



(Incorporated in the Republic of Singapore)

(Company Registration No. 201611835H)

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**FINANCIAL STATEMENT ANNOUNCEMENT FOR THE SECOND QUARTER ENDED  
30 SEPTEMBER 2019**

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This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Hong Leong Finance Limited (the "Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading ("SGX-ST").

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

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

1. (a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group together with a comparative statement for the corresponding period of the immediately preceding financial period.

|  | Group                          |                  |              | Group                          |                  |             |
|--|--------------------------------|------------------|--------------|--------------------------------|------------------|-------------|
|  | For the financial period ended |                  |              | For the financial period ended |                  |             |
|  | 30 Sep 2019                    | 30 Sep 2018      | Change       | 30 Sep 2019                    | 30 Sep 2018      | Change      |
|  | 2Q FY2020                      | 2Q FY2019        |              | 1H FY2020                      | 1H FY2019        |             |
|  | Jul-Sep 2019                   | Jul-Sep 2018     |              | Apr-Sep 2019                   | Apr-Sep 2018     |             |
|  | (Unaudited)                    | (Unaudited)      |              | (Unaudited)                    | (Unaudited)      |             |
|  | S\$                            | S\$              | %            | S\$                            | S\$              | %           |
| Revenue  | 29,626,753                     | 18,809,192       | 57.5%        | 33,948,502                     | 24,838,364       | 36.7%       |
| Cost of Sales  | (20,924,922)                   | (12,508,151)     | 67.3%        | (22,509,125)                   | (14,676,034)     | 53.4%       |
| Gross profit   | 8,701,831                      | 6,301,041        | 38.1%        | 11,439,377                     | 10,162,330       | 12.6%       |
| Other income   |                                |                  |              |                                |                  |             |
| - Interest   | 3,260                          | 11,322           | (71.2%)      | 8,234                          | 53,430           | (84.6%)     |
| - Others   | 10,887                         | 3,679            | 195.9%       | 10,887                         | 5,939            | 83.3%       |
| Other gains - net  | 109,989                        | 31,374           | 250.6%       | 31,102                         | 150,266          | (79.3%)     |
| Administrative expenses  | (2,074,500)                    | (2,046,442)      | 1.4%         | (3,397,777)                    | (3,201,116)      | 6.1%        |
| Finance expenses   | (212,594)                      | -                | -            | (317,175)                      | -                | -           |
| Profit before income tax   | 6,538,873                      | 4,300,974        | 52.0%        | 7,774,648                      | 7,170,849        | 8.4%        |
| Income tax expense   | (1,518,533)                    | (1,058,201)      | 43.5%        | (1,684,672)                    | (1,568,818)      | 7.4%        |
| <b>Net profit for the financial period</b>   | <b>5,020,340</b>               | <b>3,242,773</b> | <b>54.8%</b> | <b>6,089,976</b>               | <b>5,602,031</b> | <b>8.7%</b> |
| <b>Other comprehensive loss, net of tax:</b>   |                                |                  |              |                                |                  |             |
| Currency translation differences arising from consolidation – gains/(losses)                         | 13,877                         | (26,013)         | -            | (9,200)                        | (5,252)          | 75.1%       |
| <b>Total comprehensive income</b>  | <b>5,034,217</b>               | <b>3,216,760</b> | <b>56.5%</b> | <b>6,080,776</b>               | <b>5,596,779</b> | <b>8.6%</b> |
| <b>Net profit attributable to:</b>   |                                |                  |              |                                |                  |             |
| Equity holders of the Company  | 5,020,340                      | 3,242,773        | 54.8%        | 6,089,976                      | 5,602,031        | 8.7%        |
| Non-controlling interest   | -                              | -                | -            | -                              | -                | -           |
|  | 5,020,340                      | 3,242,773        | 54.8%        | 6,089,976                      | 5,602,031        | 8.7%        |
| <b>Total comprehensive income attributable to:</b>   |                                |                  |              |                                |                  |             |
| Equity holders of the Company  | 5,034,217                      | 3,216,760        | 56.5%        | 6,080,776                      | 5,596,779        | 8.6%        |
| Non-controlling interest   | -                              | -                | -            | -                              | -                | -           |
|  | 5,034,217                      | 3,216,760        | 56.5%        | 6,080,776                      | 5,596,779        | 8.6%        |
| <b>Earnings per share for profit attributable to equity holders of the Company (cents per share)</b> |                                |                  |              |                                |                  |             |
| Basic and diluted  | 0.49                           | 0.32             |              | 0.59                           | 0.54             |             |

1. (a)(ii) Notes to Consolidated Statement of Comprehensive Income.

