



**MOYA HOLDINGS ASIA LIMITED**

Registration number: 201301085G

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**Unaudited Financial Statements and Dividend Announcement  
For The First Quarter and Three-Month Financial Period Ended 31 March 2019**

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the "Sponsor"), for compliance with the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalyst. The 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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**PART I – INFORMATION REQUIRED FOR RESULTS ANNOUNCEMENT OF FIRST QUARTER (“1Q”) AND THREE-MONTH FINANCIAL PERIOD ENDED 31 MARCH 2019**

**1(a) A statement of profit or loss and other comprehensive income for the group, together with a comparative statement for the corresponding period of immediately preceding financial year**

**1(a)(i) Consolidated Statement of Profit or Loss and Other Comprehensive Income**

	<b>Group</b>		
	<b>Unaudited 3 months ended 31.03.2019</b>	<b>Unaudited 3 months ended 31.03.2018</b>	<b>Change + / (-)</b>
	<b>(\$'000)</b>	<b>(\$'000)</b>	<b>%</b>
Revenue	46,389	45,066	3
Cost of sales	(23,648)	(25,917)	(9)
<b>Gross profit</b>	<b>22,741</b>	<b>19,149</b>	<b>19</b>
<b>Other items of income:</b>			
Interest income	794	769	3
<b>Other items of expenses:</b>			
Administrative expenses	(9,401)	(8,365)	12
Finance cost	(8,160)	(9,157)	(11)
Other expenses	(175)	(148)	18
Other (losses)/gains	(759)	10,147	N.M
<b>Profit before tax</b>	<b>5,040</b>	<b>12,395</b>	<b>(59)</b>
Income tax expense	(1,788)	(3,595)	(50)
<b>Profit after tax</b>	<b>3,252</b>	<b>8,800</b>	<b>(63)</b>
<b>Other comprehensive loss:</b>			
<b>Items that will not be reclassified to profit or loss:</b>			
Re-measurements of defined benefit pension plans, net of tax	261	184	42
<b>Items that may be reclassified subsequently to profit or loss:</b>			
Exchange differences on translating foreign operations, net of tax	(787)	(6,110)	(87)
<b>Other comprehensive loss, net of tax</b>	<b>(526)</b>	<b>(5,926)</b>	<b>(91)</b>
<b>Total comprehensive income</b>	<b>2,726</b>	<b>2,874</b>	<b>(5)</b>
<b>Adjusted EBITDA<sup>(1)</sup></b>	<b>18,939</b>	<b>16,292</b>	<b>16</b>

N.M – not meaningful

**Notes:**

- (1) Adjusted EBITDA (being earnings before interest, taxes, depreciation and amortisation) was computed based on the Group's revenue (excluding (i) adjustment from adoption of SFRS (I) Int 12; (ii) service concession construction revenue; and (iii) finance income under service concession arrangements) less cost of sales (excluding service concession construction cost), administrative expenses and other expenses, adding back depreciation and amortisation.

**1(a) A statement of profit or loss and other comprehensive income for the group, together with a comparative statement for the corresponding period of immediately preceding financial year**

**1(a)(i) Consolidated Statement of Profit or Loss and Other Comprehensive Income (continued)**

	Group		
	Unaudited 3 months ended 31.03.2019	Unaudited 3 months ended 31.03.2018	Change + / (-)
	(S\$'000)	(S\$'000)	%
<b>Profit attributable to:</b>			
Owners of the parent, net of tax	3,213	8,758	(63)
Non-controlling interests, net of tax	39	42	(7)
<b>Profit after tax</b>	<b>3,252</b>	<b>8,800</b>	<b>(63)</b>
<b>Total comprehensive income attributable to:</b>			
Owners of the parent	2,687	2,832	(5)
Non-controlling interests	39	42	(7)
<b>Total comprehensive income</b>	<b>2,726</b>	<b>2,874</b>	<b>(5)</b>

N.M – not meaningful

**1(a)(ii) Notes to Consolidated Statement of Profit or Loss**

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

	Group		
	Unaudited 3 months ended 31.03.2019	Unaudited 3 months ended 31.03.2018	Change + / (-)
	(S\$'000)	(S\$'000)	%
Sale of water and related services <sup>(1)</sup>	38,359	34,349	12
Adjustment from adoption of SFRS (I) INT 12 <sup>(1)(2)</sup>	(1,780)	(1,281)	39
Service concession construction revenue <sup>(1)</sup>	4,016	7,479	(46)
Other revenue <sup>(1)</sup>	1,434	1,379	4
Finance income under service concession arrangements <sup>(1)(2)</sup>	4,360	3,140	39
Depreciation of property, plant and equipment	(1,417) <sup>(4)</sup>	(1,178)	20
Amortisation of service concession assets	(6,938) <sup>(5)</sup>	(6,329)	10
Allowance for doubtful debts	(320)	(404)	(21)
Interest on borrowings	(8,160)	(9,157)	(11)
Net foreign exchange adjustment (loss)/gain <sup>(3)</sup>	(693)	7,537	N.M

