



**MAXI-CASH FINANCIAL SERVICES CORPORATION LTD**

(Company Registration No: 200806968Z)  
(Incorporated in the Republic of Singapore)

**UNAUDITED FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2017**

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## 1. CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

### Consolidated Statement of Comprehensive Income For The Financial Year Ended 31 December 2017 ("FY2017")

	Group		Change %
	2017 \$'000	2016 \$'000	
<b>Revenue</b>	<b>188,392</b>	<b>163,188</b>	<b>15%</b>
Material costs	(130,943)	(114,743)	14%
Employee benefits	(16,959)	(14,063)	21%
Depreciation and amortisation	(1,604)	(1,382)	16%
Finance costs	(7,477)	(4,535)	65%
Other operating expenses	(20,429)	(16,216)	26%
Interest income	1,963	-	n.m.
Rental income	373	171	118%
Other income	1,856	729	155%
Share of results of joint venture	(215)	-	n.m.
<b>Profit before tax</b>	<b>14,957</b>	<b>13,149</b>	<b>14%</b>
Taxation	(1,595)	(1,699)	-6%
<b>Profit for the year</b>	<b>13,362</b>	<b>11,450</b>	<b>17%</b>
<b>Other comprehensive income</b>			
Net fair value change of available-for-sale financial assets	305	-	n.m.
<b>Other comprehensive income for the year, net of tax</b>	<b>305</b>	<b>-</b>	<b>n.m.</b>
<b>Total comprehensive income for the year</b>	<b>13,667</b>	<b>11,450</b>	<b>19%</b>
<b>Profit attributable to:</b>			
Owners of the Company	13,255	11,349	17%
Non-controlling interests	107	101	6%
	<b>13,362</b>	<b>11,450</b>	<b>17%</b>
<b>Total comprehensive income attributable to:</b>			
Owners of the Company	13,560	11,349	19%
Non-controlling interests	107	101	6%
	<b>13,667</b>	<b>11,450</b>	<b>19%</b>
<b>Earnings per ordinary share (cents)</b>			
-Basic	<b>1.63</b>	<b>1.88</b>	<b>-13%</b>
-Diluted	<b>1.63</b>	<b>1.88</b>	<b>-13%</b>

#### Other information :-

	Group		Change %
	2017 \$'000	2016 \$'000	
Amortisation of prepaid rent	41	53	-23%
Depreciation of plant and equipment	1,563	1,329	18%
Financial losses on items not fully covered by insurance	25	34	-26%
Foreign currency exchange gain, net	(539)	(126)	n.m.
Loss on disposal of plant and equipment, net	529	416	27%

n.m. - Not meaningful

#### NOTES:

- 1a - Depreciation of fixed assets in pawnshops and retail outlets is computed on a straight-line basis over 3 to 5 years.
- 1b - The Group recognises all inventory, including trade-in stock and sales return stock, at the lower of cost and net realisable value.
- 1c - The increase in material costs in FY2017 was generally in line with the increase in revenue from the retail and trading of jewellery and branded merchandise business.
- 1d - Higher employee benefits expenses for FY2017 was mainly due to the increase in number of employees and basic salaries with more shops in operation.
- 1e - Higher depreciation and amortisation charges in FY2017 was mainly due to the renovation at shops.
- 1f - Increase in finance costs for FY2017 were mainly due to higher loan and interest accrued for multicurrency medium term notes issued in April and October 2017.
- 1g - Higher other operating expenses in FY2017 was mainly due to higher branding, rental and exhibition expenses, other professional fee for secured loans and amortisation of multicurrency medium term notes programme establishment and issuance expenses.
- 1h - Interest income for FY2017 was mainly from investment securities.
- 1i - Higher rental income for FY2017 was mainly due to new leases.
- 1j - Increase in other income for FY2017 was mainly due to gain on disposal of investment securities and reversal of provision of doubtful trade receivables.

