VICPLAS INTERNATIONAL LTD
(COMPANY REGISTRATION NO. 199805362R)
FULL-YEAR FINANCIAL STATEMENT FOR THE YEAR ENDED 31 JULY 2017

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

	Group		
	S$'000		%
	31 Jul 2017	31 Jul 2016	Increase/(Decrease)
Revenue	**63,710**	**76,104**	**(16.3)**
Other income	4,074	3,410	19.5
Changes in inventories of finished goods and work-in progress	(392)	(1,100)	(64.4)
Raw materials and consumables used	(25,724)	(27,178)	(5.3)
Purchase of finished goods for resale	(2,115)	(3,662)	(42.2)
Employee benefits expense	(18,971)	(20,247)	(6.3)
Depreciation and amortisation expenses	(3,404)	(3,871)	(12.1)
Other operating expenses	(13,289)	(16,672)	(20.3)
Finance costs	(132)	(120)	10.0
Profit before tax	**3,757**	**6,664**	**(43.6)**
Income tax expense	(591)	(1,330)	(55.6)
Profit after tax	**3,166**	**5,334**	**(40.6)**
Other comprehensive loss, net of tax:			
Items that will not be subsequently reclassified to profit or loss:			
Revaluation of property	-	(97)	nm
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translation of foreign operations	(195)	(477)	(59.1)
Other comprehensive loss, net of tax	(195)	(574)	(66.0)
Total comprehensive income	**2,971**	**4,760**	**(37.6)**
Profit attributable to:			
Owners of the Company	3,206	5,381	(40.4)
Non-controlling interests	(40)	(47)	(14.9)
	3,166	5,334	(40.6)
Total comprehensive income attributable to:			
Owners of the Company	3,011	4,807	(37.4)
Non-controlling interests	(40)	(47)	(14.9)
	2,971	4,760	(37.6)

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 Jul 2017 S$'000	31 Jul 2016 S$'000	31 Jul 2017 S$'000	31 Jul 2016 S$'000
ASSETS				
Current assets:				
Cash and cash equivalents	16,313	18,486	2,035	812
Trade receivables	19,038	16,607	-	-
Other receivables	2,567	3,198	37,047	39,899
Inventories	5,928	7,202	-	-
Total current assets	43,846	45,493	39,082	40,711
Non-current assets:				
Property, plant and equipment	17,488	18,358	-	-
Investment property	6,020	6,020	-	-
Intangible assets	1,181	1,214	-	-
Deferred tax assets	1,500	1,544	-	-
Subsidiaries	-	-	40,222	40,033
Total non-current assets	26,189	27,136	40,222	40,033
Total assets	**70,035**	**72,629**	**79,304**	**80,744**
LIABILITIES AND EQUITY				
Current liabilities:				
Bank borrowings	1,331	1,486	-	-
Trade payables	2,795	2,850	-	-
Other payables	5,202	5,758	1,294	1,901
Current portion of finance leases	254	337	-	-
Income tax payable	576	1,619	41	30
Total current liabilities	10,158	12,050	1,335	1,931
Non-current liabilities:				
Finance leases	314	571	-	-
Bank borrowings	15	60	-	-
Deferred tax liabilities	1,534	1,530	-	-
Total non-current liabilities	1,863	2,161	-	-
Capital and reserves:				
Share capital	50,053	49,807	50,053	49,807
Treasury shares	(37)	(37)	(37)	(37)
Share option reserve	1,169	1,039	1,169	1,039
Currency translation reserve	(1,013)	(818)	-	-
Revaluation reserve	2,965	2,965	-	-
Retained earnings	4,900	5,445	26,784	28,004
Equity attributable to owners of the Company	58,037	58,401	77,969	78,813
Non-controlling interests	(23)	17	-	-
Total equity	58,014	58,418	77,969	78,813
Total liabilities and equity	**70,035**	**72,629**	**79,304**	**80,744**

Notes : -

1 Revenue comprises:

	31 Jul 2017 S$'000	31 Jul 2016 S$'000
Medical devices	24,930	32,739
Pipes and pipe fittings	38,780	43,365
Total	63,710	76,104