N.M – not meaningful

Notes:

- (1) Classified as revenue in consolidated statement of profit or loss and other comprehensive income.
- (2) In accordance to the Singapore Financial Reporting Standards (International) Interpretations 12 - Service Concession Arrangements ("SFRS (I) INT 12"), when the Group (as operator) receives payment during the period of the service concession arrangement, it will apportion such payment between a repayment of the financial asset arising from the construction activities of the service concession arrangement, reducing the carrying amount of the financial assets on its statement of financial position, and revenue from operating and maintaining the water treatment plant in its statement of profit or loss. Interest income on financial assets arising from the service concession arrangement will also be recognized.
- (3) Classified as other (losses)/gains in consolidated statement of profit or loss and other comprehensive income.
- (4) The increase was mainly due to depreciation expense from new equipment acquired.
- (5) The increase was mainly due to amortisation expense from new intangible assets arising from a service concession arrangement.

**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	
	Unaudited 31.03.2019	Audited 31.12.2018	Unaudited 31.03.2019	Audited 31.12.2018
	(S\$'000)	(S\$'000)	(S\$'000)	(S\$'000)
<b>Assets</b>				
<b>Non-current assets</b>				
Property, plant and equipment	25,669	25,631	67	74
Investments in subsidiaries	-	-	182,426	182,507
Service concession assets	353,705	354,175	-	-
Goodwill	72,736	73,324	-	-
Deferred income tax assets	9,393	9,001	-	-
<b>Total non-current assets</b>	<b>461,503</b>	<b>462,131</b>	<b>182,493</b>	<b>182,581</b>
<b>Current assets</b>				
Inventories	4,864	4,929	-	-
Service concession assets	10,302	8,958	-	-
Trade and other receivables	39,540	38,383	216	197
Restricted cash in banks	6,696	5,996	-	-
Cash and cash equivalents	114,038	115,570	63,115	63,074
<b>Total current assets</b>	<b>175,440</b>	<b>173,836</b>	<b>63,331</b>	<b>63,271</b>
<b>Total assets</b>	<b>636,943</b>	<b>635,967</b>	<b>245,824</b>	<b>245,852</b>
<b>Equity and liabilities</b>				
<b>Equity attributable to owners of the parent</b>				
Share capital	253,728	253,618	253,728	253,618
Capital reserve	5,826	5,826	-	-
Share option reserve	591	591	591	591
Foreign currency translation reserve	(20,594)	(19,807)	-	-
Retained earnings/(accumulated losses)	31,951	28,477	(8,674)	(8,519)
<b>Equity, attributable to owners of the parent</b>	<b>271,502</b>	<b>268,705</b>	<b>245,645</b>	<b>245,690</b>
Non-controlling interests	1,668	1,629	-	-
<b>Total equity</b>	<b>273,170</b>	<b>270,334</b>	<b>245,645</b>	<b>245,690</b>
<b>Non-current liabilities</b>				
Provisions	20,835	20,841	-	-
Borrowings	216,907	224,281	-	-
Deferred income tax liabilities	40,536	40,246	-	-
Trade and other payables	8,112	7,732	-	-
<b>Total non-current liabilities</b>	<b>286,390</b>	<b>293,100</b>	<b>-</b>	<b>-</b>
<b>Current liabilities</b>				
Provisions	1,324	1,961	-	-
Borrowings	41,915	38,911	-	-
Trade and other payables	34,144	31,661	179	162
<b>Total current liabilities</b>	<b>77,383</b>	<b>72,533</b>	<b>179</b>	<b>162</b>
<b>Total liabilities</b>	<b>363,773</b>	<b>365,633</b>	<b>179</b>	<b>162</b>
<b>Total equity and liabilities</b>	<b>636,943</b>	<b>635,967</b>	<b>245,824</b>	<b>245,852</b>

**1(b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year**

Amount repayable in one year or less, or on demand

As at 31 March 2019 (S\$'000)		As at 31 December 2018 (S\$'000)	
Secured	Unsecured	Secured	Unsecured
41,915	-	38,911	-

Amount repayable after one year

As at 31 March 2019 (S\$'000)		As at 31 December 2018 (S\$'000)	
Secured	Unsecured	Secured	Unsecured
216,907	-	224,281	-

**Details of any collateral**

Collateral as at 31 March 2019:

PT Aetra Air Jakarta

- Pledge over subsidiaries' ordinary shares and debt service reserve accounts; and
- Corporate guarantee from the Company and a subsidiary of the Company.

