering circular.

For the full year, the Group had paid out S\$7.9 million in perpetual capital securities distribution.

On 13 May 2022, the Company announced that it would not exercise the Issuer's Redemption Option on the First Call Date of 16 June 2022 to redeem the perpetual capital securities. For the avoidance of doubt, there will not be a reset of the distribution rate of the perpetual capital securities, which will remain at 3.95% per annum.

## **Outstanding Shares – Share-Based Plans**

### Performance Share Plans

As of 31 December 2022, the outstanding balance of conditional awards under the Performance Share Plans was 3,465,111 (31 December 2021: 3,454,000) ordinary shares.

### Restricted Stock Plans

As of 31 December 2022, the outstanding balance of conditional awards under the Restricted Stock Plans was 6,499,483 (31 December 2021: 5,380,144) ordinary shares.

## **8. AUDIT**

The financial statements have not been audited or reviewed.

## **9. AUDITORS' REPORT**

Not applicable.

## **10. ACCOUNTING POLICIES**

The Group and Company have applied the same accounting policies and methods of computation in the financial statements for the current financial period consistent with those of the audited financial statements for the year ended 31 December 2021.

In the current financial period, the Group and the Company have adopted all applicable new and revised Singapore Financial Reporting Standards (International), ("SFRS(I)") and Interpretations of SFRS(I) ("INT SFRS(I)") that are relevant to its operations and effective for annual periods beginning on 1 January 2022.

The application of the new and revised standard and interpretation did not result in substantial changes to the Group's and the Company's accounting policies and has no material effect on the financial statements.

The Condensed Interim Financial Information is prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting.

## **11. CHANGES IN ACCOUNTING POLICIES AND ESTIMATES**

Please refer to Note 10.

**12. GROUP EARNINGS PER ORDINARY SHARE**

	Second Half Year ended 31 Dec		Full Year ended 31 Dec	
	2022	2021	2022	2021
<b>Basic</b>				
Earnings per share	-0.2 cents	4.5 cents	3.1 cents	8.2 cents
Weighted average number of shares ('000)	1,730,468	1,730,945	1,730,468	1,730,945
<b>Diluted</b>				
Earnings per share	-0.2 cents	4.5 cents	3.1 cents	8.1 cents
Weighted average number of shares ('000)	1,738,852	1,738,360	1,738,852	1,738,360

**13. NET ASSET VALUE PER ORDINARY SHARE**

	Group		Company	
	31 Dec 2022	31 Dec 2021	31 Dec 2022	31 Dec 2021
Net asset value per share	30.7 cents	34.1 cents	150.2 cents	159.9 cents

**14. ANY VARIANCE BETWEEN PROSPECT STATEMENT PREVIOUSLY DISCLOSED AND THE ACTUAL RESULTS**

The Group had provided an updated guidance for FY2022 in our 3Q2022 Business Performance Update on 9 November 2022.

The Group's service revenue was 17.2% higher YoY in the full year, which exceeded our full year guidance of service revenue to increase at least 12% to 15% YoY.

The Group's service EBITDA margin for the full year was 20.1% of service revenue, which met our full year guidance of at least 20% of service EBITDA margin.

Total CAPEX commitment entered in the full year amounted to S\$170.4 million or 7.3% of total revenue. This was below our FY2022 guidance for overall CAPEX commitment to be between 9% and 12% of total revenue (excluding 5G capex and spectrum right, including investments relating to DARE+ and IT Transformation) due to project delays.

**15. GROUP OUTLOOK**

The FY2022 operating results which exceeded prior guidance<sup>2</sup> are a reflection of early traction achieved in the first year of the Group's DARE+ execution which has also positioned its businesses well to capitalise on the reopening of the economy following the stabilisation of COVID-19 and the gradual resumption of international travel. The FY2022 performance also reflected DARE+ investments made during the year, as well as one-time impairment losses of certain legacy assets to ensure the right infrastructure and fundamentals to strengthen the Group's long-term competitiveness and growth, in line with a thorough business review that was conducted.

<sup>2</sup> FY2022 Guidance offered to the market on 11 February 2022; and updated on 9 November 2022.

