

ARION ENTERTAINMENT SINGAPORE LIMITED

CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2021

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

1(a) Condensed interim consolidated statement of profit or loss and other comprehensive income together with a comparative statement for the corresponding period of the immediately preceding financial year.

		Group		
		S\$'000		
		(Unaudited)		
	Note	30/09/2021	30/09/2020	% Increase/ (Decrease)
Revenue				
Publishing		522	493	5.9
Other gains	(i)	4	17	(76.5)
Expenses				
Printing and editorial costs		(294)	(273)	7.7
Employee compensation		(266)	(279)	(4.7)
Amortisation, depreciation and impairment		(2)	(2)	-
Operating lease expenses		(20)	(21)	(4.8)
Professional fees		(65)	(97)	(33.0)
Other operating expenses		(48)	(34)	41.2
Total expenses		(695)	(706)	(1.6)
Loss before income tax		(169)	(196)	(13.8)
Income tax expense		-	-	-
Net Loss		(169)	(196)	(13.8)
Other comprehensive income				
Items that maybe reclassified subsequently to profit or loss:				
Currency translation differences arising from consolidation				
- Loss		-	(1)	(100.0)
Total comprehensive loss for the period		(169)	(197)	(14.2)
Loss attributable to:				
- Equity holders of the company		(169)	(196)	(13.8)
Total comprehensive loss attributable to:				
- Equity holders of the company		(169)	(197)	(14.2)
NM denotes not meaningful				
Notes to income statement:				
(i) Included in other gains are:				
Jobs Support Scheme		1	13	(92.3)
Others		3	4	(25.0)
		4	17	(76.5)

1(b)(i) Condensed interim 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	
	30/09/2021 (Unaudited) S\$'000	31/03/2021 (Audited) S\$'000	30/09/2021 (Unaudited) S\$'000	31/03/2021 (Audited) S\$'000
Current assets				
Cash and cash equivalents	2,696	3,050	1,901	2,690
Trade and other receivables	285	83	1	1
Amounts due from subsidiary corporation	-	-	500	-
Other current assets	42	79	32	38
	3,023	3,212	2,434	2,729
Non-current assets				
Property, plant and equipment	6	8	-	-
TOTAL ASSETS	3,029	3,220	2,434	2,729
Current liabilities				
Trade and other payables	354	375	190	233
Provision for taxation	2	3	2	2
TOTAL LIABILITIES	356	378	192	235
NET ASSETS	2,673	2,842	2,242	2,494
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	146,309	146,309	146,309	146,309
Accumulated losses	(143,854)	(143,685)	(144,326)	(144,074)
Share option reserve	259	259	259	259
Currency translation reserve	(41)	(41)	-	-
TOTAL EQUITY	2,673	2,842	2,242	2,494

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

Amount repayable in one year or less, or on demand

As at 30/09/2021		As at 31/03/2021	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	-	-	-

Amount repayable after one year

As at 30/09/2021		As at 31/03/2021	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	-	-	-

Details of any collateral

Not applicable.

1(c) Condensed interim consolidated statement of cash flow, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	For the 6 months ended	
	30/09/2021	30/09/2020
	S\$'000	S\$'000
Cash flows from operating activities		
Net loss	(169)	(196)
Adjustments for:		
Amortisation and depreciation	2	2
	<u>(167)</u>	<u>(194)</u>
Changes in working capital		
Trade and other receivables	(166)	(14)
Trade and other payables	(21)	(126)
Net cash used in operating activities	<u>(354)</u>	<u>(334)</u>
Cash flows from financing activities		
Proceeds from issue of new shares	-	1,633
Net cash provided by financing activities	<u>-</u>	<u>1,633</u>
Net (decrease)/ increase in cash and cash equivalents	(354)	1,299
Cash and cash equivalents at beginning of the financial period	3,050	2,099
Effects of currency translation on cash and cash equivalents	-	(1)
Cash and cash equivalents at end of the financial period	<u><u>2,696</u></u>	<u><u>3,397</u></u>

1(d)(i) Condensed interim statements of changes in equity (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.

