M M P RESOURCES LIMITED

(Incorporated in the Republic of Singapore)

(Registration No: 200613299H)

UNAUDITED FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2016

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

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

	Unaudited 4th Quarter				Unaudited Year Ended			
	31/12/2016	31/12/2015	(+/-)		31/12/2016	31/12/2015	(+/-)	
	S$'000	S$'000	Sgd '000	%	S$'000	S$'000	Sgd '000	%
Continuing Operations								
Revenue	519	399	120	30%	1,619	998	621	62%
Cost of sales	(15)	(497)	482	-97%	(21)	(1,269)	1,248	-98%
Gross Profit	504	(98)	602	-614%	1,598	(271)	1,869	-690%
Other items of Income								
Other income	5,284	155	5,129	3309%	5,367	317	5,050	1593%
Other items of Expense								
Administrative expenses	(856)	(4,023)	3,167	-79%	(2,073)	(5,679)	3,606	-63%
Finance costs	(2)	196	(198)	-101%	(6)	(132)	126	-95%
Other expenses	(88)	(18,227)	18,139	-100%	(81)	(37,747)	37,666	-100%
Profit/(loss) before income tax	**4,842**	**(21,997)**	**26,839**	-122%	**4,805**	**(43,512)**	**48,317**	-111%
Income tax expense	(92)	-	(92)	n.m	(92)	-	(92)	n.m
Profit/(loss) after income tax	**4,750**	**(21,997)**	**26,747**	-122%	**4,713**	**(43,512)**	**48,225**	-111%
Profit/(loss) from continuing operations, net of tax	4,750	(21,997)	26,747	-122%	4,713	(43,512)	48,225	-111%
Profit/(loss) from discontinued operations, net of tax	-	-	-	n.m	-	(231)	(231)	-100%
Profit/(loss) for the financial year	**4,750**	**(21,997)**	**26,747**	-122%	**4,713**	**(43,743)**	**48,456**	-111%
Other comprehensive income for the period								
Foreign currency translation difference-foreign operation	13	-	13	n.m	13	(13)	26	-200%
Foreign currency translation differences, reclassified to profit and loss on disposal of foreign operations	-	-	-	n.m	-	15	(15)	-100%
Other comprehensive income for the year, net of tax	13	-	13	n.m	13	2	11	550%
Total comprehensive income for the financial year	**4,763**	**(21,997)**	**26,760**	-122%	**4,726**	**(43,741)**	**48,467**	-111%
Profit/(Loss) for period attributable to:								
Owners of the company								
- Continuing operations	4,750	(21,997)	26,747	-122%	4,713	(43,940)	48,653	-111%
- Discontiued operation	-	-	-	n.m	-	(28)	28	n.m
	4,750	**(21,997)**	**26,747**	-122%	**4,713**	**(43,968)**	**48,681**	-111%
Non-controlling interests								
- Continuing operations	-	-	-	n.m	-	428	(428)	-100%
- Discontinued operations	-	-	-	n.m	-	(203)	203	n.m
	-	**-**	**-**	n.m	**-**	**225**	**(225)**	-100%
	4,750	**(21,997)**	**26,747**	-122%	**4,713**	**(43,743)**	**48,456**	-111%

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

Total Comprehensive Income for the year attributable to:								
Owners of the company								
- Continuing operations	4,763	(21,997)	26,760	-122%	4,726	(43,940)	48,666	-111%
- Discontinued operations	-	-	-	n.m	-	(26)	26	n.m
	4,763	**(21,997)**	**26,760**	-122%	**4,726**	**(43,966)**	**48,692**	-111%
Non-controlling interests								
- Continuing operations	-	-	-	n.m	-	428	(428)	-100%
- Discontinued operations	-	-	-	n.m	-	(203)	203	n.m
	-	**-**	**-**	n.m	**-**	**225**	**(225)**	-100%
	4,763	**(21,997)**	**26,760**	-122%	**4,726**	**(43,741)**	**48,467**	-111%

n.m – not meaningful

1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year.