## 2. STATEMENTS OF FINANCIAL POSITION

	Group		Company	
	31-Dec-17 \$'000	31-Dec-16 \$'000	31-Dec-17 \$'000	31-Dec-16 \$'000
<b>NON-CURRENT ASSETS</b>				
Property, plant and equipment	16,191	4,162	178	69
Trade and other receivables	45,891	1,714	16	-
Investments in subsidiaries	-	-	46,100	45,000
Investment in joint venture	282	-	500	-
Deferred tax assets	295	363	110	67
	<b>62,659</b>	<b>6,239</b>	<b>46,904</b>	<b>45,136</b>
<b>CURRENT ASSETS</b>				
Inventories	51,807	43,211	-	-
Trade and other receivables	273,361	246,278	12	538
Prepaid rent	-	42	-	-
Prepayments	2,325	852	699	20
Due from subsidiaries (non-trade)	-	-	142,568	43,165
Due from a related company (trade)	-	97	-	7
Due from joint venture (non-trade)	2,590	-	2,590	-
Investment securities	36,105	-	-	-
Cash and bank balances	17,694	10,542	740	1,502
	<b>383,882</b>	<b>301,022</b>	<b>146,609</b>	<b>45,232</b>
<b>TOTAL ASSETS</b>	<b>446,541</b>	<b>307,261</b>	<b>193,513</b>	<b>90,368</b>
<b>CURRENT LIABILITIES</b>				
Trade and other payables	6,769	5,576	3,071	1,999
Due to immediate holding company (non-trade)	-	11	-	7
Due to related companies (non-trade)	42	29,570	42	-
Provision for taxation	1,843	1,782	-	-
Interest-bearing loans	230,375	173,550	-	-
	<b>239,029</b>	<b>210,489</b>	<b>3,113</b>	<b>2,006</b>
<b>Net current assets</b>	<b>144,853</b>	<b>90,533</b>	<b>143,496</b>	<b>43,226</b>
<b>NON-CURRENT LIABILITIES</b>				
Other payables	239	56	-	-
Interest-bearing loans	7,624	-	-	-
Term notes	70,000	-	70,000	-
Deferred tax liabilities	307	94	-	-
	<b>78,170</b>	<b>150</b>	<b>70,000</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>317,199</b>	<b>210,639</b>	<b>73,113</b>	<b>2,006</b>
<b>Net assets</b>	<b>129,342</b>	<b>96,622</b>	<b>120,400</b>	<b>88,362</b>
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>				
Share capital	118,367	87,439	118,367	87,439
Other reserves	305	-	-	-
Treasury shares	(165)	-	(165)	-
Revenue reserves	9,918	8,373	2,198	923
	<b>128,425</b>	<b>95,812</b>	<b>120,400</b>	<b>88,362</b>
Non-controlling interests	917	810	-	-
<b>Total equity</b>	<b>129,342</b>	<b>96,622</b>	<b>120,400</b>	<b>88,362</b>
<b>Net asset value per ordinary share (cents)</b>	<b>14.10</b>	<b>13.17</b>	<b>13.22</b>	<b>12.15</b>

### 2a. - Review of Financial Position

The equity attributable to owners of the Company was \$128.4 million as at 31 December 2017 as compared to \$95.8 million as at 31 December 2016. The increase was mainly attributable to the increase in share capital and reserves. The increase in share capital was due to issuance of 38,066,653 and 24,723,960 new ordinary shares under the scrip dividend scheme in June 2017 and October 2017 respectively and issuance of 121,255,062 new ordinary shares pursuant to the Rights Issue in July 2017. The increase in revenue reserves was mainly due to profit for the period and net gain in fair value change of available-for-sale financial assets.

