

Fourth Quarter Financial Statements and Dividend announcement for the period ended 31st December 2017 (Unaudited)

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

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year:

	Quarter ended 31 Dec		%	Twelve months ended 31 Dec		%
	2017	2016		2017	2016	
	S$'000	S$'000	Change	S$'000	S$'000	Change
Turnover (Note 1)	82,222	87,298	-5.8%	351,045	325,490	7.9%
Purchases and changes in inventories and direct service fees incurred (Note 2)	(73,745)	(80,035)	-7.9%	(320,272)	(299,221)	7.0%
Commissions and other selling expenses (Note 3)	(66)	(68)	-2.9%	(288)	(262)	9.9%
Other income - operating (Note 4)	278	326	-14.7%	646	2,401	-73.1%
Operating expenses (Note 5)	(7,647)	(6,814)	12.2%	(28,663)	(25,433)	12.7%
Other income - non operating (Note 14)	94	65	44.6%	310	974	-68.2%
Other expenses - non operating (Note 18)	(103)	(2,024)	-94.9%	(225)	(1,678)	-86.6%
Interest income from deposits and investment securities (Note 19)	93	144	-35.4%	652	660	-1.2%
Finance costs (Note 20)	(156)	(48)	225.0%	(368)	(281)	31.0%
Depreciation of property, plant and equipment (Note 21)	(240)	(267)	-10.1%	(906)	(894)	1.3%
Amortisation of intangible assets (Note 22)	(3)	(90)	-96.7%	(7)	(119)	-94.1%
Profit/ (Loss) before taxation	**727**	**(1,513)**	**-148.1%**	**1,924**	**1,637**	**17.5%**
Taxation (Note 23)	(297)	(268)	10.8%	(1,140)	(1,164)	-2.1%
Net Profit / (Loss) after tax (Note 1(a))	**430**	**(1,781)**	**-124.1%**	**784**	**473**	**65.8%**
Profit/ (Loss) attributable to:						
Owners of the parent	418	(1,795)	-123.3%	772	462	67.2%
Non-controlling interest (Note 24)	12	14	-14.3%	12	11	9.1%
Total	**430**	**(1,781)**	**124.1%**	**784**	**473**	**65.8%**

Note 1

Turnover

	Quarter ended 31 Dec		%	Twelve months ended 31 Dec		%
	2017	2016		2017	2016	
	S$'000	S$'000	Change	S$'000	S$'000	Change
Distribution of operator products and services	67,421	74,780	-9.8%	289,144	272,531	6.1%
ICT distribution and managed services	11,053	8,732	26.6%	47,955	41,369	15.9%
Mobile devices distribution & retail	3,376	3,641	-7.3%	13,062	11,434	14.2%
Battery Electric Vehicle	372	145	N.M.	884	156	N.M.
Total (Note 2)	**82,222**	**87,298**	**-5.8%**	**351,045**	**325,490**	**7.9%**

Note 1(a)

The Group earned profit after tax of S$0.4 million during fourth & last quarter of the financial year ended 31 December 2017 ("Q4 2017") and S$0.8 million during the financial year ended 31 December 2017 ("FY 2017") against a loss of S$1.8 million during corresponding quarter ended 31 December 2016 ("Q4 2016") and profit after tax of S$0.5 million during corresponding financial year ended 31 December 2016 ("FY 2016") respectively. During corresponding period/s Q4 2016/FY2016, the company had recognised a provision for impairment loss of S$1.8 million against a loan receivable, after taking into consideration the propability of default or significant delay in repayment. The amount was largely offset by write back of certain accruals/provisions, in respect of certain non-recurring costs recognised in previous periods as part of alignment of certain business segments in light of industry shifts and unclaimed loan and advance, received against supply of materials in past by Bharat IT, one of the subsidiaries engaged in ICT Distribution & managed services. During quarter ended 30 June 2017/ FY 2017, the company recognised gain of approximately S$0.2 million on sale of quoted equity investment. This shareholding was insignificant, non-strategic and in a non-related company.

Note 2

Distribution of Operator products and services in Indonesia grew at 6.1% during FY 2017 against corresponding FY 2016. The annual growth was after taking in to account the decline of 9.8% during Q4 2017 against corresponding quarter Q4 2016. Revenue from ICT distribution and managed services has also grown at 26.6% and 15.9% during Q4 2017 and FY 2017 over corresponding quarter Q4 2016 and FY 2016 respectively. To retain and grow margins, the subsidiaries engaged in this business have been focusing more on services led business. The company continues to focus on profitable revenue stream of multi-brand, MNC mobile retail business through our own retail shops in Indonesia. During later part of FY 2016, the company through one of the subsidiaries in Singapore had ventured into business of battery electric vehicles and passenger land transport. Correspondingly, there has been change in "Purchases and changes in inventories and direct services fee incurred".

Note 3

The commissions and other selling expenses were mainly related to ICT distribution & managed services and sale of mobile devices.

Note 4

Other income - operating mainly included rentals from certain properties, Government subsidy, write back of certain accruals/liabilities no longer required and management support services fee.

Note 5

The operating expenses included the following:

	Quarter ended 31 Dec		%	Twelve months ended 31 Dec		%
	2017	2016		2017	2016	
	S$'000	S$'000	Change	S$'000	S$'000	Change
Personnel costs (Note 6)	(4,828)	(4,520)	6.8%	(18,071)	(16,358)	10.5%
Infrastructure costs (Note 7)	(692)	(728)	-4.9%	(2,833)	(2,622)	8.0%
Marketing expenses (Note 8)	(417)	(412)	1.2%	(1,436)	(909)	58.0%
Other expenses - operating (Note 9)	(1,710)	(1,154)	48.2%	(6,323)	(5,544)	14.1%
Total operating overheads	**(7,647)**	**(6,814)**	**12.2%**	**(28,663)**	**(25,433)**	**12.7%**

Note 6

There has been increase in manpower cost over corresponding quarter/financial year, primarily due to operator driven manpower requirement/planning and related costs in operator products & services, enhanced focus on services led business in case of one of the subsidiaries under ICT distribution & managed services and Battery Electric Vehicle (BEV) business.

