SECOND CHANCE PROPERTIES LTD

UNAUDITED FIRST QUARTER FINANCIAL RESULTS FOR THE PERIOD ENDED 30-11-2017

Note: All figures are in Singapore Dollars

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY, HALF-YEARLY AND FULL YEAR RESULTS

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

	Group For the 3 months ended		
	30-11-2017	30-11-2016	Change
	$ '000	$ '000	%
Revenue	**6,117**	**7,404**	**(17.38)**
Cost of sales	**(3,085)**	**(3,284)**	**(6.06)**
Gross profit	**3,032**	**4,120**	**(26.41)**
Other income/(expense)	1,024	(603)	nm
Expenses			
Distribution expenses	(74)	(139)	(46.76)
Property operating expenses	(296)	(270)	9.63
Gold operating expenses	(55)	(57)	(3.51)
Apparels operating expenses	(279)	(275)	1.45
Administrative expenses	(842)	(1,024)	(17.77)
Other operating expenses	(23)	-	nm
	(1,569)	(1,765)	(11.10)
Profit from operations	**2,487**	**1,752**	**41.95**
Gain on fair valuation of properties	-	600	nm
Gain/(loss) on fair valuation of financial assets, at fair value through profit or loss	36	(676)	nm
Finance costs	(156)	(319)	(51.10)
Profit before income tax	**2,367**	**1,357**	**74.43**
Income tax expense	(136)	(96)	41.67
Net profit	**2,231**	**1,261**	**76.92**

Net profit	**2,231**	**1,261**	**76.92**
Other Comprehensive Income			
Items that may be reclassified subsequently to profit or loss:			
Available-for-sale financial assets:			
-Fair value gains/(loss)	285	(2,050)	nm
Currency translation differences arising from consolidation – gains/(loss)	724	(1,166)	nm
Other comprehensive income/(loss), net of tax	1,009	(3,216)	nm
Total comprehensive income/(loss)	**3,240**	**(1,955)**	**nm**

Notes	**Group** **For the 3 months ended**	
	30-11-2017	30-11-2016
	$ '000	$ '000
Net profit is arrived at after crediting / (charging)		
Dividend/coupon income	943	1,005
Gain on disposal of property held-for-sale	600	-
Foreign exchange gain/(loss)	414	(671)
Expenses include: Depreciation of property, plant and equipment	131	79
Loss/(gain) on disposal of financial assets, at fair value through profit or loss	4	(19)
Directors' remuneration	306	291
Directors' CPF	9	12
Directors' fees	26	33
Finance costs Interest expenses:-		
Short-term loans	142	308
Long-term loans	14	11
	156	**319**

nm – not meaningful

1(b)(i) A statement of financial position (for the issuer and Group), together with a comparative statement as at the end of the immediately preceding financial year

	Group		Company	
	30-11-2017	31-08-2017	30-11-2017	31-08-2017
	$ '000	$ '000	$ '000	$ '000
ASSETS				
Current assets				
Cash and cash equivalents	7,006	6,517	135	176
Trade and other receivables	639	647	10,171	10,294
Inventories	15,450	15,716	940	1,005
Other current assets	340	402	164	170
Property held for sale	-	9,400	-	-
Income tax recoverable	155	136		
Financial assets, at fair value through profit or loss	35,827	32,774	-	-
Total current assets	59,417	65,592	11,410	11,645
Non-current assets				
Amounts due from subsidiaries	-	-	158,236	168,294
Investments in subsidiaries	-	-	17,231	17,231
Available-for-sale financial assets	60,698	54,574	47,626	47,731
Property, plant and equipment	21,566	20,936	55	61
Investment properties	171,776	171,702	13,500	13,500
Total non-current assets	254,040	247,212	236,648	246,817
Total assets	**313,457**	**312,804**	**248,058**	**258,462**
LIABILITIES AND EQUITY				
Current liabilities				
Borrowings	42,297	42,914	13,877	23,912
Trade payables	2,831	4,247	200	250
Other payables	576	2,203	421	1,920
Current income tax liabilities	961	957	-	-
Total current liabilities	46,665	50,321	14,498	26,082
Non-current liabilities				
Borrowings	2,787	2,876	2,787	2,876
Deferred income tax liabilities	291	252	9	9
Total non-current liabilities	3,078	3,128	2,796	2,885
Total liabilities	**49,743**	**53,449**	**17,294**	**28,967**
Net assets	**263,714**	**259,355**	**230,764**	**229,495**
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	138,226	137,108	138,226	137,108
Reserves	125,488	122,247	92,538	92,387
Total equity	**263,714**	**259,355**	**230,764**	**229,495**

