

**Half Year Financial Statement and Related Dividend Announcement
For the Half Year Period ended 31 March 2018**

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

- 1(a)(i) **An income statement and statement of comprehensive income, or a statement of profit or loss and other comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year**

**Consolidated Statement of Profit or Loss and Other Comprehensive Income
(Six months financial period ended 31 March 2018 ("1HY2018") vs Six months financial period ended 31 March 2017 ("1HY2017"))**

	Unaudited		Increase/ (Decrease) %
	1HY2018 S\$'000	1HY2017 ⁽¹⁾ S\$'000	
Continuing operations			
Revenue	1,470	1,215	21
Other operating income	13	13	-
Changes in inventories	29	9	222
Purchase of materials ⁽²⁾	(388)	(163)	138
Employee benefits expense	(485)	(458)	6
Depreciation and amortisation expense	(24)	(7)	243
Rental expenses	(75)	(27)	178
Other operating expenses	(480)	(397)	21
Profit before tax	61 ⁽³⁾	185	(67)
Income tax expense	(3)	(27)	(89)
Profit for the period from continuing operations	58	158	(63)
Discontinued operations			
(Loss)Profit for the period from discontinued operations	(172) [#]	1,501	NM
(Loss)Profit for the year	(114)	1,659	NM

[#] Net of impairment loss for assets held for sale of \$1.9 million.

Consolidated Statement of Profit or Loss and Other Comprehensive Income (1HY2018 vs 1HY2017)

	Unaudited		Increase/ (Decrease) %
	1HY2018 S\$'000	1HY2017 ⁽¹⁾ S\$'000	
Other comprehensive Loss:			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Exchange differences on translation of foreign operation	(15)	-	NM
Other comprehensive loss for the period, net of tax	(15)	-	NM
Total comprehensive (loss)income for the period	(129)	1,659	NM
(Loss)Profit attributable to:			
Owners of the Company	(116)	1,645	NM
Non-controlling interests	2	14	(86)
	(114)	1,659	NM
Total comprehensive (loss)income attributable to:			
Owners of the Company	(131)	1,645	NM
Non-controlling interests	2	14	(86)
	(129)	1,659	NM

Notes to Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Unaudited		Increase/ (Decrease) %
	1HY2018 S\$'000	1HY2017 ⁽¹⁾ S\$'000	
Continuing operations			
Interest Income	12	9	33
Net foreign exchange (loss)gain	(8)	4	NM
Discontinued operations			
Interest income	136	165	(18)
Interest expense	(16)	(23)	(30)
Gain on disposal of property, plant and equipment	4	8	(50)
Property, plant and equipment written off	(24)	-	NM
Government grants	147	34	332
Allowance for doubtful trade receivables, net	(11)	(3)	267
Biological assets written off	(787)	(617)	28
Net foreign exchange (loss)gain	(27)	178	NM
Impairment loss on assets held for sale	(1,920)	-	NM

⁽¹⁾ 1HY2017 figures have been reclassified in accordance to Financial Reporting Standard ("FRS") 105 Non-current Assets Held for Sale and Discontinued Operations.

⁽²⁾ Purchase of materials excluded intercompany purchases from discontinued operations of approximately \$718,000 and \$622,000 in 1HY2018 and 1HY2017 respectively. These purchases were eliminated with (loss)profit resided in discontinued operations.

⁽³⁾ As a result of rounding differences, numbers or percentages may not add up to the total.