Note 7

The change in infrastructure costs was mainly due to need based changes in infrastructure requirements.

Note 8

Marketing expenses had mainly been on account of operator driven marketing outlay by Affinity group for its Distribution of operator products & services and new business of battery electric vehicles by one of the Company's subsidiaries in Singapore.

Note 9

Other expenses- operating included the following:

	Quarter ended 31 Dec		%	Twelve months ended 31 Dec		%
	2017	2016		2017	2016	
	S$'000	S$'000	Change	S$'000	S$'000	Change
Bank charges (Note 10)	(33)	(15)	120.0%	(104)	(89)	16.9%
Collection service fees (Note 10)	(98)	(69)	42.0%	(351)	(216)	62.5%
Equipment maintenance (Note 10)	(103)	(89)	15.7%	(342)	(301)	13.6%
Equipment rental	(58)	(53)	9.4%	(232)	(214)	8.4%
Foreign exchange gain/ (loss) (Note 11)	-	26	N.M.	(97)	75	N.M.
Freight and postage charges	(25)	(23)	8.7%	(91)	(83)	9.6%
Printing & stationery (Note 10)	(27)	(22)	22.7%	(102)	(77)	32.5%
Professional fees (Note 12)	(516)	(260)	98.5%	(1,700)	(1,332)	27.6%
(Provision)/write back of allowance/(write off) of doubtful non-trade debts (Note 13)	(14)	27	N.M.	(70)	-	-
(Provision)/write back of allowance/(write off) of doubtful trade debts (Note 13)	(34)	(34)	0.0%	(271)	140	N.M.
(Provision)/write back of allowance for stock obsolescence/(write off) of stocks (Note 13)	18	(70)	N.M.	(58)	(870)	-93.3%
Telecommunication expenses (Note 10)	(90)	(101)	-10.9%	(371)	(423)	-12.3%
Travelling & entertainment expenses (Note 10)	(385)	(363)	6.1%	(1,505)	(1,406)	7.0%
Others	(345)	(108)	219.4%	(1,029)	(748)	37.6%
Total other expenses - operating	**(1,710)**	**(1,154)**	**48.2%**	**(6,323)**	**(5,544)**	**14.1%**

Note 10

The changes in these operating expenses have mainly been corresponding to business requirements.

Note 11

The foreign exchange movement recognised in Q4 2017 and FY 2017 was mainly due to unrealised and realised foreign exchange gain/(loss) incurred on fluctuation of SGD, USD, MYR, THB, IDR, RMB and INR.

Note 12

Increase in professional fee during Q4 2017 & FY 2017 over corresponding period/s was mainly in respect of Bharat IT and the company, primarily on account of consultancy services.

Note 13

The amounts mainly represented allowances to adjust carrying value of trade/non trade receivables and inventories.

Note 14

Other income- non operating include the following:

	Quarter ended 31 Dec		%	Twelve months ended 31 Dec		%
	2017	2016		2017	2016	
	S$'000	S$'000	Change	S$'000	S$'000	Change
Gain on sale of investment securities (Note 15)	-	-	N.M.	190	-	N.M.
Gain on disposal of property, plant and equipment (Note 16)	-	4	N.M.	26	37	N.M.
Gain on revaluation of investment properties (Note 33)	94	-	N.M.	94	-	N.M.
Others (Note 17)	-	61	N.M.	-	937	N.M.
Total other income - non operating	**94**	**65**	**44.6%**	**310**	**974**	**-68.2%**

Note 15

The gain was attributed by sale of quoted equity investment during second quarter ended 30 June 2017/FY 2017. The shareholding was insignificant, non strategic and in a non related company.

Note 16

The gain on disposal of property, plant and equipments was mainly on account of certain assets of Affinity disposed off, as no longer required.

Note 17

This was primarily in respect of certain unclaimed loan and advance, received against supply of materials in past by Bharat IT, one of the subsidiaries engaged in ICT Distribution & managed services, written back during quarter ended 31 March 2016/FY 2016.

Note 18

The amount in corresponding period/s Q4 2016/FY 2016 mainly represented provision for impairment loss of S$1.8 million against a loan receivable, after taking into consideration the propability of default or significant delay in repayment and S$0.2 million against certain receivables in respect of one of the subsidiaries engaged in mobility products. This was partially offset by write back of certain accruals/provisions, in respect of certain non-recurring costs recognised in previous periods as part of alignment of certain business segments in light of industry shifts.

Note 19

The interest income was mainly on account of deposits with the banks.

Note 20

The changes in finance cost against corresponding period/s in preceding year were mainly on account of utilisation level of loans and bank borrowings by Cavu group & Affinity group based on their business needs.

Note 21

The reduction in depreciation during Q4 2017 was mainly on account of Affinity group & ICT business. The decrease has been partially offset by depreciation on battery electric vehicles.

Note 22

The reduction in amortisation cost of intangible assets was mainly on account of ICT Distribution & managed services.

Note 23

The taxation was mainly in respect of Bharat IT engaged in ICT Distribution & managed services and Affinity group. The amount in corresponidng period FY 2016 included provision against certain loan & advance written back during quarter ended 31 March 2016/FY 2016 . (Please also refer to note no. 17).