(Loss) before tax is arrived at after charging and (crediting) the following items：

	Unaudited 4th Quarter Ended		Unaudited Year Ended	
	31/12/2016	31/12/2015	31/12/2016	31/12/2015
	S$'000	S$'000	S$'000	S$'000
Depreciation of Property, Plant & Equipment	3	18	16	91

1(a)(iii) Other expenses

	Unaudited 4th Quarter Ended		Unaudited Year Ended	
	31/12/2016	31/12/2015	31/12/2016	31/12/2015
	S$'000	S$'000	S$'000	S$'000
Unrealised Exchange gain/(loss), Net	58	(111)	51	(107)
Other Expenses	-	18,338	-	37,854
Loss on asset disposal	30	-	30	-
	88	18,227	81	37,747

1(b)(i) A statement of financial position together with a comparative statement for the corresponding periods of the immediately preceding year:

	Group		Company	
	Unaudited 2016 S$'000	Audited 2015 S$'000	Unaudited 2016 S$'000	Audited 2015 S$'000
Assets				
Non-Current assets				
Investment in subsidiaries	-	-	1	-
Property, plant and equipment	336	45	14	45
	336	**45**	**15**	**45**
Current Assets				
Trade and other receivables	1,714	776	584	46
Due from subsidiaries	-	-	1,222	12
Prepaid operating expenses	41	20	20	20
Cash and cash equivalents	645	6	352	6
	2,400	802	2,178	84
Total Assets	**2,736**	**847**	**2,193**	**129**
Equity and Liabilities				
Equity				
Capital and reserves attribtable to equity holders of the company				
Share capital	124,487	121,992	124,487	121,992
Other reserve	2,421	2,421	2,421	2,421
Foreign currency translation reserve	13	-	-	-
Accumulated (profit)/loss	(126,403)	(131,116)	(126,970)	(131,075)
Total Equity	518	(6,703)	(62)	(6,662)
Current liabilities				
Loan and borrowings	1,100	5,682	1,100	5,682
Trade and other payables	292	1,443	233	644
Due to subsidiaries	-	-	201	40
Provision for tax	92	-	-	-
Other liabilities	734	425	721	425
	2,218	7,550	2,255	6,791
Non Current liabilities				
Borrowings	-	-	-	-
Total liabilities	2,218	7,550	2,255	6,791
Total Equity and Liabilities	**2,736**	**847**	**2,193**	**129**

1(b)(ii) In relation to the aggregate amount of group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:-

Amount repayable in one year or less, or on demand

	As at 31/12/2016		As at 31/12/2015	
	Secured	Unsecured	Secured	Unsecured
	S$'000	S$'000	S$'000	S$'000
Borrowings	-	1,100	-	5,319
	-	1,100	-	5,319

Amount repayable after one year

	As at 31/12/2016		As at 31/12/2015	
	Secured	Unsecured	Secured	Unsecured
	S$'000	S$'000	S$'000	S$'000
Borrowings	-	-	-	-
	-	-	-	-

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.

