



## GLOBAL INVACOM GROUP LIMITED

(Incorporated in Singapore)  
 (Company Registration Number 200202428H)  
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### FINANCIAL STATEMENT ANNOUNCEMENT FOR THE HALF-YEAR ENDED 30 JUNE 2020

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

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

Consolidated Statement of Comprehensive Income for the half-year ended 30 June 2020. These figures have not been audited.

	Group		Increase/ (Decrease) %
	1H FY2020 US\$'000	1H FY2019 US\$'000	
<b>Revenue</b>	<b>52,773</b>	<b>71,945</b>	<b>(26.6)</b>
Cost of sales	(40,423)	(56,866)	(28.9)
Gross profit	12,350	15,079	(18.1)
Other income	125	145	(13.8)
Distribution costs	(115)	(172)	(33.1)
Administrative expenses	(11,030)	(12,197)	(9.6)
Other operating expenses	(378)	(409)	(7.6)
Finance income	21	98	(78.6)
Finance costs	(429)	(410)	4.6
<b>Profit before income tax<sup>(1)</sup></b>	<b>544</b>	<b>2,134</b>	<b>(74.5)</b>
Income tax expense	(202)	(548)	(63.1)
<b>Profit for the period</b>	<b>342</b>	<b>1,586</b>	<b>(78.4)</b>

**Other comprehensive loss:**

Items that may be reclassified subsequently to profit or loss

- Exchange differences on translation of foreign subsidiaries

(105)	(98)	7.1
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**Other comprehensive loss for the period, net of tax**

<b>(105)</b>	<b>(98)</b>	<b>7.1</b>
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**Total comprehensive income for the period**

<b>237</b>	<b>1,488</b>	<b>(84.1)</b>
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**Profit for the period attributable to:**

Equity holders of the Company

345	1,586	(78.2)
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Non-controlling interests

(3)	-	N.M.
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<b>342</b>	<b>1,586</b>	<b>(78.4)</b>
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**Total comprehensive income for the period attributable to:**

Equity holders of the Company

240	1,488	(83.9)
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Non-controlling interests

(3)	-	N.M.
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<b>237</b>	<b>1,488</b>	<b>(84.1)</b>
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N.M.: Not Meaningful

**Note:**

(i) Profit before income tax was determined after (charging)/crediting the following:

	<b>Group</b>		
	<b>1H FY2020 US\$'000</b>	<b>1H FY2019 US\$'000</b>	<b>Increase/ (Decrease) %</b>
Interest income	21	98	(78.6)
Interest expense	(429)	(410)	4.6
Loss on foreign exchange	(102)	(380)	(73.2)
Write-back of payables	-	74	(100.0)
Loss on disposal of property, plant and equipment	-	(13)	(100.0)
Depreciation of property, plant and equipment	(1,388)	(1,573)	(11.8)
Amortisation of intangible assets	(446)	(460)	(3.0)
Depreciation of right-of-use assets	(1,076)	(1,152)	(6.6)
(Allowance)/Write-back for inventory obsolescence, net	(19)	264	N.M.
Impairment of trade receivables	(274)	-	N.M.
Bad debts written off	-	(16)	(100.0)
Research and development expense	(881)	(1,061)	(17.0)