Note 24

Profit/(Loss) attributable to Non-controlling interest related to one of the subsidiaries of Affinity group.

A statement of comprehensive income for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Quarter ended 31 Dec		%	Twelve months ended 31 Dec		%
	2017	2016		2017	2016	
	S$'000	S$'000	Change	S$'000	S$'000	Change
Profit/ (loss) for the period	**430**	**(1,781)**	**-124.1%**	**784**	**473**	**65.8%**
Other comprehensive income:						
Items that may be reclassified subsequently to profit and loss:						
Foreign currency translation (Note 25)	(327)	1,507	-121.7%	(2,666)	983	-371.2%
Net gain/ (loss) recycled to profit or loss upon derecognition	-	17	-100.0%	(128)	93	-237.6%
Items that will not be reclassified subsequently to profit and loss:						
Revaluation of property, plant and equipment (Note 33)	(32)	-	N.M.	(32)	2,072	N.M.
Remeasurement of defined benefit pension plan	119	-	-	119	-	-
Other comprehensive income / (loss) for the period	**(240)**	**1,524**	**-115.7%**	**(2,707)**	**3,148**	**-186.0%**
Total comprehensive income / (loss) for the period	**190**	**(257)**	**-173.9%**	**(1,923)**	**3,621**	**-153.1%**
Total comprehensive income / (loss) attributable to:						
Owners of the parent	178	(261)	-168.2%	(1,925)	3,657	-152.6%
Non-controlling interest	12	4	200.0%	2	(36)	-105.6%
Total	**190**	**(257)**	**-173.9%**	**(1,923)**	**3,621**	**-153.1%**

N.M. - Not Meaningful

Note 25

The movement in foreign currency translation was mainly due to movement of USD, MYR, THB, INR, RMB and IDR against SGD.

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	
	31 Dec 17	31 Dec 16	31 Dec 17	31 Dec 16
	S$'000	S$'000	S$'000	S$'000
Current assets	**63,653**	**64,009**	**7,002**	**20,425**
Inventories (Note 26)	19,736	13,800	-	-
Trade receivables (Note 27)	10,796	8,712	118	113
Other receivables and deposits (Note 28)	7,190	5,930	1,662	2,280
Prepayments (Note 29)	3,450	3,001	15	26
Due from subsidiaries (Note 30)	-	-	58	2,026
Cash and bank deposits pledged (Note 31)	8,096	4,538	3,233	-
Cash and cash equivalents	14,190	27,342	1,916	15,980
Tax recoverable (Note 32)	195	686	-	-
Non-current Assets	**12,549**	**8,089**	**36,807**	**26,365**
Property, plant and equipment (Note 33)	9,782	4,798	178	22
Intangible assets	21	3	16	3
Investments in subsidiaries (Note 34)	-	-	28,366	25,067
Investment properties (Note 33)	2,300	2,434	-	-
Investment securities (Note 35)	-	231	-	231
Long-term loans and advances to subsidiaries (Note 30)	-	-	8,247	1,042
Deferred tax assets (Note 36)	151	170	-	-
Trade receivables (Note 27)	6	81	-	-
Prepayments (Note 29)	176	201	-	-
Other receivables and deposits (Note 28)	113	171	-	-
Total Assets	**76,202**	**72,098**	**43,809**	**46,790**
Current liabilities	**29,412**	**19,420**	**11,132**	**8,738**
Trade creditors (Note 37)	13,173	6,984	109	157
Other creditors and accruals (Note 38)	6,356	7,108	1,275	1,624
Deferred revenue (Note 39)	1,823	1,996	-	-
Lease obligations (Note 40)	18	18	5	-
Loans and bank borrowings (Note 41)	7,344	2,527	2,972	-
Due to subsidiaries (Note 30)	-	-	6,771	6,957
Tax payable (Note 42)	698	787	-	-
Non-current liabilities	**1,133**	**1,205**	**15**	-
Deferred tax liabilities	60	70	-	-
Provision for employee benefits	959	995	-	-
Lease obligations(Note 39)	15	-	15	-
Deferred revenue (Note 38)	99	140	-	-
Total Liabilities	**30,545**	**20,625**	**11,147**	**8,738**
Equity attributable to the owners of the parent				
Share capital	580,518	580,518	580,518	580,518
Treasury Shares (Note 43)	(3,779)	-	(3,779)	-
Accumulated losses	(456,383)	(457,516)	(479,555)	(479,023)
Other reserves	(4,111)	(3,592)	(8,920)	(8,657)
Translation reserve (Note 25)	(70,486)	(67,833)	(55,602)	(54,786)
	45,759	**51,577**	**32,662**	**38,052**
Non-controlling interest (Note 24)	(102)	(104)	-	-
Total Equity	**45,657**	**51,473**	**32,662**	**38,052**
Total liabilities and equity	**76,202**	**72,098**	**43,809**	**46,790**

Note 26

The increase in Inventories of S$5.9 million was mainly in respect of Distribution of operator products & services and ICT distribution & managed services.

Note 27

The increase of S$ 2.1 million in trade receivables was mainly in respect of ICT Distribution & managed services.

Note 28

The Other Receivables and Deposits mainly included Operator's fee, GST refund , and receivables on account of support services provided to a related party.

Note 29

The increase in prepayments was mainly in respect of Affinity group and ICT products & services.

Note 30

The movement in amounts due from/to subsidiaries had mainly been on account of advance for purchase of additional battery electric vehicles.

Note 31

The movement in pledged deposits had primarily been in respect of the company, Bharat IT and Affinity Group.

