

**NET PACIFIC FINANCIAL HOLDINGS LIMITED
AND ITS SUBSIDIARIES**

(Registration Number: 200300326D)

**Condensed Interim Financial Statements
For the second quarter and six months ended 30 June 2022**

Pursuant to Rule 705(2C) of the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalist (the "Catalist Rules"), the Company is required to announce its quarterly financial statements in view of the qualified opinion issued by the Company's auditors in the latest audited financial statements for the financial year ended 31 December 2021.

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A. Condensed interim consolidated statement of profit or loss and other comprehensive income

For the second quarter and six months ended 30 June 2022

	The Group			The Group		
	Second quarter ended 30 June		% + / (-)	Half year ended 30 June		% + / (-)
	2022	2021		2022	2021	
	HK\$'000	HK\$'000	HK\$'000	HK\$'000		
Revenue	826	826	-	1,647	1,647	-
Other income	235	101	133	303	171	77
Administrative expenses	(1,279)	(1,335)	(4)	(2,342)	(2,659)	(12)
Other expenses	(3,032)	(480)	NM	(1,664)	(1,050)	58
Loss before taxation	(3,250)	(888)	NM	(2,056)	(1,891)	9
Income tax expense	(121)	(133)	(9)	(241)	(257)	(6)
Loss representing comprehensive income for the period and attributable to the equity holders of the company	(3,371)	(1,021)	NM	(2,297)	(2,148)	7

NM - Not meaningful

Loss per share

	The Group	
	Half year ended 30 June	
	2022	2021
Loss per ordinary share		
- Basic (Hong Kong cents) [A]	(0.44)	(0.41)
- Diluted (Hong Kong cents) [B]	(0.44)	(0.41)

[A] The calculation of basic loss per ordinary share was based on 525,630,328 shares (HY2021 : 525,630,328 shares) being the weighted average number of ordinary shares in issue during the period.

[B] The calculation of diluted loss per ordinary share was based on 525,630,328 shares (HY2021 : 525,630,328) being the weighted average number of ordinary shares in issue during the period. There were no outstanding share options as at 30 June 2022 and 30 June 2021 as no options were issued prior to expiry of the option scheme in May 2021.

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B. Condensed interim consolidated statement of financial position

As at 30 June 2022

	Note	The Group		The Company	
		As at 30/06/22 HK\$'000	As at 31/12/21 HK\$'000	As at 30/06/22 HK\$'000	As at 31/12/21 HK\$'000
Non-current assets					
Plant and equipment	9	12	15	12	15
Right-of-use assets		-	33	-	33
Investment in subsidiaries		-	-	1,069	1,069
		12	48	1,081	1,117
Current assets					
Loans and advances	11	27,600	27,600	-	-
Other receivables	10	37,580	41,147	78,583	83,795
Cash and cash equivalents		38,916	40,891	2,098	2,655
		104,096	109,638	80,681	86,450
Total assets		104,108	109,686	81,762	87,567
Equity attributable to owners of the Company					
Share capital	12	145,105	145,105	145,105	145,105
Accumulated losses		(46,286)	(43,989)	(64,420)	(59,500)
Total Equity		98,819	101,116	80,685	85,605
Current liabilities					
Other payables	13	4,888	8,377	1,077	1,929
Lease liabilities		-	33	-	33
Current tax payable		401	160	-	-
		5,289	8,570	1,077	1,962
Total liabilities		5,289	8,570	1,077	1,962
Total equity and liabilities		104,108	109,686	81,762	87,567

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C. Condensed interim consolidated statement of cash flows