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

Amount repayable in one year or less, or on demand

As at 30-11-2017		As at 31-08-2017	
Secured	***Unsecured***	***Secured***	***Unsecured***
$42,296,960	$28,379	$42,914,178	$886,414

Amount repayable after one year

As at 30-11-2017		As at 31-08-2017	
Secured	***Unsecured***	***Secured***	***Unsecured***
$2,786,620	-	$2,875,690	-

Details of Collateral

The Group's bank borrowings are secured by the mortgage of financial assets at fair value through profit or loss, available-for-sale financial assets, freehold, leasehold lands and buildings of the subsidiaries, investment properties of the Group and assignment of rental proceeds from these properties.

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.

	Group For the 3 months ended	
	30-11-2017 $ '000	**30-11-2016 $ '000**
Cash flows from operating activities		
Net profit	2,231	1,261
Adjustments for		
-Income tax expense	136	96
-Depreciation of property, plant and equipment	131	79
-Fair value gain on investment properties	-	(600)
-Interest income from bank deposits	(281)	(21)
-Finance expense	156	319
-Gain on disposal of investment property held for sale	(600)	-
-Unrealised currency translation differences	(196)	370
	1577	**1,504**
Changes in working capital		
-Financial assets at fair value through profit or loss	(3,053)	1,323
-Inventories	388	(56)
-Trade and other receivables	79	166
-Trade and other payables	(3,052)	(438)
Net cash generated from operations	**(4,061)**	**2,499**
Income taxes paid	(146)	(94)
Interest received	281	21
Interest paid	(172)	(189)
Net cash (used in)/provided by operating activities	**(4,098)**	**2,237**
Cash flows from investing activities		
-Proceeds from disposal of available-for-sale financial assets	58	32
-Proceeds from disposal of property held-for-sale	10,000	-
-Purchase of available-for-sale financial assets	(5,897)	(24)
-Additions to property, plant and equipment	-	(106)
Net cash provided by/(used in) investing activities	**4,161**	**(98)**
Cash flows from financing activities		
-Proceeds from issue of shares	1,119	-
-Proceeds from short-term bank borrowings	24,004	41,039
-Repayment of bank borrowings	(24,696)	(43,179)
Net cash provided by/(used in) financing activities	**427**	**(2,140)**
Net increase/(decrease) in cash and cash equivalents	490	(1)
Cash and cash equivalents at beginning of financial period	6,516	5,492
Cash and cash equivalents at end of financial period	**7,006**	**5,491**
Cash and cash equivalents consist of:		
Cash at bank	7,006	5,491
	7,006	**5,491**