Profit before tax is arrived at after (crediting)/charging:

| Group<br>For the financial period ended                        |  |             | Group<br>For the financial period ended                        |  |             |
|--|--|-------------|--|--|-------------|
| 30 Sep 2019<br>2Q FY2020<br>Jul-Sep 2019<br>(Unaudited)<br>S\$ | 30 Sep 2018<br>2Q FY2019<br>Jul-Sep 2018<br>(Unaudited)<br>S\$ | Change<br>% | 30 Sep 2019<br>1H FY2020<br>Apr-Sep 2019<br>(Unaudited)<br>S\$ | 30 Sep 2018<br>1H FY2019<br>Apr-Sep 2018<br>(Unaudited)<br>S\$ | Change<br>% |

Notes to Consolidated Statement of Comprehensive Income

|   |            |           |         |            |           |         |
|---|------------|-----------|---------|------------|-----------|---------|
| Show fees                                     | 13,627,924 | 4,974,863 | 173.9%  | 13,680,560 | 5,133,240 | 166.5%  |
| Concert & event hosting                       | 3,818,329  | 5,257,866 | (27.4%) | 3,870,688  | 5,686,155 | (31.9%) |
| Amortisation of intangible asset              | 67,500     | 67,500    | -       | 135,000    | 135,000   | -       |
| Depreciation of property, plant and equipment | 536,690    | 513,375   | 4.5%    | 1,070,965  | 993,146   | 7.8%    |
| Employee compensation                         | 1,540,300  | 1,471,761 | 4.7%    | 2,268,832  | 2,144,399 | 5.8%    |
| Equipment rental                              | 123,482    | 165,807   | (25.5%) | 147,566    | 176,360   | (16.3%) |
| Manpower/subcontractor                        | 2,451,147  | 1,524,121 | 60.8%   | 3,316,053  | 2,692,464 | 23.2%   |
| Transportation and freight cost               | 473,467    | 97,060    | 387.8%  | 660,311    | 144,356   | 357.4%  |
| Other   | 293,490    | 321,567   | (8.7%)  | 646,880    | 563,125   | 14.9%   |

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 period.

|   | Group<br>As at                              |   | Company<br>As at                            |   |
|---|---|---|---|---|
|   | 30 Sep 2019<br>FY2020<br>(Unaudited)<br>S\$ | 31 Mar 2019<br>FY2019<br>(Audited)<br>S\$ | 30 Sep 2019<br>FY2020<br>(Unaudited)<br>S\$ | 31 Mar 2019<br>FY2019<br>(Audited)<br>S\$ |
| <b>ASSETS</b>   |   |   |   |   |
| <b>Current assets</b>   |   |   |   |   |
| Cash and cash equivalents   | 6,234,504                                   | 3,748,628                                 | 498,970                                     | 558,323                                   |
| Inventories   | 16,164                                      | 14,097                                    | -   | -   |
| Trade and other receivables   | 55,729,452                                  | 35,275,507                                | 25,355,794                                  | 25,116,733                                |
| Other current assets  | 37,960,578                                  | 38,559,060                                | -   | -   |
| Right-of-use assets   | 383,768                                     | -   | 360,000                                     | -   |
| Income tax recoverable  | 17,367                                      | 18,205                                    | 17,367                                      | 17,367                                    |
|   | <u>100,341,833</u>                          | <u>77,615,497</u>                         | <u>26,232,131</u>                           | <u>25,692,423</u>                         |
| <b>Non-current assets</b>   |   |   |   |   |
| Property, plant and equipment   | 9,397,543                                   | 10,046,023                                | 19,976                                      | 23,633                                    |
| Investment in subsidiary corporations                                     | -   | -   | 242,296                                     | 242,296                                   |
| Intangible asset  | 2,205,000                                   | 2,340,000                                 | -   | -   |
|   | <u>11,602,543</u>                           | <u>12,386,023</u>                         | <u>262,272</u>                              | <u>265,929</u>                            |
| <b>Total assets</b>   | <u>111,944,376</u>                          | <u>90,001,520</u>                         | <u>26,494,403</u>                           | <u>25,958,352</u>                         |
| <b>LIABILITIES</b>  |   |   |   |   |
| <b>Current liabilities</b>  |   |   |   |   |
| Trade and other payables  | 28,965,821                                  | 29,619,741                                | 2,325,484                                   | 2,388,396                                 |
| Borrowings  | 7,987,280                                   | 3,987,280                                 | 3,987,280                                   | 3,987,280                                 |
| Lease Liabilities   | 383,768                                     | -   | 360,000                                     | -   |
| Income tax payables   | 2,980,148                                   | 2,526,470                                 | -   | -   |
|   | <u>40,317,017</u>                           | <u>36,133,491</u>                         | <u>6,672,764</u>                            | <u>6,375,676</u>                          |
| <b>Non-current liabilities</b>  |   |   |   |   |
| Borrowings  | 11,678,723                                  | -   | -   | -   |
| Deferred income tax liabilities   | 951,362                                     | 951,571                                   | 1,350                                       | 1,350                                     |
|   | <u>12,630,085</u>                           | <u>951,571</u>                            | <u>1,350</u>                                | <u>1,350</u>                              |
| <b>Total liabilities</b>  | <u>52,947,102</u>                           | <u>37,085,062</u>                         | <u>6,674,114</u>                            | <u>6,377,026</u>                          |
| <b>NET ASSETS</b>   | <u>58,997,274</u>                           | <u>52,916,458</u>                         | <u>19,820,289</u>                           | <u>19,581,326</u>                         |
| <b>EQUITY</b>   |   |   |   |   |
| <b>Capital and reserves attributable to equity holders of the Company</b> |   |   |   |   |
| Share capital   | 20,542,223                                  | 20,542,223                                | 20,542,223                                  | 20,542,223                                |
| Other reserves  | 516,509                                     | 525,709                                   | -   | -   |
| Retained profits / (Accumulated losses)                                   | 37,938,502                                  | 31,848,526                                | (721,934)                                   | (960,897)                                 |
|   | <u>58,997,234</u>                           | <u>52,916,458</u>                         | <u>19,820,289</u>                           | <u>19,581,326</u>                         |
| Non-controlling interest  | 40  | -   | -   | -   |
| <b>Total equity</b>   | <u>58,997,274</u>                           | <u>52,916,458</u>                         | <u>19,820,289</u>                           | <u>19,581,326</u>                         |

