LERENO BIO-CHEM LTD
(Co. Regn No 197401961C)

UNAUDITED RESULTS FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2016

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4) HALF YEAR AND FULL YEAR RESULTS

The Directors of Lereno Bio-Chem Ltd wish to announce the unaudited results of the Group for the second quarter ended 30 September 2016 ("2Q FY 2017").

1(a) 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 Statements

	Group			Group		
	2nd quarter ended 30.09.16	2nd quarter ended 30.09.15	+/(-)	1st half year ended 30.09.16	1st half year ended 30.09.15	+/(-)
	S$'000	S$'000	%	S$'000	S$'000	%
Other income	30	3	896	32	14	131
Total revenue	30	3	896	32	14	131
Items of expense						
Staff costs	2	(187)	(101)	(187)	(375)	(50)
Other expenses	(236)	(185)	27	(326)	(340)	(4)
Finance costs	-	-	NM	-	-	NM
Loss before taxation	(204)	(369)	(45)	(481)	(701)	(31)
Taxation	-	-	NM	-	-	NM
Loss for the period	(204)	(369)	(45)	(481)	(701)	(31)

Consolidated Statement of Comprehensive Income for the 2nd Quarter ended 30 September 2016

	Group			Group		
	2nd quarter ended 30.09.16	2nd quarter ended 30.09.15	+/(-)	1st half year ended 30.09.16	1st half year ended 30.09.15	+/(-)
	S$'000	S$'000	%	S$'000	S$'000	%
Loss for the period, net of tax	(205)	(369)	(44)	(481)	(701)	(31)
Other comprehensive income(taken directly to equity)						
Exchange (loss) / gain on foreign currency translation	93	(1)	(9,400)	93	(1)	(9,400)
Total comprehensive loss for the period	(112)	(370)	(70)	(388)	(702)	(45)

Notes to Income Statements

The following items were (charged)/credited to the income statement:

	Group			Group		
	2nd quarter ended 30.09.16	2nd quarter ended 30.09.15	+/(-)	1st half year ended 30.09.16	1st half year ended 30.09.15	+/(-)
	S$'000	S$'000	%	S$'000	S$'000	%
Depreciation of property, plant and equipment	(3)	(2)	48	(5)	(5)	(1)
Exchange gain / (loss)	-	-	NM	-	-	NM

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.

STATEMENT OF FINANCIAL POSITION

	Group		Company	
	Unaudited	Audited	Unaudited	Audited
	30 Sep 2016	31 Mar 2016	30 Sep 2016	31 Mar 2016
	S$'000	S$'000	S$'000	S$'000
Non current assets				
Property, plant and equipment	19	23	19	23
Agricultural assets	-	-	-	-
Goodwill on consolidation	-	-	-	-
Subsidiaries	-	-	-	-
Associated company	-	-	-	-
Other assets	-	-	-	-
	19	23	19	23
Current assets				
Other receivables	49	41	49	41
Prepayments	10	28	10	27
Amount owing by subsidiaries	-	-	38	-
Amount owing by related parties	8	8	8	8
Cash and bank balances	14	18	11	11
	81	95	116	87
Current liabilities				
Trade payables	-	-	-	-
Other payables	6,047	5,677	5,967	5,590
Provision for warranty and defects	-	-	-	-
Provision for litigation claims	-	-	-	-
Amounts owing to related parties	36	36	36	36
	6,083	5,713	6,003	5,626
Net current liabilities	(6,002)	(5,618)	(5,887)	(5,539)
Non current liabilities				
Hire purchase creditors	-	-	-	-
Net liabilities	(5,983)	(5,595)	(5,868)	(5,516)
Equity attributable to equity holders of the parent				
Share capital	36,827	36,827	36,827	36,827
Accumulated losses	(42,807)	(42,326)	(42,695)	(42,343)
Other reserves	(3)	(96)	-	-
	(5,983)	(5,595)	(5,868)	(5,516)
Non-controlling interest	-	-	-	-
Total equity	(5,983)	(5,595)	(5,868)	(5,516)

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 Sep 2016		As At 31 Mar 2016	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
-	-	-	-

Amount repayable after one year

As At 30 Sep 2016		As At 31 Mar 2016	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
-	-	-	-