	Attributable to equity holders of the Company				
	Share	Currency	Share	Accumulated	Total
	Capital	translation	options	Losses	
S\$'000	reserve	reserve	S\$'000	S\$'000	
The Group (unaudited)					
<u>For the 6 months period ended 30/09/2021</u>					
Balance at 01/04/2021	146,309	(41)	259	(143,685)	2,842
Total comprehensive loss for the period	-	-	-	(169)	(169)
Balance at 30/9/2021	146,309	(41)	259	(143,854)	2,673
<u>For the 6 months period ended 30/09/2020</u>					
Balance at 01/04/2020	144,676	(48)	259	(142,986)	1,901
Issuance of new shares	1,633	-	-	-	1,633
Total comprehensive loss for the period	-	(1)	-	(196)	(197)
Balance at 30/9/2020	146,309	(49)	259	(143,182)	3,337
The Company (unaudited)					
<u>For the 6 months period ended 30/09/2021</u>					
Balance at 01/04/2021	146,309	-	259	(144,074)	2,494
Total comprehensive loss for the period	-	-	-	(252)	(252)
Balance at 30/9/2021	146,309	-	259	(144,326)	2,242
<u>For the 6 months period ended 30/09/2020</u>					
Balance at 01/04/2020	144,676	-	259	(143,341)	1,594
Issuance of new shares	1,633	-	-	-	1,633
Total comprehensive loss for the period	-	-	-	(253)	(253)
Balance at 30/9/2020	146,309	-	259	(143,594)	2,974

Notes to the condensed interim consolidated financial statements:

N1. Corporate information

Arion Entertainment Singapore Limited is listed on the Catalist Board of the Singapore Exchange and incorporated and domiciled in Singapore. These condensed interim consolidated financial statements as at and for the half-year ended 30 September 2021 comprise the Company and its subsidiary corporations (the “Group”).

The registered office is at 138 Robinson Road, #26-03, Oxley Tower, Singapore 068906 and the principal place of business is at 350 Orchard Road, #11-08, Shaw House, Singapore 238868.

The principal activities of the Company are those of provision of management services and investment holding. The principal activities of its subsidiary corporations are those of media publishing.

N2. Basis of preparation

The condensed interim financial statements for the half-year ended 30 September 2021 have been prepared in accordance with the Singapore Financial Reporting Standards (International) (“SFRS(I)”) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last financial statements for the full year ended 31 March 2021.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s.

The condensed interim financial statements are presented in Singapore dollar which is the Company’s functional currency.

N2.1 Use of judgment and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. 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 were applied to the consolidated financial statements as at and for the year ended 31 March 2021.

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 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 financial period are included in Note 6 – Impairment of trade and other receivables.

N2.2 Going concern

The Group reported net loss of \$169,000 (six months period ended 30 September 2020: \$196,000) for the half year ended 30 September 2021 and as at that date, total cash and cash equivalents decreased by \$354,000 as compared to 31 March 2021 (2020: \$334,000) from outflows of cash from operating activities. These financial results indicate the existence of material uncertainties on the Group's and the Company's ability to continue as going concerns. Nevertheless, the Board of Directors of the Company believes that the use of the going concern assumption in the preparation of the financial statements for the half year ended 30 September 2021 is appropriate after taking into consideration the following:

- the Group and the Company will have sufficient cash flows to meet the operating requirements, based on a 12-month cash flows projection. The assumptions used in the cash flows projections extended to forecast effects from the global COVID-19 pandemic which have impacted the Group's operations; and
- the Group's plans to embark on the moneylending business in this financial year.

The abilities of the Group and of the Company to continue in operational existence in the foreseeable future and to meet their financial obligations as and when they fall due are dependent on the positive outcome of the actions and measures under taken as disclosed above.

N3. Seasonal operations

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

N4. Related party transactions

There are no material related party transactions during the financial period.

N5. Revenue

Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of services at a point in time and over time in the following major service lines and geographical regions. Revenue is attributed to countries by location of customers.