NM – Not Meaningful

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

Statement of Financial Position	Group		Company	
	31/03/2018 Unaudited S\$'000	30/09/2017 Audited S\$'000	31/03/2018 Unaudited S\$'000	30/09/2017 Audited S\$'000
ASSETS				
Current assets				
Cash and bank balances	48,142	44,932	5,082	3,072
Trade receivables	1,004	5,250	-	-
Other receivables	313	412	40,971	985
Inventories	68	1,394	-	-
	49,526 ⁽¹⁾	51,988	46,053	4,057
Assets classified as held for sale	19,019	-	8,364	-
Total current assets	68,545	51,988	54,416 ⁽¹⁾	4,057
Non-current assets				
Other receivables	-	149	-	-
Property, plant and equipment	129	3,606	25	18
Land use rights	-	3,912	-	-
Biological assets	-	7,634	-	-
Investment in subsidiary corporations	-	-	-	10,284
Total non-current assets	129	15,301	25	10,301 ⁽¹⁾
Total assets	68,674	67,289	54,441	14,358
LIABILITIES AND EQUITY				
Current liabilities				
Current portion of bank loans	-	1,081	-	-
Trade payables	141	1,985	2	9
Other payables	3,118	8,158	2,620	560
Current portion of finance leases	-	172	-	-
Income tax payable	4	703	-	-
	3,263	12,098 ⁽¹⁾	2,622	569
Liabilities associated with assets classified as held for sale	11,225	-	-	-
Total current liabilities	14,488	12,098	2,622	569
Non-current liabilities				
Bank loans	-	13	-	-
Other payables	-	390	-	-
Finance leases	-	34	-	-
Deferred tax liabilities	-	16	-	-
Total non-current liabilities	-	453	-	-
Capital, reserves and non-controlling interests				
Share capital	13,292	13,292	13,292	13,292
Capital reserve	2	2	-	-
Foreign exchange translation deficit	(33)	(18)	-	-
Retained earnings	40,891	41,430	38,528	497
Equity attributable to owners of the Company	54,152	54,706	51,820	13,789
Non-controlling interests	34	32	-	-
Total equity	54,186	54,738	51,820	13,789
Total liabilities and equity	68,674	67,289	54,441⁽¹⁾	14,358

⁽¹⁾ As a result of rounding differences, numbers or percentages may not add up to the total.

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

Amount repayable in one year or less, or on demand

As at 31/03/2018 (Unaudited)		As at 30/09/2017 (Audited)	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	-	1,253	-

Amount repayable after one year

As at 31/03/2018 (Unaudited)		As at 30/09/2017 (Audited)	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	-	47	-

Obligations under finance leases are secured over the leased assets and corporate guarantees provided by the Company to the financial institutions. Obligations under the bank loans are secured over the property at 8A Admiralty Street #07-18 Singapore 757437 and corporate guarantees provided by the Company.

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

Consolidated Statement of Cash Flows

	1HY2018 Unaudited S\$'000	1HY2017 Unaudited S\$'000
Operating activities		
Profit before income tax from continuing operations	61	185
Profit before income tax from discontinued operations	213	1,906
Adjustments for:		
Interest expense	16	23
Interest income	(148)	(174)
Biological assets written off, net	787	617
Depreciation of property, plant and equipment	128	160
Amortisation of land use rights	68	68
Amortisation of biological assets	7,950	7,206
Allowance for doubtful trade receivables, net	11	3
Allowance for impairment loss for assets held for sale	1,920	-
Gain on disposal of property, plant and equipment, net	(4)	(8)
Property, plant and equipment written off, net	24	-
Government grant income	(147)	(34)
Operating cash flows before movements in working capital	10,879	9,952
Trade receivables	293	(216)
Other receivables	(215)	72
Inventories	(360)	(550)
Trade payables	141	59
Other payables	(494)	(430)
Cash generated from operations	10,243 ⁽¹⁾	8,888 ⁽¹⁾
Interest paid	(16)	(23)
Income tax paid	(224)	(1,149)
Net cash from operating activities	10,003	7,716
Investing activities		
Proceeds from disposal of property, plant and equipment	5	10
Purchases of property, plant and equipment ⁽²⁾	(190)	(66)
Proceeds from disposal of biological assets	244	316
Purchases of biological assets	(8,761)	(8,865)
Deposits from disposal of subsidiaries	2,500	-
Interest received	148	174
Net cash used in investing activities	(6,053)⁽¹⁾	(8,430)⁽¹⁾

Consolidated Statement of Cash Flows

	1HY2018 Unaudited S\$'000	1HY2017 Unaudited S\$'000
Financing activities		
Repayments of bank loans	(210)	(220)
Repayments of obligation under finance leases	(92)	(89)
Dividends paid	(422)	(414)
Net cash used in financing activities	(726)⁽¹⁾	(723)
Net increase(decrease) in cash and cash equivalents	3,224	(1,438) ⁽¹⁾
Cash and cash equivalents at beginning of the period	44,829	45,207
Effects of exchange rate changes on the balance of cash held in foreign currencies	(14)	-
Cash and cash equivalents at end of the period⁽⁴⁾	48,039⁽³⁾	43,770⁽¹⁾

Notes:

⁽¹⁾ As a result of rounding differences, numbers or percentages may not add up to the total.