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

**Amount repayable in one year or less or on demand**

| As at 30 September 2019  |                  | As at 31 March 2019 |                  |
|--------------------------|------------------|---------------------|------------------|
| (Unaudited)              |                  | (Audited)           |                  |
| Secured<br>S\$           | Unsecured<br>S\$ | Secured<br>S\$      | Unsecured<br>S\$ |
| 2,000,000 <sup>(1)</sup> | 5,987,280        | -                   | 3,987,280        |

**Amount repayable after one year**

| As at 30 September 2019   |                  | As at 31 March 2019 |                  |
|---------------------------|------------------|---------------------|------------------|
| (Unaudited)               |                  | (Audited)           |                  |
| Secured<br>S\$            | Unsecured<br>S\$ | Secured<br>S\$      | Unsecured<br>S\$ |
| 11,678,723 <sup>(2)</sup> | -                | -                   | -                |

**Details of any collateral:**

1. Bank borrowings of the Group is secured by a corporate guarantee from the immediate holding company.
2. Bank borrowings of the Group is secured by an assignment of all of a subsidiary corporation's rights, title, benefits and interests in connection with the agreement executed relating to a project.

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

**Consolidated Statement of Cash Flows**

|   | Group                          |                    | Group                          |                     |
|---|--------------------------------|--------------------|--------------------------------|---------------------|
|   | For the financial period ended |                    | For the financial period ended |                     |
|   | 30 Sep 2019                    | 30 Sep 2018        | 30 Sep 2019                    | 30 Sep 2018         |
|   | 2Q FY2020                      | 2Q FY2019          | 1H FY2020                      | 1H FY2019           |
|   | (Unaudited)                    | (Unaudited)        | (Unaudited)                    | (Unaudited)         |
|   | S\$                            | S\$                | S\$                            | S\$                 |
| <b>Cash flows from operating activities</b>                     |                                |                    |                                |                     |
| Net profit  | 5,020,340                      | 3,242,773          | 6,089,976                      | 5,602,031           |
| Adjustments for:  |                                |                    |                                |                     |
| - Income tax expenses   | 1,518,533                      | 1,058,201          | 1,684,672                      | 1,568,818           |
| - Depreciation of property, plant and equipment                 | 536,690                        | 396,188            | 1,070,965                      | 764,742             |
| - Amortisation of intangible asset                              | 67,500                         | 67,500             | 135,000                        | 135,000             |
| - Interest income   | (3,260)                        | -                  | (8,234)                        | (42,108)            |
| - Interest expense  | 212,594                        | -                  | 317,175                        | -                   |
| - Gain on disposal of property, plant and equipment             | -                              | -                  | -                              | (6,172)             |
| - Unrealised currency translation loss/(gain)                   | 11,698                         | (3,684)            | 12,782                         | 13,533              |
| <b>Operating cash flow before working capital changes</b>       | <b>7,364,095</b>               | <b>4,760,978</b>   | <b>9,302,336</b>               | <b>8,035,844</b>    |
| <b>Change in working capital</b>                                |                                |                    |                                |                     |
| - Inventories   | (14,991)                       | (11,614)           | (2,067)                        | (236)               |
| - Trade and other receivables                                   | (12,882,479)                   | (10,082,666)       | (20,453,905)                   | (19,112,346)        |
| - Other current assets  | 4,053,378                      | -                  | 598,482                        | -                   |
| - Trade and other payables                                      | 3,260,829                      | 1,998,921          | (974,492)                      | 1,461,501           |
| Cash generated from / (used in) operations                      | 1,780,832                      | (3,334,381)        | (11,529,646)                   | (9,615,237)         |
| Income tax paid   | (728,770)                      | (894,007)          | (1,286,275)                    | (930,096)           |
| Income tax refund   | 16,945                         | -                  | 16,945                         | 12,023              |
| Interest received   | 3,260                          | -                  | 8,234                          | 42,108              |