	At a point in time S\$'000	Over time S\$'000	Total S\$'000
30/09/2021			
<i>Malaysia</i>			
Circulation of magazines and periodicals	487	-	487
Advertisements	-	35	35
	<u>487</u>	<u>35</u>	<u>522</u>

	At a point in time S\$'000	Over time S\$'000	Total S\$'000
30/09/2020			
<i>Malaysia</i>			
Circulation of magazines and periodicals	463	-	463
Advertisements	-	30	30
	<u>463</u>	<u>30</u>	<u>493</u>

N6. Financial assets and financial liabilities

The Group and the Company financial assets and liabilities as at 30 September 2021 and 31 March 2021 is as follows:

	30/09/2021 S\$'000	31/03/2021 S\$'000
<u>Group</u>		
Financial assets at amortised cost	2,992	3,142
Financial liabilities at amortised cost	<u>340</u>	<u>355</u>
<u>Company</u>		
Financial assets at amortised cost	2,405	1,818
Financial liabilities at amortised cost	<u>190</u>	<u>259</u>

N7. Impairment of trade and other receivables

The Group and the Company has applied the simplified approach by using the provision matrix to measure the lifetime expected credit losses for all trade and other receivables.

To measure the expected credit losses, these receivables have been grouped based on shared credit risk characteristics and days past due. In calculating the expected credit loss rates, the Group and the Company consider historical loss rates for each category of customers.

Receivables are written off when there is no reasonable expectation of recovery, such as a debtor failing to engage in a repayment plan with the Group. The Group categorises a receivable for write off when a debtor fails to make contractual payment greater than 90 days past due based on historical loss rates for each category of customers and adjust to reflect current and forward looking information. Where receivables have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognised in profit or loss.

As at 30 September 2021, management has assessed the application of the expected credit loss model. Based on the assessment, no imp in relation to the Group's trade receivables from customers.

The Company's amount due from subsidiary corporation comprise advances to Fame Harvest Limited for working capital purposes.

Consequently, no loss allowance have been recognised by the Group for the half year ended 30 September 2021.

N8. Segment information

The Group's chief operating decision maker ("CODM") comprise the Executive Directors. Management has determined the operating segments based on the reports reviewed by the CODM that are used to make strategic decisions, allocate resources, and assess performance.

The CODM considers the Group's businesses from both geographical and business segment perspectives. Geographically, management manages and monitors the businesses in the two primary geographic areas: Singapore and Malaysia. Malaysia is engaged in publishing, exhibition and events and Singapore is engaged in HQ costs and investments.

The segment information provided to the CODM for the reportable segments for the six months ended 30 September 2021 and 30 September 2020 are as follows:

	Malaysia	Singapore	Hong Kong	Total	
	Publishing, exhibition & events S\$'000	HQ costs & investments S\$'000		S\$'000	Total S\$'000
<u>For the six months ended 30 September 2021</u>					
Sales to external parties	522	-	-	-	522
Segment results	80	(253)	-*	(253)	(173)
Other gains	3	1	-	1	4
Profit/ (loss) before income tax	83	(252)	-	(252)	(169)
Income tax expense	-	-	-	-	-
Net profit/ (loss)	83	(252)	-*	(252)	(169)
Net profit/ (loss) includes depreciation	2	-	-	-	2
Segment assets	586	1,933	510	2,443	3,029
Segment liabilities	153	203	-	203	356

* less than S\$1,000

	Malaysia	Singapore	
	Publishing, exhibition & events S\$'000	HQ costs & Investments S\$'000	Total S\$'000
For the six months ended 30 September 2020			
Sales to external parties	493	-	493
Segment result	51	(264)	(213)
Other income, net	4	13	17
Profit/ (loss) before income tax	55	(251)	(196)
Income tax	-	-	-
Net profit/ (loss)	55	(251)	(196)
Net loss includes			
Amortisation, depreciation and impairment	2	-	2
Segment assets	460	3,136	3,596
Segment assets includes:			
Additions to property, plant and equipment	- *	-	- *
Segment liabilities	95	164	259

(a) Revenue from major products and services

Revenue from external customers are derived from the publishing and exhibition and events.

Breakdown of the revenue is as follows:

	30/09/2021 S\$'000	30/09/2020 S\$'000
Group		
Publishing, exhibition and events	522	493

(b) Geographical information

The Group's two business segments operate in two main geographical areas:

- Singapore – the company is headquartered and has operations in Singapore. The operations in this area are principally investments holdings.
- Malaysia – the operations in this area are principally the publishing of magazines, exhibition and events.
- Hong Kong - the operations in this area are principally investment holding.

	Sales	
	30/09/2021 S\$'000	30/09/2020 S\$'000
Malaysia	522	493
	Non-current assets	
Malaysia	6	9

There are 2 customers (six months ended 30 September 2020: 2) contributing more than 10% to the revenue to the Group.

