

**First Quarter Unaudited Financial Statements and Dividend Announcement for the Period Ended 31 March 2019****TABLE OF CONTENTS**

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First Quarter Unaudited Financial Statements and Dividend Announcement for the Period Ended 31 March 2019

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 year.

Income Statement

	3 months ended		
	31 March		
	1Q FY2019	1Q FY2018	+/(-) %
	S\$'000	S\$'000	
Interest income	8,051	5,891	36.7
Interest expense	(2,018)	(1,450)	39.2
Net interest income	6,033	4,441	35.8
Gross written premiums	1,372	2,531	(45.8)
Change in gross provision for unexpired risks	312	543	(42.5)
Gross earned premium revenue	1,684	3,074	(45.2)
Written premiums ceded to reinsurers	(223)	(744)	(70.0)
Reinsurers' share of change in provision for unexpired risks	-	102	NM
Reinsurance premium expense	(223)	(642)	(65.3)
Net earned premium revenue (i)	1,461	2,432	(39.9)
Fee and commission income	1,925	1,927	(0.1)
Investment income	905	562	61.0
Other income	49	180	(38.3)
Sub-total (ii)	2,879	2,669	10.2
Non-interest income (i) + (ii)	4,340	5,101	(13.7)
Income before operating expenses	10,373	9,542	9.4
Business development expenses	(139)	(111)	25.2
Commission expenses	(392)	(571)	(31.3)
Staff costs	(3,413)	(3,261)	4.7
General and administrative expenses	(1,461)	(1,720)	(11.5)
Operating expenses	(5,405)	(5,663)	(3.5)
Change in provision for insurance claims	392	(669)	NM
Reinsurers' share of change in provision for insurance claims	(623)	(170)	NM
Gross claims paid	(2,147)	(1,805)	18.9
Reinsurers' share of claims paid	734	18	NM
Net claims incurred	(1,644)	(2,626)	(37.4)
Operating profit before allowances	3,324	1,253	165.3
Allowances for loan losses and impairment of other assets	117	(584)	NM
Profit before tax	3,441	669	NM
Tax expense	(820)	(569)	44.1
Profit for the period	2,621	100	NM
Profit/(loss) attributable to:			
Owners of the Company	2,061	(321)	NM
Non-controlling interests	560	421	33.0
Profit for the period	2,621	100	NM

NM – not meaningful/more than +/- 200%

- 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 year.

Statement of Comprehensive Income

	Note	3 months ended 31 March		+ / (-) %
		1Q FY2019 S\$'000	1Q FY2018 S\$'000	
Profit for the period		2,621	100	NM
Other comprehensive income				
<i>Items that will not be reclassified to profit or loss</i>				
Foreign currency translation differences of foreign operations	(i)	315	1,273	(75.3)
Other comprehensive income for the period, net of tax		315	1,273	(75.3)
Total comprehensive income for the period		2,936	1,373	113.8
Attributable to:				
Owners of the Company		2,331	611	
Non-controlling interests		605	762	
		2,936	1,373	

NM – not meaningful/more than +/- 200%

Notes:

- (i) Foreign currency translation differences of foreign operations arose mainly from the translation of financial statements of foreign operations whose functional currencies are Thai Baht, Malaysian Ringgit and Indonesian Rupiah.

The gain from foreign currency translation differences of foreign operations in has decreased by 75% from \$1.3 million in 1Q 2018 to \$0.3 million in 1Q FY2019 mainly due to strengthen of Thai Bath against Singapore dollar in 1Q FY2018.

Exchange rates for the respective reporting period were as follows:

	31-Mar 2019	31-Dec 2018	31-Mar 2018	31-Dec 2017
THB against SGD	23.738	23.809	23.810	24.390
MYR against SGD	3.0084	3.0340	2.9446	3.0331
IDR against SGD	10,507	10,672	10,480	10,121

1(a)(ii) The following items have been included in arriving at Group net profit/(loss) for the period