PT Aetra Air Tangerang

- Fiduciary of insurance claims from a subsidiary of the Company;
- Mortgage of land from a subsidiary of the Company;
- Fiduciary of machine and equipment from a subsidiary of the Company;
- Pledge over subsidiaries' ordinary shares and debt service reserve accounts; and
- Corporate guarantee from the Company and a subsidiary of the Company.

PT Moya Bekasi Jaya and PT Moya Tangerang

- Fiduciary of accounts receivables of subsidiaries of the Company and insurance claims from a subsidiary of the Company;
- Pledge over subsidiaries' ordinary shares and debt service reserve accounts; and
- Corporate guarantee from the Company and a subsidiary of the Company.

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**

<b>(S\$'000)</b>	<b>3 months ended 31.03.2019 (Unaudited)</b>	<b>3 months ended 31.03.2018 (Unaudited)</b>
<b>Cash flows from operating activities</b>		
Receipts from customers	41,101	37,288
Payments to suppliers, directors and employees	(19,205)	(19,194)
Payments of corporate income tax	(2,321)	(2,170)
<b>Net cash flows provided from operating activities</b>	<b>19,575</b>	<b>15,924</b>
<b>Cash flows from investing activities</b>		
Acquisitions of fixed assets and other non-current assets	(1,220)	(1,610)
Interest received	755	582
Payments of construction costs	(5,532)	(6,764) <sup>(1)</sup>
<b>Net cash flows used in investing activities</b>	<b>(5,997)</b>	<b>(7,792)</b>
<b>Cash flows from financing activities</b>		
Interest paid	(7,740)	(10,822)
Net increase in restricted cash in bank	(700)	(7,719)
Proceeds from loans	2,874	292,637
Repayments of loans	(10,098)	(303,893)
Issuance of ordinary shares	110	-
<b>Net cash flows used in financing activities</b>	<b>(15,554)</b>	<b>(29,797)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(1,976)</b>	<b>(21,665)</b>
Cash and cash equivalents, beginning balance	115,570	96,921
Net effects of exchange rate changes	444	(2,613)
<b>Cash and cash equivalents, closing balance</b>	<b>114,038</b>	<b>72,643</b>

Note:

- (1) Presentation of cash flows related to the payment of construction costs has been reclassified from operating activities to investing activities to conform to the current period presentation. Such reclassifications are for presentation purposes only and have no effect to the Group's net profit or financial position in any of the periods presented.

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	Capital reserve	Share option reserve	Foreign currency translation reserve	Retained earnings/ (Accumulated losses)	Equity attributable to owners of the parent	Non-controlling interests	Total equity
	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)
<b>At 1 January 2018</b>	120,595	5,826	591	(13,550)	5,692	119,154	610	119,764
Impact from adoption of SFRS(I) 15	-	-	-	3,559	(2,793)	766	-	766
<b>At 1 January 2018 (restated)</b>	120,595	5,826	591	(9,991)	2,899	119,920	610	120,530
Profit after tax	-	-	-	-	8,758	8,758	42	8,800
<b>Other comprehensive loss</b>								
Foreign currency translation differences of foreign operations	-	-	-	(6,110)	-	(6,110)	-	(6,110)
Re-measurement of defined benefit pension plans, net of tax	-	-	-	-	184	184	-	184
<b>Total comprehensive income</b>	-	-	-	(6,110)	8,942	2,832	42	2,874
<b>At 31 March 2018</b>	<b>120,595</b>	<b>5,826</b>	<b>591</b>	<b>(16,101)</b>	<b>11,841</b>	<b>122,752</b>	<b>652</b>	<b>123,404</b>
<b>At 1 January 2019</b>	253,618	5,826	591	(19,807)	28,477	268,705	1,629	270,334
Profit after tax	-	-	-	-	3,213	3,213	39	3,252
<b>Other comprehensive loss</b>								
Foreign currency translation differences of foreign operations	-	-	-	(787)	-	(787)	-	(787)
Re-measurement of defined benefit pension plans, net of tax	-	-	-	-	261	261	-	261
<b>Total comprehensive income</b>	-	-	-	(787)	3,474	2,687	39	2,726
Proceeds from shares issued, net	110	-	-	-	-	110	-	110
<b>At 31 March 2019</b>	<b>253,728</b>	<b>5,826</b>	<b>591</b>	<b>(20,594)</b>	<b>31,951</b>	<b>271,502</b>	<b>1,668</b>	<b>273,170</b>