	Unaudited	
	2016	**2015**
	S$'000	**S$'000**
Cash Flows from Operating Activities		
Profit (Loss) after tax for continuing operations	4,713	(43,512)
Profit (Loss) after tax for discontinued operations	-	(231)
	4,713	(43,743)
Adjustments for:		
Depreciation of property, plant and equipment	16	91
(Gain)/ Loss on disposal of subsidiaries	-	215
Write off of Investment	-	35,380
Share based payment	-	27,481
Reversal of other reserves in prior year	-	5,200
Reversal of loan payables in prior year	(5,222)	-
Finance costs	6	132
Provision of tax	92	-
Translation Reserve	13	-
Operating cash flows before changes in working capital	(382)	24,756
Changes in working capital:		
Decrease (increase) in gross amount due from customer for contract work-in-progress	-	(371)
Decrease (increase) in Inventories	-	(56)
Decrease (increase) in trade and other receivables	(938)	351
Decrease (increase) in prepaid operating expenses	(21)	(1)
Increase (decrease) in trade and other payables	(753)	(30,944)
Increase (decrease) in amount due to directors	-	(150)
Increase (decrease) in other liabilities	-	(296)
Cash flows from/(used in)operations	(2,094)	(6,711)
Interest paid	(6)	(132)
Income taxes paid	-	-
Net cash flows from operating activities	(2,100)	(6,843)
Cash flows from Investing Activities		
Purchase of property, plant and equipment	(339)	(891)
Proceeds from disposal of property, plant and equipment	32	-
Net cash inflows on disposal of subsidiaries	-	592
Net cash flows used in investing activities	(307)	(299)
Cash flows from Financing Activities		
Proceeds from issuance of shares	2,560	1,590
Share issuance expense	(65)	(140)
Proceeds from loans and borrowings	600	5,529
Repayment of loans and borrowings	(49)	-
Net cash flows (used in)/from financing activities	3,046	6,979
Net increase in cash and cash equivalents	639	(163)
Cash and cash equivalents at beginning of period	6	169
Cash and cash equivalents at end of period	645	6

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. (cont'd)

Notes:

Cash and cash equivalent at the end of the reporting period as shown in the consolidated statement of cash flows can be reconciled to the related items in the consolidated balance sheet as follows:

	2016	2015
	S$'000	S$'000
Cash at banks and on hand	645	6
Less: Bank overdraft	-	-
	645	6

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.

	Attributable to owners of the company							
Unaudited 2016 - Group	**Share capital S$'000**	**Other Reserve S$'000**	**Share-based payment reserve S$'000**	**Translation Reserve S$'000**	**Accumulated profit/(loss) S$'000**	**Attributable to Owners of the parent S$'000**	**Non-controlling interests S$'000**	**Total Equity S$'000**
Balance as at 1 January 2016	***121,992***	***-***	***2,421***	***-***	***(131,116)***	***(6,703)***	***-***	***(6,703)***
Profit/(loss) for the period	-	-	-	-	4,713	4,713	-	***4,713***
Other comprehensive income								
Foreign currency translation reserve	-	-	-	13	-	13	-	13
Foreign Currency Translation differences, reclassified to profit and loss on disposal of foreign operation	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	13	4,713	4,726	-	4,726
Contributions by and distributions to owners of the parent								
Issuance of ordinary shares	2,560	-	-	-	-	2,560	-	2,560
Share issue expenses	(65)	-	-	-	-	(65)	-	(65)
Total transactions with owners in their capacity as owners of the parent	2,495	-	-	-	-	2,495	-	2,495
Balance as at 31 December 2016	***124,487***	***-***	***2,421***	***13***	***(126,403)***	***518***	***-***	***518***

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. (cont'd)

	Attributable to owners of the company							
Audited 2015 - Group	**Share capital S$'000**	**Other Reserve S$'000**	**Share-based payment reserve S$'000**	**Translation Reserve S$'000**	**Accumulated profit/(loss) S$'000**	**Attributable to Owners of the parent S$'000**	**Non-controlling interests S$'000**	**Total Equity S$'000**
At 1 January 2015	***95,482***	***(5,200)***	***-***	***(2)***	***(87,148)***	***3,132***	***69***	***3,201***
Profit/(loss) for the period					(43,968)	(43,968)	224	***(43,743)***
Other comprehensive income								
Foreign currency translation reserve	-	-	-	(8)	-	(8)	(4)	(12)
Foreign Currency Translation differences, reclassified to profit and loss on disposal of foreign operation	-	-	-	10	-	10	4	14
Total comprehensive income for the period	-	-	-	2	(43,968)	(43,966)	224	(43,741)
Contributions by and distributions to owners of the parent								
Issuance of ordinary shares	26,650	5,200	-	-	-	31,850	-	31,850
Share issue expenses	(140)	-	-	-	-	(140)	-	(140)
Total transactions with owners in their capacity as owners of the parent	26,510	5,200	-	-	-	31,710	-	31,710
Share-based payment	-	-	2,421	-	-	2,421	-	2,421
Disposal of subsidiaries	-	-	-	-	-	-	(293)	(293)
At 31 December 2015	***121,992***	***-***	***2,421***	***-***	***(131,116)***	***(6,703)***	***-***	***(6,703)***