Note 32

The decrease in Tax recoverable was mainly on account of refund in case of Affinity group.

Note 33

During the year, there has been addition of S$6.5 million in Property, Plant & Equipments (PPE), primarily on account of battery electric vehicles. There has been disposal of S$0.4 million mainly on account of a vacant property of Affinity group, as no longer required, forex translation loss of S$0.3 million and depreciation charge of S$0.9 million during FY 2017. As at 31 December 2016, certain properties belonging to Affinity group, as rented out, had been reclassified as investment properties. The movement in Investment properties has primarily been on account of re-use of certain properties for business purposes. Based on valuation by professional valuers, impairment loss of S$64K on property plant & equipment and gain of $94K on revaluation of investment properties have been recognised. Consequently, revaluation reserve has also been suitably adjusted.

Note 34

The change in investment in subsidiaries has primarily been on account of write back of certain provision for impairment recognised in previous years.

Note 35

The movement has been on account of disposal of investment in past in shares of a non related listed company in Singapore. This also resulted in movement in other reserves. Please also refer to note 15.

Note 36

The deferred tax assets are in respect of Bharat IT.

Note 37

The increase in Trade Creditors has mainly been in respect of ICT Distribution & Managed Services and Affinity group.

Note 38

The decrease in other creditors and accruals was mainly in respect of the company and Cavu group, partially offset by increase in Affinity group, Bharat IT and Battery electric vehicle's business.

Note 39

The deferred revenue was mainly in respect of ICT Distribution & Managed services and Affinity Group.

Note 40

The Lease obligations are mainly in respect of the company & Affinity group.

Note 41

The movement in loans and borrowings was mainly on account of utilisation of credit facilities, including with the banks by Affinity group, corresponding to its level of operations. Pending disbursement of loan for acquisition of certain battery electric vehicles, the company has availed a bridge loan of S$2.9 million from one of its banks.

Note 42

The decrease in tax payable was mainly in case of Bharat IT, partially offset by increase in case of Affinity group.

Note 43

Consequent to mandate for share buyback received at EGM on 1 August 2017, the company has been buying back its shares and till 31 December 2017, 1,232,500 shares have been bought for a consideration (excluding stamp duty and other costs) of S$3.8 million.

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

Amount repayable in one year or less, or on demand

As at 31/12/2017		As at 31/12/2016	
Secured (S$'000)	Unsecured (S$'000)	Secured (S$'000)	Unsecured (S$'000)
7,362	-	**2,545**	-

Amount repayable after one year

15	-	-	-

Details of any collateral

a) Group's current assets of S$15.6 million (31/12/2016 : S$$13.9 million) and property, plant and equipment with carrying amount of S$0.7 (31/12/2016: S$1.0 million) are pledged as security for bridge loan, bank guarantees, standby letters of credit and other bank services.

b) Corporate guarantees of S$8.0 million (31/12/2016 : S$8.0 million) were given by the Company to enable a subsidiary to obtain credit facility from suppliers.

c) Corporate guarantees of S$5.7 million (31/12/2016 : S$5.7 million) were given by the subsidiary to enable its subsidiaries to obtain credit facility from suppliers.

d) Corporate guarantees of S$1.1 million (31/12/2016 : S$3.0 million) were given by the subsidiary to enable its subsidiaries to obtain banking facilities.

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

	Quarter ended 31 Dec		Twelve months ended 31 Dec	
	2017	2016	2017	2016
	S$'000	S$'000	S$'000	S$'000
Cash flows from operating activities				
Profit/ (Loss) before taxation	**727**	**(1,513)**	**1,924**	**1,637**
Profit before taxation from discontinued operations	-	-	-	-
Profit before taxation	**727**	**(1,513)**	**1,924**	**1,637**
Adjustments for:				
Depreciation and amortisation	243	357	913	1,013
(Reversal of)/ allowance for/ write off of doubtful non-trade debts, net	14	(27)	70	-
(Reversal of)/ allowance for/ write off of doubtful trade debts, net	34	34	271	(140)
(Reversal of)/ allowance for/ write off of inventory obsolescence, net (Note 44)	(139)	(28)	(1,297)	429
Interest income from bonds, deposits and investment securities	(93)	(144)	(652)	(660)
Impairment of loan receivable	-	1,838	-	1,838
Gain on revaluation of investment properties	(94)	-	(94)	-
Impairment loss on property plant and equipment	64	-	64	-
Gain on disposal of property plant and equipment	-	(4)	(26)	-
Gain on disposal of investment securities	-	-	(190)	-
Finance cost	156	48	368	281
Unrealised exchange differences	(196)	978	(2,418)	358
Others	28	373	(18)	323
Operating profit/ (loss) before working capital changes	**744**	**1,912**	**(1,085)**	**5,079**
(Increase)/ Decrease in Inventories	(2,970)	1,572	(4,495)	(2,666)
(Increase)/ Decrease in Trade Receivables	345	(1,048)	(2,202)	1,654
(Increase)/ Decrease in other receivables and deposits	(1,334)	251	(1,427)	765
Increase in prepayments	865	74	(423)	(993)
Increase/ (Decrease) in trade creditors	2,556	2,398	6,189	(1,128)
Increase/ (Decrease) in other creditors and accruals	(62)	(657)	(642)	(2,997)
(Decrease)/ Increase in deferred revenue	(429)	(390)	(214)	(541)
Cash used in operating activities	**(285)**	**4,112**	**(4,299)**	**(827)**
Interest paid	(156)	(48)	(368)	(281)
Income tax refunded/(paid)	(206)	(85)	(669)	(116)
Net cash used in operating activities	**(647)**	**3,979**	**(5,336)**	**(1,224)**
Cash flows from investing activities				
Interest income received from bonds, deposits and investment securities	332	183	851	756
Proceeds from disposal of property, plant and equipment (Note 33)	178	20	446	1,367
Purchase of of Intangibles	(6)	(80)	(24)	(80)
Purchase of property, plant and equipment	(4,935)	(727)	(6,472)	(1,836)
Proceeds from disposal of Investment securities	-	-	250	-
Net cash generated from/ (used in) investing activities	**(4,431)**	**(604)**	**(4,949)**	**207**
Cash flows from financing activities				
Capital reduction	-	-		(9,996)
Increase/ (decrease) on cash and bank deposits pledged (Note 31)	(2,145)	(320)	(3,558)	7,002
Proceeds from/(repayment of) loans and bank borrowings (Note 41)	6,885	354	5,131	(1,424)
Share buyback (Note 43)	(552)	-	(3,914)	-
Unclaimed Cash Distribution	10	-	10	-
Repayment of obligations under finance leases	13	(58)	14	(464)
Net cash generated from/ (used in) financing activities	**4,211**	**(24)**	**(2,317)**	**(4,882)**
Net increase/(decrease) in cash and cash equivalents	**(867)**	**3,351**	**(12,602)**	**(5,899)**
Cash and cash equivalents at beginning of the period	15,338	23,383	27,342	32,802
Effects of exchange rate changes on the balance of cash held in foreign currencies	(281)	608	(550)	439
Cash and cash equivalents at end of the period	**14,190**	**27,342**	**14,190**	**27,342**