| <b>Net cash generated from / (used in) operating activities</b> | <b>1,072,267</b>               | <b>(4,228,388)</b> | <b>(12,790,742)</b>            | <b>(10,491,202)</b> |
| <b>Cash flows from investing activities</b>                     |                                |                    |                                |                     |
| Purchase of property, plant and equipment                       | (188,520)                      | (1,201,343)        | (191,832)                      | (1,457,088)         |
| Proceeds from disposal of property, plant and equipment         | -                              | -                  | -                              | 90,523              |
| <b>Net cash used in investing activities</b>                    | <b>(188,520)</b>               | <b>(1,201,343)</b> | <b>(191,832)</b>               | <b>(1,366,565)</b>  |
| <b>Cash flows from financing activities</b>                     |                                |                    |                                |                     |
| Repayment of lease liabilities                                  | (8,922)                        | -                  | (17,790)                       | (4,413)             |
| Repayment of bank borrowings                                    | (2,500,000)                    | -                  | (2,500,000)                    | -                   |
| Proceeds from bank borrowings                                   | 2,000,000                      | -                  | 18,178,723                     | -                   |
| Interest paid   | (110,331)                      | -                  | (171,947)                      | -                   |
| <b>Net cash (used in) /generated from financing activities</b>  | <b>(619,253)</b>               | <b>-</b>           | <b>15,488,986</b>              | <b>(4,413)</b>      |

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

Consolidated Statement of Cash Flows (continued)

|   | Group                          |                  | Group                          |                  |
|---|--------------------------------|------------------|--------------------------------|------------------|
|   | For the financial period ended |                  | For the financial period ended |                  |
|   | 30 Sep 2019                    | 30 Sep 2018      | 30 Sep 2019                    | 30 Sep 2018      |
|   | 2Q FY2020                      | 2Q FY2019        | 1H FY2020                      | 1H FY2019        |
|   | (Unaudited)                    | (Unaudited)      | (Unaudited)                    | (Unaudited)      |
|   | S\$                            | S\$              | S\$                            | S\$              |
| <b>Cash and cash equivalents</b>                            |                                |                  |                                |                  |
| Net increase / (decrease) in cash and cash equivalents      | 264,494                        | (5,429,731)      | 2,506,412                      | (11,862,180)     |
| Effect on currency translation on cash and cash equivalents | (92)                           | (22,393)         | (20,536)                       | (18,868)         |
| Cash and cash equivalents at beginning                      | 5,970,102                      | 11,898,620       | 3,748,628                      | 18,327,544       |
| <b>Cash and cash equivalents at end</b>                     | <b>6,234,504</b>               | <b>6,446,496</b> | <b>6,234,504</b>               | <b>6,446,496</b> |

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 period.

**Consolidated Statement of Changes in Equity**

| Group (Unaudited)  | Share capital<br>S\$ | Other reserves<br>S\$ | Retained profits<br>S\$ | Total<br>S\$      | Non-controlling interest<br>S\$ | Total<br>S\$      |
|--|----------------------|-----------------------|-------------------------|-------------------|---------------------------------|-------------------|
| <b>Balance as at 1 April 2019</b>                                    | 20,542,223           | 525,709               | 31,848,526              | 52,916,458        | -                               | 52,916,458        |
| Profit for the financial period                                      | -                    | -                     | 6,089,976               | 6,089,976         | -                               | 6,089,976         |
| Other comprehensive loss for the period                              | -                    | (9,200)               | -                       | (9,200)           | -                               | (9,200)           |
| <b>Total comprehensive income for the financial period</b>           | -                    | (9,200)               | 6,089,976               | 6,080,776         | -                               | 6,080,776         |
| Non-controlling interests arising from incorporation of a subsidiary | -                    | -                     | -                       | -                 | 40                              | 40                |
| <b>Balance as at 30 September 2019</b>                               | <b>20,542,223</b>    | <b>516,509</b>        | <b>37,938,502</b>       | <b>58,997,234</b> | <b>40</b>                       | <b>58,997,274</b> |