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 (cont'd).

Unaudited 2016 - Company	Share capital S$'000	Other reserves S$'000	Share-based payment S$'000	Accumulated profit/(loss) S$'000	Total S$'000
Balance at 1 January 2016	**121,992**	**-**	**2,421**	**(131,075)**	**(6,662)**
Profit/(loss) for the period	-	-	-	4,105	4,105
Other comprehensive income					
Foreign currency translation reserve	-	-	-	-	-
Total comprehensive income for the period	**-**	**-**	**-**	**4,105**	**4,105**
Contributions by and distributions to owners of the parent					
Issuance of ordinary shares	2,560	-	-	-	2,560
Share issue expense	(65)	-	-	-	(65)
Total transactions with owners in their capacity as owners of the parent	2,495	-	-	-	2,495
Balance as at 31 December 2016	**124,487**	**-**	**2,421**	**(126,970)**	**(62)**

Unaudited 2015 - Company	Share capital S$'000	Other reserves S$'000	Share-based payment S$'000	Accumulated profit/(loss) S$'000	Total S$'000
Balance at 1 January 2015	**95,482**	**(5,200)**	**-**	**(86,730)**	**3,552**
Profit/(loss) for the period	-	-	-	(44,344)	(44,344)
Total comprehensive income for the period	**-**	**-**	**-**	**(44,344)**	**(44,344)**
Contributions by and distributions to owners of the parent					
Issuance of ordinary shares	26,650	5,200	-	-	31,850
Share issue expense	(140)	-	-	-	(140)
Share based payment	-	-	2,421	-	2,421
Total transactions with owners in their capacity as owners of the parent	26,510	5,200	2,421	-	34,131
Balance as at 31 December 2015	**121,992**	**-**	**2,421**	**(131,075)**	**(6,662)**

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. The number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

Details of ordinary share capital movements are as shown below:

As at 31/12/2016		As at 31/12/2015	
No of shares	**S$**	**No of shares**	**S$**
1,997,657,117	124,487,275	1,688,463,799	121,991,687

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	**31/12/2016**	**31/12/2015**
Total number of issued shares	1,997,657,117	1,688,463,799

There are no treasury shares as at the end of the current financial year and as at the end of the immediately preceding year.

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.

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 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.

The same accounting policies and methods of computation adopted in the most recently audited financial statements for the financial year ended 31 December 2016 have been applied in the preparation for the financial statements for the financial year ended 31 December 2016 except that the Group has adopted the new and revised Financial Reporting Standards (FRS) and interpretations of FRS (INTFRS) which became effective for annual period beginning on 1 January 2016 or otherwise stated.

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 adoption of the new and revised FRS and INT FRS does not have any material financial impact on the Group's and Company's financial statements for the current year.

6 Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends. (a) Based on the weighted average number of ordinary shares on issue; and (b) On a fully diluted basis (detailing any adjustments made to the earnings).