2 Other income comprises:

	31 Jul 2017 S$'000	31 Jul 2016 S$'000
Gain on disposal of property, plant and equipment	36	-
Interest income from outside parties	35	20
Reversal of allowance for doubtful trade receivables	-	96
Income from tooling, mould and maintenance services	3,078	2,638
Miscellaneous income, net:		
-Ultimate holding company	-	17
-Outside parties	736	484
Foreign exchange gain, net	25	-
Rental income:		
-Subsidiaries of the ultimate holding company	72	72
-Outside parties	29	33
Government grant	63	50
Total	4,074	3,410

3 Other operating expenses comprises:

	31 Jul 2017 S$'000	31 Jul 2016 S$'000
Advertisement and marketing expenses	(997)	(912)
Allowance for inventory obsolescence	(67)	(20)
Audit fees	(247)	(203)
Computer expenses	(95)	(264)
Factory consumables	(343)	(438)
Foreign exchange loss, net	-	(920)
Insurance	(530)	(556)
Inventories written down to net realisable value	(31)	(30)
Laboratory and testing	(118)	(108)
Loss on disposal of property, plant and equipment	-	(160)
Professional fees	(604)	(796)
Packaging materials	(390)	(439)
Property tax	(158)	(147)
Rental of premises and equipment	(1,366)	(1,506)
Repair and maintenance	(581)	(738)
Sterilisation and decontamination	(177)	(439)
Tooling expenses	(1,194)	(1,478)
Transportation and freight	(1,075)	(1,600)
Travelling and entertainment	(645)	(910)
Upkeep of factory premises	(446)	(607)
Upkeep of vehicles	(290)	(230)
Water and electricity	(2,056)	(2,478)
Others	(1,879)	(1,693)
Total	(13,289)	(16,672)

4 Income tax expenses comprises:

	31 Jul 2017 S$'000	31 Jul 2016 S$'000
Current tax	(423)	(1,872)
Adjustment in respect of (under) over provision of current tax in prior year	(84)	367
Deferred tax	(26)	253
Withholding tax	(58)	(78)
Income tax expense for the year	(591)	(1,330)

Withholding tax arises from interests, management consultancy fees and rental charges to subsidiaries.

5 nm – not meaningful

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 Jul 2017		As at 31 Jul 2016	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
1,585	-	1,823	-

Amount repayable after one year

As at 31 Jul 2017		As at 31 Jul 2016	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
329	-	631	-

Details of any collateral

The Group's bank borrowings are secured by way of legal mortgages over its leasehold land property and investment property of carrying value of approximately $5,126,000 (31 July 2016: $5,392,000) and investment property $6,020,000 (31 July 2016: $6,020,000) and a corporate guarantee by the Company of $15,985,000 (31 July 2016: $15,985,000). The Group's obligations under finance leases are secured by the lessors' title to the leased assets with carrying value of approximately $566,000 (31 July 2016: $950,000).

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.

	1 Aug 2016 to 31 Jul 2017 S$'000	1 Aug 2015 to 31 Jul 2016 S$'000
Operating activities:		
Profit before income tax	3,757	6,664
Adjustments for:		
Reversal of allowance for doubtful trade receivables	-	(96)
Allowance for inventory obsolescence	67	20
Inventories written down to net realisable value	31	30
Amortisation of intangible assets	33	33
Depreciation of property, plant and equipment	3,371	3,838
(Gain) Loss on disposal of property, plant and equipment	(36)	160
Interest income	(35)	(20)
Interest expense	132	120
Share-based payment expenses	130	229
Operating cash flows before movements in working capital	7,450	10,978
Trade receivables	(2,450)	2,186
Other receivables	565	303
Inventories	1,125	(36)
Trade payables	(113)	(897)
Other payables	429	582
Cash generated from operations	7,006	13,116
Interest paid	(132)	(120)
Interest received	35	20
Income taxes paid	(1,608)	(1,535)
Net cash from operating activities	5,301	11,481
Investing activities:		
Purchase of property, plant and equipment (see (a))	(2,932)	(2,817)
Proceeds on disposal of property, plant and equipment	41	43
Net cash outflow from acquisition of subsidiary	-	(688)
Payment for second tranche purchase consideration of a subsidiary	(500)	-
Net cash used in investing activities	(3,391)	(3,462)
Financing activities:		
Repayment of bank borrowings (net)	(198)	(621)
Proceeds from finance lease	-	225
Repayments of obligations under finance leases	(330)	(325)
Proceeds from exercise of share options	246	753
Dividend paid	(3,751)	(3,248)
Net cash used in financing activities	(4,033)	(3,216)
Net (decrease) increase in cash and cash equivalents	(2,123)	4,803
Cash and cash equivalents at beginning of year	18,486	14,001
Effect of foreign exchange rate changes	(50)	(318)
Cash and cash equivalents at end of year	16,313	18,486
Analysis of the balances of cash and cash equivalents:		
Cash and bank balances	16,313	18,486