| Group (Unaudited)  | Share capital<br>S\$ | Other reserves<br>S\$ | Retained profits<br>S\$ | Total<br>S\$      | Non-controlling interest<br>S\$ | Total equity<br>S\$ |
|--|----------------------|-----------------------|-------------------------|-------------------|---------------------------------|---------------------|
| <b>Balance as at 1 April 2018</b>                          | 20,542,223           | 516,999               | 18,654,097              | 39,713,319        | -                               | 39,713,319          |
| Profit for the financial period                            | -                    | -                     | 5,602,031               | 5,602,031         | -                               | 5,602,031           |
| Other comprehensive loss for the period                    | -                    | (5,252)               | -                       | (5,252)           | -                               | (5,252)             |
| <b>Total comprehensive income for the financial period</b> | -                    | (5,252)               | 5,602,031               | 5,596,779         | -                               | 5,596,779           |
| <b>Balance as at 30 September 2018</b>                     | <b>20,542,223</b>    | <b>511,747</b>        | <b>24,256,128</b>       | <b>45,310,098</b> | <b>-</b>                        | <b>45,310,098</b>   |



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 period. (continued)

Statement of Changes in Equity

| Company (Unaudited)                                 | Share<br>capital<br>S\$ | Other<br>reserves<br>S\$ | Retained<br>profits<br>S\$ | Total<br>S\$      |
|---|-------------------------|--------------------------|----------------------------|-------------------|
| <b>Balance as at 1 April 2019</b>                   | 20,542,223              | -                        | (960,897)                  | 19,581,326        |
| Total comprehensive income for the financial period | -                       | -                        | 238,963                    | 238,963           |
| <b>Balance as at 30 September 2019</b>              | <b>20,542,223</b>       | -                        | <b>(721,934)</b>           | <b>19,820,289</b> |

  

| Company (Unaudited)                               | Share<br>capital<br>S\$ | Other<br>reserves<br>S\$ | Accumulated<br>losses<br>S\$ | Total<br>S\$      |
|---|-------------------------|--------------------------|------------------------------|-------------------|
| <b>Balance as at 1 April 2018</b>                 | 20,542,223              | -                        | (964,176)                    | 19,578,047        |
| Total comprehensive loss for the financial period | -                       | -                        | (741,884)                    | (741,884)         |
| <b>Balance as at 30 September 2018</b>            | <b>20,542,223</b>       | -                        | <b>(1,706,060)</b>           | <b>18,836,163</b> |

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

**Share Capital - Ordinary Shares**

|                         | Number of shares | Issued and paid-up share capital (\$\$) |
|-------------------------|------------------|---|
| As at 1 April 2019      | 1,029,179,292    | 20,542,223                              |
| As at 30 September 2019 | 1,029,179,292    | 20,542,223                              |
|                         |                  |   |

There were no changes in the Company's share capital during the 6 months ended 30 September 2019.

There were no treasury shares, subsidiary holdings or outstanding convertible instruments which may be converted to shares as at 30 September 2019.

- (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.

|                               | <u>30 Sep 2019</u>   | <u>31 Mar 2019</u>   |
|-------------------------------|----------------------|----------------------|
| Total number of issued shares | <u>1,029,179,292</u> | <u>1,029,179,292</u> |

The Company did not have any treasury shares as at 30 September 2019 and 31 March 2019.

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

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

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

Not applicable. There were no subsidiary holdings during the financial period.

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 of the Company.

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.**

Save as disclosed in paragraph 5 below, the accounting policies and methods of computation used in the Group's financial statements for the current financial period ended 30 September 2019 are consistent with those applied in the financial statements for the financial period ended 31 March 2019.

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

The Group has adopted all the new and revised Singapore Financial Reporting Standards International ("SFRS(I)") and Interpretations of FRS ("Int FRS") that are relevant to its operations and effective for the financial period on or after 1 April 2019, where applicable. The adoption of these new and revised standards from the effective date do not result in any material adjustments to the financial statements of the Group for the current financial reporting period.