⁽²⁾ In 1HY2018, the Group acquired property, plant and equipment at an aggregate cost of \$266,039, of which \$76,000 was acquired under finance lease arrangements and \$190,039 was paid in cash. In 1HY2017, the Group acquired property, plant and equipment at an aggregate cost of \$65,869 and paid in full by cash.

⁽³⁾ We refer to the announcement released by the Company on 20 April 2018 on the completion of the disposal of the entire issued and paid-up share capital of the four Singapore subsidiaries of the Group, cash and cash equivalents of \$48.0 million as at 31 March 2018 includes the Excluded Cash of \$43.0 million.

⁽⁴⁾ Cash and cash equivalents as at 31 March 2018 and 31 March 2017 comprised pledged fixed deposits, cash and bank balances as below.

	1HY2018 Unaudited S\$'000	1HY2017 Unaudited S\$'000
Cash at bank	48,039	3,694
Fixed deposits	103	40,178
Cash and bank balances	48,142	43,872
Less: Pledged fixed deposits	(103)	(103)
Cash and cash equivalents in the consolidated statement of cash flows	48,039	43,770⁽¹⁾

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

	Share capital S\$'000	Capital reserve S\$'000	Foreign exchange translation deficit S\$'000	Retained earnings S\$'000	Attributable to owners of the Company S\$'000	Non-controlling interests S\$'000	Total S\$'000
Group (Unaudited)							
Balance at 1 October, 2017	13,292	2	(18)	41,430	54,706	32	54,738
Total comprehensive income for the period							
Profit for the period	-	-	-	(116)	(116)	2	(114)
Other comprehensive income for the period	-	-	(15)	-	(15)	-	(15)
Total	-	-	(15)	(116)	(131)	2	(129)
Transactions with owners, recognised directly in equity:							
Dividends paid	-	-	-	(422)	(422)	-	(422)
Total	-	-	-	(422)	(422)	-	(422)
Balance at 31 March, 2018	13,292	2	(33)	40,891⁽¹⁾	54,152⁽¹⁾	34	54,186⁽¹⁾
Group (Unaudited)							
Balance at 1 October, 2016	13,292	2	(9)	38,423	51,707 ⁽¹⁾	6	51,713
Total comprehensive income for the period							
Profit for the period	-	-	-	1,645	1,645	14	1,659
Other comprehensive income for the period	-	-	-	-	-	-	-
Total	-	-	-	1,645	1,645	14	1,659
Transactions with owners, recognised directly in equity:							
Dividends paid	-	-	-	(414)	(414)	-	(414)
Total	-	-	-	(414)	(414)	-	(414)
Balance at 31 March, 2017	13,292	2	(9)	39,654	52,938⁽¹⁾	20	52,958

⁽¹⁾ As a result of rounding differences, numbers or percentages may not add up to the total.

Statements of Changes in Equity

	Share capital S\$'000	Retained earnings S\$'000	Total S\$'000
Company (Unaudited)			
Balance at 1 October, 2017	13,292	497	13,789
Profit for the period, representing total comprehensive income for the period	-	38,453	38,453
Dividends paid, representing transactions with owners recognised directly in equity	-	(422)	(422)
Balance at 31 March, 2018	13,292	38,528	51,820
Company (Unaudited)			
Balance at 1 October, 2016	13,292	528	13,820
Profit for the period, representing total comprehensive income for the period	-	(38)	(38)
Dividends paid, representing transactions with owners recognised directly in equity	-	(414)	(414)
Balance at 31 March, 2017	13,292	76	13,368

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 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.