On the Consumer front, the Group has maintained and/or improved ARPU's across all segments amidst continued intense market competition due to differentiation and increased consumption drivers as a result of the Infinity Play strategy, and a seamless experience backed by the most awarded network in Singapore<sup>3</sup>. The Infinity Play proposition has been strengthened in FY2022 with the expansion of the Consumer business into new verticals beyond traditional connectivity, which the Group seeks to continue scaling up into FY2023. The Group will also leverage its strengthened market leadership in Broadband to deploy smart pricing strategies and serve growing customer demand for premium higher bandwidth services. Armed with the widest range of sports content in Singapore, the Group will leverage its niche as a powerful acquisition tool to drive higher performance for the Entertainment segment, alongside continued commitment to push the boundaries of content delivery and customer experience. On digitalisation efforts, the beta version of the app platform was launched in November 2022 with healthy traction for Monthly Active Users that have almost doubled since launch. The Group will continue to drive adoption among existing and new customers into StarHub's ecosystem via our digital-first StarHub App experience.

The Enterprise business has reported stronger performance in FY2022, benefiting from returning Enterprise demand for digitalisation post-COVID-19; a reprioritisation to drive new digital services (such as Green Tech Managed Services and Future of Work) and revamped Enterprise Network Service offerings. The Group also benefits from enhanced competitiveness by leveraging its bolstered capabilities across the acquired entities to offer fully-integrated solutions, especially in the areas of Connectivity, Cloud and Cybersecurity. Meanwhile, the Group's Cybersecurity arm, Ensign, continues to deliver double-digit annual growth with significantly improved profitability. Ensign will continue to focus on regional growth to accelerate its momentum, while the Regional ICT Services business seeks regional growth by scaling up end-to-end vertical solutions offered across various sectors; as well as tapping its horizontal capabilities to serve evolving Enterprise needs.

The Group has achieved over S\$16 million in revenue and cost synergies in FY2022<sup>4</sup> from the integration of its acquired entities. It will continue to accelerate the development of Regional ICT Services, build and scale up near-shore delivery capabilities and continue optimizing operational efficiencies across the enlarged StarHub Group. Concurrently, the Group continues to explore strategic M&A opportunities that will accelerate and/or elevate its DARE+ vision.

### FY2023 Guidance

In December 2022, the Group had provided an update on the progress of the DARE+ programme, including identifying opportunities to accelerate the pace of its growth and transformation initiatives to offset a slight delay in the complex IT and Network Transformation. As a result of this delay, most DARE+ investments will be made in FY2023 and FY2024. The Group also reiterated the S\$500 million target in cumulative gross profit growth and cost savings to be achieved between FY2022 and FY2026, notwithstanding an increase in investments to S\$310 million (from S\$270 million) required for the Cloud Infinity network transformation.

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<sup>3</sup> Source – <https://www.opensignal.com/reports/2022/11/singapore/mobile-network-experience>

<sup>4</sup> Please refer to page 9 of the [Investor Day 2022](#) presentation deck for more information.

Reflecting the DARE+ update above, as well as prevailing business conditions, the Group offers the following guidance for FY2023:

- **Service Revenue: 8% to 10% YoY Growth**  
Mainly due to higher contributions from Entertainment (full-year contributions from Premier League); Mobile roaming recovery; revenue from new DARE+ initiatives; higher contributions from Cybersecurity and Regional ICT Services.
- **Service EBITDA Margin: Approximately 20%**  
Mainly due to Opex investments mainly relation to IT and Network Transformation; expectations for electricity tariffs to remain at 2022 levels; and increase in staff cost.
- **Capex Commitment as a percentage of Total Revenue: 5% to 7% (BAU<sup>5</sup>) / 13% to 15% (including investments<sup>6</sup>)**  
Mainly due to the aforementioned delay in IT Transformation and investments to be made for Cloud Infinity Network Transformation and other DARE+ business initiatives.

### Dividend

Taking into consideration short to mid-term business conditions, cash flow and investment requirements, as well as results expected from the ongoing business transformation initiatives, the Group is declaring a final dividend of 2.5 cents per ordinary share for the full year ended 31 December 2022. Combined with the interim dividend of 2.5 cents per ordinary share, the total dividend to be distributed for the full year ended 31 December 2022 amounts to 5.0 cents per ordinary share. This is consistent with the Group's commitment to distribute the minimum of 5.0 cents per ordinary share for FY2022.

For FY2023, the Group continues to remain committed to distribute the minimum of 5.0 cents per ordinary share. The Group also reiterates its dividend policy to distribute at least 80% of net profit attributable to shareholders (adjusted for one-off, non-recurring items), payable on a semi-annual basis.

***"Some of the statements in this release constitute forward-looking statements" that do not directly or exclusively relate to historical facts. These forward-looking statements reflect our current intentions, plans, expectations, assumptions and beliefs about future events and are subject to risks, uncertainties and other factors, many of which are outside our control. Important factors that could cause actual results to differ materially from the expectations expressed or implied in the forward-looking statements include known and unknown risks. Because actual results could differ materially from our intentions, plans, expectations, assumptions and beliefs about the future, you are urged to view all forward-looking statements contained in this release with caution.***

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<sup>5</sup> Excluding 5G Capex and spectrum right, as well as investments relating to DARE+ and IT Transformation.