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

	Group		Company	
	30 Jun 2020 US\$'000	31 Dec 2019 US\$'000	30 Jun 2020 US\$'000	31 Dec 2019 US\$'000
<b>ASSETS</b>				
<b>Non-current Assets</b>				
Property, plant and equipment	9,707	10,254	138	168
Right-of-use assets	6,655	7,533	88	144
Investments in subsidiaries	-	-	27,586	27,586
Goodwill	6,092	6,092	-	-
Intangible assets	2,678	3,104	-	-
Other financial assets	8	8	-	-
Deferred tax assets	975	975	-	-
Other receivables and prepayments	54	54	10,335	10,100
	<b>26,169</b>	<b>28,020</b>	<b>38,147</b>	<b>37,998</b>
<b>Current Assets</b>				
Due from subsidiaries	-	-	3,763	4,105
Inventories	27,032	25,795	-	-
Trade receivables	19,878	19,846	-	-
Other receivables and prepayments	2,286	1,909	3,479	3,407
Tax receivables	1	38	-	-
Cash and cash equivalents	7,478	8,912	274	610
	<b>56,675</b>	<b>56,500</b>	<b>7,516</b>	<b>8,122</b>
<b>Total assets</b>	<b>82,844</b>	<b>84,520</b>	<b>45,663</b>	<b>46,120</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital	60,423	60,423	74,240	74,240
Treasury shares	(1,656)	(1,656)	(1,656)	(1,656)
Reserves	(14,451)	(14,691)	(27,244)	(26,853)
Equity attributable to owners of the Company	44,316	44,076	45,340	45,731
Non-controlling interests	(14)	(11)	-	-
<b>Total equity</b>	<b>44,302</b>	<b>44,065</b>	<b>45,340</b>	<b>45,731</b>
<b>Non-current Liabilities</b>				
Other payables	108	108	-	-
Lease liabilities	5,766	5,948	-	35
Deferred tax liabilities	428	428	-	-
	<b>6,302</b>	<b>6,484</b>	<b>-</b>	<b>35</b>
<b>Current Liabilities</b>				
Due to subsidiaries	-	-	-	-
Trade payables	11,509	12,903	-	-
Other payables	9,165	10,238	233	238
Borrowings	10,261	8,929	-	-
Lease liabilities	1,162	1,897	90	116
Provision for income tax	143	4	-	-
	<b>32,240</b>	<b>33,971</b>	<b>323</b>	<b>354</b>
<b>Total liabilities</b>	<b>38,542</b>	<b>40,455</b>	<b>323</b>	<b>389</b>
<b>Total equity and liabilities</b>	<b>82,844</b>	<b>84,520</b>	<b>45,663</b>	<b>46,120</b>

**1(b)(ii) Aggregate amount of group's borrowings and debt securities.**

**Amount repayable in one year or less, or on demand**

As at 30 Jun 2020		As at 31 Dec 2019	
Secured	Unsecured	Secured	Unsecured
US\$'000	US\$'000	US\$'000	US\$'000
10,261	-	8,929	-

**Amount repayable after one year**

As at 30 Jun 2020		As at 31 Dec 2020	
Secured	Unsecured	Secured	Unsecured
US\$'000	US\$'000	US\$'000	US\$'000
-	-	-	-

**Details of any collateral**

The revolving credit loans of US\$10,261,000 were secured over the assets of the subsidiaries and corporate guarantees provided by the Company and the subsidiaries.

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

	Group	
	1H FY2020 US\$'000	1H FY2019 US\$'000
<b>Cash Flows from Operating Activities</b>		
Profit before income tax	544	2,134
Adjustments for:		
Depreciation of property, plant and equipment	1,388	1,573
Amortisation of intangible assets	446	460
Loss on disposal of property, plant and equipment	-	13
Depreciation of right-of-use assets	1,076	1,152
Allowance/(Write-back) for inventory obsolescence, net	19	(264)
Impairment of trade receivables	274	-
Bad debts written off	-	16
Unrealised exchange gain	(53)	(95)
Interest income	(21)	(98)
Interest expense	429	410
Share-based payments	-	2
Write-back of payables	-	(74)
<b>Operating cash flow before working capital changes</b>	<b>4,102</b>	<b>5,229</b>
Changes in working capital:		
Inventories	(1,256)	(174)
Trade receivables	(324)	2,746
Other receivables and prepayments	(395)	(142)
Trade and other payables	(2,756)	(5,303)
<b>Cash (used in)/generated from operating activities</b>	<b>(629)</b>	<b>2,356</b>
Interest paid	(60)	(235)
Income tax paid	-	(198)
<b>Net cash (used in)/generated from operating activities</b>	<b>(689)</b>	<b>1,923</b>
<b>Cash Flows from Investing Activities</b>		
Interest received	21	30
Purchase of property, plant and equipment	(966)	(1,842)
Proceeds from disposal of property, plant and equipment	-	1
Acquisition of a business	-	(279)
Payment for financial asset, at fair value through profit or loss	-	(500)
<b>Net cash used in investing activities</b>	<b>(945)</b>	<b>(2,590)</b>
<b>Cash Flows from Financing Activities</b>		
Proceeds from borrowings	23,238	36,494
Repayment of borrowings	(21,906)	(34,818)
Principal payment of lease liabilities	(1,109)	(1,459)
<b>Net cash generated from financing activities</b>	<b>223</b>	<b>217</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(1,411)</b>	<b>(450)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>8,912</b>	<b>8,381</b>
Effect of foreign exchange rate changes on the balance of cash held in foreign currencies	(23)	(40)
<b>Cash and cash equivalents at the end of the period<sup>(i)</sup></b>	<b>7,478</b>	<b>7,891</b>