There was no change in the Company's share capital since 30 September 2017. The issued and paid-up capital of the Company as at 31 March 2018 and 30 September 2017 was \$13,292,106 comprising 84,498,000 shares.

There were no outstanding options, convertibles, treasury shares or subsidiary holdings as at 31 March 2018 and 31 March 2017.

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

	Company 31/3/2018	Company 30/09/2017
Total number of issued shares excluding treasury shares	84,498,000	84,498,000

There were no treasury shares as at 31 March 2018 and 30 September 2017.

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

Not applicable. The Company did not have treasury shares during and as at the end of the current six months financial period ended 31 March 2018.

1(d)(iv) 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. There were no subsidiary holdings during and as at the end of the current six months financial period ended 31 March 2018.

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

The figures have not been audited or reviewed by the Company's independent auditors.

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

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

Save as disclosed in item 5 below, the 1HY2018 financial results have been prepared using the same accounting policies and methods of computation as presented in the Group's audited financial statements for the financial year ended 30 September 2017.

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 all new and/or revised Singapore Financial Reporting Standards ("**FRSs**") and interpretation of FRSs ("**INT FRSs**") that are relevant to its operations and effective for the financial period beginning on or after 1 October 2017.

The adoption of these new/revised FRSs and INT FRSs does not result in changes in the Group's accounting policies and has no material impact on the financial statements reported for the current financial period or prior financial periods.

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

	Group (Unaudited)	
	1HY2018	1HY017
Basic and diluted (loss)earnings per share (" EPS ") in Singapore cents ⁽¹⁾		
- From continuing and discontinued operations	(0.14)	1.95
- From continuing operations	0.07	0.17

Notes:

⁽¹⁾ The basic and diluted EPS are computed based on the total number of issued shares in the Company of 84,498,000.

The basic and diluted EPS were the same as there were no potentially dilutive ordinary shares existing during the respective financial periods.

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	
	31/03/2018 Unaudited	30/09/2017 Audited	31/03/2018 Unaudited	30/09/2017 Audited
Net asset value per ordinary share based on total number of issued shares excluding treasury shares (Singapore cents)	64.09	64.74	61.33	16.32
Number of ordinary shares in issue	84,498,000	84,498,000	84,498,000	84,498,000

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss 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 the Financial Performance of the Group (1HY2018 vs 1HY2017)

We refer to the announcement issued by the Company on 20 April 2018, on the completion of the disposal (the "Disposal") of the four wholly-owned Singapore subsidiaries. Based on FRS 105, the Disposal shall be considered and accounted for as non-current assets held for sale and discontinued operations with effect from 8 March 2018. The comparative statement of profit or loss and other comprehensive income is re-presented as if the operations had been discontinued from the start of the comparative year.

Continuing Operations:

The Group's continuing operations include the operations of the Company and its subsidiary in Hong Kong.

The Group recorded a revenue of approximately \$1.5 million in 1HY2018 as compared to \$1.2 million in 1HY2017. The increase of \$0.3 million is primarily due to the increase in the number of trading products in Hong Kong. Other operating income comprise mainly interest income derived from bank balances locally.

The Group's changes in inventories increased by approximately \$20,000, this was to support new products traded in Hong Kong. The increase in purchase of materials of \$225,000 is in tandem with the higher revenue. Following the Disposal, the purchase of eggs from Chew's Agriculture Pte Ltd will not be eliminated at the group level.

Employee benefits expenses were maintained at approximately \$0.5 million for both 1HY2017 and 1HY2018. Depreciation and rental expenses for 1HY2018 rose by approximately \$17,000 and \$48,000 respectively, as compared to 1HY2017, mainly due to the shifting of the Hong Kong office cum warehouse to a larger space to support growth. Other operating expenses increased by \$83,000, mainly due to insurance charges, increase in professional fees and a one-time product listing fee for new products to be launched in Hong Kong.

Income tax expense decreased to \$3,000 in 1HY2018 from \$27,000 in 1HY2017 and profit for the period from continuing operations decreased by \$100,000 from \$158,000 in 1HY2017 to \$58,000 in 1HY2018.