	Year Ended	
	31/12/2016	**31/12/2015**
	S$ (cents)	**S$ (cents)**
(Loss)/Profit per share		
- Basic	0.26	(3.02)
- Diluted	0.26	(3.02)

The basic and diluted EPS is computed using loss attributable to shareholders of the Company in the relevant periods over the weighted average number of shares as shown below:

	No. of shares	**No. of shares**
Basic	1,787,333,437	1,447,742,429
Diluted	1,787,333,437	1,447,742,429

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**	
	31/12/2016	**31/12/2015**	**31/12/2016**	**31/12/2015**
	S$ (cents)	**S$ (cents)**	**S$ (cents)**	**S$ (cents)**
Net asset value per ordinary share	0.03	(0.40)	(0.003)	(0.39)

Net asset value per ordinary share of the Group was calculated based on the share capital of 1,997,657,117 (FY2015：1,688,463,799) shares.

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 INCOME STATEMENT

The Group reported a profit of S$4.750 million for the 4Q2016 and S$4.713 million for the year ended 31 December 2016. An analysis of the statement of comprehensive income is as follows:

Revenue and cost of sales

The Group's total revenue of S$1.619 million for the year ended 31 December 2016 increased by 62% compared to the Prior Corresponding Period ("PCP") (31 December 2015: S$0.998 million). Total cost of sales for FY2016 amounts to S$0.021 million decreased by 98.0% compared to the PCP (31 December 2015: S$1.269 million). This was mainly due to: -

(i) Decrease in power generation related business in FY2016.

(ii) Increase in management related consultancy services in FY2016. (i.e. Overseeing and managing of Micro Power Plant on behalf of Magnum Modular Power Generation Pte. Ltd.)

Other Income

Other income increased by S$5.050 million from S$0.317 million for FY2015 to S$5.367 million for FY2016. The increase was mainly due to: -

(i) Reversal of two loans payable amounting to S$5.222 million. The Group has noted them separately as Contingent Liability. Refer to Contingent Liability below.

Administrative Expenses

Administrative Expenses consist of salary and related expenses, office rental, depreciation, legal and professional fees, the Group's Japan subsidiary setup expenses and other expenses. Administrative expenses decreased by 63% from S$5.679 million in FY2015 to S$2.073 million in FY2016.

Decrease in administrative expenses in FY2016 is due mainly to: -

(i) The decrease in director fees by S$0.09 million.

(ii) Decrease in professional fees by S$2.230 million in FY2016. Professional fees incurred during FY2016 are mainly associated with the additional listing of shares on the Singapore Exchange ("SGX") and legal expenses incurred with the various ongoing legal disputes.

(iii) Decrease in depreciation by S$0.075 million in FY2016.

(iv) Decrease in directors' remuneration of S$1.2 million in FY2016.

The above had led to the significant decrease in administrative expenses for FY2016.

Finance Costs

Finance costs decreased by 95% in FY2016 from S$0.132 million in FY2015 to S$0.006 million in FY2016. The decrease is mainly due to: -

(i) The Group has no interest bearing loans for FY2016.

Other Expenses

Other expenses decreased by approximately S$37.666 million for FY2016. The decrease in Other Expenses is mainly due to: -

(i) No impairment loss was recognized in FY2016 as compared to FY2015.

(ii) No loss on write-offs of assets and/or loans in FY2016.

REVIEW OF STATEMENT OF FINANCIAL POSITION

NON-CURRENT ASSETS

Property, Plant and Equipment

All items of property, plant and equipment are initially recorded at cost, subsequently measured at cost less accumulated depreciation.

Property, plant and equipment increased by S$0.291 million from S$0.045 million as at 31 December 2015 to S$0.336 million as at 31 December 2016. The increase was due to purchase of property in Japan.

CURRENT ASSETS

Trade and other Receivables

Trade and other receivables at the Group level increased from S$0.776 million as at 31 December 2015 to S$1.714 million as at 31 December 2016. FY2016 receivables are made up mainly of the management fees and consultancy fees due from customer. The Group has entered into a Settlement Agreement with the main customer. Customer has agreed on a payment plan starting April 2017. Refer to announcement made on 8 December 2016 for more details.