**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                                   |   |   |   |
|--|---|---|---|---|
|  | 30 Sep 2019<br>2Q FY2020<br>(Unaudited) | 30 Sep 2018<br>2Q FY2019<br>(Unaudited) | 30 Sep 2019<br>1H FY2020<br>(Unaudited) | 30 Sep 2018<br>1H FY2019<br>(Unaudited) |
| Profit attributable to equity holders of the Company (S\$) | 5,020,340                               | 3,242,773                               | 6,089,976                               | 5,602,031                               |
| Weighted average number of ordinary share in issue         | 1,029,179,292                           | 1,029,179,292                           | 1,029,179,292                           | 1,029,179,292                           |
| Basic and fully diluted EPS (cents)                        | 0.49                                    | 0.32                                    | 0.59                                    | 0.54                                    |

**7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:**  
**(a) Current financial period reported on; and**  
**(b) Immediately preceding financial year.**

|  | Group                                |                                    | Company                              |                                    |
|--|--------------------------------------|------------------------------------|--------------------------------------|------------------------------------|
|  | 30 Sep 2019<br>FY2020<br>(Unaudited) | 31 Mar 2019<br>FY2019<br>(Audited) | 30 Sep 2019<br>FY2020<br>(Unaudited) | 31 Mar 2019<br>FY2019<br>(Audited) |
| Net asset value (S\$)                      | 58,997,274                           | 52,916,458                         | 19,820,289                           | 19,581,326                         |
| Number of ordinary shares in issue         | 1,029,179,292                        | 1,029,179,292                      | 1,029,179,292                        | 1,029,179,292                      |
| Net asset value per ordinary share (cents) | 5.73                                 | 5.14                               | 1.93                                 | 1.90                               |

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:

(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.

#### **REVIEW OF FINANCIAL PERFORMANCE (CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME)**

##### **Revenue**

###### **2Q FY2020 vs 2Q FY2019**

Our Group's revenue increased by approximately S\$10.8 million or 57.5% in 2Q FY2020, from 2Q FY2019 to approximately S\$29.6 million. The increase was due to higher Promotion and Production revenue of S\$9.8 million or 56.6% and S\$1.2 million or 105.0% respectively. This was offset by a decrease in Other revenue by S\$0.2 million.

###### **1H FY2020 vs 1H FY2019**

Our Group's revenue increased by approximately S\$9.1 million or 36.7% in 1H FY2020, from 1H FY2019 to approximately S\$33.9 million. The increase was due to higher Promotion and Production revenue of S\$8.0 million or 41.3% and S\$1.5 million or 30.3% respectively. This was offset by a decrease in Other revenue by S\$0.4 million.

##### **Cost of sales**

###### **2Q FY2020 vs 2Q FY2019**

Cost of sales increased by S\$8.4 million or 67.3% in 2Q FY2020, from 2Q FY2019 to approximately S\$20.9 million. The cost of sales attributable to Promotion and Production was approximately S\$7.7 million and S\$0.8 million respectively. This was offset by the lower cost of sales attributable to Other by S\$0.1 million.

###### **1H FY2020 vs 1H FY2019**

Cost of sales increased by S\$7.8 million or 53.4% in 1H FY2020, from 1H FY2019 to approximately S\$22.5 million. The cost of sales attributable to Promotion and Production was approximately S\$7.1 million and S\$0.9 million respectively. This was offset by the lower cost of sales attributable to Other by S\$0.2 million.

##### **Gross profit**

###### **2Q FY2020 vs 2Q FY2019**

Our gross profit increased by S\$2.4 million or 38.1%, from the corresponding period in 2Q FY2019 to approximately S\$8.7 million in 2Q FY2020. The increase was mainly attributed to an increase in the Promotion and Production segments, which contributed approximately S\$2.1 million and S\$0.4 million respectively, offset by a decrease from the Other segment by S\$0.1 million.

###### **1H FY2020 vs 1H FY2019**

Our gross profit increased by S\$1.3 million or 12.6%, from the corresponding period in 1H FY2019 to approximately S\$11.4 million in 1H FY2020. The increase was attributed to the Promotion and Production segments which contributed approximately S\$0.9 million and S\$0.6 million respectively, offset by a decrease from the Other segment by S\$0.2 million.

##### **Other income**

###### **2Q FY2020 vs 2Q FY2019**

Our Group's other income decreased by approximately S\$854 or 5.7% from S\$15,001 in 2Q FY2019 to approximately S\$14,147 in 2Q FY2020.

###### **1H FY2020 vs 1H FY2019**

Our Group's other income decreased by approximately S\$40,248 or 67.8% from S\$59,369 in 1H FY2019 to approximately S\$19,121 in 2Q FY2020. This was mainly due to the absence of bank deposit pledged in 1H FY2019.