Note 44

Consequent to sale of certain inventories, corresponding provisions amounting to S$0.1 million during Q4 2017 (Q42016: S$0.1 million) and S$1.3 million during FY 2017 (FY2016: S$0.4 million), have been written back and netted off against Purchases and changes in inventories & Direct Service Fee incurred.

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Equity attributable to the owner of the parent						Non-controlling interest	Total Equity
	Share capital	Treasury Shares	Accumulated losses	Other reserves	Translation reserve	Total		
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
The Group								
Balance as at 1 January 2017	**580,518**	**-**	**(457,516)**	**(3,592)**	**(67,833)**	**51,577**	**(104)**	**51,473**
Total comprehensive income/ (loss) for the period	-	-	354	(131)	(2,325)	**(2,102)**	(11)	**(2,113)**
Share Buy Back	-	(3,293)	-	(68)	-	**(3,361)**	-	**(3,361)**
Revaluation surplus on disposal of properties	-	-	232	(222)	-	**10**	-	**10**
Balance as at 30 September 2017	**580,518**	**(3,293)**	**(456,930)**	**(4,013)**	**(70,158)**	**46,124**	**(115)**	**46,009**
Total comprehensive (loss)/ income for the period	-		**537**	**(32)**	**(328)**	**177**	**13**	**190**
Share Buy Back		**(486)**		**(66)**		**(552)**		**(552)**
Unclaimed Cash Distribution			**10**			**10**		**10**
Balance as at 31 December 2017	**580,518**	**(3,779)**	**(456,383)**	**(4,111)**	**(70,486)**	**45,759**	**(102)**	**45,657**
Balance as at 1 January 2016	**590,515**		**(458,390)**	**(5,361)**	**(68,864)**	**57,900**	**(69)**	**57,831**
Total comprehensive (loss)/ income for the period	-		2,257	2,145	(483)	**3,919**	(40)	**3,879**
Capital reduction	(9,997)		-	-	-	**(9,997)**	-	**(9,997)**
Revaluation surplus on disposal of properties	-		412	(396)	-	**16**	-	**16**
Minority	-		-	-	-	-	1	**1**
Balance as at 30 September 2016	**580,518**	**-**	**(455,721)**	**(3,612)**	**(69,347)**	**51,838**	**(108)**	**51,730**
Total comprehensive (loss)/ income for the period	-		(1,795)	20	1,514	**(261)**	4	**(257)**
Minority interest in share capital								-
Balance as at 31 December 2016	**580,518**	**-**	**(457,516)**	**(3,592)**	**(67,833)**	**51,577**	**(104)**	**51,473**

	Share capital	Treasury Shares	Accumulated losses	Other reserves	Translation reserve	Total
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
The Company						
Balance as at 1 January 2017	580,518	-	(479,023)	(8,657)	(54,786)	**38,052**
Total comprehensive (loss)/ income for the period	-	-	(2,232)	(128)	(739)	**(3,099)**
Share Buy Back	-	(3,293)	-	(69)	-	**(3,362)**
Balance as at 30 September 2017	**580,518**	**(3,293)**	**(481,255)**	**(8,854)**	**(55,525)**	**31,591**
Total comprehensive (loss)/ income for the period			1,690		(77)	**1,613**
Share Buy Back		(486)		(66)		**(552)**
Capital Reduction						-
Unclaimed Cash Distribution			10			**10**
Balance as at 31 December 2017	**580,518**	**(3,779)**	**(479,555)**	**(8,920)**	**(55,602)**	**32,662**
Balance as at 1 January 2016	590,515		(482,029)	(8,750)	(54,489)	45,247
Total comprehensive (loss)/ income for the period	-		(3,906)	76	(1,258)	(5,088)
Capital reduction	(9,997)		-	-	-	(9,997)
Balance as at 30 September 2016	**580,518**	**-**	**(485,935)**	**(8,674)**	**(55,747)**	**30,162**
Total comprehensive (loss)/ income for the period	-		6,912	17	961	**7,890**
Balance as at 31 December 2016	**580,518**	**-**	**(479,023)**	**(8,657)**	**(54,786)**	**38,052**

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, , 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 period. 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.