**Note:**

- (i) For the purpose of presentation in the consolidated statement of cash flows, the consolidated cash and cash equivalents comprise the following:

	<b>1H FY2020 US\$'000</b>	<b>1H FY2019 US\$'000</b>
Cash and bank balances	7,449	7,861
Fixed deposits	29	30
<b>Cash and cash equivalents per the consolidated statement of cash flows</b>	<b>7,478</b>	<b>7,891</b>

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

Group	Share capital US\$'000	Treasury shares US\$'000	Merger reserves US\$'000	Capital redemption reserves US\$'000	Share options reserve US\$'000	Capital reserve US\$'000	Foreign currency translation reserve US\$'000	Retained profits US\$'000	Attributable to equity holders of the Company US\$'000	Non-controlling interests US\$'000	Total US\$'000
<b>Balance as at 1 January 2020</b>	<b>60,423</b>	<b>(1,656)</b>	<b>(10,150)</b>	<b>6</b>	<b>725</b>	<b>(5,109)</b>	<b>(1,217)</b>	<b>1,054</b>	<b>44,076</b>	<b>(11)</b>	<b>44,065</b>
Profit/(Loss) for the period	-	-	-	-	-	-	-	345	345	(3)	342
Other comprehensive loss:											
Exchange differences on translating foreign operations	-	-	-	-	-	-	(105)	-	(105)	-	(105)
Total other comprehensive (loss)/income for the period	-	-	-	-	-	-	(105)	345	240	(3)	237
<b>Balance as at 30 June 2020</b>	<b>60,423</b>	<b>(1,656)</b>	<b>(10,150)</b>	<b>6</b>	<b>725</b>	<b>(5,109)</b>	<b>(1,322)</b>	<b>1,399</b>	<b>44,316</b>	<b>(14)</b>	<b>44,302</b>
<b>Balance as at 1 January 2019</b>	<b>60,423</b>	<b>(1,656)</b>	<b>(10,150)</b>	<b>6</b>	<b>723</b>	<b>(3,560)</b>	<b>(1,289)</b>	<b>12,109</b>	<b>56,606</b>	<b>-</b>	<b>56,606</b>
Adoption of SFRS(I) 16	-	-	-	-	-	-	-	(239)	(239)	-	(239)
Adjusted balance at 1 January 2019	60,423	(1,656)	(10,150)	6	723	(3,560)	(1,289)	11,870	56,367	-	56,367
Share-based payments	-	-	-	-	2	-	-	-	2	-	2
Profit for the period	-	-	-	-	-	-	-	1,586	1,586	-	1,586
Other comprehensive loss:											
Exchange differences on translating foreign operations	-	-	-	-	-	-	(100)	-	(100)	-	(100)
Total other comprehensive (loss)/income for the period	-	-	-	-	-	-	(100)	1,586	1,486	-	1,486
<b>Balance as at 30 June 2019</b>	<b>60,423</b>	<b>(1,656)</b>	<b>(10,150)</b>	<b>6</b>	<b>725</b>	<b>(3,560)</b>	<b>(1,389)</b>	<b>13,456</b>	<b>57,855</b>	<b>-</b>	<b>57,855</b>