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

Group

	Share Capital	Assets Revaluation Reserve	Fair Value Reserve	Translation Reserve	Retained Earnings	Total
	$ '000	$ '000	$ '000	$ '000	$ '000	$ '000
Balance as at 30 November 2016	**138,319**	**9,439**	**7,557**	**(6,593)**	**105,578**	**254,300**
Share buyback	(1,594)	-	-	-	-	**(1,594)**
Dividends paid	-	-	-		(1,511)	**(1,511)**
Total comprehensive income/(loss) for the period	-	-	2,555	(214)	1,977	**4,318**
Balance as at 28 February 2017	**136,725**	**9,439**	**10,112**	**(6,807)**	**106,044**	**255,513**
Total comprehensive (loss)/income for the period	-	-	(717)	529	5,404	**5,216**
Balance as at 31 May 2017	**136,725**	**9,439**	**9,395**	**(6,278)**	**111,448**	**260,729**
Issue of share capital	382	-	-	-	-	**382**
Total comprehensive (loss)/income for the period	-	(1,590)	(606)	(394)	834	**(1,756)**
Balance as at 31 August 2017	**137,107**	**7,849**	**8,789**	**(6,672)**	**112,282**	**259,355**
Issue of share capital	1,119	-	-	-	-	**1,119**
Total comprehensive income for the period	-	-	285	724	2,231	**3,240**
Balance as at 30 November 2017	**138,226**	**7,849**	**9,074**	**(5,948)**	**114,513**	**263,714**

	Share Capital	Assets Revaluation Reserve	Fair Value Reserve	Translation Reserve	Retained Earnings	Total
	$ '000	$ '000	$ '000	$ '000	$ '000	$ '000
Balance as at 30 November 2015	**120,141**	**9,592**	**5,909**	**(5,872)**	**123,914**	**253,684**
Cash dividends paid	-	-	-	-	(5,863)	**(5,863)**
Scrip dividend	18,178	-	-	-	(18,178)	-
Total comprehensive (loss)/income for the period	-	-	(799)	212	1,104	**517**
Balance as at 29 February 2016	**138,319**	**9,592**	**5,110**	**(5,660)**	**100,977**	**248,338**
Total comprehensive income for the period	-	-	2,703	97	3,136	5,936
Balance as at 31 May 2016	**138,319**	**9,592**	**7,813**	**(5,563)**	**104,113**	**254,274**
Total comprehensive (loss)/income for the period	-	(153)	1,794	136	204	1,981
Balance as at 31 August 2016	**138,319**	**9,439**	**9,607**	**(5,427)**	**104,317**	**256,255**
Total comprehensive (loss)/income for the period	-	-	**(2,050)**	**(1,166)**	**1,261**	**(1,955)**
Balance as at 30 November	**138,319**	**9,439**	**7,557**	**(6,593)**	**105,578**	**254,300**

2016						

Company

	Share Capital	Fair Value Reserve	Retained Earnings	Total
	$ '000	$ '000	$ '000	$ '000
Balance as at 30 November 2016	**138,319**	**6,700**	**84,417**	**229,436**
Share buyback	(1,594)	-	-	**(1,594)**
Dividends paid	-	-	(1,511)	**(1,511)**
Total comprehensive income for the period	-	1,276	510	**1,786**
Balance as at 28 February 2017	**136,725**	**7,976**	**83,416**	**228,117**
Total comprehensive income for the period	-	1,432	1,411	**2,843**
Balance as at 31 May 2017	**136,725**	**9,408**	**84,827**	**230,960**
Issue of share capital	382	-	-	**382**
Total comprehensive loss for the period	-	(594)	(1,254)	**(1,848)**
Balance as at 31 August 2017	**137,107**	**8,814**	**83,573**	**229,494**
Issue of share capital	1,119	-	-	**1,119**
Total comprehensive (loss)/income for the period	-	(101)	252	**151**
Balance as at 30 November 2017	**138,226**	**8,713**	**83,825**	**230,764**