CURRENT LIABILITIES

Loan and Borrowings

The Group has total borrowings of S$1.1 million as at 31 December 2016 as compared to S$5.682 million in FY2015. The decrease is mainly due to: -

(i) Reversal of loan amounting to S$5.133 million.

(ii) This is offset by a loan from Maiora Asset Management Pte. Ltd. amounting to S$0.6 million during the year.

Trade and other payables

Trade and other payables decreased by S$1.151 million from S$1.443 million as at 31 December 2015 to S$0.292 million as at 31 December 2016. The decrease is due to:

(i) Repayment of creditors with money raised from placement that occurred during FY2016.

Other liabilities

The Group's current other liabilities as at 31 December 2016 is S$0.734 million (31 December 2015: S$0.425 million) comprises predominantly of accruals of regular operating expenses for FY2016 and provision for bad debt.

Contingent liabilities

The Group has recognized the following contingent liabilities during FY2016:

(i) The Group is presently engaged in an ongoing legal proceeding regarding funds allegedly lent to the Company in 2014 and early 2015 amounting to S$5.215 million, comprising sums of S$4.715 million and S$0.5 million. Based on the Group's preliminary forensic investigations, the Company has not

been able to find any documentation to evidence the loan of S$4.715 million. Accordingly, the Group has classified such amount of S$4.715 million as a contingent liability.

(ii) The Group has attempted to contact a lender to furnish further supporting documents in relation to funds amounting to approximately S$0.418 million, which was allegedly lent to the Company in 2014. As at the date of this announcement, the Group has not been able to contact the lender and has not received any supporting documents. The Group is therefore unable to determine the nature of the funds and has accordingly classified such amount as a contingent liability. As at the date of this announcement, the Company is still trying to contact the lender.

REVIEW OF STATEMENT OF CASH FLOW

The Group reported a net increase in cash and cash equivalents of S$0.639 million in FY2016, which was mainly attributable to the following:

- Net cash used in operating activities is S$2.1 million.

(i) Repayment of creditors during FY2016.

(ii) Increase in trade and other receivables.

- Net cash used in investing activities amounts to S$0.307 million. This is mainly due to:

(i) Mainly used for the purchase of property, plant and equipment.

- Net cash inflow financing activities is S$3.046 million. The net cash generated is mainly due to:

(i) Share placement exercise during FY2016.

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

The current results are in line with the commentary in paragraph 10 of the 3Q2016 results announcement dated 28 October 2016 as well as SGXNET announcements released by the Company subsequent to 28 October 2016.

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.

Barring any unforeseen circumstances, there are no significant changes in the trends and competitive conditions of the industry in which the Group operates and no major known factors or events that may adversely affect the Group in the next reporting period and the next twelve months.

Recent Developments

(i) Wholly-Owned Subsidiary (MMP Resources Japan K.K.)

The Group has entered into an Operations and Management Agreement with JRT Trading Limited to jointly operate the operations of Chisenupuri Ski Area. Revenue stream has been consistent since the start of the ski season (January 2017), via the instigation of a winter brand “The House of Powder”, under contract with global brand company Alliance Brands Limited.

The Group has also purchased a property in the Chisenupuri area in support of the joint ski operations. The property is currently being used to house invited guest, such as international ski and snowboard company teams, potential 2017/18 sponsors of the Company to experience The House

of Powder product and terrain being tested in 2016/17.

The Group engaged in a medium term contract with Snow industry veteran Mr Sean Tedore ("**Mr Tedore**") to oversee The House of Powder product in Japan. The Group will review the possible extension of Mr Tedore's contract at its expiry in April 2017. Mr Tedore has provided significant insight into the industry.

(ii) Intention to Contest Winding Up Application

The winding up application has been withdrawn and a Notice of Discontinuance has been filed on 12 December 2016. Refer to announcement released on SGXNet on 15 December 2016.