<sup>6</sup> Excluding 5G Capex and spectrum right, but including investments relating to DARE+ and IT Transformation.

**16. DIVIDENDS**

- (a) Current financial period reported on

Any dividend recommended for the current financial period reported on? Yes

Name of Dividend	Proposed Final
Dividend Type	Cash; Tax-exempt (1-tier) dividend
Dividend Amount	S\$0.025 per ordinary share
Tax Rate	Exempt (1-tier)

- (b) Corresponding period of the immediately preceding financial year

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

Name of Dividend	Proposed Final
Dividend Type	Cash; Tax-exempt (1-tier) dividend
Dividend Amount	S\$0.039 per ordinary share
Tax Rate	Exempt (1-tier)

- (c) Date payable

The Directors have proposed a final dividend of S\$0.025 per ordinary share, tax-exempt (1-tier) to be paid on 12 May 2023, subject to shareholders' approval at the forthcoming annual general meeting to be convened. Details on payments of dividends will be announced in due course.

- (d) Record date

Details on closure of books will be announced in due course.

- (e) Dividends Paid

During the financial year, a final tax-exempt (one-tier) dividend of 3.9 cents per ordinary share totalling S\$67.5 million was paid in respect of the previous financial year ended 31 December 2021. In addition, an interim tax-exempt (one-tier) dividend of 2.5 cents per ordinary share totalling S\$43.3 million was paid in respect of the current financial year ended 31 December 2022.

**17. IF NO DIVIDEND HAVE BEEN DECLARED/RECOMMENDED, A STATEMENT TO THAT EFFECT**

Not applicable.



## 18. FAIR VALUE MEASUREMENT

The following summarises the significant methods and assumptions used in estimating the fair values of financial instruments of the Group and Company:

### *Derivatives*

Marked-to-market valuations of the forward exchange contracts are provided by the banks. Those quotes are tested using pricing models or discounted cash flow techniques. Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate is a market related rate for a similar instrument at the reporting date. Where other pricing models are used, inputs are based on market related data at the reporting date.

### *Borrowings*

The fair values of fixed interest bearing borrowings which reprice within one year of reporting date were assumed to equate the carrying value. All other fixed interest bearing borrowings are calculated using discounted cash flow models based on the present value of future principal and interest cash flows, discounted at the market rate at the reporting date.

As at 31 December 2022, the fair value of bank loans are S\$618.8 million (31 December 2021: S\$637.8 million) and the fair value of medium term notes are S\$461.1 million (31 December 2021: S\$736.7 million).

### *Contingent consideration and forward liability to acquire non-controlling interests*

*The fair values of contingent consideration and forward liability to acquire non-controlling interests are based on estimates from the associated probabilities of achieving performance targets by the investee and the expected payment amount.*

*Changing the significant unobservable inputs used to reasonably estimate possible alternative assumptions would have no significant impact on the fair value of the contingent consideration.*

*The fair value of the forward liability will increase/(decrease) if the expected average financial performance of Strateq is higher/(lower).*

### *Other financial assets and liabilities*

*The carrying amounts of financial assets and liabilities with maturity of less than one year are assumed to approximate their fair values.*

*The fair value of non-current other financial assets and financial liabilities was calculated using the discounted cash flow model based on the present value of expected cashflows at the market rates at the reporting date. The carrying amounts approximate their fair values.*

*Fair value hierarchy*

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

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

The following table represents the assets and liabilities measured at fair value, using the above valuation methods, at reporting date:

	Fair value Level	31 Dec 22 S\$m	31 Dec 21 S\$m
<b>Group</b>			
<b>Financial assets</b>			
Other investments	1	5.1	5.8
Marked-to-market financial instrument			
– Forward exchange contracts	2	-	0.1
<b>Financial liabilities</b>			
Marked-to-market financial instrument			
– Forward exchange contracts	2	4.6	0.1
Forward liability to acquire non-controlling interests	3	12.8	37.3
Contingent consideration	3	46.2	39.1
<b>Company</b>			
<b>Financial assets</b>			
Other investments	1	5.1	5.8
Marked-to-market financial instrument			
– Forward exchange contracts	2	-	0.1
<b>Financial liabilities</b>			
Marked-to-market financial instrument			
– Forward exchange contracts	2	4.6	0.1

The following table presents the reconciliation from the opening balances to the ending balances for fair values based on unobservable inputs (Level 3):