	Share Capital	Fair Value Reserve	Retained Earnings	Total
	$ '000	$ '000	$ '000	$ '000
Balance as at 30 November 2015	**120,141**	**4,881**	**105,114**	**230,136**
Cash dividends paid	-	-	(5,863)	**(5,863)**
Scrip dividend	18,178	-	(18,178)	**-**
Total comprehensive (loss)/ income for the period	-	(1,030)	530	**(500)**
Balance as at 29 February 2016	**138,319**	**3,851**	**81,603**	**223,773**
Total comprehensive income for the period	-	2,881	672	**3,553**
Balance as at 31 May 2016	**138,319**	**6,732**	**82,275**	**227,326**
Total comprehensive income for the period	-	1,994	2,012	**4,006**
Balance as at 31 August 2016	**138,319**	**8,726**	**84,287**	**231,332**
Total comprehensive (loss)/ income for the period	-	(2,026)	130	**(1,896)**
Balance as at 30 November 2016	**138,319**	**6,700**	**84,417**	**229,436**

1(d)(ii) Details of any changes in the Company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that maybe issued on conversion of all the outstanding convertibles, as well as 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

There was an increase of $1,118,500 in share capital during the quarter ended 30 November 2017 due to exercise of warrants. The old warrants which were issued on 25 July 2012 expired on 24 July 2017.

The company issued new warrants on 23 January 2017 which will expire on 23 January 2020. The exercise price of these new warrants is $0.25.

The number of shares that maybe issued on conversion of the convertibles is as follows:

	30-11-2017	**30-11-2016**
Warrants – Old	-	577,024,950
Warrants – New	747,794,853	-

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.

	As at 30-11-2017	As at 31-08-2017
Total number of issued shares	754,946,551	750,472,552
Less: Treasury shares	-	-
Total number of issued shares excluding treasury shares	754,946,551	750,472,552

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 (eg. The Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)

The figures have neither been audited nor reviewed.

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 issuer's most recently audited annual financial statements have been applied

All accounting policies and methods of computation applied are the same as those in the most recently audited annual financial statements.

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

	Group For the 3 months ended	
	30-11-2017	30-11-2016
Earnings per share	0.30 cents	0.17 cents
Earnings per share on fully diluted basis	0.29 cents	0.17 cents

The calculation of earnings per share for the period ended 30 November 2017 and 30 November 2016 are based on the weighted average number of shares in issue of 753,247,515 and 755,396,152 respectively.

The diluted earnings per share for the quarter ended 30 November 2017 was computed considering the average number of shares that would have been issued at fair value if all the new warrants were exercised at the exercise price of $0.25.

There was no dilution in earnings per share for the previous quarter ended 30 November 2016 as the average market price of the Company's shares for the year was less than the exercise price of the old warrants of $0.40.

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 30-11-2017	Group 31-08-2017	Company 30-11-2017	Company 31-08-2017
Net asset value per share	34.93 cents	34.56 cents	30.57 cents	30.58 cents

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 include a discussion of 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

Notes:

1. Throughout the review in this section, FP 2018 refers to the financial period of three months ended 30 November 2017. FP 2017 refers to the three months period ended 30 November 2016.

2. Adjusted EBITDA is the operating earnings before interest expenses, tax, depreciation, divestment and revaluation gains/deficits on non-current assets and foreign exchange differences.

OVERVIEW

The Group net profit increased by $0.97 million from $1.26 million in FP 2017 to $2.23 million in FP 2018.

Revenue decreased by $1.28 million to $6.12 million in FP 2018 from $7.40 million in FP 2017.

Adjusted EBITDA decreased by $0.19 million from $1.83 million in FP 2017 to $1.64 million in FP 2018.

REVENUE

Revenue decreased by $1.28 million to $6.12 million in FP 2018 from $7.40 million in FP 2017.