Note	3 months ended 31 March		+ / (-) %
	1Q FY2019 S\$'000	1Q FY2018 S\$'000	
Investment income			
- dividend, fee and interest income	254	583	(56.4)
- gain on disposal of equity securities	14	36	(61.1)
- gain on partial redemption of convertible loan	-	269	NM
- net change in fair value of financial assets at fair value through profit of loss	617	(235)	NM
- amortisation of held-to-maturity debt securities	(9)	(9)	-
- exchange loss	29	(82)	NM
	<u>905</u>	<u>562</u>	61.0
Gain on disposal of property, plant and equipment	-	51	NM
Amortisation of intangible assets	(70)	(84)	NM
Depreciation of property, plant and equipment	(157)	(288)	(30.9)
Depreciation of right-of-use assets	(138)	-	NM
Foreign currency differences			
- exchange gain/(loss)	53	(56)	NM
- realised gain on foreign exchange contracts	-	8	NM
	<u>(312)</u>	<u>(369)</u>	(60.4)
Reversal of unexpired risks, net of reinsurers' share			
- change in gross provision for unexpired risks	312	543	(42.5)
- reinsurers' share of change in provision for unexpired risks	-	102	NM
	<u>312</u>	<u>645</u>	(51.6)
Claims incurred, net of reinsurers' share			
- net of change in provision for insurance claims	(231)	(839)	(72.5)
- net claims paid	(1,413)	(1,787)	(20.9)
	<u>(1,644)</u>	<u>(2,626)</u>	(37.4)
Reversal of/(allowance for) loan losses and impairment of investments			
- stage 1 provision	(18)	2	NM
- stage 2 provision	28	(22)	NM
- stage 3 provision	151	(497)	NM
- insurance and other receivables	(44)	(67)	(34.3)
	<u>117</u>	<u>(584)</u>	NM
Tax expenses			
- current tax expense	(451)	(467)	(3.4)
- deferred tax expense	(369)	(40)	NM
- under provision of prior years' tax	-	(62)	NM
	<u>(820)</u>	<u>(569)</u>	44.1

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

	Group		Company	
	31/3/2019	31/12/2018	31/3/2019	31/12/2018
	S\$'000	S\$'000	S\$'000	S\$'000
Non-current assets				
Property, plant and equipment	2,292	3,319	195	202
Intangible assets	1,044	1,081	772	787
Investment properties	2,985	2,094	-	-
Subsidiaries	-	-	83,063	83,063
Other investments	38,072	39,235	6,587	6,424
Loans, advances, hire purchase and leasing receivables	67,193	79,523	46,950	53,423
Deferred tax assets	4,393	4,716	(214)	11
Right-of-use assets	2,434	-	2,434	-
	118,413	129,968	139,787	143,910
Current assets				
Reinsurers' share of insurance contract provisions	3,385	5,326	-	-
Insurance receivables	2,692	2,585	-	-
Loans, advances, hire purchase and leasing receivables	147,769	135,836	117,578	115,239
Trade and other receivables	162,436	166,209	47,866	51,641
Other investments	16,465	17,807	370	394
Cash and cash equivalents	38,599	48,724	9,997	18,773
	371,346	376,487	175,811	186,047
Total assets	489,759	506,455	315,598	329,957
Equity				
Share capital	137,302	137,302	137,302	137,302
Other reserves	1,454	1,184	-	-
Accumulated profits	32,781	30,719	37,752	36,923
Equity attributable to owners of the Company	171,537	169,205	175,054	174,225
Non-controlling interests	15,959	15,355	-	-
Total equity	187,496	184,560	175,054	174,225
Non-current liabilities				
Interest-bearing borrowings	11,627	13,864	-	10,000
Employee benefits	1,613	1,560	-	-
Deferred tax liabilities	540	515	-	-
Lease liabilities	2,367	-	2,367	-
	16,147	15,939	2,367	10,000
Current liabilities				
Trade and other payables	12,872	13,609	6,699	6,973
Insurance payables	3,378	3,078	-	-
Interest-bearing borrowings	247,650	265,478	131,462	138,743
Insurance contract provisions for				
- gross unexpired risks	8,492	9,425	-	-
- gross unexpired claims	12,354	13,446	-	-
Current tax payable	1,370	920	16	16
	286,116	305,956	138,177	145,732
Total liabilities	302,263	321,895	140,544	155,732
Total equity and liabilities	489,759	506,455	315,598	329,957

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

	Unsecured	
	As at 31-Mar-19	As at 31-Dec-18
	S\$'000	S\$'000
Amount repayable in one year or less, or on demand	247,650	265,478
Amount repayable after one year	11,627	13,864
	259,277	279,342

Details of any collateral

Nil

- 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.