The Group's total assets of \$446.5 million as at 31 December 2017 was \$139.2 million higher than that as at 31 December 2016 mainly due to the increase in investment securities, investment in joint venture, cash and bank balances, trade and other receivables, inventories, property, plant and equipment, amount due from joint venture (non-trade) and prepayments, partially offset by the decrease in amount due from a related company (trade), deferred tax assets and prepaid rent. The increase in non-current trade and other receivables was mainly due to provision of secured loans. The increase in investments in joint venture was due to increase of share capital of joint venture. The increase in current trade and other receivables was mainly due to the increase in pledge book for the Group's pawnbroking business and interest receivables from investment securities and secured loan. The increase in prepayments was mainly due to deposit paid to purchase a retail shop. The increase in property, plant and equipment was mainly due to the acquisition of leasehold properties. The investment securities were pertaining to the bonds acquired by the Group.

The Group's total liabilities of \$317.2 million as at 31 December 2017 was \$106.6 million higher than that as at 31 December 2016. This was mainly due to the issuance of the term notes, increase in interest-bearing loans and trade and other payables which was partially offset by the decrease in amount due to related companies (non-trade).

### 3. CONSOLIDATED STATEMENT OF CASH FLOWS

	Group	
	31-Dec-17 \$'000	31-Dec-16 \$'000
<b>OPERATING ACTIVITIES</b>		
Profit before tax	14,957	13,149
Adjustments for:		
Write back for doubtful receivables, net	(107)	-
Depreciation of property, plant and equipment	1,563	1,329
Write down of inventories	4	12
Interest expense	7,334	4,535
Interest income	(1,963)	-
Amortisation of prepaid commitment fee	155	-
Amortisation of premium on term notes	(12)	-
Financial losses on items not fully covered by insurance	25	34
Loss on disposal of plant and equipment	529	416
Gain on disposal of investment securities	(785)	-
Amortisation of prepaid rent	41	53
Unrealised foreign exchange differences	(469)	-
Share of results of joint venture	215	-
<b>Operating profit before changes in working capital</b>	<b>21,487</b>	<b>19,528</b>
(Increase)/decrease in:		
Inventories	(8,600)	(14,196)
Trade and other receivables	(70,260)	(30,460)
Prepayments	(759)	(225)
Due from a related company (trade)	97	(97)
Increase in:		
Trade and other payables	1,253	2,392
<b>Cash flows used in operations</b>	<b>(56,782)</b>	<b>(23,058)</b>
Interest paid	(7,334)	(4,535)
Income taxes refund	30	1
Income taxes paid	(1,346)	(458)
<b>Net cash flows used in operating activities</b>	<b>(65,432)</b>	<b>(28,050)</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(14,121)	(2,608)
Interest received	1,514	-
Purchase of investment securities	(125,800)	-
Investment in joint venture	(500)	-
Due from a joint venture (non-trade)	(2,590)	-
Proceeds from disposal of investment securities	90,847	-
<b>Net cash flows used in investing activities</b>	<b>(50,650)</b>	<b>(2,608)</b>
<b>FINANCING ACTIVITIES</b>		
Proceeds from issuance of term notes	70,140	-
Proceeds from short-term bank borrowings, net	56,525	43,940
Proceeds from term loans	8,000	-
Repayment of term loans	(76)	-
Purchase of treasury shares	(165)	-
Repayment of advances to immediate holding company (non-trade), net	(11)	(8,167)
Term notes commitment fee paid	(869)	-
Repayment of advances/advances from related companies (non-trade), net	(29,528)	(21,726)
Dividends paid on ordinary shares	(1,245)	(3,241)
Proceeds from rights issue, net	20,463	20,922
<b>Net cash flows generated from financing activities</b>	<b>123,234</b>	<b>31,728</b>
Net increase in cash and cash equivalents	7,152	1,070
Cash and cash equivalents at the beginning of the financial year	10,542	9,472
<b>Cash and cash equivalents at the end of the financial year</b>	<b>17,694</b>	<b>10,542</b>

#### Cash and cash equivalents

Cash and cash equivalents included in the consolidated cash flow statements comprise the following amounts:-

	31-Dec-17 \$'000	31-Dec-16 \$'000
Cash at banks and on hand	17,694	10,542
<b>Cash and cash equivalents</b>	<b>17,694</b>	<b>10,542</b>

### 3. CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

#### 3a. - Cashflow Analysis

##### FY 2017

Net cash used in operating activities for FY2017 was \$65.4 million compared to \$28.1 million for FY2016. This was due to the increase in trade and other receivables, inventories, prepayments and partially offset by the increase in profit before tax for the financial year, trade and other payables and amount due from a related company (trade).