	Forward liability to acquire non-controlling interests		Contingent consideration	
	31 Dec 22 S\$m	31-Dec-21 S\$m	31 Dec 22 S\$m	31 Dec 21 S\$m
Balance at 1 January	37.3	34.5	39.1	34.8
Arising from business combinations	-	-	46.2	-
Total unrealised (gains)/losses recognised in income statement	(23.1)	3.4	(9.0)	4.5
Settlements during the period	-	-	(30.9)	-
Translation differences	(1.4)	(0.6)	0.9	(0.3)
Balance at 31 December	12.8	37.3	46.2	39.1

19. SEGMENT REPORTING

	Telecommunications <sup>(1)</sup>	Cybersecurity <sup>(2)</sup>	Total	Telecommunications <sup>(1)</sup>	Cybersecurity <sup>(2)</sup>	Total
	Full Year ended 31 Dec			Full Year ended 31 Dec		
	2022 S\$m	2022 S\$m	2022 S\$m	2021 S\$m	2021 S\$m	2021 S\$m
Mobile <sup>(3)</sup>	564.4	-	564.4	525.0	-	525.0
Broadband <sup>(3)</sup>	242.4	-	242.4	193.8	-	193.8
Entertainment <sup>(3)</sup>	216.3	-	216.3	186.4	-	186.4
Enterprise Business	564.5	301.0	865.5	437.6	268.5	706.1
Sales of equipment	438.7	-	438.7	431.4	-	431.4
<b>Total revenue</b>	<b>2,026.2</b>	<b>301.0</b>	<b>2,327.3</b>	<b>1,774.1</b>	<b>268.5</b>	<b>2,042.6</b>
EBITDA	386.6	30.4	417.0	485.4	25.5	510.9
Depreciation & amortisation	(245.6)	(16.7)	(262.3)	(257.0)	(22.1)	(279.1)
Non-operating income	31.4	-	31.4	1.3	-	1.3
Non-operating expense	(60.1)	-	(60.1)	(3.0)	-	(3.0)
Finance income	8.2	-	8.2	4.1	0.1	4.1
Finance expense	(43.5)	(1.7)	(45.2)	(48.1)	(1.1)	(49.1)
Share of gain of associate (net of tax)	0.6	-	0.6	3.4	-	3.4
Share of gain of joint venture (net of tax)	3.5	-	3.5	1.7	-	1.7
<b>Profit before taxation</b>	<b>81.1</b>	<b>12.0</b>	<b>93.1</b>	<b>187.8</b>	<b>2.4</b>	<b>190.2</b>
Taxation	(20.8)	(2.5)	(23.3)	(39.4)	(0.8)	(40.1)
<b>Profit for the year</b>	<b>60.4</b>	<b>9.4</b>	<b>69.8</b>	<b>148.4</b>	<b>1.7</b>	<b>150.1</b>
<b>Assets and liabilities</b>						
Non-current assets	1,553.2	161.4	1,714.6	1,466.3	173.7	1,640.0
Current assets	1,083.2	336.1	1,419.3	1,358.1	244.8	1,602.9
<b>Total assets</b>	<b>2,636.4</b>	<b>497.5</b>	<b>3,133.9</b>	<b>2,824.4</b>	<b>418.5</b>	<b>3,242.9</b>
Borrowings	1,150.3	-	1,150.3	1,364.0	0.7	1,364.7
Other non-current liabilities	267.5	8.7	276.2	300.5	13.8	314.3
Other current liabilities	853.5	170.1	1,023.5	742.9	124.8	867.7
<b>Total liabilities</b>	<b>2,271.3</b>	<b>178.8</b>	<b>2,450.0</b>	<b>2,407.4</b>	<b>139.3</b>	<b>2,546.8</b>
<b>Other information</b>						
Capital expenditure	157.6	3.8	161.4	178.1	3.7	181.8
Free cash flow <sup>(4)</sup>	215.4	6.9	222.3	459.3	25.2	484.6

Notes:

(1) Telecommunications refers to the Group including Strateq which was acquired in 3Q2020 as well as JOS SG, JOS MY and MyRepublic Broadband which were acquired in 1Q2022

(2) Cybersecurity refers to Ensign and D'Crypt

(3) Comparatives have been restated to take into account the reclassification of Entertainment OTT from Mobile and Broadband to Entertainment

(4) Free Cash Flow refers to net cash from operating activities less purchase of fixed assets in the cash flow statement