	3 months ended 31 March	
	1Q FY2019	1Q FY2018
	S\$'000	S\$'000
Cash flows from operating activities		
Profit for the period	2,621	100
Adjustments for:		
Amortisation of intangible assets and debt securities at amortised cost	79	93
Net foreign exchange loss	426	911
Depreciation of property, plant and equipment	158	288
Depreciation of right-of-use assets	138	-
Gain on disposal of equity securities	(16)	(36)
Gain on partial redemption of convertible loans	-	(269)
Gain on disposal of property, plant and equipment	-	(51)
Net change in fair value of financial assets at fair value through profit or loss	(618)	235
(Reversal of)/provision for, net of reinsurers' share		
- unexpired risks	(312)	(645)
- insurance claims	227	839
Interest income	(8,051)	(5,891)
Interest income from investments and fixed deposits	(213)	(316)
Dividend income from investments	(40)	(267)
Interest expense	2,018	1,449
Interest expense from lease liabilities	23	-
Tax expense	821	569
Operating cash flows before changes in working capital	(2,739)	(2,991)
Changes in working capital		
Factoring receivables	3,879	(11,048)
Factoring amounts due to clients	(95)	5,367
Loans, advances, hire purchase and lease receivables	333	(28,940)
Insurance and other receivables	(127)	(206)
Trade, other and insurance payables	(498)	133
Cash generated from/(used in) operations	753	(37,685)
Interest received	8,147	6,132
Interest paid	(1,991)	(1,414)
Net cash generated from/(used in) operating activities	6,909	(32,967)

- 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. (Continued)

	3 months ended	
	31 March	
	1Q FY2019	1Q FY2018
	S\$'000	S\$'000
Cash flows from investing activities		
Proceeds from sale of property, plant and equipment	1	51
Purchase of property, plant and equipment	(8)	(160)
Purchase of intangible assets	(31)	(202)
Purchase of investments	(2,295)	(4,693)
Proceeds from disposal of investments	5,426	4,884
Dividend received from investments	40	267
Net cash generated from investing activities	3,133	147
Cash flows from financing activities		
(Repayment of)/proceeds from interest-bearing borrowings	(20,065)	33,496
Repayment of lease liabilities	(139)	-
Net cash (used in)/generated from financing activities	(20,204)	33,496
Net (decrease)/increase in cash and cash equivalents	(10,162)	676
Cash and cash equivalents at beginning of period	48,724	35,064
Effect of exchange rate fluctuations on cash held	37	254
Cash and cash equivalents at end of period	38,599	35,994
Analysis of cash and cash equivalents		
Fixed deposits	14,122	15,070
Cash at banks and on hand	24,477	20,924
Cash and cash equivalents at end of period	38,599	35,994

1(d)(i) A statement (for the group and issuer) 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.

	Attributable to owners of the Company					Total S\$'000	Non- controlling interests S\$'000	Total equity S\$'000
	Share capital S\$'000	Capital reserve S\$'000	Fair value reserve S\$'000	Translation reserve S\$'000	Accumulated profits S\$'000			
Group								
2019								
At 31 December 2018	137,302	108	-	1,076	30,720	169,206	15,354	184,560
Total comprehensive income for the period								
Profit for the period	-	-	-	-	2,061	2,061	560	2,621
<i>Other comprehensive income</i>								
Foreign currency translation differences	-	-	-	270	-	270	45	315
<i>Total other comprehensive income</i>	-	-	-	270	-	270	45	315
Total comprehensive income for the period	-	-	-	270	2,061	2,331	605	2,936
At 31 March 2019	137,302	108	-	1,346	32,781	171,537	15,959	187,496
2018								
At 31 December 2017, as restated	137,302	108	3,458	416	11,007	152,291	14,024	166,315
Impact on the adoption of SFRS(I) 9	-	-	(3,458)	-	2,851	(607)	(50)	(657)
Adjusted balance at 1 January 2018	137,302	108	-	416	13,858	151,684	13,974	165,658
Total comprehensive income for the period								
Profit for the period	-	-	-	-	(321)	(321)	421	100
<i>Other comprehensive income</i>								
Foreign currency translation differences	-	-	-	932	-	932	341	1,273
<i>Total other comprehensive income</i>	-	-	-	932	-	932	341	1,273
Total comprehensive income for the period	-	-	-	932	(321)	611	762	1,373
At 31 March 2018	137,302	108	-	1,348	13,537	152,295	14,736	167,031

1(d)(i) A statement (for the group and issuer) 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.
(Continued)

<u>Company</u>	Share capital S\$'000	Fair value reserve S\$'000	Accumulated profits S\$'000	Total equity S\$'000
2019				
At 31 December 2018	137,302	-	36,923	174,225
Total comprehensive income for the period				
Profit for the period	-	-	829	829
Total comprehensive income for the period	-	-	829	829
At 31 March 2019	137,302	-	37,752	175,054
2018				
At 31 December 2017	137,302	379	24,696	162,377
Impact on the adoption of SFRS(I) 9	-	(379)	276	(103)
At 1 January 2018	137,302	-	24,972	162,274
Total comprehensive income for the period				
Profit for the period	-	-	104	104
Total comprehensive income for the period	-	-	104	104
At 31 March 2018	137,302	-	25,076	162,378

- 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 may be 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.**

	Number of Ordinary Shares (excluding Treasury Shares)	
	As at 31 Mar 2019	As at 31 Dec 2018
Balance at beginning and end of the period	375,969,665	375,969,665

There were no outstanding convertibles as at 31 March 2019 and 31 December 2018.