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year (continued)**

Company	Share capital (S\$'000)	Share option reserve (S\$'000)	Accumulated losses (S\$'000)	Total equity (S\$'000)
<b>At 1 January 2018</b>	120,595	591	(6,632)	114,554
Total comprehensive loss	-	-	(398)	(398)
<b>At 31 March 2018</b>	120,595	591	(7,030)	114,156
<b>At 1 January 2019</b>	253,618	591	(8,519)	245,690
Proceeds from shares issued, net	110	-	-	110
Total comprehensive loss	-	-	(155)	(155)
<b>At 31 March 2019</b>	253,728	591	(8,674)	245,645

**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, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year**

Issued share capital	Number of shares	Share capital (S\$'000)
<b>As at 31 December 2018</b>	<b>4,201,385,943</b>	<b>253,618</b>
Issuance of shares pursuant to the exercise of Employee Share Option Scheme	2,200,000	110
<b>As at 31 March 2019</b>	<b>4,203,585,943</b>	<b>253,728</b>

As at 31 March 2019, the number of outstanding share options under the Employee Share Option Scheme was 8,000,000 (as at 31 March 2018: 10,400,000).

Save as disclosed, there were no other outstanding convertibles, treasury shares or subsidiary holdings as at 31 March 2019 and 31 March 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**

The total number of issued shares (excluding treasury shares) as at 31 March 2019 was 4,203,585,943 (as at 31 December 2018: 4,201,385,943).

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

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



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

Not applicable. The Company does not have any subsidiary holdings during and as at the end of the current financial period reported on.

**2. Please state whether the figures have been audited or reviewed, and if so which auditing standard or practice has been followed**

The figures have neither been audited nor reviewed by the Company's 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 financial statements have been applied**

Except as disclosed in paragraph 5 below, the Group has consistently applied the same accounting policies and methods of computation in the Group's financial statements for the current reporting period as compared with the audited financial statements for the financial year ended 31 December 2018.

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

The Group has adopted the applicable new and revised Singapore Financial Reporting Standards (International) ("**SFRS(I)**") and Interpretations of Singapore Financial Reporting Standards (International) ("**SFRS(I) INT**") which became effective for the accounting period beginning on or after 1 January 2019. The adoption of these new and revised SFRS(I) and SFRS(I) INT did not result in material adjustments to the financial position, results of operations or cash flows of the Group for the financial period ended 31 March 2019.

**6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends**

Earnings per ordinary share based on	3 months ended 31.03.2019 (S\$ cents)	3 months ended 31.03.2018 (S\$ cents)
- net profit attributable to equity holders (numerator), and		
- weighted average number of ordinary shares on issue (denominator)		
(i) On a basic basis; and	0.08	0.31
(ii) On a fully diluted basis	0.08	0.31
Weighted average number of ordinary shares in issue:		
- for the purpose of basic earnings per share	4,203,354,832	2,800,923,962
- for the purpose of diluted earnings per share	4,211,761,499	2,811,323,962

**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 period reported on and (b) immediately preceding financial year**

	Group		Company	
	Unaudited 31.03.2019	Audited 31.12.2018	Unaudited 31.03.2019	Audited 31.12.2018
Net asset value per ordinary share based on issued share capital <sup>(1)</sup> (S\$ cents)	6.46	6.40	5.84	5.85

Note:

(1) Based on an issued share capital of 4,203,585,943 ordinary shares as at 31 March 2019 (31 December 2018: 4,201,385,943 ordinary shares).

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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**

The Group's principal business comprises concession arrangements and bulk water provider project undertaken by Acuatico Pte. Ltd. and its subsidiaries (namely, PT Aetra Air Jakarta, PT Aetra Air Tangerang and PT Acuatico Air Indonesia) (the "**Acuatico Group**"), and Build-Operate-Transfer ("**BOT**") projects under contract and development under its subsidiaries, namely PT Moya Bekasi Jaya, PT Moya Tangerang, PT Moya Makassar and PT Air Semarang Barat.