	No. of Shares	
	31 Dec 17	**30 Sep 17**
Issued shares at the beginning of the period	13,712,452	13,712,452
Total issued shares at the end of the period	13,712,452	13,712,452

The details of the outstanding share options and share awards granted under the Employees' Share Option Schemes and Share Plans respectively are as follows:

	No. of Shares	
	31 Dec 17	**31 Dec 16**
Options granted under 1999 S i2i Employees' Share Option Scheme II	-	-
Options granted under 2014 S i2i Employees' Stock Option plan *	-	-

Total number of shares held as treasury shares as at 31 December 2017 were 1,232,500 (31 Dec 2016: Nil).

Total number of subsidiary holdings as at 31 Dec 2017 were Nil (31 Dec 2016: Nil).

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.

Total number of issued shares excluding treasury shares as at 31 Dec 2017 were 12,479,952 (31 Dec 2016 : 13,712,452).

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

There were no treasury shares sold, transferred, disposed, cancelled and/ or used as at the end of the current financial period reported on.

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

There were no subsidiary holdings 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 have not been audited or reviewed by the auditors.

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

The Group has adopted the same accounting policies and methods of computation as the audited financial statements for the year ended 31 December 2016.

5. If there are any changes in the accounting policies and method 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

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			
	Quarter ended 31 Dec		Twelve months ended 31 Dec	
	2017	**2016**	**2017**	**2016**
Earning per ordinary share for the period after deducting any provision for preference dividends:-				
i) Based on weighted average number of ordinary share in issue (S$ cent)	3.13 cents	(13.09 cents)	5.79 cents	3.37 cents
ii) On a fully diluted basis (S$ cent)	3.13 cents	(13.09 cents)	5.79 cents	3.37 cents

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 Dec 17	**31 Dec 16**	**31 Dec 17**	**31 Dec 16**
Net asset backing per ordinary share is calculated based on 12,479,952 (31/12/2016 : 13,712,452) ordinary shares in issue at the end of the period under review and of the immediate preceding financial year **(S$ cent)**.	366.66 cents	376.13 cents	261.73 cents	277.50 cents

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.

The group recorded a turnover of S$82.2 million & S$351.0 million - a decrease of 5.8% & increase of 7.9% over revenue of corresponding quarter & year respectively. Distribution of Operator products and services in Indonesia grew at 6.1% during FY 2017 against corresponding FY 2016. The annual growth was after taking in to account the decline of 9.8% during Q4 2017 against corresponding quarter Q4 2016. Revenue from ICT distribution and managed services has also grown at 26.6% and 15.9% during Q4 2017 and FY 2017 over corresponding quarter Q4 2016 and FY 2016 respectively. To retain and grow margins, the subsidiaries engaged in this business have been focusing more on services led business. The company continues to focus on profitable revenue stream of multi-brand, MNC mobile retail business through our own retail shops in Indonesia. During later part of FY 2016, the company through one of the subsidiaries in Singapore had ventured into business of battery electric vehicles and passenger land transport. Correspondingly, there has been change in "Purchases and changes in inventories and direct services fee incurred".

There was an increase in overheads mainly owing to operator driven manpower requirement/planning and related costs in operator products & services, enhanced focus on services led business in case of one of the subsidiaries under ICT distribution and managed services and Battery Electric Vehicle (BEV) business.

The earnings (before interest, depreciation, amortisation and taxation) during Q4 2017 & FY 2017 have been S$1.0 million & S$2.5 million against S$0.7 million & S$3.0 million during corresponding Q4 2016 and FY 2016 respectively.

Consequent to sale of insignificant, non strategic equity investment in a listed non related company, a gain of S$0.2 million was recognised during preceding quarter ended June 2017/FY 2017. During corresponding period/s Q4 2016/FY2016, the company had recognised a provision for impairment loss of S$1.8 million against a loan receivable, after taking into consideration the propability of default or significant delay in repayment. The amount was largely offset by write back of certain accruals/provisions, in respect of certain non-recurring costs recognised in previous periods as part of alignment of certain business segments in light of industry shifts and unclaimed loan and advance, received against supply of materials in past by Bharat IT, one of the subsidiaries engaged in ICT Distribution & managed services.

The Group earned profit before tax of S$0.7 million during Q4 2017 & S$1.9 million during FY 2017, against the loss before tax of S$1.5 million & profit before tax of S$1.6 million during corresponding Q4 2016 & FY 2016 respectively.

The company has continued its focus on operating efficiencies and management of working capital in terms of inventories, trade debtors, trade creditors and loans and borrowings in accordance with its business requirements. Cash in hand (net of borrowings) as at 31 December 2017 was S$14.9 million against S$29.3 million as at 31 December 2016. Consequent to mandate for share buyback received at EGM on 1 August 2017, the company has been buying back its shares and till 31 December 2017, 1,232,500 shares have been bought for a consideration (excluding stamp duty and other costs) of S$3.8 million. During current year, the company has also purchased additional battery electric vehicles valued at S$6.1 million for its electric vehicle business.

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

There was no forecast or prospect statement disclosed to shareholders previously.

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 company's focus on operator driven plans at the cluster levels as required by the operators and their strategic plans in the business of distribution of operator products & services continues.

Consequent to intense competition, all operators are creating innovative products and resorting to competitive pricing. Continuing engagement of operators in Indonesia for getting market share is resulting in increased marketing/promotion and other expenses. This may result in some pressure on margins in the short run. The company continues to be diligent and is working with the operators to align with this strategy. The Gross margin remains under pressure worldwide and in Indonesia business, as the Voice business continues to shrink and a shift towards data driven strategy is being implemented.