Note (a):
During the year, the Group acquired property, plant and equipment with an aggregate cost of $2,618,000 (31 July 2016: $3,813,000) of which $108,000 (31 July 2016: $422,000) remain unpaid at year end, $241,000 was acquired under finance lease in prior year and nil (31 July 2016: $351,000) paid in prior year was utilised. Cash payments of $2,932,000 (31 July 2016: S$2,817,000) were made to purchase property, plant and equipment of which $314,000 (31 July 2016: nil) pertains to payment of prior year outstanding balance.

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	Treasury shares	Share option reserve	Currency translation reserve	Revaluation reserve	Accumulated (losses) / profit	Total	Non-controlling interest	Total equity
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
FY 2017									
Group									
Balance at 31 Jul 2016	49,807	(37)	1,039	(818)	2,965	5,445	58,401	17	58,418
Total comprehensive income for the year:									
Profit for the year	-	-	-	-	-	3,206	3,206	(40)	3,166
Other comprehensive loss for the year	-	-	-	(195)	-	-	(195)	-	(195)
Total	-	-	-	(195)	-	3,206	3,011	(40)	2,971
Transactions with owners, recognised directly in equity:									
Exercise of share options	246	-	-	-	-	-	246	-	246
Dividends	-	-	-	-	-	(3,751)	(3,751)	-	(3,751)
Recognition of share-based payment	-	-	130	-	-	-	130	-	130
Total	246	-	130	-	-	(3,751)	(3,375)	-	(3,375)
Balance at 31 Jul 2017	50,053	(37)	1,169	(1,013)	2,965	4,900	58,037	(23)	58,014
Company									
Balance at 31 Jul 2016	49,807	(37)	1,039	-	-	28,004	78,813		
Total comprehensive income for the year:									
Profit for the year	-	-	-	-	-	2,531	2,531		
Transactions with owners, recognised directly in equity:									
Exercise of share options	246	-	-	-	-	-	246		
Dividends	-	-	-	-	-	(3,751)	(3,751)		
Recognition of share-based payment	-	-	130	-	-	-	130		
Total	246	-	130	-	-	(3,751)	(3,375)		
Balance at 31 Jul 2017	50,053	(37)	1,169	-	-	26,784	77,969		
FY 2016									
Group									
Balance at 31 Jul 2015	47,436	(37)	810	(341)	3,062	4,930	55,860	-	55,860
Total comprehensive income for the year:									
Profit for the year	-	-	-	-	-	5,381	5,381	(47)	5,334
Other comprehensive income for the year	-	-	-	(477)	(97)	-	(574)	-	(574)
Total	-	-	-	(477)	(97)	5,381	4,807	(47)	4,760
Transactions with owners, recognised directly in equity:									
Exercise of share options	753	-	-	-	-	-	753	-	753
Dividends	-	-	-	-	-	(3,248)	(3,248)	-	(3,248)
Issue of shares under scrip dividend scheme	1,618	-	-	-	-	(1,618)	-	-	-
Recognition of share-based payment	-	-	229	-	-	-	229	-	229
Acquisition of a subsidiary	-	-	-	-	-	-	-	64	64
Total	2,371	-	229	-	-	(4,866)	(2,266)	64	(2,202)
Balance at 31 Jul 2016	49,807	(37)	1,039	(818)	2,965	5,445	58,401	17	58,418
Company									
Balance at 31 Jul 2015	47,436	(37)	810	-	-	31,330	79,539		
Total comprehensive income for the year:									
Profit for the year	-	-	-	-	-	1,540	1,540		
Transactions with owners, recognised directly in equity:									
Issue of share capital	753	-	-	-	-	-	753		
Dividends	-	-	-	-	-	(3,248)	(3,248)		
Issue of shares under scrip dividend scheme	1,618	-	-	-	-	(1,618)	-		
Recognition of share-based payment	-	-	229	-	-	-	229		
Total	2,371	-	229	-	-	(4,866)	(2,266)		
Balance at 31 Jul 2016	49,807	(37)	1,039	-	-	28,004	78,813		

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 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 as well as the number of 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.