## **8.1 Statement of Profit or Loss and Other Comprehensive Income (1Q2019 vs 1Q2018)**

### **8.1 (a) Revenue**

Revenue increased by S\$1.3 million, from S\$45.1 million in 1Q2018 to S\$46.4 million in 1Q2019. This was mainly due to increase in (i) water sales from the Acuatico Group and Tangerang and Bekasi BOT Projects; and (ii) finance income under service concession arrangements from Tangerang and Bekasi BOT Projects. The aforementioned increase was partially offset by decrease in service concession construction revenue from the Acuatico Group and Tangerang and Bekasi BOT Projects.

### **8.1 (b) Cost of Sales**

Cost of sales decreased by S\$2.3 million, from S\$25.9 million in 1Q2018 to S\$23.6 million in 1Q2019. This was mainly due to decrease in concession construction cost from the Acuatico Group and Tangerang and Bekasi BOT Projects.

### **8.1 (c) Gross Profit**

Gross profit increased by S\$3.6 million, from S\$19.1 million in 1Q2018 to S\$22.7 million in 1Q2019, and gross profit margin increased from 42.5% in 1Q2018 to 49.0% in 1Q2019. This was mainly due to cost efficiency programs implemented by the Group over the years to reduce costs including but not limited to chemical cost and electricity cost.

### **8.1 (d) Interest Income**

Interest income increased by S\$0.02 million, from S\$0.77 million in 1Q2018 to S\$0.79 million in 1Q2019, mainly due to increase in interest income from time deposits arising from the increase of time deposits amount.

### **8.1 (e) Administrative Expenses**

Administrative expenses increased by S\$1.0 million, from S\$8.4 million in 1Q2018 to S\$9.4 million in 1Q2019, mainly due to increase in employee related expenses.

### **8.1 (f) Finance Cost**

Finance cost decreased by S\$1.0 million, from S\$9.2 million in 1Q2018 to S\$8.2 million in 1Q2019, mainly due to the partial repayments of loans in July 2018.

### **8.1 (g) Other Expenses**

Other expenses remained relatively stable at S\$0.15 million in 1Q2018 and S\$0.18 million in 1Q2019.

### **8.1 (h) Other (Losses)/Gains**

The Group recorded other losses of S\$0.8 million in 1Q2019, as compared to other gains of S\$10.1 million in 1Q2018. Other losses of S\$0.8 million in 1Q2019 relate mainly to foreign exchange loss of S\$0.7 million arising from the appreciation of the Indonesia Rupiah ("**IDR**") against the Singapore Dollars ("**SGD**") and United States Dollars ("**USD**") in 1Q2019. Other gains of S\$10.1 million in 1Q2018, mainly due to (i) a foreign exchange gain of S\$7.5 million arising from the appreciation of SGD against the USD

and the IDR in 1Q2018; and (ii) write-back of provision for impairment of trade receivables in the Acuatico Group of S\$3.2 million due to recovery of receivables. The gain was partially offset by other expenses of S\$0.6 million.

#### **8.1 (i) Income Tax Expense**

Income tax expense decreased by S\$1.8 million, from S\$3.6 million in 1Q2018 to S\$1.8 million in 1Q2019, mainly due to the decrease in income tax expense of the Acuatico Group in 1Q2019 attributable to lower taxable income.

#### **8.1 (j) Profit After Tax**

As a result of the above, the Group's net profit decreased by S\$5.5 million, from S\$8.8 million in 1Q2018 to S\$3.3 million in 1Q2019.

#### **8.1 (k) Adjusted EBITDA**

Adjusted EBITDA increased by S\$2.6 million, from S\$16.3 million in 1Q2018 to S\$18.9 million in 1Q2019, mainly due to increase in water sales and cost efficiency programs in the Group.

#### **8.1 (l) Exchange Differences on Translating Foreign Operations, Net of Tax**

The Group experienced currency translation differences from the consolidation of its foreign operations as the reporting currency of the Group's consolidated financials is in SGD. The Group recognized currency translation loss of S\$0.8 million in 1Q2019 arising from the appreciation of IDR against SGD in 1Q2019 and the appreciation of SGD against USD in 1Q2019.

### **8.2 Statement of Financial Position (1Q2019 vs FY2018)**

The Group's total equity increased by S\$2.8 million or 1.0%, from S\$270.3 million as at 31 December 2018 to S\$273.2 million as at 31 March 2019. The increase was mainly due to (i) net profit of S\$3.3 million in 1Q2019; (ii) increase in share capital of S\$0.1 million from the exercise of Employee Share Option Scheme ("ESOS") in 1Q2019; and (iii) increase in non-controlling interest of S\$0.1 million. The aforementioned increase was partially offset by loss in foreign currency translation reserve of S\$0.8 million.