For the second quarter and six months ended 30 June 2022

	The Group	
	Half year ended 30 June	
	2022 HK\$'000	2021 HK\$'000
<u>Cash flows from operating activities:</u>		
Loss before taxation	(2,056)	(1,891)
<i>Adjustments for:</i>		
Depreciation of plant and equipment	3	5
Depreciation of right-of-use assets	33	37
Interest income	(1,647)	(1,647)
Interest expense on lease liabilities	-	4
Operating loss before changes in working capital changes	(3,667)	(3,492)
Changes in loans and advances	-	465
Changes in other receivables	4,462	865
Changes in other payables	(3,489)	(1,049)
Cash used in operating activities	(2,694)	(3,211)
Interest income received	576	576
Dividend income received	140	150
Income tax refunded / (paid)	36	(148)
Net cash used in operating activities	(1,942)	(2,633)
<u>Cash flows from financing activities:</u>		
Payment of principal portion of lease liabilities	(33)	(37)
Interest paid	-	(4)
Net cash used in financing activities	(33)	(41)
Net decrease in cash and cash equivalents	(1,975)	(2,674)
Cash and cash equivalents at beginning of the financial period	40,891	41,707
Cash and cash equivalents at end of the financial period	38,916	39,033

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D. Condensed interim statements of changes in equity

For the second quarter and six months ended 30 June 2022

	Attributable to equity holders of the Company				
	Share Capital	Share Option Reserve	Fair Value Reserve	Accumulated Losses	Total Equity
The Group	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
As at 1 January 2021	145,105	340	(54)	(44,864)	100,527
Total loss and comprehensive loss for the period	-	-	-	(2,148)	(2,148)
Employee share option scheme	-	(340)	-	340	-
As at 30 June 2021	145,105	-	(54)	(46,672)	98,379
As at 1 January 2022	145,105	-	-	(43,989)	101,116
Total loss and comprehensive loss for the period	-	-	-	(2,297)	(2,297)
As at 30 June 2022	145,105	-	-	(46,286)	98,819

	Share Capital	Share Option Reserve	Accumulated Losses	Total Equity
The Company	HK\$'000	HK\$'000	HK\$'000	HK\$'000
As at 1 January 2021	145,105	340	(57,486)	87,959
Total loss and comprehensive loss for the period	-	-	(3,553)	(3,553)
Employee share option scheme	-	(340)	340	-
As at 30 June 2021	145,105	-	(60,699)	84,406
As at 1 January 2022	145,105	-	(59,500)	85,605
Total loss and comprehensive loss for the period	-	-	(4,920)	(4,920)
As at 30 June 2022	145,105	-	(64,420)	80,685

* There were no other comprehensive income items.

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E. Notes to the condensed interim financial statements

1 Corporate information

Net Pacific Financial Holdings Limited ("**the Company**") is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"). The Company is incorporated as a limited liability company and domiciled in the Republic of Singapore.

The registered office of the Company is located at 35 Selegie Road, #10-25, Singapore 188307.

The principal activities of the Company are investment holding and has business operations through its foreign subsidiaries in the area of the provision of financing services.

The condensed interim consolidated financial statements as at and for the second quarter and six months ended 30 June 2022 comprise the financial statements of the Company and its subsidiaries (collectively "**the Group**").

2 Basis of preparation

The condensed interim financial statements for the second quarter and half year ended 30 June 2022 have been prepared in accordance with Singapore Financial Reporting Standards (International) 34 Interim Financial Reporting ("SFRS (I) 1-34"). The condensed interim financial statements do not include all the information required for the Group's financial statement. Accordingly, this report should be read in conjunction with the Group's annual report for the financial year ended 31 December 2021 and any public announcements made by the Company during the interim reporting period.

The accounting policies adopted are consistent with those followed in the preparation of the Group's annual report for the financial year ended 31 December 2021, except for the adoption of new and amended standards effective for the current reporting period as set out in Note 2.1.

The condensed interim financial statements are presented in Hong Kong dollar which is the Company's functional currency.

2.1 New and amended standards adopted by the Group

A number of amendments to Singapore Financial Reporting Standards ("**Standards**") have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those Standards.

2.2 Use of judgement and estimates

In preparing the condensed interim financial statements for the second quarter and half year ended 30 June 2022, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2021 and the interim report for 1Q2022.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is included in the following notes:

Note 2	- Determination of functional currency
Note 11 and 10	- Allowance for expected credit loss (" ECL ") of loans and advances and other receivables

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next interim period are included in the following notes:

Note 10	- Impairment of amounts due from subsidiaries
Note 10	- Impairment of receivables due from Intermediary

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3 Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

4 Segment and revenue information

For management purposes, the Group is organised into the following reportable operating segments as follows:

(1) Financing Business

The financing segment is the business of the provision of financing services in the PRC, the Hong Kong Special Administrative Region and Australia, which include the provision of working capital financing, asset-backed loans, mezzanine loans and investments in companies with good fundamentals and growth potential.