Net cash used in investing activities was \$50.7 million in FY2017 as compared to \$2.6 million in FY2016. The higher net cash used in investing activities in FY2017 was mainly due to purchase of investment securities, purchase of property plant and equipment, mainly leasehold properties, and renovation for pawnshops and retail outlets, investment and amount due from a joint venture, partially offset by the proceeds from disposal of investment securities and interest received.

Net cash generated from financing activities was \$123.2 million in FY2017 as compared to \$31.7 million in FY2016. The higher net cash generated from financing activities was mainly due to the proceeds from issuance of term notes, proceeds from short-term bank borrowings, proceeds from rights issue and proceeds from term loan, partially offset by repayment of advances from a related company (non-trade), payment of dividends and term notes commitment fees, purchase of treasury shares and repayment of term loans.

As a result of the above, cash and cash equivalents was \$17.7 million as at 31 December 2017.

### 4. STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the Company				Non-controlling interests \$'000	Total \$'000
	Share capital \$'000	Treasury shares \$'000	Other reserves \$'000	Revenue reserves \$'000		
<b>Group</b>						
Balance as at 1 January 2017	87,439	-	-	8,373	810	96,622
Total comprehensive income for the year	-	-	-	13,255	107	13,362
Dividends on ordinary shares - Cash	-	-	-	(1,245)	-	(1,245)
Dividends on ordinary shares - Scrip	-	-	-	(10,465)	-	(10,465)
Ordinary shares issued under scrip dividend scheme	10,465	-	-	-	-	10,465
Ordinary shares issued under rights issue	20,613	-	-	-	-	20,613
Purchase of treasury shares	-	(165)	-	-	-	(165)
Net gain on fair value change of available-for-sale financial assets	-	-	305	-	-	305
Share issuance expenses	(150)	-	-	-	-	(150)
<b>Balance as at 31 December 2017</b>	<b>118,367</b>	<b>(165)</b>	<b>305</b>	<b>9,918</b>	<b>917</b>	<b>129,342</b>
<b>Balance as at 1 January 2016</b>						
Balance as at 1 January 2016	64,035	-	-	2,747	709	67,491
Total comprehensive income for the year	-	-	-	11,349	101	11,450
Dividends on ordinary shares - Cash	-	-	-	(3,241)	-	(3,241)
Dividends on ordinary shares - Scrip	-	-	-	(2,482)	-	(2,482)
Ordinary shares issued under scrip dividend scheme	2,482	-	-	-	-	2,482
Ordinary shares issued under rights issue	21,098	-	-	-	-	21,098
Share issuance expenses	(176)	-	-	-	-	(176)
<b>Balance as at 31 December 2016</b>	<b>87,439</b>	<b>-</b>	<b>-</b>	<b>8,373</b>	<b>810</b>	<b>96,622</b>
<b>Company</b>						
Balance as at 1 January 2017	87,439	-	-	923	-	88,362
Total comprehensive income for the year	-	-	-	12,985	-	12,985
Dividends on ordinary shares - Cash	-	-	-	(1,245)	-	(1,245)
Dividends on ordinary shares - Scrip	-	-	-	(10,465)	-	(10,465)
Ordinary shares issued under scrip dividend scheme	10,465	-	-	-	-	10,465
Ordinary shares issued under rights issue	20,613	-	-	-	-	20,613
Purchase of treasury shares	-	(165)	-	-	-	(165)
Share issuance expenses	(150)	-	-	-	-	(150)
<b>Balance as at 31 December 2017</b>	<b>118,367</b>	<b>(165)</b>	<b>-</b>	<b>2,198</b>	<b>-</b>	<b>120,400</b>
<b>Balance as at 1 January 2016</b>						
Balance as at 1 January 2016	64,035	-	-	(8)	-	64,027
Total comprehensive income for the year	-	-	-	6,654	-	6,654
Dividends on ordinary shares - Cash	-	-	-	(3,241)	-	(3,241)
Dividends on ordinary shares - Scrip	-	-	-	(2,482)	-	(2,482)
Ordinary shares issued under scrip dividend scheme	2,482	-	-	-	-	2,482
Ordinary shares issued under rights issue	21,098	-	-	-	-	21,098
Share issuance expenses	(176)	-	-	-	-	(176)
<b>Balance as at 31 December 2016</b>	<b>87,439</b>	<b>-</b>	<b>-</b>	<b>923</b>	<b>-</b>	<b>88,362</b>