Company	Share capital US\$'000	Treasury shares US\$'000	Share options reserve US\$'000	Capital reserve US\$'000	Foreign currency translation reserve US\$'000	Accumulated losses US\$'000	Total US\$'000
<b>Balance as at 1 January 2020</b>	<b>74,240</b>	<b>(1,656)</b>	<b>725</b>	<b>(4,481)</b>	<b>(2,506)</b>	<b>(20,591)</b>	<b>45,731</b>
Loss for the period	-	-	-	-	-	(391)	(391)
Other comprehensive loss:							
Exchange differences on translating foreign operations	-	-	-	-	-	-	-
Total other comprehensive loss for the period	-	-	-	-	-	(391)	(391)
<b>Balance as at 30 June 2020</b>	<b>74,240</b>	<b>(1,656)</b>	<b>725</b>	<b>(4,481)</b>	<b>(2,506)</b>	<b>(20,982)</b>	<b>45,340</b>
<b>Balance as at 1 January 2019</b>	<b>74,240</b>	<b>(1,656)</b>	<b>723</b>	<b>(4,481)</b>	<b>(1,927)</b>	<b>(8,303)</b>	<b>58,596</b>
Adoption of SFRS(l) 16	-	-	-	-	-	(5)	(5)
Adjusted balance at 1 January 2019	74,240	(1,656)	723	(4,481)	(1,927)	(8,308)	58,591
Share-based payments	-	-	2	-	-	-	2
Profit for the period	-	-	-	-	-	1,812	1,812
Other comprehensive income:							
Exchange differences on translating foreign operations	-	-	-	-	-	-	-
Total other comprehensive income for the period	-	-	-	-	-	1,812	1,812
<b>Balance as at 30 June 2019</b>	<b>74,240</b>	<b>(1,656)</b>	<b>725</b>	<b>(4,481)</b>	<b>(1,927)</b>	<b>(6,496)</b>	<b>60,405</b>



- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on.

State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

1H FY2020	No. of shares	US\$'000
Balance as at 1 Jan 2020 and 30 Jun 2020	271,662,227	72,584
1H FY2019	No. of shares	US\$'000
Balance as at 1 Jan 2019 and 30 Jun 2019	271,662,227	72,584

There were 10,740,072 treasury shares held by the Company as at 30 June 2020 and 30 June 2019 and there was no subsidiary holdings.

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

	30 Jun 2020	31 Dec 2019
Total number of issued shares excluding treasury shares	271,662,227	271,662,227

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

1H FY2020	No. of shares	US\$'000
Balance as at 1 Jan 2020 and 30 Jun 2020	10,740,072	1,656

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

1H FY2020	No. of shares	US\$'000
Balance as at 1 Jan 2020 and 30 Jun 2020	-	-

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

These figures have not been audited or reviewed.

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

Not applicable.

- 3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion: -**
- (a) Updates on the efforts taken to resolve each outstanding audit issues.
- (b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

Not applicable.

- 4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation consistent with those used in the most recent audited financial statements for the year ended 31 December 2019.

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

The Group has adopted various new and revised SFRS(I)s and IFRSs that are relevant to its operations and effective for the period beginning 1 January 2020. The adoption of the new and revised SFRS(I)s and IFRSs has no material financial impact on the Group's financial statements.

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

Earnings per ordinary share of the Group, after deducting any provision for preference dividends	Group	
	1H FY2020 US\$	1H FY2019 US\$
(a) Based on weighted average number of ordinary shares on issue; and	0.13 cent	0.58 cent
(b) On a fully diluted basis	0.13 cent*	0.58 cent*
Weighted average number of ordinary shares used in computation of basic earnings per share	271,662,227	271,662,227
Weighted average number of ordinary shares used in computation of diluted earnings per share	271,662,227	271,662,227

\* Diluted earnings per share are the same as the basic earnings per share because the potential ordinary shares to be converted are anti-dilutive as the effect of the share conversion would be to increase the earnings per share.