As a result of enhanced focus on services and cost optimisation, the business of ICT distribution & managed services in Singapore has shown encouraging signs of turn around. The ICT distribution & managed services is a highly competitive business primarily due to the economic scenario and the continuous changes and innovations happening in this space. The ICT Industry has moved forward as planned to innovative and disruptive offerings & technology and the Cavu group is in the midst of a shift towards futuristic services based offerings like Cloud, IOT, Server consolidation, Virtualization and other services relevant to a developed economy. The company keeps its focus on services driven business and key innovative offerings aligned to IBM and HP strategy to improve margins. The IT business is exploring tie ups with other IoT and innovation based vendors and also working on plans to have strategic tie ups which can enhance value added services options in existing customer base. The company is now planning to embark upon further enhancing its alliance with large MNC players and also explore innovative ways of managing cash flow and vendor management to optimize working capital and cash flow.

As part of 'Information' to 'Innovation' strategy, the company continues to focus on innovative technologies. The information technologies may not have the desired growth potential. Consequently, the company has embarked upon an innovation led business of battery electric vehicles (BEV) with a Chinese manufacturer BYD (Build Your Dreams) in Singapore. Continuous progress is being made on this front.

The company's fleet of 50 BYD BEVs, as it stands now, (as B2B taxi model) in the Singapore market place with alliance from App hailing services is proceeding as planned.

The company continues to work on a time bound plan to cut down all loss making businesses, hold and grow profitable businesses, move from Information to Innovation and come out of watch list.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? None

(b) Corresponding Period of the Immediately Preceding Financial Year

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

(c) Date payable

Not applicable

(d) Books closure date

Not applicable

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

No dividend has been declared or recommended

13. Utilisation of Rights Issue proceeds

Not Applicable.

14. Interested persons transactions disclosure

	Aggregate value of all interested person transactions during the period under review (excluding transactions less than SGD100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	**Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than SGD100,000)**
	Quarter ended 31 Dec 2017	**Quarter ended 31 Dec 2017**
Name of interested person	**S$'000**	**S$'000**
Smart Global Innovations Pte. Ltd.	664	-

There was neither renewal nor new IPT mandate obtained during the Annual General Meeting of the Company held on 28th April 2017.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT (This part is not applicable to Q1, Q2, Q3 or Half Year Results)

15. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

Operating Segments

a) Distribution of operator products & services

i) Distribution of mobile prepaid cards

b) ICT distribution & managed services

i) Supply, rental, maintenance and servicing of computer hardware and peripheral equipment; and

ii) Systems integration service related to computer equipment and peripherals, storage systems and networking products.

iii) "PC-Phone" service that allows users to make calls from their PC to any phone in the world;

iv) "GCC" service that offers users the means to make low cost calls via IP infrastructure;

v) IDD, Mobile VoIP and VoIP telephony services to corporate users and consumers;

vi) "Enterprise" service that allows corporate users to make calls via their existing corporate PABX and internet access;

vii) Wholesale traffic terminating services to carriers and service providers; and

viii) "Technology Licensing" service that offers connectivity and interoperatability solutions to telecommunication carriers and wholesale clearing houses.

ix) "ISP" service that offers an extensive portfolio of data services include Broadband, Lease line Access, Private Network, Network Security, Hosted Services and IT Solutions to corporate users and consumers;

c) Mobile devices distribution & retail

i) Sale of mobile handsets, related products and services.

d) Battery electric vehicles (BEV)

i) Business of BEV and passenger land transport

	2017				
	Twelve months ended 31 Dec 2017				
	Distribution of operator products & services (S$'000)	**ICT distribution & managed services (S$'000)**	**Mobile devices distribution & retail (S$'000)**	**Battery electric vehicles (S$'000)**	**Group (S$'000)**
Turnover - external sales	**289,144**	**47,954**	**13,062**	**885**	**351,045**
Purchases and changes in inventories and direct service fees incurred	(275,375)	(33,346)	(11,505)	(46)	**(320,272)**
Commissions and other selling expenses	(33)	(229)	(26)	-	**(288)**
Other income - operating	256	347	23	20	**646**
Personnel costs	(7,225)	(9,069)	(933)	(844)	**(18,071)**
Infrastructure costs	(1,143)	(1,148)	(516)	(26)	**(2,833)**
Marketing expenses	(1,293)	(9)	(13)	(121)	**(1,436)**
Foreign exchange gain/ (loss)	(112)	45	(44)	14	**(97)**
Other expenses - operating	(2,183)	(3,187)	(674)	(182)	**(6,226)**
Interest income from deposits and investment securities	168	457	22	5	**652**
Finance costs	(280)	(85)	(3)	-	**(368)**
Depreciation of property, plant and equipment, net	(280)	(303)	(99)	(224)	**(906)**
Amortisation of intangible assets, net	(5)	(2)	-	-	**(7)**
Gain/(loss) on disposal of property, plant and equipment	23	-	3	-	**26**
Gain on revaluation of investment property	85	-	9	-	**94**
Impairment Loss on Property Plant and Equipment	(58)	-	(6)	-	**(64)**
Gain on disposal of investment securities	86	90	9	5	**190**
Others	(91)	(44)	(26)	-	**(161)**
Profit/ (loss) before taxation	**1,684**	**1,471**	**(717)**	**(514)**	**1,924**
Taxation	(319)	(785)	(36)	-	**(1,140)**
Profit/ (loss) after taxation	**1,365**	**686**	**(753)**	**(514)**	**784**
Assets:					
Segment assets	**33,341**	**29,051**	**6,135**	**7,675**	**76,202**
Segment liabilities	**11,872**	**14,328**	**1,116**	**3,230**	**30,546**
Capital expenditure	**173**	**156**	**11**	**6,156**	**6,496**

* This business has been started during FY 2016, hence, no corresponding figures for FY 2015.