## 5. CHANGES IN SHARE CAPITAL

	No. of ordinary shares (excluding treasury shares)	Issued and fully paid-up share capital
	'000	\$'000
Balance as at 31 December 2016	727,530	87,439
Ordinary shares issued under scrip dividend scheme (Note 1)	38,067	6,509
Balance as at 30 June 2017	765,597	93,948
Ordinary shares issued under rights issue (Note 2)	121,255	20,463
Balance as at 30 September 2017	886,852	114,411
Ordinary shares issued under scrip dividend scheme (Note 3)	24,724	3,956
Share buyback (Note 4)	(1,000)	(165)
Balance as at 31 December 2017	910,576	118,202

Note 1 - On 27 June 2017, the Company issued 38,066,653 new shares at an issue price of \$0.171 to eligible Shareholders who have elected to participate in the Company's scrip dividend scheme.

Note 2 - On 10 July 2017, the Company issued 121,255,062 new shares at an issue price of \$0.170 for each rights share, on the basis of one (1) rights share for every six (6) existing ordinary shares in the capital of the Company.

Note 3 - On 11 October 2017, the Company issued 24,723,960 new shares at an issue price of \$0.16 to eligible Shareholders who have elected to participate in the Company's scrip dividend scheme.

Note 4 - On 7 December 2017, the Company purchased 1,000,000 shares which are held as treasury shares.

The Company has no outstanding convertibles or subsidiary holdings as at 31 December 2017 and 31 December 2016.

## 6. CHANGES IN TREASURY SHARES

	As at 31 December 2017 ( '000)	As at 31 December 2016 ( '000)
Total number of treasury shares	1,000	-
Total number of ordinary shares (excluding treasury shares)	910,576	727,530
% of treasury shares over total number of ordinary shares	0.11%	-

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

## 7. CHANGES IN SUBSIDIARY HOLDINGS

Not applicable. The Company does not have any subsidiary holdings.

## 8. GROUP BORROWINGS AND DEBT SECURITIES

### Amount repayable in one year or less, or on demand

As at 31-Dec-17		As at 31-Dec-16	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
230,375	-	173,550	-

### Amount repayable after one year

As at 31-Dec-17		As at 31-Dec-16	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
7,624	70,000	-	-

### Details of collateral

The Group's borrowings and debt securities are secured as follows:-

- corporate guarantees by the Company and/or Aspiat Corporation Limited (controlling shareholder of the Company); and
- fixed and floating charges on all assets of certain subsidiaries.

## 9. AUDITOR'S REPORT

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

## 10. ACCOUNTING POLICIES

The Group has applied the same accounting policies and methods of computation in the full year results announcement for the current financial year ended 31 December 2017 as those of the audited financial statements for the financial year ended 31 December 2016, as well as all applicable new and revised Financial Reporting Standards ("FRSs") which became effective for financial years beginning on or after 1 January 2017. The adoption of these new and revised FRSs has no material effect on the full year announcement for the current financial year ended 31 December 2017.