(2) Investment

The investment segment is the business of investing in short term financial instruments using cash on hand pending further loan disbursement or investment opportunities under the Financing Business. There is no operating segment that has been aggregated to form this reportable operating segment

4.1 Reportable segments

	Financing Business		Investment		Consolidated	
	Half year ended 30 June 22	Half year ended 30 June 21	Half year ended 30 June 22	Half year ended 30 June 21	Half year ended 30 June 22	Half year ended 30 June 21
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Total revenue by segments	1,647	1,647	-	-	1,647	1,647
External revenue	1,647	1,647	-	-	1,647	1,647
Segment (loss) / profit	(248)	60	-	-	(248)	60
Unallocated expenses					(1,772)	(1,909)
Depreciation of plant and equipment					(3)	(5)
Depreciation of right-of-use assets					(33)	(37)
Loss before tax					(2,056)	(1,891)
Income tax expense					(241)	(257)
Loss for the period					(2,297)	(2,148)
Segment assets	101,871	104,179	-	-	101,871	96,625
Unallocated assets					2,237	3,762
Total assets per statement of financial position					104,108	100,387
Segment liabilities	4,210	386	-	-	4,210	581
Current income tax liabilities					-	33
Unallocated liabilities					1,079	1,340
Total liabilities per statement of financial position					5,289	1,954

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4.2 Geographical information

	The Group		The Group	
	Second quarter ended 30 June		Half year ended 30 June	
	2022	2021	2022	2021
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Revenue				
PRC & Hong Kong	676	676	1,347	1,347
British Virgin Islands	150	150	300	300
	826	826	1,647	1,647
Non-current assets				
Singapore	12	143	12	143
British Virgin Islands	-	2,421	-	2,421
	12	2,564	12	2,564

5 Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2022 and 31 December 2021:

	The Group		The Company	
	As at 30/06/22	As at 31/12/21	As at 30/06/22	As at 31/12/21
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Financial assets at amortised cost				
Loans and advances	27,600	27,600	-	-
Other receivables ⁽¹⁾	37,537	41,071	78,540	83,719
Cash and cash equivalents	38,916	40,891	2,098	2,655
	104,053	109,562	80,638	86,374
Financial liabilities at amortised cost				
Other payables	4,888	8,377	1,077	1,929
Lease liabilities	-	33	-	33
	4,888	8,410	1,077	1,962

(1) Excludes prepayment

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6 Profit before tax

6.1 Loss after tax is arrived at after crediting / (charging) the following items:

	The Group		The Group	
	Second quarter ended 30 June		Half year ended 30 June	
	2022	2021	2022	2021
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Foreign exchange losses	(3,032)	(478)	(1,664)	(1,046)
Interest expense on lease liabilities	-	(2)	-	(4)
Other income	235	101	303	171
Depreciation of plant and equipment	(1)	(3)	(3)	(5)
Depreciation of right-of-use assets	(13)	(19)	(33)	(37)

6.2 Related party transactions

There are no related party transactions during the current reporting period.

7 Taxation

The Group calculates the current reporting period's income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	The Group		The Group	
	Second quarter ended 30 June		Half year ended 30 June	
	2022	2021	2022	2021
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Current income tax expense				
Current year	121	133	241	257
Under / (over) provision in respect of prior year	-	-	-	-
	121	133	241	257

8 Net asset value

	The Group		The Company	
	As at 30/06/22	As at 31/12/21	As at 30/06/22	As at 31/12/21
	Net asset value per ordinary share (Hong Kong cents)	18.80	19.30	15.35

Net asset value per ordinary share was computed based on the number of ordinary shares outstanding of 525,630,328 shares as at 30 June 2022 (31 December 2021: 525,630,328).

9 Plant and equipment

There are no acquisition and disposal of assets during the six months ended 30 June 2022 and 30 June 2021.