	2016				
	Twelve months ended 31 Dec 2016 (Restated*)				
	Distribution of operator products & services (S$'000)	ICT distribution & managed services (S$'000)	Mobile devices distribution & retail (S$'000)	Battery electric vehicles (S$'000)	Group (S$'000)
Turnover - external sales	**272,531**	**41,369**	**11,434**	**156**	**325,490**
Purchases and changes in inventories and direct service fees incurred	(259,412)	(29,638)	(10,121)	(50)	**(299,221)**
Commissions and other selling expenses	(18)	(214)	(4)	(26)	**(262)**
Other income - operating	296	1,749	355	1	**2,401**
Personnel costs	(6,583)	(8,547)	(1,006)	(222)	**(16,358)**
Infrastructure costs	(1,030)	(1,061)	(530)	(1)	**(2,622)**
Marketing expenses	(751)	(6)	(12)	(140)	**(909)**
Foreign exchange gain/ (loss)	103	(4)	(16)	(8)	**75**
Other expenses - operating	(2,932)	(2,410)	(222)	(55)	**(5,619)**
Interest income from deposits and investment securities	214	418	27	1	**660**
Finance costs	(165)	(112)	(4)	-	**(281)**
Depreciation of property, plant and equipment, net	(420)	(282)	(145)	(47)	**(894)**
Amortisation of intangible assets, net	-	(119)	-	-	**(119)**
Gain/(loss) on disposal of property, plant and equipment	-	-	3	34	**37**
Others	(729)	162	(168)	(7)	**(742)**
Profit/ (loss) before taxation	**1,104**	**1,305**	**(409)**	**(364)**	**1,636**
Taxation	(181)	(961)	(22)	-	**(1,164)**
Profit/ (loss) after taxation	**924**	**343**	**(430)**	**(364)**	**473**
Assets:					
Segment assets	**30,059**	**30,571**	**9,489**	**1,979**	**72,098**
Segment liabilities	**5,543**	**13,120**	**1,911**	**51**	**20,625**
Capital expenditure	**231**	**131**	**45**	**1,509**	**1,916**

* Effective FY 2017, the company has made changes in its basis of allocation of expenses, assets and liabilities amongst operating segments. Consequently, the previous year segment results have been restated for comparison.

Geographical Segments

The Group has operating offices in three main geographical areas.

i) South East Asia includes the operations in Singapore, Malaysia, Thailand and Indonesia;

ii) South Asia includes the operations in India

iii) Others include the operations in North, South and Central America, UK, China, Japan and Middle East.

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	Turnover		Assets		Capital Expenditure	
	Twelve months ended	Twelve months ended			Twelve months ended	Twelve months ended
	31 Dec 17	31 Dec 16	31 Dec 17	31 Dec 16	31 Dec 17	31 Dec 16
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Southeast Asia	332,602	311,892	63,429	60,056	6,436	1,788
South Asia	18,443	13,569	11,795	10,902	60	125
Others	-	29	978	1,140	-	3
Operations related to disposal group classified as held for sale	-	-	-	-	-	-
Total	**351,045**	**325,490**	**76,202**	**72,098**	**6,496**	**1,916**

16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Distribution of Operator products and services in Indonesia grew at 6.1% during FY 2017 against corresponding FY 2016. Revenue from ICT distribution and managed services has also grown at 15.9% during FY 2017 over FY 2016 respectively. To retain and grow margins, the subsidiaries engaged in this business have been focusing more on services led business. The company continues to focus on profitable revenue stream of multi-brand, MNC mobile retail business through our own retail shops in Indonesia. During later part of FY 2016, the company through one of the subsidiaries in Singapore had ventured into business of battery electric vehicles and passenger land transport. There has been increase in overheads mainly owing to operator driven manpower requirement/planning and related costs in operator products & services, enhanced focus on services led business in case of one of the subsidiaries under ICT distribution and managed services and Battery Electric Vehicle (BEV) business.The business of the Group is mostly concentrated in South east Asia. The major focus during FY 2017 and FY 2016 had been in Indonesia, Singapore and India.

17. A breakdown of sales.

	Group		Operation related to disposal group classified as held for sale		Group - Net of operations related to disposal group classified as held for sale		
	S$'000		S$'000		S$'000		%
	12-month Ended		12-month Ended		12-month Ended		
	31/12/2017	31/12/2016	31/12/2017	31/12/2016	31/12/2017	31/12/2016	Change
Sales reported for first half year	178,870	159,313	-	-	178,870	159,313	12.3%
Profit/(loss) reported for first half-year	240	1,789	-	-	240	1,789	-86.6%
Sales reported for second half-year	172,175	166,177	-	-	172,175	166,177	3.6%
Profit/(loss)Loss reported for second half-year	544	(1,316)	-	-	544	(1,316)	-141.3%

18. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

Not Applicable

19. Disclosure of person(s) occupying a managerial position in the issuer or any of its subsidiaries, who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704 (13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

There is no person occupying managerial position in the Group who is related to the substantial shareholder or a director.

20. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the form set out in appendix 7.7) under rule 720(1).

The Company confirms that it has procured undertakings from all its directors and executive officers in the form set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD

Maneesh Tripathi
Executive Director & Group Chief Executive Officer

26 February 2018