Changes in share capital

	Number of shares			
	As at 31 Jul 2017		As at 31 Jul 2016	
	Number of shares	$'000	Number of shares	$'000
Balance at the beginning of the financial period	498,727,699	49,807	473,044,829	47,436
Issue of shares pursuant to the exercise of share options	2,700,000	246	10,050,000	753
Issues of shares pursuant to the application of the Vicplas International Ltd Scrip Dividend Scheme to the final dividend of $0.005 per share and special dividend of $0.0025 per share for the financial year ended 31 Jul 2015	-	-	15,632,870	1,618
Balance at the end of the financial period	501,427,699	50,053	498,727,699	49,807

Outstanding share options

Grant date	Exercise price per share	Number of share options					Exercise period
		As at 31 Jul 2016	Issued	Lapsed	Exercised	As at 31 Jul 2017	
	$						
1 April 2011	0.075	1,200,000	-	-	(700,000)	500,000	2 April 2012 to 1 April 2021
27 March 2014	0.067	2,250,000	-	-	(750,000)	1,500,000	28 March 2015 to 27 March 2019
19 November 2014	0.073	2,250,000	-	-	-	2,250,000	20 November 2015 to 19 November 2019
18 January 2016	0.115	5,000,000	-	-	(1,250,000)	3,750,000	19 January 2017 to 18 January 2021
18 January 2016	0.115	10,000,000	-	-	-	10,000,000	19 January 2017 to 18 January 2026
23 January 2017	0.108	-	13,000,000	-	-	13,000,000	24 January 2018 to 23 January 2022
		20,700,000	13,000,000	-	(2,700,000)	31,000,000	

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

The total number of issued shares excluding treasury shares:

	As at 31 Jul 2017	As at 31 Jul 2016
Number of issued shares	501,427,699	498,727,699
Treasury shares	461,000	461,000
Number of issued shares excluding treasury shares	500,966,699	498,266,699

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.

	As at 31 Jul 2017		As at 31 Jul 2016	
	Number of shares	S$'000	Number of shares	S$'000
Balance at the beginning of the financial period	461,000	37	461,000	37
Balance at the end of the financial period	461,000	37	461,000	37

There were no sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

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

The figures have not been audited or reviewed by our auditors.

3 Where the figures have been audited or reviewed, the auditors' 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 applied the same accounting policies and methods of computations in the financial statement consistent with those of the most recent audited financial statement as at 31 July 2016.

The adoption of these new/revised accounting standards (including its consequential amendments) and interpretations does not result in changes to the Group's and Company's accounting policies and has no material effect on the full year announcement.

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

Not applicable.

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.

	31 Jul 2017 (in cents)	31 Jul 2016 (in cents)
Earnings per ordinary share for the period based on the profit after tax attributable to shareholders		
(a) Based on weighted average number of ordinary shares in issue	0.64	1.10
- Weighted average number of shares	499,913,822	487,573,203
(b) On a fully diluted basis	0.64	1.10
- Adjusted weighted average number of shares	503,169,627	490,577,595

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 current financial period reported on and the immediately preceding financial year.

Group

	31 Jul 2017 (in cents)	31 Jul 2016 (in cents)
Net asset value per ordinary share	11.58	11.72

Company

	31 Jul 2017 (in cents)	31 Jul 2016 (in cents)
Net asset value per ordinary share	15.56	15.82

The calculation of net asset value per ordinary share is based on 500,966,699 ordinary shares in issue excluding treasury shares as at 31 July 2017 (31 July 2016: 498,266,699 ordinary shares).

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 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 period reported on.

Income statement

The Group recorded lower revenue of $63.7 million for the year ended 31 July 2017 ("FY2017") as compared to $76.1 million for the year ended 31 July 2016 ("FY2016"). The decrease resulted from lower revenues from both the medial devices segment and pipes and pipe fittings segment.