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10 Other receivables

	The Group		The Company	
	As at 30/06/22 HK\$'000	As at 31/12/21 HK\$'000	As at 30/06/22 HK\$'000	As at 31/12/21 HK\$'000
Interest receivable	1,167	96	-	-
Dividend receivable	740	880	-	-
	1,907	976	-	-
Expected credit losses:				
At beginning	-	(24,858)	-	-
Write-off	-	23,737	-	-
Foreign exchange difference	-	1,121	-	-
At end	-	-	-	-
Net interest and dividend receivables	1,907	976	-	-
Deposits	23	23	15	15
Other receivables (a)	35,607	40,072	68	12
Amounts due from subsidiaries (non-trade) (b)	-	-	131,965	134,013
	37,537	41,071	132,048	134,040
Expected credit losses:				
At beginning	-	-	(50,321)	(51,337)
Allowance for expected credit loss	-	-	(3,187)	1,016
At end	-	-	(53,508)	(50,321)
Net other receivables	37,537	41,071	78,540	83,719
Income tax recoverable	-	36	-	36
Prepayments	43	40	43	40
Total other receivables	37,580	41,147	78,583	83,795
Presented as:				
- Non-current	-	-	-	-
- Current	37,580	41,147	78,583	83,795
	37,580	41,147	78,583	83,795

Note (a) - Other receivables comprise mainly:

- HK\$30,318,000 (31 December 2021 - HK\$34,839,000) due from Intermediary which facilitated the Group in granting loans to borrowers located in Australia ("**Intermediary**"). Included in this balance is mainly receivable arising from the settlement of the loans to borrowers in Australia with the Intermediary in the form of properties and cash under two different deeds of settlement:

- On 25 June 2019, the Intermediary had entered into Deed of Settlement and Release ("**Deed**") with two borrowers pursuant to which it was agreed that the parties to the Deed would release each other from the performance of any and all of their obligations under the loan agreements entered into between the Intermediary and the borrowers, and any and all claims which exist in respect of the conditional agreements entered on 12 November 2017. Under the Deed, cash of AUD487,000 and the ownership in five properties in Australia were transferred to the Intermediary as settlement of the loans previously granted by the Group to the two borrowers via the Intermediary. On 7 November 2019, the Intermediary confirmed and agreed that all the proceeds received under the provision of the Deed and the subsequent sale of the five properties shall be paid to the Group in accordance to the terms and conditions as set out in the original loan agreements between the relevant parties. The Group and the Intermediary have an arrangement to settle the balances due to or due from each other on a net basis.

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10 Other receivables (contd)

-On 6 August 2021, the Intermediary entered into a similar Deed of Settlement and Release with three remaining borrowers ("**2021 Deed**") pursuant to which it was agreed that the parties to the Deed would release each other from the performance of any and all of their obligations under the loan agreements entered into between the Intermediary and the borrowers. Under the 2021 Deed, cash of AUD4,196,750 and the ownership in three properties in Australia will be transferred to the Intermediary as settlement of the loans previously granted by the Group to the remaining three borrowers via the Intermediary. The Intermediary confirmed and agreed that all the proceeds received under the provision of the 2021 Deed and the subsequent sale of the three properties shall be paid to the Group in accordance to the terms and conditions as set out in the original loan agreements between the relevant parties.

• HK\$4,467,000 (31 December 2021 - HK\$5,067,000) due from an external buyer on the disposal of financial asset at fair value through profit or loss. The balance is unsecured, interest-free and repayable over a two-year period commencing in FY2021. During the financial year ended 31 December 2020, the external buyer has requested and the Company has agreed to revise the payment schedule until 31 December 2022.

Note (b)

The amounts due from subsidiaries are non-trade in nature, unsecured, bear interest at rate of 0.11% (2021 - 0.87%) per annum and are repayable on demand. At the end of the reporting period, the Company evaluated its subsidiaries' financial performance to meet the contractual cash flow obligations and had provided an additional expected credit loss of HK\$3,187,000 (2021 - reversal of expected credit loss of HK\$1,016,000) on the non-trade amounts due from a subsidiary.