- 7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:**
- (a) current financial period reported on; and
- (b) immediately preceding financial year.

	Group		Company	
	30 Jun 2020 US\$	31 Dec 2019 US\$	30 Jun 2020 US\$	31 Dec 2019 US\$
Net asset value per ordinary share based on issued share capital	16.31 cents	16.22 cents	16.69 cents	16.83 cents
Total number of issued shares	271,662,227	271,662,227	271,662,227	271,662,227

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:**
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
  - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

### **Review of Financial Performance**

#### ***Revenue***

The Group's revenue for the six months ended 30 June 2020 ("1H FY2020") decreased by US\$19.1 million to US\$52.8 million from US\$71.9 million in the prior year ("1H FY2019"). The current COVID-19 pandemic situation has impacted on the business of the Group globally. It has resulted in the reduced orders from our customers and some impact on our production facilities around the world as we adapted our working practices to comply with regional variations on social distancing and best practices during this pandemic.

Geographically, the Group's revenue for 1H FY2020 decreased in America, Europe and Rest of the World by US\$16.3 million (-31.3%), US\$3.0 million (-19.8%) and US\$0.6 million (-19.3%), respectively, offset by an increase in Asia by US\$0.8 million (+71.2%).

#### ***Gross Profit***

The decrease in revenue has resulted in a 18.1% decrease in gross profit from US\$15.1 million in 1H FY2019 to US\$12.4 million in 1H FY2020. Despite the decrease in gross profit, gross profit margin improved by 2.4 percentage points from 21.0% to 23.4% from improved product mix and manufacturing improvements.

#### ***Other Income***

Other income in 1H FY2020 derived mainly from the government support in Singapore and Israel pertaining to the COVID-19 pandemic and government subsidies in China.

#### ***Administrative Expenses***

Administrative expenses for 1H FY2020 decreased 9.6% to US\$11.0 million compared to US\$12.2 million in 1H FY2019, representing 20.9% and 17.0% of revenue, respectively. The ongoing cost control measures across the Group globally, coupled with reduction in travelling, marketing, trade shows etc during this pandemic period has resulted in lower administrative expenses incurred.

#### ***Other Operating Expenses***

Other operating expenses in 1H FY2020 were attributed mainly from foreign exchange losses and the impairment of trade receivables from the UK customers.

#### ***Profit Before Tax & Net Profit***

The Group posted a profit before tax of US\$0.5 million in 1H FY2020, compared to US\$2.1 million the prior year, representing margins of 1.0% and 3.0%, respectively.

Overall, the Group posted a net profit of US\$0.3 million in 1H FY2020, compared to US\$1.6 million in 1H FY2019, representing net margins of 0.6% and 2.2%, respectively.

### **Review of Financial Position**

Non-current assets decreased by US\$1.9 million to US\$26.2 million as at 30 June 2020, due to the depreciation of plant and equipment and the right-of-use assets and the amortisation of intangible assets.

Net current assets increased by US\$1.9 million to US\$24.4 million as at 30 June 2020 compared to US\$22.5 million as at 31 December 2019. Inventories and trade and other receivables increased by US\$1.2 million and US\$0.4 million, respectively, due to slower movement of goods during this period, offset by a decrease in trade and other payables of US\$2.4 million, attributed to the continuing payment to suppliers and the settlement of compensation costs in Shanghai. Cash and cash equivalents decreased by US\$1.4 million to US\$7.5 million from US\$8.9 million and borrowings increased by US\$1.3 million to

US\$10.3 million from US\$8.9 million as at 30 June 2020 and 31 December 2019, respectively. Provision for income tax increased by US\$0.1 million and the repayment of leases has resulted in a decrease in the current portion of lease liabilities by US\$0.7 million.

