



INTRACO LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No.: 196800526Z)

RESPONSE TO SGX REGCO'S QUERIES IN RELATION TO THE COMPANY'S CONDENSED INTERIM FINANCIAL STATEMENT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023

The Board of Directors (the "**Board**") of Intraco Limited (the "**Company**" or together with its subsidiaries, the "**Group**") refers to the query raised by Singapore Exchange Regulation ("SGX RegCo") on 17 June 2023 in relation to the Company's condensed interim reporting for the financial period ended 30 June 2023 ("**2Q FY2023**") and wishes to provide the following information:

SGX-ST Query

1. In respect of the Group's trade and other receivable amounting to S\$28,344,000, please disclose:
 - a. the nature and breakdown of the trade and other receivable;
 - b. aging of the trade and other receivable;
 - c. details of the underlying transactions of its other receivables and the terms of the transactions; and
 - d. the actions taken to recover the other receivables.

Company's response to SGX-ST's query:

(i) Trade and other receivables

	<u>Note</u>	<u>2023</u> <u>S\$'000</u>
Trade receivables		25,689
Less: Allowance for impairment loss		(6,977)
Net trade receivables	1	18,712
Deposits		278
Related party	2	1,136
Other receivables		121
Commercial paper receivable	3	2,921
Interest receivables		204
	(ii)	23,372
Advance to suppliers	4	4,715
Prepayments		257
Total		28,344

Notes

- 1 – Trade receivables (net of impairment loss) arose from the Groups' trade receivables from both the trading and distribution and fire protection business segments.
- 2 – The amount due from related party pertains to the proceeds received from the disposal of 40% equity interest held in Tat Hong Intraco Pte. Ltd. in FY2022, as announced on 21 September 2022. The amount is unsecured, interest-free and repayable on demand.
- 3 – Commercial paper receivable relates to the Company's investment in a trade-backed commercial paper for enhanced returns. This amount was received on 3 July 2023.
- 4 – Advance to suppliers arose from the Group's trading and distribution business and accordingly are trade in nature.



(ii) Trade and other receivables aging

		<u>2023</u>
		<u>S\$'000</u>
<u>Trade and Other receivables aging</u>		
Not past due		15,051
Past due 0 - 30 days		6,540
Past due 31 - 120 days		1,619
More than 120 days		162
Total	(i)	<u>23,372</u>

2. Please disclose a breakdown of the Group's trade and other payables of S\$17,902,000 as at 30 June 2023. For other payables, please disclose the aging and nature of these payables and accruals and whether the counterparties are related parties.

Company's response to SGX-ST's query:

	<u>Note</u>	<u>2023</u>
		<u>S\$'000</u>
Trade payables	1	3,582
Accrued expenses	2	1,222
Other payables	3	186
Interest payable		12
Commercial paper payable	4	7,348
GST payable		200
		<u>12,550</u>
Advance from customers	5	5,352
Total		<u>17,902</u>

Notes

- 1 – Trade payables arose from the Group's trade payables from both the trading and distribution and fire protection business segments.
- 2 – Accrued expenses pertains to the accruals of non-trade transactions of the Group.
- 3 – Other payables are non-trade in nature, unsecured, interest-free and repayable on demand.
- 4 – This relates to the Company's issuance of commercial paper pursuant to its S\$50 million commercial paper programme and S\$50 million commercial paper facility programme in digital securities which the Group had announced on 2 March 2023 and 22 June 2023 respectively. An amount of S\$450,000 of this commercial paper were subscribed by certain of the Company's key officers. The amount had been fully repaid to the subscribers of the commercial paper including interest accrued.
- 5 – Advance from customers arose from the Group's trading and distribution (S\$0.6 million) and mobile radio infrastructure (S\$4.7 million) and accordingly are trade in nature.



3. Please provide the reason(s) for the significant trade and other payables of S\$17,902,000 when the Group recorded a cash and cash equivalents of S\$20,727,000 as at 30 June 2023.

Company's response to SGX-ST's query:

The trade and other payables mainly comprise the commercial paper payable as per query no 2 above. The proceeds raised from the commercial paper programme were used primarily by the Company's subsidiary to repay its short-term bank borrowings utilised for its trading and distribution business which reflects the decrease in the Group's loan and borrowings from S\$9.8 million as at 31 December 2022 to S\$2.5 million as at 30 June 2023, as such commercial paper has lower interest rates comparing to short-term borrowings. It is part of the Company's efforts for better management of balance sheet and cost savings initiative.

BY ORDER OF THE BOARD

Josephine Toh
Company Secretary
18 August 2023