- 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 31 March 2019 and 31 December 2018, the issued and paid up share capital excluding treasury shares of the Company comprised of 375,969,665 (31 December 2018: 375,969,665) ordinary shares.

The Company does not hold any treasury shares as at 31 March 2019 and 31 December 2018.

- 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.**

During the current financial period reported on, there were no purchases, sales, transfers, disposal, cancellation and/or use of treasury shares.

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

During the current financial period reported on, there were no purchases, sales, transfers, disposal, cancellation and/or use of subsidiary holdings.

- 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 Group's auditors.

- 3 Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The accounting policies adopted and methods of computation in the preparation of the financial statements are consistent with those of the audited financial statements as at 31 December 2018 except in the current financial year, the Group has adopted all the new and revised standards and Interpretations of FRS ("INT FRS") that are effective for annual periods beginning as of 1 January 2019. The adoption of SFRS(I) 16 and their impact on the financial position are detailed in the Paragraph 5.

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.

During the current financial period, the Group and the Company have adopted the SFRS(I) 16 – Leases on 1 January 2019; using the modified retrospective approach. The Group and the Company have elected the practical expedient of not to reassess whether a contract is, or contains a lease at the date of initial application and to apply SFRS(I) 16 to all contracts that were previously identified as leases.

As at 1 January 2019, the Group and the Company has recognised Right-Of-Use ("ROU") assets of \$2.6 million and leases liabilities of \$2.5 million.

The adoption of SFRS(I) 16 has been assessed to have no material impact on the results of the Group for the year ending 31 December 2019.

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:—

- (a) Based on the weighted average number of ordinary shares on issue; and
(b) On a fully diluted basis (detailing any adjustments made to the earnings).

	3 months ended 31 March	
	1 Q FY2019	1 Q FY2018
Earnings Per Ordinary Share		
- on weighted-average number of ordinary shares in issue	0.55 cents	(0.09) cents
- on fully diluted basis	0.55 cents	(0.09) cents
Net profit/(loss) attributable to shareholders:	\$2,061,000	\$(321,000)
Number of shares in issue		
- on weighted-average number of ordinary shares in issue	375,969,665	375,969,665
- on fully diluted basis	375,969,665	375,969,665

The basic and fully diluted loss per ordinary share are the same as the Group did not have any potential dilutive ordinary share outstanding for the above reporting financial periods.

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

	Group		Company	
	31-Mar-19	31-Dec-18	31-Mar-19	31-Dec-18
Net Asset Value (NAV) per ordinary share	45.6 cents	45.0 cents	46.6 cents	46.3 cents
NAV computed based on no. of ordinary shares issued	375,969,665	375,969,665	375,969,665	375,969,665

- 8 **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:—**
(a) any significant factors that affected the turnover, costs, and earnings of the group for the current 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 Group Performance

Net interest income

Details for net interest income generated from activities are as follows:

	3 months ended		
	31 March		
	1Q FY2019	1Q FY2018	+ / (-)
	S\$'000	S\$'000	%
Factoring	3,459	3,517	(1.6)
Loans, advances, hire purchase	4,592	2,218	107.0
Facility fee	-	156	(100)
Interest income	8,051	5,891	36.7
Interest expense	(2,018)	(1,450)	39.2
Net interest income	6,033	4,441	35.8

Growth in the Group's Lending Business continued in the first quarter 2019 ("1Q FY2019"). Interest income from the Loan portfolio for 1Q FY2019 swelled by 107% compared to the corresponding quarter in 2018 ("1Q FY2018"); mainly due to the increase of the Loan books. Total new loans of S\$14 million were disbursed in the quarter under review.

On the other hand, our Factoring volume suffered a decline of about 7% compared to 1Q FY2018 due to keen competition in the Factoring business. Consequentially interest income for the Factoring business was lower.

Net Interest Margin ("NIM") improved from 5.8% in 1Q FY2018 to 6.6% in Q1 FY2019.

Non-interest income

Non-interest income decreased by \$0.7 million (14%) to \$ 4.4 million in 1Q FY2019 ; mainly due to lower Net Earned Premium.

Production volume in our Insurance business remained low. Gross written premium from Bonds & Guarantees and Workmen Injury Compensation fell by 88% and 63% respectively.