Similarly, with the repayment of leases, the non-current portion of the lease liabilities decreased by US\$0.2 million to US\$5.8 million as at 30 June 2020.

The Group's net asset value stood at US\$44.3 million as at 30 June 2020, compared to US\$44.1 million as at 31 December 2019.

### **Review of Cash Flows**

In 1H FY2020, net cash used in operating activities amounted to US\$0.7 million, comprising US\$4.1 million cash inflow from operating activities (before working capital changes), US\$4.7 million net working capital outflow and US\$0.1 million payment of interest.

Net cash used in investing activities in 1H FY2020 amounted to US\$0.9 million, mainly due to the purchase of machinery and equipment.

Net cash generated from financing activities amounted to US\$0.2 million in 1H FY2020, attributable to the net proceeds of borrowings offset by the repayment of lease liabilities.

Overall, the Group recorded a net decrease in cash and cash equivalents amounting to US\$1.4 million in 1H FY2020, bringing cash and cash equivalents per the consolidated statement of cash flows to US\$7.5 million as at 30 June 2020.

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

No prospect statement was made.

**10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

The COVID-19 global pandemic has impacted sales and profit growth in the period. However, the Group is pleased to report that the majority of its factories remained operational, with office and R&D staff successfully transitioning to remote working. Our people are now slowly and safely returning to work, after the Group carried out rigorous risk assessments and implemented safe-distancing and hygiene procedures throughout the business.

The Group's manufacturing sites continued to see demand from key customers throughout the pandemic as the Group and the markets which it serves, including the Communication and Medical markets, are deemed an essential supply. Despite these sites remaining open, significant market-wide disruption to our global sales efforts has ultimately impacted growth. The Group has particularly noted slowdowns in areas where installers are required to be physically on site – something that the lockdown procedures in many regions would not allow. We anticipate that, as lockdown eases, this business will gradually return.

The Group delivered 1H FY2020 sales of US\$52.8 million, with lower demand in America and Europe partially offset by increased demand across Asia. The United States, which remains a significant market for the Group, remains in lockdown and has seen a fall in anticipated orders.

The Group's Shanghai site ceased manufacturing in July 2020, though it will continue to support certain supply chain functions going forward. The Group has continued the transition to its third-party subcontract manufacturer in the Philippines and this should deliver manufacturing efficiencies to the Group, while maximising our sales pipeline across Asia and reducing the Group's exposure to trade disputes between China and the United States.

Despite the current negative headwinds caused by the pandemic, Global Invacom's products are expected to continue to play a crucial role in meeting global demand for data and connectivity, especially where security of transmission is important, for telecoms data backhaul or in rural areas and less developed regions where physical fibre or cable is not commercially viable.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on?

None.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

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

None.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

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

Due to the operating conditions faced by the Group, no dividend has been declared or recommended for the six months ended 30 June 2020.

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

The Company does not have a shareholders' mandate for IPTs for the six months ended 30 June 2020.

**14. Confirmation that the Company has procured undertaking from all its directors and executive officers pursuant to Rule 720(1).**

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

**CONFIRMATION BY THE BOARD OF DIRECTORS (THE “BOARD”) PURSUANT TO RULE 705(5) OF THE LISTING MANUAL**

We do hereby confirm, for and on behalf of the Board of Global Invacom Group Limited (the “Company”), that to the best of our knowledge, nothing has come to the attention of the Board of the Company which may render the financial results for the six months ended 30 June 2020 to be false or misleading in any material aspect.

**On behalf of the Board**

**Anthony Brian Taylor**  
Director

**Matthew Jonathan Garner**  
Director

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BY ORDER OF THE BOARD  
Anthony Brian Taylor  
Executive Chairman

13 August 2020

The information communicated in this announcement contains inside information for the purposes of Article 7 of the Market Abuse Regulation (EU) No. 596/2014.