Revenue for the medical devices segment was $24.9 million in FY2017, a decrease of 23.9% from FY2016 due to the substantial decrease in orders from its major customer, notwithstanding an increase in revenue from other customers. Revenue for the pipes and pipe fittings segment declined by 10.6% from FY2016 due to the general slowdown and increasing competition in the construction industry in Singapore.

Other income was higher due to increased tooling built for customers' new projects.

Raw material and consumables used decreased by only 5.3% despite the 16.3% decrease in revenue due to higher raw material prices, especially resin, primarily in the pipes & pipe fittings segment.

Purchase of finished goods for resale decreased as the construction industry slowed and the pipes and pipe fittings segment purchased lesser items for trading.

Employee benefits expense was slightly lower due to reduction in headcount and tighter control of overtime cost.

Other operating expenses decreased mainly due to lower foreign exchange loss, professional fees and other variable costs which had decreased with lower level of usage or activities, such as repair and maintenance costs, sterilisation costs and utilities costs.

Overall, the Group recorded a lower net profit after tax of $3.2 million in FY2017, a decrease of $2.1 million as compared to net profit after tax of $5.3 million in FY2016.

Statement of financial position

As compared to the end of FY2016, trade receivables increased while inventories decreased due to higher sales in the last month of FY2017 for both the medical devices and pipes and pipe fittings segment.

Income tax payable decreased primarily due to lower profit in the pipes & pipe fittings segment.

Cash flow

Net cash from operating activities for FY2017 was an inflow of $5.3 million as compared with an inflow of $11.5 million in FY2016 mainly due to lower profit before tax and an increase in trade receivables due to higher sales in the last month of FY2017.

Net cash used in investing activities of $3.4 million for FY2017 was due to capital expenditures and payment for the second tranche purchase consideration of a subsidiary acquired in FY2016.

Net cash used in financing activities increased in FY2017 due to the payment of dividend to shareholders of $3.8 million and lower amount of proceeds from exercise of share options.

Overall, the Group had a cash balance of $16.3 million as at 31 July 2017, a decrease of $2.2 million from the previous year.

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.

Medical devices segment

The medical devices segment made a marginal improvement in its segmental performance in FY2017 notwithstanding the substantial decrease in orders from its major customer (in line with previous announcements). Improvements in automation, labour utilisation and commercialisation of new projects had a positive impact on both product mix and margin in FY2017. Substantive emphasis is being placed by the segment on further expanding its customer and revenue base as well as increasing the utilisation of its manufacturing facilities. Although the segment faces risk and uncertainty associated with growing its customer base, it is currently experiencing positive momentum that is encouraging.

Pipes and pipe fittings segment

The construction industry in Singapore is expected to remain slow especially for residential homes. In public housing, the number of BTOs launched in 2017 was lower compared to 2016 and the trend is likely to remain. In addition, changes to the Home Improvement Program for public housing have resulted in PVC piping systems not being required to be changed unless found to be defective. Lower demand is also expected for the private residential homes sector due to lower construction activities. In view of the lower demand in residential homes and increasing competition in Singapore, the pipes and pipe fittings segment will continue to focus on civil engineering projects, regional growth and product expansion. The new manufacturing plant in Cambodia is currently expected to be operational by the last quarter of FY2018 and may generate new revenue for the segment when it is ready.

Overall, in view of challenges ahead for the both the medical devices segment and pipes and pipe fittings segment, the Group will continue to exercise prudent cost management while developing new business opportunities and strengthening the base for its future growth.

11 Dividend

(a) Current financial period reported on

Any dividend recommend for the current financial period reported on?

Yes.

Name of Dividend	Interim (paid)	Final (proposed)
Dividend Type	Cash	Cash
Dividend Rate	S$0.0025 per ordinary share (one-tier tax exempt)	S$0.005 per ordinary share (one-tier tax exempt)
Tax Rate	N.A	N.A

Directors are pleased to propose a final dividend of S$0.005 per ordinary share (one-tier tax exempt) in respect of the financial year ended 31 July 2017 for approval by shareholders at the next Annual General Meeting. The interim and proposed final dividends amounted to S$0.0075 per ordinary share.