## **REVIEW OF FINANCIAL PERFORMANCE (CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME) (continued)**

### **Other gains - net**

#### **2Q FY2020 vs 2Q FY2019**

Other gains increased by approximately S\$0.1 million or 250.6% in 2Q FY2020 compared to 2Q FY2019. The increase was mainly attributed to gains on foreign exchange in 2Q FY2020.

#### **1H FY2020 vs 1H FY2019**

Other gains decreased by S\$0.1 million in 1H FY2020 compared to 1H FY2019. The decrease was mainly attributed to losses on foreign exchange in 1H FY2020.

### **Administrative expenses**

#### **2Q FY2020 vs 2Q FY2019**

Administrative expenses increased by S\$28,058 or 1.4% from the corresponding period in 2Q FY2019 to approximately S\$2.1 million in 2Q FY2020.

#### **1H FY2020 vs 1H FY2019**

Administrative expenses increased by S\$0.2 million or 6.1% from the corresponding period in 1H FY2019 to approximately S\$3.4 million in 1H FY2020. This was mainly due to an increase in bank facility fees and staff costs.

### **Profit before Income tax**

#### **2Q FY2020 vs 2Q FY2019**

We recorded an increase of S\$2.2 million or 52.0% in profit before tax from the corresponding period in 2Q FY2019 to approximately S\$6.5 million in 2Q FY2020.

#### **1H FY2020 vs 1H FY2019**

We recorded an increase of S\$0.6 million or 8.4% in profit before tax from the corresponding period in 1H FY2019 to approximately S\$7.8 million in 1H FY2020.

## **REVIEW OF FINANCIAL POSITION (CONSOLIDATED STATEMENT OF FINANCIAL POSITION)**

### **30 September 2019 vs 31 March 2019**

#### **Non-current assets**

As at 30 September 2019, non-current assets decreased by S\$0.8 million or 6.3%, from approximately S\$12.4 million as at 31 March 2019 to approximately S\$11.6 million due to depreciation of property, plant and equipment and amortisation of intangible asset.

#### **Current assets**

As at 30 September 2019, current assets increased by S\$22.7 million or 29.3% from approximately S\$77.6 million as at 31 March 2019 to approximately S\$100.3 million which represents 89.6% of our total assets. The breakdown is as follows:

- (i) Cash and bank balances increased by S\$2.5 million or 66.3%, from S\$3.7 million as at 31 March 2019 to S\$6.2 million. This was mainly due to the proceeds of S\$18.2 million from bank borrowings, offset by repayment of bank borrowings and cash being disbursed for upcoming Promotion and Production project.
- (ii) Trade and other receivables increased by S\$20.4 million or 58.0%, from S\$35.3 million as at 31 March 2019 to S\$55.7 million. This increase was mainly due to the followings:
  - Increase in deposit, trade and other receivables by S\$20.1 million, mainly due to higher Promotion and Production activities;
  - Increase in prepayment by S\$0.3 million in relation to upcoming Promotion and Production project/activities.

Following the reassessment on the appropriateness of the original classification of the intangible asset of S\$18.4 million in 1Q FY2020, management has made an amendment and reclassified the said intangible assets to trade and other receivables in 2Q FY2020.

- (iii) Other current assets decreased by S\$0.6 million or 1.6%, from S\$38.6 million as at 31 March 2019 to S\$38.0 million. This is mainly due to the decrease in deposit paid for upcoming Promotion and Production projects/activities.
- (iv) Right-of-use assets were recognised at S\$0.4 million during the financial period.

## **REVIEW OF FINANCIAL POSITION (CONSOLIDATED STATEMENT OF FINANCIAL POSITION) (continued)**

### **30 September 2019 vs 31 March 2019 (continued)**

#### **Non-current liabilities**

As at 30 September 2019, non-current liabilities increased by S\$11.6 million or 1,227.3%, from S\$1.0 million as at 31 March 2019 to approximately S\$12.6 million due to the increase in bank borrowings.

#### **Current liabilities**

As at 30 September 2019, current liabilities increased by S\$4.2 million or 11.6%, from approximately S\$36.1 million as at 31 March 2019 to S\$40.3 million, representing 76.1% of our total liabilities and comprised the following:

- (i) Trade and other payables decreased by S\$0.7 million or 2.2%, from approximately S\$29.6 million as at 31 March 2019 to approximately S\$28.9 million.
- (ii) Borrowings increased by S\$4.0 million mainly for general working capital.
- (iii) Lease liabilities were recognised at S\$0.4 million.
- (iv) Income tax payables increased by S\$0.5 million or 18.0% from approximately S\$2.5 million as at 31 March 2019 to approximately S\$3.0 million.