11 Loans and advances

	The Group	
	As at 30/06/22 HK\$'000	As at 31/12/21 HK\$'000
Loans and advances repayable within one year	27,600	27,600
Expected credit losses:		
At beginning	-	(18,235)
Reversal of over provision of allowance for expected credit losses	-	4,165
Allowance utilised upon settlement of loans	-	13,247
Foreign exchange difference	-	823
At end	-	-
Net loans and advances	27,600	27,600

12 Share capital

	Number of shares	HK\$'000
Issued and fully paid, with no par value	525,630,328	145,105

There was no movement in the issued and paid-up capital of the Company since 31 December 2021.

There were no outstanding convertibles as at 30 June 2022 and 31 December 2021.

The Company did not hold any treasury shares as at 30 June 2022 and 31 December 2021. There was no sale, transfer, disposal, cancellation and use of treasury shares during the six months ended 30 June 2022, and as at 31 December

There were no subsidiary holdings as at 30 June 2022 and 30 June 2021.

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13 Other payables

	The Group		The Company	
	As at 30/06/22 HK\$'000	As at 31/12/21 HK\$'000	As at 30/06/22 HK\$'000	As at 31/12/21 HK\$'000
Accrued operating expenses	4,888	8,377	1,077	1,929

14 Borrowings

The Group has no outstanding borrowings and debt securities as at 30 June 2022 and 31 December 2021.

15 Subsequent events

There are no known subsequent events which have led to adjustments to this set of interim financial statements.

F. OTHER INFORMATION PURSUANT TO APPENDIX 7C OF THE CATALIST RULES

16 Whether the figures have been audited, or reviewed and in accordance with which auditing standards or practice

The condensed interim statements of financial position of Net Pacific Financial Holdings Limited and its subsidiaries as at 30 June 2022 and the related condensed interim consolidated statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim consolidated statement of cash flows for the second quarter and six-month period ended 30 June 2022 and explanatory notes have not been audited or reviewed by the Company's auditors.

17 Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion: - (a) Updates on the efforts taken to resolve each outstanding audit issue; and (b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed. This is not required for any audit issue that is a material uncertainty relating to going concern.

The basis for the qualified opinion in the annual report for the financial year ended 31 December 2021 was as below. For details, please refer to Independent Auditors Report for the year ended 31 December 2021 (as announced on 11 April 2022).

(1) Accuracy and recoverability of the loans to Australian borrowers

The qualified opinion in the annual report for the financial year ended 31 December 2021 released on 11 April 2022 ("FY2021 Annual Report") relates to the Group's opening balances as at 1 January 2021 and movement during FY2021, as a result of the qualification on the accuracy and recoverability of the carrying value of the loans to the Borrowers of HK\$18,585,000 for the financial year ended 31 December 2020.

The auditor's opinion on FY2021's financial statements is also modified because of the possible effects of this matter on the comparability of the current year's figures and corresponding figures.

(2) Recoverability of amounts due from a subsidiary - Company level

The Company has recomputed the recoverable amount and noted the impairment has no impact on the Group's results for the financial period ended 30 June 2022.

The Board is of the view that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

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- 18 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 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**

Consolidated statement of comprehensive income

The Group recorded a revenue of HK\$1.6 million in the half year ended 30 June 2022 ("HY2022"), which is comparable to that in the half year ended 30 June 2021 ("HY2021") as the Group's loan portfolio has remained the same.

Other income was higher in HY2022 due to a one-time late payment penalty received from the Australian borrower in the second quarter ended 30 June 2022 ("2Q2022").

Total operating expenses of the Group was lower in HY2022 as compared to HY2021 mainly due to higher professional fees incurred in HY2021 as the Group had been seeking advice from the legal advisors and consultants on ways to settle the loans from Australian borrowers.

Other expenses relate mainly to the foreign exchange loss of HK\$1.7 million (HY2021 - HK\$1.0 million) arising from the revaluation of the Group's other receivables denominated in AUD as a result of depreciation of AUD against HK\$ in HY2022 and HY2021.