N9. Subsequent events

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

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

	Number of shares	Share Capital S\$'000
As at 31/03/2021 and 30/09/2021	<u>933,951,593</u>	<u>146,309</u>
Treasury shares or subsidiary holdings		
As at 30/09/2021 and 30/09/2020	<u>-</u>	<u>-</u>

During the six months ended 30 September 2021 and 30 September 2020, no options were granted pursuant to Arion Entertainment Singapore Limited Employees' Share Option Scheme 2014. As at 30 September 2021 and 30 September 2020, there are 7,846,154 options exercisable into 7,846,154 ordinary shares of the Company.

Save for the above, the Company did not have any other outstanding options and convertibles as at 30 September 2021 and 30 September 2020.

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.

The issued shares excluding treasury shares as at 30 September 2021 and 31 March 2021 are 933,951,593 shares. The Company did not have any treasury shares as at 30 September 2021 and 31 March 2021.

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.

Not applicable. The Company does not have any treasury shares during and as at the end of the current financial period reported on.

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.

Not applicable. The Company does not have any subsidiary holdings during and as at the end of the current financial period reported on.

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

The figures are unaudited and have not been reviewed by the auditors.

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

Not applicable.

3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:—

(a) Updates on the efforts taken to resolve each outstanding audit issue.

(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 has material uncertainty relating to going concern.

Not applicable. The Group's latest financial statements for the financial year ended 31 March 2021 are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

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 in the financial statements for the current financial period compared with those for the audited financial statements for the financial year ended 31 March 2021.

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.

Not applicable as there are no changes to the accounting policies or methods adopted by the Group since its most recently audited financial year ended 31 March 2021.

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.

	30/09/2021	30/09/2020
Loss per share ("LPS") attributable to shareholders		
- on weighted average number of shares (Singapore cents)	(0.02)	(0.03)
- on a fully diluted basis (Singapore cents)	(0.02)	(0.03)

Notes:

- (1) The weighted average number of ordinary shares outstanding is 933,951,593 and 674,783,085 for the six months ended 30 September 2021 ("HY2022") and the six months ended 30 September 2020 ("HY2021") respectively.
- (2) The basic and diluted LPS for HY2022 and HY2021 were the same as the outstanding options were out-of-money.

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	
	30/09/2021	31/03/2021	30/09/2021	31/03/2021
Net asset value based on existing issued share capital as at the respective period (Singapore cents)	0.29	0.30	0.24	0.27
Issued number of shares ('000)	933,952	933,952	933,952	933,952

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.**

Revenue

Revenue from Malaysian publishing operations for HY2022 increased marginally to S\$0.52 million as compared to S\$0.49 million in the previous corresponding period attributable to an increase in circulation revenue for all publications and advertising revenue for Smart Investor..

Other gains

Other gains decreased by S\$13,000 largely due to a decrease in the grants received by the Company under the Singapore Government's Jobs Support Scheme during HY2022.

Direct costs

Printing and editorial costs increased by 7.7% to S\$0.29 million as compared to S\$0.27 million in HY2021 due to the higher costs imposed by the new printer vendor which our Malaysia operations started using in July 2020.

Professional fees decreased by 33% to S\$65,000 as compared to S\$97,000 in HY2021 due to the non-recurring fees incurred in HY2021 in relation to the placement of new shares which was completed in September 2020.

Other operating expenses increased by 41.2% to S\$48,000 as compared to S\$34,000 in HY2021 due to the overaccrual of S\$29,000 for the costs related to the preparation of the Company's annual report for FY2020 which is written back during HY2021.

Loss attributable to shareholders

Loss attributable to shareholders for the period under review was S\$0.17 million as compared to a loss of S\$0.20 million in the previous corresponding period.

The improvement was mainly due to a decrease in professional fees as explained above.

Balance sheet

The increase in trade and other receivables is mainly due to the longer period required to collect payments from the customers of our Malaysia's publishing operations. Our Malaysian subsidiary has subsequently collected S\$148,000 of the amounts outstanding as at 30 September 2021.

The decrease in other current assets is due to unsatisfied performance obligation in respect of undelivered publications classified as contract assets as at 31 March 2021 and which is reversed to the income statement in HY2022 as the publications were delivered in April 2021.

The decrease in trade and other payables is mainly due to payments made to trade and other creditors during the financial period.