Below is the contribution of the various business segments to revenue:

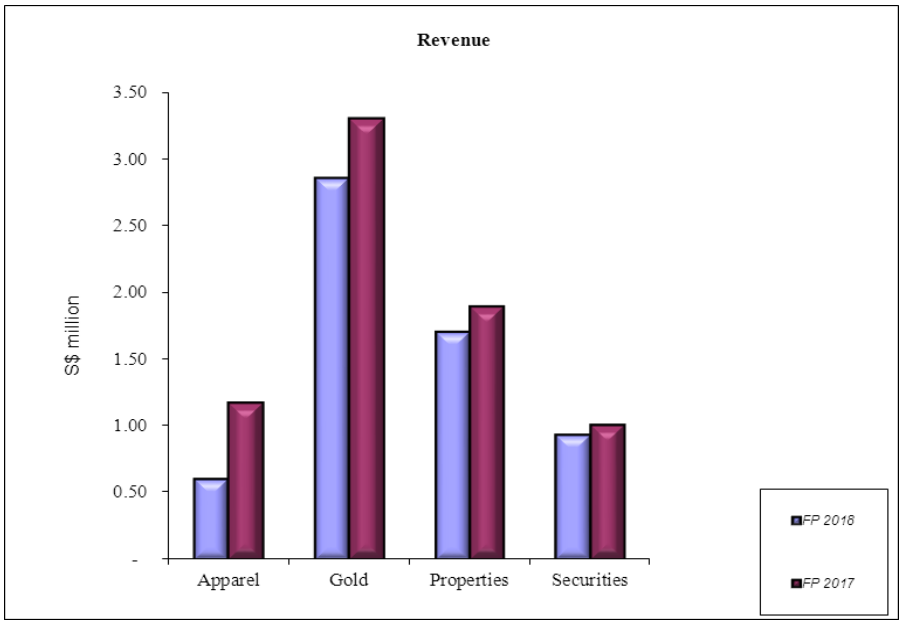
Revenue	FP 2018	FP 2017	Variance	
	$ million	$ million	$ million	%
Apparel	0.61	1.18	(0.57)	-48.31%
Gold	2.86	3.31	(0.45)	-13.60%
Properties	1.71	1.90	(0.19)	-10.00%
Securities	0.94	1.01	(0.07)	-6.93%

The revenue from apparel business decreased by $0.57 million from $1.18 million in FP 2017 to $0.61 million in FP 2018. Of the $0.61 million, Malaysian apparel business contributed $0.42 million. The primary reason for this decrease was the closure of thirteen shops in Malaysia since the end of FP 2017. In FP 2018, only four shops were operational in Malaysia as compared to twenty shops in FP 2017. Further, intense competition especially due to increased trend in online shopping resulted in the decreased revenue in both, Singapore and Malaysia.

The revenue from gold business also declined by $0.45 million from $3.31 million in FP 2017 to $2.86 million in FP 2018 due to general market and economic conditions.

Rental revenue from properties decreased by $0.19 million from $1.90 million in FP 2017 to $1.71 million in FP 2018. There was a loss of rental income on account of sale of an investment property since the end of the prior period as well as lower rentals received on some lease renewals.

The sale & redemption of a few fixed income and equity securities since the end of FP 2017 resulted in marginal decrease in revenue of $0.07 million from $1.01 million in FP 2017 to $0.94 million in FP 2018 for the securities business.



Other income consists mainly of unrealised foreign exchange gain and profit from sale of investment property. In FP 2018, because of the strengthening of Malaysian Ringgit, the unrealised foreign exchange gain was $0.41 million as compared to an unrealised foreign exchange loss of $0.67 million in FP 2017. Other than this, in FP 2018 there was a profit of $0.60 million on sale of one investment property which further increased the other income.

PROFIT

The Group net profit increased by $0.97 million from $1.26 million in FP 2017 to $2.23 million in FP2018.

The contribution from various business segments are illustrated below (the contributions are before interest, tax and unallocated expenses).