Net claims incurred

Net claims incurred in 1Q FY2019 reduced by \$1 million largely due to the lower claims incurred in Motor Insurance.

Allowances and Impairments

	3 months ended		
	31 March		
	1Q FY2019	1Q FY2018	+ / (-)
	S\$'000	S\$'000	%
Stage 1	18	(2)	NM
Stage 2	(28)	22	NM
Stage 3	(151)	497	NM
Others	44	67	(34.3)
Allowances and Impairments	(117)	584	NM

Profit before tax

Resultant from a higher income before operating expenses coupled with lower net claims incurred and provisions for impairment (reversal), the Group managed to achieve a pre-tax profit of \$3.4 million for 1Q FY2019.

Compared to 1Q FY2018, it was an improvement of about \$2.8 million or more than 400%.

In addition, the Group made a profit attributable to shareholders of \$2.1 million in 1Q FY2019 versus a loss of \$0.3 million in the corresponding quarter.

Review of Financial Position as at 31 March 2019

Gross lending assets including factoring receivables outstanding were \$376 million, a slight decreased of 1% when compared against the base of \$380 million as at 31 December 2018. The decrease was mainly due to lower factoring activities during the period.

Interest-bearing borrowings decreased by about \$20 million (7%) from \$279 million as at 31 December 2018 to \$259 million as at 31 March 2019 due to repayment of bank borrowings via the sale proceeds from disposal of our Suntec office.

The Group managed to achieve a healthy current ratio of 1.30 times (FY2018: 1.23 times).

Cash flows from operating activities

The Group recorded a net cash inflow of \$6.9 million for 1Q FY2019 compared to net cash outflow of \$33 million against the corresponding periods, mainly due to repayment from factoring business customers.

Cash flows from investing activities

The net cash generated from investing activities for 1Q FY2019 was \$3.1 million. Net cash inflows were mainly due to redemption/disposal of investments.

Details of the purchase of investments and proceeds from redemption/disposal of investments for 1Q FY2019:

	Purchase of investments	Proceeds from redemption
	1Q FY2019 S\$'000	1Q FY2019 S\$'000
<u>ECICS Limited *</u>		
- Quoted equity securities	1,113	1,081
- Quoted debt securities	1,182	1,899
<u>IFS Group (excluding ECICS Limited)</u>	-	2,446
Total	2,295	5,426

* MAS regulated insurance company, within the exception of Rules 704(17) and 704(18) of the Listing Manual.

Cash flows from financing activities

The net cash used in or generated from financing activities mainly resulted from repayment of or additional drawdown of interest-bearing borrowings to meet lending activities requirements.

Cash and cash equivalents

As a result of the net outflows from financing activities, we recorded a net decrease in cash and cash equivalent for 1Q FY2019

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

The current announced results are in line with the prospect statement as disclosed in the Group's fourth quarter and full year results announcement for the year ended 31 December 2018 dated 22 February 2019.

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.

The external environment facing the Group has turned more difficult. Business confidence is being hurt by growing political uncertainty in Malaysia and Thailand as well as the worsening trade tensions between the United States and China, all of which could slow business activity in the countries we operate in.

Thus far, our businesses have been resilient. Our Lending business continues to grow with good momentum in all the countries we operate in and, barring any unforeseen circumstances, we should see positive results in the coming quarters.

We are leaving no stone unturned to improve the performance of our Insurance business. This is taking time as we had advised previously. The losses in the Insurance business will therefore continue but should narrow compared to the previous year so long as the improvements in the underlying business come through as anticipated.

11 Dividend

(a) Current Financial Period

Nil

(b) Corresponding Period of the Immediately Preceding Financial Year

Nil

(c) Date Payable

Not applicable.

(d) Books closure date

Not applicable

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

No interim dividend has been declared for the period ended 31 March 2019.

13 If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group did not obtain a general mandate from shareholders for Interested Person Transactions.

14 Confirmation that the issuer has procured undertakings from all its directors and executive officers.

The Company confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

By Order of the Board

Chionh Yi Chian/ Angeline Ng
Company Secretary/ Assistant Company Secretary
10 May 2019



IFS Capital Limited

(Registration no: 198700827C)

Confirmation By The Board Pursuant to Rule 705(5) of the Listing Manual

On behalf of the Board of Directors of IFS Capital Limited ("the Company"), we hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial statements for the first quarter 31 March 2019 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Lim Hua Min

Chairman

Eugene Tan

Group Chief Executive Officer/Director

Ang Iris

Group Chief Financial Officer

Singapore

10 May 2019