## 11. EARNINGS PER SHARE

	Group	
	FY2017	FY2016
	cents	cents
i) Basic earnings per share	1.63	1.88
ii) Diluted earnings per share	1.63	1.88
- Weighted average number of shares ('000)	810,759	602,412

## 12. NET ASSET VALUE PER SHARE

	Group		Company	
	31-Dec-17	31-Dec-16	31-Dec-17	31-Dec-16
Net asset value per ordinary share (cents)	14.10	13.17	13.22	12.15
Number of ordinary shares in issue ('000)	910,576	727,530	910,576	727,530

## 13. VARIANCE FROM FORECAST STATEMENT

No forecast for the financial year ended 31 December 2017 was previously provided.

## 14. REVIEW OF CORPORATE PERFORMANCE

The Group's revenue rose 15.4% to \$188.4 million in FY2017 and was \$25.2 million higher than FY2016. The increase in revenue was primarily attributed to higher interest income from the pawnbroking business, higher sales from the retail and trading of jewellery and branded merchandise business, and maiden contribution from the secured lending business.

Revenue contribution from the pawnbroking business increased by about 6.9% in FY2017 as compared to FY2016. The increase was primarily attributed to the higher interest income from its growing pledge book. The retail and trading of jewellery and branded merchandise business reported a 16.1% increase in revenue in FY2017 as compared to FY2016. The new secured lending business reported a revenue of \$1.9 million in FY2017.

As compared to FY2016, operating expenses in FY2017 increased in most categories such as material costs, staff costs, rental, finance and depreciation and amortisation costs. The increase was mainly due to the opening of 7 new shops and expansion of 5 existing shops in FY2017, and the issuance of multicurrency medium term notes. The Group had also embarked on major marketing campaigns in FY2017 which resulted in an increase of about \$0.9 million in sales and marketing costs, as compared to FY2016.

The higher revenue and gross profit were partially offset by the increase in operating expenses. As a result, the pre-tax profit of the Group increased by \$1.8 million or 13.8% to \$15.0 million in FY2017.

Excluding the increase in the marketing costs for the campaigns, the pre-tax profit in FY2017 would have been \$15.9 million.

## 15. BUSINESS OUTLOOK

The Group has continued to grow its local core business of pawnbroking and retailing of new and pre-owned merchandise despite keen competition and escalating operating costs. To keep our growth momentum, we will continue to invest in brand building, improve the merchandise range and review the retail network.

**16. SEGMENT INFORMATION**

2017						
	Pawnbroking	Money Lending	Retail and trading of jewellery and branded merchandise	Others	Elimination	Group
Business Segment	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Revenue</b>	34,745	1,878	151,769	-	-	188,392
Intersegment revenue	47,192	-	18	-	(47,210)	-
	81,937	1,878	151,787	-	(47,210)	188,392
<b>Results :</b>						
Segment result	13,484	1,923	4,925	13,474	(13,120)	20,686
Share of results of a joint venture	-	-	-	(215)	-	(215)
Interest income	-	1	-	3,163	(1,201)	1,963
Finance costs	(4,647)	(938)	(410)	(2,683)	1,201	(7,477)
<b>Profit from operations before taxation</b>	8,837	986	4,515	13,739	(13,120)	14,957
Tax expense	(971)	(78)	(583)	37	-	(1,595)
<b>Profit for the year</b>	7,866	908	3,932	13,776	(13,120)	13,362
<b>Assets and liabilities</b>						
Segment assets	296,755	59,830	60,200	195,160	(165,981)	445,964
Investment in Joint venture	-	-	-	282	-	282
Unallocated assets						295
<b>Total assets</b>						446,541
Segment liabilities	257,739	58,765	49,200	119,070	(166,039)	318,735
Unallocated liabilities						(1,536)
<b>Total liabilities</b>						317,199
<b>Other segment information</b>						
Capital expenditure	3,308	-	225	10,588	-	14,121
Depreciation and amortisation	1,439	-	66	99	-	1,604
Other significant non-cash expenses	447	-	4	-	-	451