Other expenses was higher in 2Q2022 mainly due to the foreign exchange loss recorded in 2Q2022 arising from revaluation of the Group's other receivables denominated in AUD as AUD depreciated against HK\$, a reversal from a foreign exchange gain recorded in first quarter ended 31 March 2022 when AUD appreciated against HK\$.

As a result of the foregoing, the Group reported a net loss of HK\$2.3 million in HY2022 as compared to a net loss of HK\$2.1 million in HY2021.

Consolidated statements of financial position

The Group's total loans and advances at HK\$27.6 million as at 30 June 2022, all of which are current, are the same as that as at 31 December 2021.

The Group's other receivables, all current as at 30 June 2022, were lower as at 30 June 2022 mainly due to payments from an external buyer on the disposal of financial assets at fair value through profit or loss as disclosed under Note 10 above, and settlement of legal fees via the amount receivable from the intermediary.

Other payables and accrued liabilities of the Group were lower as at 30 June 2022 mainly due to payment of expenses related to (i) the settlement with Australian borrowers and (ii) directors fees for FY2021 as approved by shareholders during AGM.

Consolidated statements of cash flow

Net cash used in operating activities was HK\$1.9 million in HY2022 mainly due to the Group's operating loss before working capital in HY2022.

The Board confirms that the Group is able to meet its short term debt obligations when they fall due with cash and cash equivalent of HK\$38.9 million and no outstanding borrowings as at 30 June 2022.

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

Not applicable as there was no forecast or prospect statement previously disclosed to the Company's shareholders.

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20 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 economic uncertainty brought about by the prevailing COVID-19 pandemic despite the fact that many countries have since adopted the 'live with COVID-19' approach, may affect the level of profitability and liquidity of potential and existing customers. The Company will continue to monitor closely the development with no exceptional issues noted at this juncture.

As the world continues its fight against the COVID-19 outbreak, the Directors are mindful of the challenging market sentiment and have been making efforts to ensure that the Group's investment and credit risks are well managed. The Directors will continue to be prudent in deploying capital as well as executing stringent due diligence on existing and new borrowers in 2022.

The Group will continue to monitor the current COVID-19 situation while ensuring adequate liquidity and financial strength to sustain its operations and business growth. The Company will also continue to explore and review opportunities to diversify its business so as to boost growth and enhance shareholder value. The Company will make the necessary announcements should there be material developments on this front.

21 Dividend

If a decision regarding dividend has been made:

(a) whether an interim (final) dividend has been declared (recommended); and

No dividends were paid or declared during the financial period ended 30 June 2022 and during the corresponding financial period ended 30 June 2021 because the Group was not profitable in HY2022.

(b) Amount per share (cents) and previous corresponding period (cents)

Not applicable. No dividend was declared or recommended for previous corresponding period ended 30 June 2021.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable

(d) The date the dividend is payable - Not applicable

(e) Book closure date - Not applicable

22 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 IPT mandate has been obtained, a statement to that effect.

The Company did not obtain any general mandate from its shareholders for IPTs.

There was no IPT with a value of S\$100,000 and above entered into during the financial period ended 30 June 2022.

NET PACIFIC FINANCIAL HOLDINGS LIMITED AND ITS SUBSIDIARIES

(Registration Number: 200300326D)

23 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1)

The Company has procured signed undertakings from all its directors and executive officers based on Appendix 7H of the SGX-ST Catalist Listing Manual.

24 Additional information required pursuant to Rule 706A

Not applicable. The Company did not acquire and/or dispose shares in any companies during HY2022.

BY ORDER OF THE BOARD

Ong Chor Wei @ Alan Ong
Chief Executive Officer
10 August 2022

This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

The contact person for the Sponsor is Ms. Foo Jien Jieng, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.

**NET PACIFIC FINANCIAL HOLDINGS LIMITED
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Negative confirmation pursuant to Rule 705(5)

The board of directors confirms that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial statements of the Group for the second quarter and half year ended 30 June 2022 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Zhou Wen Jie
Non-Independent Non-Executive Director

Ong Chor Wei @ Alan Ong
Executive Director & Chief Executive Officer