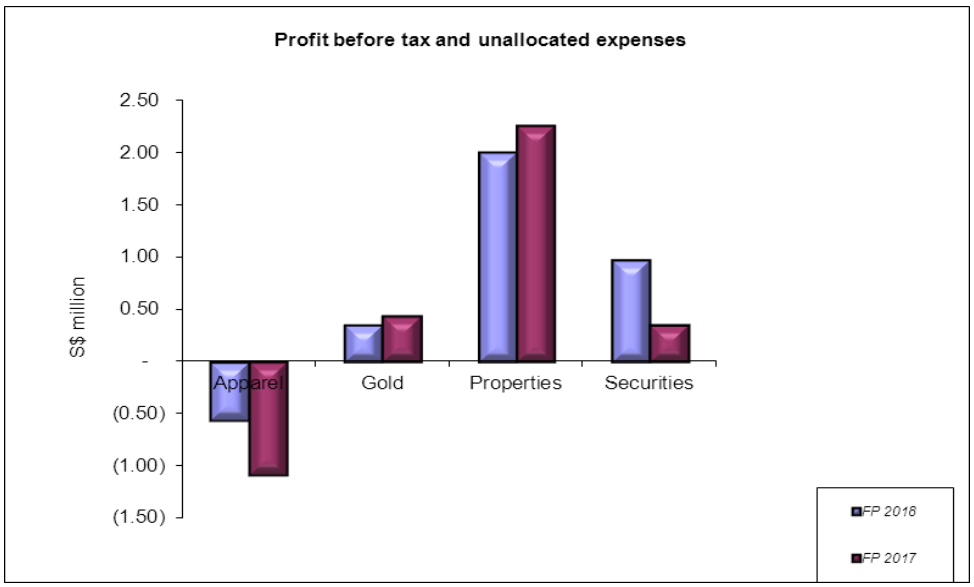
	FP 2018	FP 2017	Variance	
	$ million	$ million	$ million	%
Apparel	(0.56)	(1.08)	0.52	-48.15%
Gold	0.35	0.44	(0.09)	-20.45%
Properties	2.00	2.25	(0.25)	-11.11%
Securities	0.97	0.35	0.62	177.14%

The loss from apparel business decreased by $0.52 million from $1.08 million in FP 2017 to $0.56 million in FP 2018. Though the closure of thirteen shops in Malaysia increased the business loss from this segment increased during the current period, the unrealised foreign exchange gain arising from the appreciating Malaysian Ringgit in FP 2018 helped to partially off-set this loss.

The gold business contributed $0.35 million in FP 2018 which was $0.09 million lower than that of $0.44 million in FP 2017. This decline is mainly due to drop in revenue and lower gross profit margin in FP 2018.

Properties segment witnessed $2.00 million profit in FP 2018 which has declined by $0.25 million since the prior period. This is mainly due to lower rental income as compared to that in last financial period.

The contribution from securities segment was $0.97 million in FP 2018 which was $0.62 million higher than the profit of $0.35 million in FP 2017. This increase in profit was mainly attributed to the unrealized gain of $0.04 million recorded on financial assets, at fair value through profit or loss i.e. the financial assets held for trading purpose in the current period as compared to an unrealized loss of $0.68 million in FP 2017.



The income tax expense increased by $0.04 million from $0.10 million in FP 2017 to $0.14 million in FP 2018 due to increased taxable profits in the current year.

Interest expenses decreased from $0.32 million in FP 2017 to $0.16 million in FP 2018. This was mainly because of unrealised foreign exchange loss of $0.13 million on currency translation being included under this expense in the prior period. In the current period there was a marginal unrealised foreign exchange gain of $0.01 million on this account.

Adjusted EBITDA

Adjusted EBITDA decreased by $0.19 million from $1.83 million in FP 2017 to $1.64 million in FP 2018.

The details of Adjusted EBITDA calculation is as below:

Adjusted EBITDA*	**FP 2018**	**FP 2017**
	$ '000	$ '000
Net Profit	2,231	1,261
Add/(Less):		
Interest expenses	156	319
Taxes	136	96
Depreciation	131	79
Fair valuation gain on property held for sale	-	(600)
Divestment gains of investment property	(600)	-
Exchange differences	(414)	671
	1,640	**1,826**

**Earnings before interest, tax, depreciation, exchange gains/losses, revaluation gains/deficit, divestment profits/losses*

CASH FLOW

The net cash used in operating activities was $4.10 million in FP 2018.