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

Statement of Cash Flows

	Group		Group	
	2nd quarter ended 30.09.16	**2nd quarter ended 30.09.15**	**1st half year ended 30.09.16**	**1st half year ended 30.09.15**
	S$'000	**S$'000**	**S$'000**	**S$'000**
Cash flows from operating activities				
Loss before taxation	(204)	(369)	(481)	(701)
Adjustments for:				
Depreciation of property, plant and equipment	2	2	4	5
Interest expense	-	-	-	-
Operating loss before changes in working capital	(202)	(367)	(477)	(696)
Decrease / (Increase) in receivables	1	-	(8)	-
(Increase) / Decrease in prepayments	6	(6)	18	(5)
Increase in payables	(62)	138	70	305
Increase in amount owing by related parties	-	0	-	0
Cash flows used in operations	(257)	(235)	(397)	(396)
Interest paid	-	-	-	-
Net cash flows used in operating activities	(257)	(235)	(397)	(396)
Cash flows from investing activities				
Purchase of property, plant and equipment	-	-	-	-
Net cash flows generated from / (used in) investing activities	-	-	-	-
Cash flows from financing activities				
Payment made to hire purchase creditors	-	-	-	(3)
Loan from a director	162	242	300	411
Proceeds from Issuance of shares for warrants conversion	-	-	-	2
Net cash flows generated from financing activities	162	242	300	410
Net (decrease) / increase in cash and cash equivalents	(95)	7	(97)	14
Cash and cash equivalents at beginning of the period	17	86	18	79
Effect of exchange differences on opening balances	93	(1)	93	(1)
Cash and cash equivalents at end of the period	15	92	14	92

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.

STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2016

	Attributable to equity holders of the Company						
Changes in equity Group (S$'000)	**Share Capital**	**Capital Reserve**	**Translation Reserve**	**Accum. Losses**	**Total**	**Non - Controlling Interest**	**Total Equity**
As at 1 Jul 2016	36,827	-	(96)	(42,602)	(5,871)	-	(5,871)
Total comprehensive income /(loss) for the period	-	-	93	(204)	(111)	-	(111)
As at 30 Sep 2016	36,827	-	(3)	(42,806)	(5,982)	-	(5,982)

	Attributable to equity holders of the Company						
	Share Capital	**Capital Reserve**	**Translation Reserve**	**Accum. Losses**	**Total**	**Non-Controlling Interest**	**Total Equity**
As at 1 Jul 2015	36,827	-	(95)	(41,421)	(4,689)	-	(4,689)
Total comprehensive income /(loss) for the period	-	-	(1)	(369)	(370)	-	(370)
As at 30 Sep 2015	36,827	-	(96)	(41,790)	(5,059)	-	(5,059)

	Attributable to equity holders of the Company			
Changes in equity Company (S$'000)	**Share Capital**	**Capital Reserve**	**Accum. Losses**	**Total**
As at 1 Jul 2016	36,827	-	(42,595)	(5,768)
Total comprehensive loss for the period	-	-	(100)	(100)
As at 30 Sep 2016	36,827	-	(42,695)	(5,868)
As at 1 Jul 2015	36,827	-	(41,439)	(4,612)
Total comprehensive loss for the period	-	-	(348)	(348)
As at 30 Sep 2015	36,827	-	(41,787)	(4,960)

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 or 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.

Shares granted to directors and staff under the Employee Share Award

	3 months ended 30 Sep 2016	**3 months ended 30 Sep 2015**
Balance at beginning of the year/period	-	-
Shares granted during the year/period	-	-
Shares issued during the year/period	-	-
Balance at end of the year/period	-	-

Warrants

	3 mths ended 30 Sep 2016	**3 mths ended 30 Sep 2015**
Balance at beginning of the year/period	-	-
Converted during the period	-	-
Warrants expired	-	-
Warrants cancelled during the period	-	-
Balance at end of the year/period	-	-

Number of ordinary shares

	3 mths ended 30 Sep 2016	**3 mths ended 30 Sep 2015**
Balance at beginning of the year/period	73,631,858	3,681,593,668
Share consolidation exercise	-	(3,607,961,810)
Shares issued to pay directors/officers	-	-
Balance at end of the year/period	73,631,858	73,631,858

There are no treasury shares in issue.

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

The number of issued shares as at 30 September 2016 was 73,631,858 (30 September 2015: 73,631,858).

1d(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of 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.

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

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

The financial statements have been prepared in compliance with the same accounting policies and method of computation adopted in the audited financial statements of the last financial year.