## **REVIEW OF CASH POSITION (CONSOLIDATED STATEMENT OF CASH FLOW)**

As at 30 September 2019, cash and cash equivalents amounted to approximately S\$6.2 million as compared to approximately S\$6.4 million as at 30 September 2018.

#### **Net cash used in operating activities**

For 2Q FY2020, we generated a net cash inflow of approximately S\$7.4 million from operating activities before working capital changes. Our net working capital changes was due to net cash outflow of approximately S\$6.3 million, comprising an increase in trade and other receivables of S\$12.9 million, inventories of S\$14,991 and income tax paid of S\$0.7 million. This was offset with the increase in trade and other payables of S\$3.3 million, decrease in other current assets of S\$4.0 million, interest received of S\$3,260 and income tax refund of S\$16,945. The increase in trade and other receivables was due to the increase in Promotion and Production activities. The decrease in trade and other payables was due to an increase in payment to suppliers.

For 1H FY2020, we generated a net cash inflow of approximately S\$9.3 million from operating activities before working capital changes. Our net working capital changes was due to net cash outflow of approximately S\$22.1 million, comprising an increase in trade and other receivables of S\$20.4 million, inventories of S\$2,067, decrease in trade and other payables of S\$1.0 million and income tax paid of S\$1.3 million. This was offset with the decrease in other current assets of S\$0.6 million, interest received of S\$8,234 and income tax refund of S\$16,945. The increase in trade and other receivables was due to the increase in Promotion and Production activities. The decrease in trade and other payables was due to an increase in payment to suppliers.

#### **Net cash used in investing activities**

For 2Q FY2020, net cash used in investing activities amounted to S\$0.2 million mainly attributable from the purchase of plant and equipment.

For 1H FY2020, net cash used in investing activities amounted to S\$0.2 million mainly attributable from the purchase of plant and equipment.

#### **Net cash provided by financing activities**

For 2Q FY2020, net cash used in financing activities of S\$0.6 million was mainly due to repayment of bank borrowings and interest paid on bank borrowings.

For 1H FY2020, net cash generated from financing activities of S\$15.5 million was due to the net proceeds from bank borrowings.

## **REVIEW OF CASH POSITION (CONSOLIDATED STATEMENT OF CASH FLOW) (continued)**

### **Net increase in cash and cash equivalents**

For 2Q FY2020, the Group recorded a net cash increase of approximately S\$0.3 million as compared to the net decrease of approximately S\$5.4 million in 2Q FY2019. The difference is mainly due to the net cash used in investing activities and financing activities, offset with the net cash generated from operating activities.

For 1H FY2020, the Group recorded a net cash increase of approximately S\$2.5 million as compared to the net decrease of approximately S\$11.9 million in 1H FY2019. The difference is mainly due to the net cash used in operating activities and investing activities, offset with the net cash generated from financing activities.

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

Not applicable. No forecast or prospect statement has been previously disclosed to shareholders.

**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.**

Over the past year, the Group has expanded from concert promotion and event production to ownership of globally appealing shows such as live entertainment intellectual properties (“IP”) and theme-related shows for Singapore and the region. The Group managed to consistently secure a list of well-known performers/artistes. We will continue with our plans to expand into the region and globally, working with established performers/artistes/managing agents.

**11. If a decision regarding dividend has been made:**

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

None.

**(b) Amount per share in cents**

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 5.00pm) will be registered before entitlements to the dividend are determined.**

Not applicable.

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

As the Group is still growing its businesses, no dividend has been declared or recommended for the financial period ended 30 September 2019.

- 13. If the group has obtained a general mandate from shareholders for interested person transactions ("IPT"), 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 Group does not have any general mandate from shareholders for interested person transactions pursuant to Rule 920(1)(a)(ii).

| Name of Interested Person | Aggregate value of all interested person transactions during 2Q FY2020 (excluding transactions less than \$100,000 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 \$100,000) |
|---------------------------|---|---|
| Axcel Properties Pte Ltd  | S\$108,000  | -   |
| mm2 Entertainment Pte Ltd | S\$330,972  | -   |

- 14. Confirmation by Directors pursuant to Rule 705(5) of the SGX-ST Listing Manual**

The Board of Directors of the Company confirms that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial results of the Group and the Company for the second quarter and half year ended 30 September 2019, to be false or misleading, in any material aspect.

- 15. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).**

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).

**By order of the Board**

Leslie Ong Chin Soon  
 Executive Director and Chief Executive Officer  
 UnUsUaL Limited  
 14 November 2019