Capital distribution from available-for-sale financial assets generated $0.06 million and the Group had drawn down an amount of $24 million from banks. Disposal of an investment property generated $10 million and proceeds from issue of shares due to warrants conversion amounted to $1.12 million.

The Group purchased securities worth $5.84 million and subscribed to scrip dividend totaling $0.05 million and they were classified as available-for-sale. An amount of $24.70 million was utilised to repay bank borrowings.

Cash and cash equivalents at the end of the period i.e. 30 November 2017 was $7.01 million while it was $6.52 million at the beginning of the period i.e. 31 August 2017. Thus, there was an increase of $0.49 million through the period.

FINANCIAL POSITION AS AT 30 NOVEMBER 2017

Investment properties of the Group totaled $171.78 million.

As at 30 November 2017, available-for-sale financial assets comprised of equities valued at $60.70 million and financial assets at fair value, through profit or loss comprised of fixed income securities and equities valued at $12.12 million and $23.71 million respectively. There was an increase of $0.29 million in the market value of available-for-sale financial assets at 30 November 2017 as compared to 31 August 2017 and this gain was taken directly to equity. For financial assets at fair value, through profit or loss, there was an unrealised gain of $0.04 million during FP 2018 which was taken to the income statement.

Inventories at 30 November 2017 totaled $15.45 million of which $11.70 million was gold stock.

WORKING CAPITAL

The Group had a positive working capital of $12.75 million as at 30 November 2017. The working capital stood at $15.27 million as at 31 August 2017.

BANK BORROWINGS

The long-term borrowings decreased by $0.09 million from $2.88 million as at 31 August 2017 to $2.79 million as at 30 November 2017. Total borrowings of the Group were $45.08 million at 30 November 2017 while the borrowings totaled $45.79 million at 31 August 2017. The gearing ratio of the Group improved marginally from 0.15 at 31 August 2017 to 0.14 at 30 November 2017.

SHARE CAPITAL

Share capital was $138.23 million as at 30 November 2017 as compared to $137.11 million as at 31 August 2017**.** The movement in share capital was due to the issue of shares pursuant to exercise of warrants by shareholders. There were 754.95 million shares in float as at 30 November 2017. Total shareholders' equity amounted to $263.71 million and NTA per share was 34.93 cents as at 30 November 2017.

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

The first quarter results are in line with disclosures made in the previous announcement of results of the Group.

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

Singapore economy is recovering and is expected to see steady growth in 2018.

To prevent continued losses in our apparel business, thirteen stores were closed in Malaysia. Three more stores will be closed in FY 2018 when leases expire leaving only Mega First Lady, our flagship store, operational in Malaysia. First Lady Singapore is expected to run into losses this year and hence we intend to exit this business in Singapore.

The profitability from gold business for the current financial year is expected to be lower as compared to recent past.

The downward pressure on retail rents has not abated. This coupled with loss of rental income from properties sold will lead to lower rental income for the Group.

Interest rates continue to increase and further increases are expected.

Market forces will determine the performance of the financial instruments sector.

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

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

No

(b)

(i) Amount per share ….. cents – Not applicable

(ii) Previous corresponding period ….. 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

No dividend has been declared or recommended for the current period ended 30 November 2017.

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.

There were no interested person transactions for the quarter under review. The Company does not have a general mandate from its shareholders for the interested person transaction.

14. Negative confirmation pursuant to Rule 705(5)

To the best of our knowledge, nothing has come to the attention of the Board of Directors, which may render the financial statements for the three months period ended 30 November 2017 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Mohamed Salleh s/o Kadir Mohideen Saibu Maricar CEO	Mohamed Hasan Marican s/o Kadir Mohideen Saibu Maricar Deputy CEO

27 December 2017