5. If there are any changes in the accounting policies and methods of computation, including any required by any 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:

	2nd quarter ended 30.09.16	2nd quarter ended 30.09.15	1st half year ended 30.09.16	1st half year ended 30.09.15
	Cents	Cents	Cents	Cents
Loss per ordinary share(cent)				
Basic	(0.28)	(0.50)	(0.65)	(0.95)
Diluted	(0.28)	(0.50)	(0.65)	(0.95)
Weighted average number of shares				
Basic	73,631,858	73,631,858	73,631,858	73,631,654
Diluted	73,631,858	73,631,858	73,631,858	73,631,654

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	
	As at 30 Sep 2016	As at 31 Mar 2016	As at 30 Sep 2016	As at 31 Mar 2016
Net asset value per ordinary share (cents)	(8.13)	(7.60)	(7.97)	(7.49)

Net asset value per ordinary share for the Group and Company is computed based on 73,631,858 ordinary shares as at 30 September 2016 (73,631,858 ordinary shares as of 30 March 2016) in issue.

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.

STATEMENT OF COMPREHENSIVE INCOME
2Q FY 2017

The Group registered a loss of S$205,000 for Q2 FY2017 as compared to S$369,000 for Q2 FY2016. It is due to a decrease in salaries payable.

STATEMENT OF FINANCIAL POSITION AND STATEMENT OF CASH FLOWS

The Group's net current liabilities increased from S$5.618 million as at 31 March 2016 to S$6.002 million as at 30 September 2016 and thus an increase in the Group's negative shareholders' equity from S$5.595 million as at 31 March 2016 to S$5.983 million as at 30 September 2016. The increase is mainly due to the advances from directors to fund the operation expenses. This negative shareholders' equity is currently funded by the Company's controlling shareholder.

There is a decrease of cash and cash equivalents from S$92,000 as at 30 September 2015 to S$14,000 as at 30 September 2016.

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

Not applicable.

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.

On 23 June 2016, the Company entered into a conditional sale and purchase agreement with Kenyalang Property Development Sdn. Bhd ("Kenyalang") to acquire the entire issued share capital of Kenylang Property (S) Pte Ltd, a company incorporated in Singapore on 23 June 2016, which will, upon completion of the restructuring exercise conducted by Kenyalang, hold the entire issued share capital of Sinomae Engineering Sdn. Bhd. ("Sinomae"), a company incorporated in Malaysia. The purchase consideration is agreed at RM 70 million, which shall be fully satisfied on completion by way of allotment and issuance of 583,333,333 ordinary shares of the Company at an issue price of $0.04 per share to Kenyalang. Sinomae is the legal and beneficial owner of a freehold parcel of land, measuring 4.744 acres with an existing 17 storey building (the "Asset"), located at Lot 43 Kawasan Bandar XXXI, the Town of Melaka, State of Melaka, Malaysia. Kenyalang wishes to develop the Asset into a mixed commercial development project integrating a hotel, retail and serviced apartments.

The Company will announce any material developments in connection with the proposed acquisition when it is appropriate.

The Company's controlling shareholder will continue to provide financial support to the Group for the next 12 months.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? None

(b) Corresponding Period of the immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? None

(c) Tax on dividend

Whether the dividend is before tax, net of tax or tax exempt? Not applicable

(d) Date payable

Not applicable

(e) Books closure date

Not applicable

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

No dividend has been declared/recommended.

13. Interested Person Transactions

The aggregate value of interested person transactions is as follows:-

Name of Interested Person	Aggregate value of all interested person person transactions during the financial year under review (excluding transactions less than $100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transaction conducted under shareholders' mandate pursuant to Rule pursuant to Rule 920 (excluding transactions less than $100,000)
	2Q ended 30 September 2016 S$'000 Nil	2Q ended 30 September 2016 S$'000 Nil

The Group has not obtained a general mandate from shareholders for IPTs.

14. Confirmation pursuant to Rule 705(5) of the SGX Lisiting Manual

We, ONG PUAY KOON and ONG CHOON LUI, being two directors of Lereno Bio-Chem Ltd ("the Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the second quarter ended 30 September 2016 unaudited financial results to be false or misleading.

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1)

The Company hereby confirms that it has procured undertakings from all the directors and executive officers under Rule 720(1).

On behalf of the Board of Directors
LERENO BIO-CHEM LTD

ONG PUAY KOON
Managing Director and Chief Executive Officer
7 November 2016

ONG CHOON LUI
Executive Director

Review by Catalist Sponsor

This announcement has been reviewed by the Company's Sponsor, RHT Capital Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Company's Sponsor has not independently verified the contents of this announcement.

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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