## 20. INTERESTED PERSON TRANSACTIONS

	Nature of Relationship	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual (excluding transactions less than S\$100,000)* 1 January 2022 to 31 December 2022 S\$m	Aggregate value of all interested person transactions (excluding transactions less than S\$100,000 and transactions conducted under a shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual) 1 January 2022 to 31 December 2022 S\$m
<b>Transactions for the Sale of Goods &amp; Services</b>			
Capitaland Limited & its associates	Associates of StarHub Ltd 's controlling shareholder	4.3	-
SembCorp Industries Ltd & its associates		0.1	-
Singapore Power Limited & its associates		1.0	-
Singapore Airlines Limited		3.7	-
Singapore Technologies Engineering Ltd & its associates		1.0	-
Singapore Telecommunications Limited & its associates		12.8	-
Temasek Trust Ltd & its associates		0.1	-
Temasek Holdings (Private) Limited and its associates (other than those disclosed above)	Controlling shareholder of StarHub Ltd and its associates	34.2	-
		57.2	-
<b>Transactions for the Purchase of Goods &amp; Services</b>			
Capitaland Limited & its associates	Associates of StarHub Ltd 's controlling shareholder	5.2	-
SembCorp Industries Ltd & its associates		32.9	-
Singapore Technologies Engineering Ltd & its associates		1.0	-
Singapore Technologies Telemedia Pte Ltd & its associates		7.6	-
Singapore Telecommunications Limited & its associates		9.1	-
CLA Real Estate Holdings Pte. Ltd. & its associates		0.1	-
Temasek Holdings (Private) Limited and its associates (other than those disclosed above)	Controlling shareholder of StarHub Ltd and its associates	8.5	-
		64.4	-
<b>Capital call for capability funding and working capital</b>			
Ensign Technologies Pte. Ltd.(f.k.a. Leone Investments Pte. Ltd.) and Ensign InfoSecurity Pte. Ltd.	Associates of StarHub Ltd 's controlling shareholder	-	14.9
		-	14.9
<b>Capital call for subscription of preference shares in the capital of Keele Investments Pte. Ltd.</b>			
Ensign Technologies Pte. Ltd.(f.k.a. Leone Investments Pte. Ltd.) and Ensign InfoSecurity Pte. Ltd.	Associates of StarHub Ltd 's controlling shareholder	-	-
		-	-

## 21. SUBSEQUENT EVENTS

### Dividend declaration

The directors have proposed a final dividend of \$0.025 (2021: \$0.039) per share, tax-exempt (one-tier), totalling S\$43.2 million (2021: S\$67.5 million) in respect of the financial year ended 31 December 2022. This proposed final tax-exempt dividend has not been recognised as at year end and will be submitted for shareholders' approval at the forthcoming Annual General Meeting of the Company in 2023.

## 22. CONFIRMATION THAT THE ISSUER HAS PROCURED UNDERTAKINGS FROM ALL ITS DIRECTORS AND EXECUTIVE OFFICERS

The Company confirms that it has procured undertakings from all its directors and executive officers under Rule 720(1) of the Listing Manual of Singapore Exchange Securities Trading Limited.

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**ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT  
PURSUANT TO SGX APPENDIX 7.2 PART II**


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**1. SEGMENT PERFORMANCE**

For review of the segment performance, please refer to Section 1.3 “Group Performance Review”.

**2. BREAKDOWN OF SALES**

	<b>2022</b>	<b>2021</b>	<b>Incr / (Decr)</b>	
	<b>S\$m</b>	<b>S\$m</b>	<b>S\$m</b>	<b>%</b>
Total revenue reported for first half year	1,058.6	973.7	84.8	8.7
Operating profit after tax before deducting non-controlling interests reported for first half year	61.6	68.1	(6.5)	(9.6)
Total revenue reported for second half year	1,268.7	1,068.9	199.8	18.7
Operating profit after tax before deducting non-controlling interests reported for second half year	8.2	82.0	(73.8)	(90.0)

**3. TOTAL ANNUAL DIVIDEND (IN DOLLAR VALUE) FOR THE LATEST FULL YEAR AND PREVIOUS FULL YEAR**

	<b>Full Year ended 31 Dec</b>	
	<b>2022</b>	<b>2021</b>
	<b>S\$m</b>	<b>S\$m</b>
Ordinary shares (tax exempt 1-tier)		
Interim	43.3	43.3
Final (Proposed)	43.2	67.5
<b>Total Annual Dividend</b>	<b>86.5</b>	<b>110.8</b>

**4. REPORT OF PERSONS OCCUPYING MANAGERIAL POSITIONS WHO ARE RELATED TO A DIRECTOR, CEO OR SUBSTANTIAL SHAREHOLDER**

Pursuant to Rule 704(13) of the Listing Manual of Singapore Exchange Securities Trading Limited, the Company confirms that there is no person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a director, the Chief Executive Officer or substantial shareholder of the Company.