Discontinued operations:

Loss after tax from discontinued operations amounted to approximately \$0.2 million in 1HY2018 as compared to a profit of \$1.5 million in 1HY2017. The decrease is mainly due to (a) an impairment loss of \$1.9 million (arising from the write down of the Group's net assets held for sales to its fair value less costs to sell, in accordance with FRS 105), (b) a higher amortisation expense of \$0.7 million on the biological assets due to the extension of the life of the layer hens, and (c) partially offset by a higher revenue of approximately \$1 million.

Review of the Financial Position of the Group

The Group's total assets increased by approximately \$1.4 million, from \$67.3 million as at 30 September 2017 to \$68.7 million as at 31 March 2018. The increase is mainly due to the receipt of \$2.5 million deposit into our bank accounts from the Disposal. Assets held for sale on the Disposal is approximately \$19.0 million (after accounting for the impairment loss) and liabilities directly associated to these assets is approximately \$11.2 million.

The Group's total liabilities increased by \$1.9 million, from \$12.6 million as at 30 September 2017 to \$14.5 million as at 31 March 2018, mainly due to \$2.5 million deposits received and accounted as other payables as at 31 March 2018 and partially offset by repayment of finance leases and loan of \$0.3 million during 1HY2018.

The Group maintained a positive working capital of approximately \$54.1 million as at 31 March 2018.

Review of the Statement of Cash Flows for the Group

The Group's cash and cash equivalents increased by \$3.2 million, from \$44.8 million as at 30 September 2017 to \$48.0 million as at 31 March 2018

The Group recorded net cash from operating activities of \$10.0 million in 1HY2018, an increase of \$2.3 million as compared to \$7.7 million in 1HY2017. The higher cash inflow was mainly due to operating profit before capital change of \$0.9 million, net increase in the movement in working capital of \$0.4 million and lower income tax payment of \$0.9 million in 1HY2018.

Net cash used in investing activities decreased from \$8.4 million in 1HY2017 to \$6.1 million in 1HY2018, primarily due to the receipt of the cash deposit of \$2.5 million from the Disposal.

Net cash used in financing activities amounted to \$0.7 million in both 1HY2017 and 1HY2018, for the repayment of finance leases and bank loans of approximately \$0.3 million and dividends paid of \$0.4 million.

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

No forecast or prospect statement has been previously disclosed.

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

Following the completion of the Proposed Disposal as announced on 20 April 2018, the Sale Subsidiaries have ceased to be subsidiaries of the Company. Accordingly, the Group will cease to operate its production and trading businesses in Singapore. The Company is currently exploring various options and the Group will in the meantime, continue its trading business in Hong Kong.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? Yes (please refer to the announcements by the Company on the "Proposed Special Dividend" on 21 March 2018 and 20 April 2018)

Name of Dividend	Special Dividend
Dividend type	Cash
Dividend amount per ordinary share	\$0.35
Tax rate	One-tier tax exempt

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

(c) Date payable: 10 May 2018

(d) Books closure date: 2 May 2018

12. If no dividend has been declared/recommended, a statement to that effect

Not applicable.

13. On-going Interested Person Transactions

There were no interested person transactions for 1HY2018. The Company does not have a general mandate from its shareholders for recurrent interested person transactions.

14. Confirmation pursuant to Rule 720 (1) of the SGX-ST Listing Manual

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7H) pursuant to Rule 720 (1) of the SGX-ST Listing Manual.

15. Confirmation pursuant to Rule 705(5) of the SGX-ST Listing Manual

We, Chew Chee Bin and Chew Eng Hoe, being two directors of the Company, hereby confirm on behalf of the Board of 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 unaudited financial results for the 6 months period ended 31 March 2018 to be false and misleading in any material aspect.

On behalf of the Board of Directors:

Chew Chee Bin
Executive Chairman
7 May 2018

Chew Eng Hoe
Managing Director

By Order of the Board

Chew Chee Bin
Executive Chairman
7 May 2018

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") for compliance with the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Jennifer Tan, Senior Manager, Continuing Sponsorship (Mailing address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).