Cash and cash equivalents decreased by S\$354,000 due to the utilisation of cash for operating activities. Please refer to the "cash-flow" section below for explanation on the cash flow.

Cash-flow

Cash and cash equivalents as at 30 September 2021 was S\$2.70 million as compared to S\$3.05 million as at 31 March 2021.

Cash used in operating activities was S\$0.35 million in HY2022. The net operating cash outflow was due to operating loss before working capital changes of S\$0.17 million adjusted for working capital outflows of S\$0.18 million which were mainly attributable to a delay in receiving payment from trade receivables as well as payment of trade and other payables during the period.

The Group had positive working capital of S\$2.67 million as at 30 September 2021 as compared to S\$2.83 million as at 31 March 2021.

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

Not applicable. No forecast or prospect statement has been previously disclosed to shareholders in relation to the current financial period under review.

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.

As previously announced in our FY2021 results, the Company's plans to embark on the money lending business is in progress and any material developments will be announced at the appropriate time.

Our Malaysia operations has deferred the digital publishing plans due to the recent nationwide lockdown. The management in Malaysia will implement these plans when the economic conditions in Malaysia have improved.

To-date, the Covid-19 pandemic has not affected our operations significantly on the whole. However, we continuously streamline our operations where possible in view of challenging economic conditions.

11. If a decision regarding dividend has been made

(a) Whether an interim (final) ordinary dividend has been declared (recommended);

None.

(b) (i) Amount per sharecents

None.

(ii) Previous corresponding periodcents

None.

(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) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

No dividend has been declared or recommended during and for the six months ended 30 September 2021 as the Group is loss making.

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

The Group has not obtained a general mandate from shareholders for IPTs. There were no IPTs for the six months ended 30 September 2021.

14. Disclosures on Incorporation, Acquisition and Realisation of Shares pursuant to Rule 706A of the Catalist Rules

During HY2022, the Company acquired Fame Harvest Limited (“FHL”) for a cash consideration of HK\$2,600 (equivalent to approximately S\$440), as announced on 14 May 2021. FHL became a wholly-owned subsidiary of the Company. The principal activity of FHL is that of investment holding for the Group’s intended businesses in Hong Kong. Save as disclosed, the Company did not acquire or dispose of any shares resulting in any of the prescribed situations under Rule 706A in HY2022.

15. Use of Net Proceeds

The following relates to the net proceeds of S\$1.88 million raised from rights issue that was completed in December 2018:

Purpose	Net proceeds utilised from 14 July 2021* till the date of announcement (S\$'000)	Net proceeds utilised as at the date of announcement (S\$'000)	Balance unutilised (S\$'000)
Publishing business	-	-	500
Working capital	302	1,313	64
- Wages and staff related costs	92	533	
- Creditors	92	544	
- Directors’ fees	118	236	
Total	302	1,313	564

* The date on which the Annual Report was published.

The use of proceeds raised from the rights issue is consistent with the Company’s proposed use of funds as set out in the announcement dated 29 September 2018.

The following relates to the net proceeds of S\$1.61 million raised from the Proposed Subscription of 311 million shares that was completed in September 2020:

Purpose	Net proceeds utilised as at the date of announcement (S\$'000)	Balance unutilised (S\$'000)
General working capital	-	1,290
Future corporate developments and new business opportunities (if any)	-	322
Total	-	1,612

As at the date of this announcement, there was no utilisation of the net proceeds raised from the Proposed Subscription. The Company will make periodic announcements via SGXNet on the utilisation of the Proposed Subscription proceeds as and when such proceeds are materially disbursed.

16. Confirmation by the Company pursuant to Rule 720(1) of the Catalist Rules

The Company confirms that it has procured all the required undertakings from all directors and executive officers of the Company under Rule 720(1) of the Catalist Rules.

BY ORDER OF THE BOARD

Ng Kai Man
Executive Director
9 November 2021

CONFIRMATION BY THE BOARD

We, Ng Kai Man and Lee Keng Mun, being two directors of Arion Entertainment Singapore Limited (the “**Company**”) do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the financial results for the six months ended 30 September 2021 to be false or misleading in any material aspect.

On behalf of the Board

(signed)
Ng Kai Man
Executive Director

(signed)
Lee Keng Mun
Independent Director

Singapore, 9 November 2021

*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.