(iii) Writ of Summons

The Company has been served with a write of summons on 9 December 2016, filed by Edward Lee. The Company is disputing the claims in the Writ. Refer to announcement released on SGXNet on 12 December 2016.

11 If a decision regarding dividend has been made:-

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

None.

(b) (i) Amount per share

(ii) Previous corresponding period

Not applicable.

(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.

No dividend has been declared or recommended for the year ended 31 December 2016.

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 that effect.

The Company does not have a shareholders' mandate under Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited.

The following transactions involve related parties to the Company.

	31/12/2016
	S$'000
Service provided by Company with a common director	
- Drew Ethan Madacsi	- (1)
- Paul Andrew Crosio	25 (2)
Service provided to Company with a common director	
- Drew Ethan Madacsi	75

Note:

(1) With reference to announcement made on 4 May 2016, consultancy fees to be determined by independent remuneration consultant.

(2) Under the threshold of S$100,000 under Rule 909 of Listing Manual.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half-Year Results)

14 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.

	Services	Total
	S$'000	S$'000
Group		
2016		
Revenue		
External customers, representing total revenue	1,619	1,619
Results		
Cost of sales	(21)	(21)
Other Income	5,367	5,367
Depreciation of property, plant and equipment	(16)	(16)
Other Expenses	(81)	(81)
Administrative Expenses	(2,057)	(2,057)
Finance Expenses	(6)	(6)
Profit/(Loss) before tax from continuing operations	4,805	4,805
Assets		
Segment assets	2,736	2,736
Liabilities		
Segment liabilities	2,218	2,218

	Construction	Investment holding	Total
	S$'000	S$'000	S$'000
Group			
2015			
Revenue			
External customers, representing total revenue	998	-	998
Results			
Cost of sales	(1,269)	-	(1,269)
Other Income	317	-	317
Depreciation of property, plant and equipment	(77)	(14)	(91)
Other Expenses	-	(37,747)	(37,747)
Administrative Expenses	(840)	(4,748)	(5,588)
Finance Expenses	(40)	(92)	(132)
Loss before tax from continuing operations	(911)	(42,601)	(43,512)

Assets			
Segment assets	-	847	847
Liabilities			
Segment liabilities	-	7,550	7,550

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

The following details show the distribution of the Group's revenues from continuing operations based on the geographical segments in which the customers are located:

	12 months ended 31/12/2016 S$'000	12 months ended 31/12/2015 S$'000
Group		
Singapore	1,619	-
South Korea	-	998
	1,619	998

16 A breakdown of sales.

	2016 S$ '000	2015 S$ '000	(+/-) %
1st Half Year:			
Continuing Operations			
(a) Sales reported for the period	995	8	12,338%
(b) Operating profit/(loss) after tax reported for the period	265	(20,842)(1)	-99%
Discontinued Operations			
(a) Sales reported for the period	-	-	n.m
(b) Operating profit/(loss) after tax reported for the period	-	(231)	n.m
2nd Half Year:			
Continuing Operations			
(a) Sales reported for the period	624	1,194	-48%
(b) Operating profit after tax reported for the period	4,448	(1,658)	-368%
Discontinued Operations			
(a) Sales reported for the period	-	-(2)	n.m
(b) Operating (loss) after tax reported for the period	-	-(2)	n.m

Note:

(1) Excludes loss on disposal of subsidiaries and investments.

(2) Discontinued operations disposed on 30 June 2015.

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

Not applicable. No dividends has been declared/recommended for FY2016 and FY2015.

18 Disclosure of person occupying a managerial position in the issuer or any of its principal 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.

Pursuant to Rule 704(13) of the Listing Manual of SGX-ST, the Group would like to confirm that there is no person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a Director, Chief Executive Officer or substantial shareholder of the Company.

19 Confirmation of undertakings from directors and executive officers.

The Company has procured undertakings from all its directors and executive officers under Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD

Paul Andrew Crosio
Executive Director
1 March 2017