2016						
	Pawnbroking	Money Lending	Retail and trading of jewellery and branded business	Others	Elimination	Group
Business Segment	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Revenue</b>	32,514	-	130,674	-	-	163,188
Intersegment revenue	32,790	-	48	-	(32,838)	-
	65,304	-	130,722	-	(32,838)	163,188
<b>Results :</b>						
Segment result	13,053	-	4,717	6,594	(6,680)	17,684
Finance costs	(4,294)	-	(241)	-	-	(4,535)
<b>Profit from operations before taxation</b>	8,759	-	4,476	6,594	(6,680)	13,149
Tax expense	(1,108)	-	(648)	57	-	(1,699)
<b>Profit for the year</b>	7,651	-	3,828	6,651	(6,680)	11,450
<b>Assets and liabilities</b>						
Segment assets	301,769	-	47,646	45,810	(88,327)	306,898
Unallocated assets						363
<b>Total assets</b>						307,261
Segment liabilities	259,265	-	35,228	2,519	(88,249)	208,763
Unallocated liabilities						1,876
<b>Total liabilities</b>						210,639
<b>Other segment information</b>						
Capital expenditure	2,391	-	179	38	-	2,608
Depreciation and amortisation	1,332	-	18	32	-	1,382
Other significant non-cash expenses	450	-	12	-	-	462



## 17. BREAKDOWN OF REVENUE AND RESULTS

	Group		
	2017 \$'000	2016 \$'000	Change %
Sales reported for first half year	93,427	76,310	22%
Operating profit after tax before deducting non-controlling interest for first half year	5,235	5,217	0%
Sales reported for second half year	94,965	86,878	9%
Operating profit after tax before deducting non-controlling interest for second half year	8,127	6,233	30%

## 18. INTERESTED PERSON TRANSACTIONS

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920(1)(a)(ii) of the Catalist Rules.

## 19. DISCLOSURE OF PERSON OCCUPYING A MANAGERIAL POSITION WHO IS A RELATIVE OF A DIRECTOR OR CHIEF EXECUTIVE OFFICER OR SUBSTANTIAL SHAREHOLDERS

Pursuant to Rule 704(13) of the Catalist Rules, the Company confirms that there is no person occupying a managerial position in the Company or in any of its principal subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company.

## 20. DIVIDEND

### (i) Proposed Dividend

Name of dividend	2017	2016
Name of dividend	Final	Final
Dividend Type	Cash/Scrip	Cash/Scrip
Dividend Rate	\$0.007 per ordinary share	\$0.010 per ordinary share
Tax Rate	One-tier tax exempt	One-tier tax exempt
Book closure date	To be announced later	15 May 2017
Payment date	To be announced later	27 June 2017

\* The proposed final one-tier tax exempt dividend in respect of FY2017 is subject to shareholders' approval at the forthcoming Annual General Meeting of the Company.

### (ii) Total Annual Dividend

Total dividend proposed and paid for the financial year ended 31 December 2017 will be \$0.012 per share (2016: \$0.015 per share).

Name of dividend	2017 \$	2016 \$
<b>Ordinary Dividend</b>		
Interim dividend	4,434,265 #1	2,910,126 #2
Final dividend	6,983,912 ^1	7,275,304 ^2
Total annual dividend	11,418,177	10,185,430

\* The proposed final one-tier tax exempt dividend in respect of FY2017 is subject to shareholders' approval at the forthcoming Annual General Meeting of the Company.

#1 2017 interim dividend based on 886,852,088 shares after rights issue

^1 2017 final dividend based on 997,701,680 shares after rights issue

#2 2016 interim dividend based on 582,024,299 shares after rights issue

^2 2016 final dividend based on 727,530,373 shares after rights issue

## 21. PROCURED UNDERTAKINGS BY THE BOARD AND EXECUTIVE OFFICERS PURSUANT TO RULE 720 (1) OF THE CATALIST RULES

The Company confirms that all the required undertakings under Rule 720 (1) of the Catalist Rules have been obtained from all its directors and executive officers in the format set out in Appendix 7H of the Catalist Rules.

On behalf of the Board of Directors,

Ng Leok Cheng  
CEO

Koh Wee Seng  
Non-Executive Chairman

26th February 2018