(b) Corresponding period of the immediately preceding financial year

Any dividend declared for the corresponding period of the immediately preceeding financial year?

Yes.

Name of Dividend	Interim	Final
Dividend Type	Cash	Cash
Dividend Rate	S$0.0025 per ordinary share (one-tier tax exempt)	S$0.005 per ordinary share (one-tier tax exempt)
Tax Rate	N.A	N.A

(c) Date payable

To be announced later.

(d) Books closure date

To be announced later.

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

Not applicable.

13 Interested person transactions.

Name of interested person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S$100,000 and transactions under shareholders' mandate pursuant to Rule 920) S$'000	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S$100,000) S$'000
Subsidiaries and associates of Venner Capital S.A.	168	2,543

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

	Medical devices		Pipes & pipe fittings		Eliminations		Total	
	31 Jul 2017 S$'000	31 Jul 2016 S$'000	31 Jul 2017 S$'000	31 Jul 2016 S$'000	31 Jul 2017 S$'000	31 Jul 2016 S$'000	31 Jul 2017 S$'000	31 Jul 2016 S$'000
Revenue								
External sales	24,930	32,739	38,780	43,365	-	-	63,710	76,104
Results								
Segment result	(754)	(782)	7,536	10,919	(406)	(420)	6,376	9,717
Unallocated expenses							(2,522)	(2,953)
Interest expense	(59)	(40)	(73)	(80)	-	-	(132)	(120)
Interest income	-	-	35	20	-	-	35	20
Profit before income tax							3,757	6,664
Income tax expense							(591)	(1,330)
Profit for the year							3,166	5,334
Other information								
Capital expenditure	1,272	1,890	1,346	1,923	-	-	2,618	3,813
Depreciation and amortisation	1,549	2,108	1,855	1,763	-	-	3,404	3,871
Balance Sheet								
Assets								
Segment assets	28,219	29,816	39,761	41,971	-	-	67,980	71,787
Unallocated corporate assets							2,055	842
Consolidated total assets							70,035	72,629
Liabilities								
Segment liabilities	4,911	5,311	5,775	6,969	-	-	10,686	12,280
Unallocated corporate liabilities							1,335	1,931
Consolidated total liabilities							12,021	14,211

Geographical segments	Revenue		Segment assets		Additions to property, plant and equipment	
	31 Jul 2017 S$'000	31 Jul 2016 S$'000	31 Jul 2017 S$'000	31 Jul 2016 S$'000	31 Jul 2017 S$'000	31 Jul 2016 S$'000
Singapore	59,980	71,566	47,149	49,003	1,313	2,134
Malaysia	3,338	3,618	5,526	7,173	233	211
China	392	920	17,360	16,453	1,072	1,468
	63,710	76,104	70,035	72,629	2,618	3,813

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.

Please refer to paragraph 8.

16 A breakdown of sales

	Group		
	31 Jul 2017 S$'000	31 Jul 2016 S$'000	Increase/ (Decrease) %
Sales reported for first half	32,473	40,166	(19.2)
Sales reported for second half	31,237	35,938	(13.1)
	63,710	76,104	(16.3)
Profit after tax reported for first half	1,636	2,014	(18.8)
Profit after tax reported for second half	1,530	3,320	(53.9)
	3,166	5,334	(40.6)

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

	Latest full year	Previous full year
	S$'000	S$'000
Ordinary shares	3,754	3,707

18 Confirmation of Directors and Executive Officers' undertakings pursuant to Listing Rule 720(1).

The Company has procured undertakings from all of its Directors and relevant Executive Officers in compliance with Listing Rule 720(1).

19 Notification pursuant to Rule 704(13) of the Listing Manual

Report of persons occupying managerial positions in the Company or any of its principal subsidiaries who are relatives of a director or chief executive officer or substantial shareholder of the Company.

Name	Age	Family relationship with any director, chief executive officer and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Mr Cheng Hsheng @ Zhong Zixian	40	Son of Mr Cheng Liang (Acting Group Chief Executive Officer)	Group Operations Director with effect from 1 April 2016	Not applicable

BY ORDER OF THE BOARD

Cheng Liang
Acting Group Chief Executive Officer
22 September 2017