#### **8.2 (a) Non-current Assets**

The Group's non-current assets decreased by S\$0.6 million or 0.1%, from S\$462.1 million as at 31 December 2018 to S\$461.5 million as at 31 March 2019. This was mainly due to decrease in (i) goodwill of S\$0.6 million, and (ii) service concession assets of S\$0.5 million, partially offset by increase in deferred income tax assets of S\$0.4 million.

Service concession assets comprised service concession arrangements and contractual concession rights. Please refer to Section 1(a)(ii) of this announcement, footnote (2), on the accounting treatment of the Group's financial assets arising from service concession arrangement.

#### **8.2 (b) Current Assets**

The Group's current assets increased by S\$1.6 million or 0.9%, from S\$173.8 million as at 31 December 2018 to S\$175.4 million as at 31 March 2019. This was mainly due to increase in (i) service concession assets of S\$1.3 million; (ii) trade and other receivables of S\$1.2 million; and (iii) restricted cash in banks of S\$0.7 million. The aforementioned increases were partially offset by decreases in (i) cash and cash equivalents of S\$1.5 million. Please refer to Section 8.3 of this announcement on the statement of cash flows for explanations on the decrease in cash and cash equivalents of the Group.

The increase in service concession assets (current and non-current) of S\$0.9 million was mainly due to the capitalization of expenses incurred for the BOT projects in PT Moya Bekasi Jaya and PT Moya Tangerang.

### **8.2 (c) Non-current Liabilities**

The Group's non-current liabilities decreased by S\$6.7 million or 2.3%, from S\$293.1 million as at 31 December 2018 to S\$286.4 million as at 31 March 2019. This was mainly due to repayment of existing bank loans in 1Q2019 of S\$10.1 million. The decrease was partially offset by drawdown of bank loans of S\$2.9 million.

### **8.2 (d) Current Liabilities**

The Group's current liabilities increased by S\$4.9 million or 6.7%, from S\$72.5 million as at 31 December 2018 to S\$77.4 million as at 31 March 2019. This mainly represents the instalment of existing bank loans over the next 12 months, and increase in trade and other payables of S\$2.5 million which were related to payables of operational expenses of the Group incurred in 1Q2019.

### **8.2 (e) Working Capital (defined as current assets less current liabilities)**

The Group reported working capital of S\$98.0 million as at 31 March 2019, as compared to S\$101.3 million as at 31 December 2018.

### **8.3 Statement of Cash Flows (1Q2019)**

Net cash flows provided from operating activities in 1Q2019 was S\$19.6 million, due to receipts from customers of S\$41.1 million, partially offset by payments to suppliers, directors and employees of S\$19.2 million, and payment of corporate income tax of S\$2.3 million.

Net cash flows used in investing activities in 1Q2019 was S\$6.0 million, due to payments of construction costs related to the BOT projects and water supply concessions of S\$5.5 million, purchase of fixed assets and other non-current assets of S\$1.2 million, partially offset by receipt of interest income from time deposit of S\$0.7 million.

Net cash flows used in financing activities in 1Q2019 was S\$15.5 million, due to repayments of bank loans of S\$10.1 million, payments of interest and finance cost of S\$7.7 million and increase in restricted cash in banks of S\$0.7 million, partially offset by proceeds from bank loan of S\$2.9 million and proceeds from shares issued in relation to the exercise of the ESOS of S\$0.1 million.

As a result of the above, the Group's cash and cash equivalents decreased by S\$2.0 million in 1Q2019.

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

No forecast or prospect statement has been previously disclosed to shareholders.

### **10. A commentary at the date of the announcement of the 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**

In July 2018, the Company completed a rights issue exercise and received net proceeds of approximately S\$132.04 million. This enabled the Group to further strengthen its financial position and fund future growth of the Group.

PT Air Semarang Barat ("**ASB**"), a subsidiary of PT Aetra Air Jakarta, secured our latest BOT project through a public-private partnership tender for a 1,000 lps water treatment project located in West Semarang, Central Java. ASB entered into a cooperation agreement with Perusahaan Daerah Air Minum Tirta Moedal Semarang, the municipal water company of Semarang City, in November 2018. The construction will commence by 23 May 2019 and is expected to be completed within two years, barring unforeseen circumstances. The targeted commercial operation date is by 23 May 2021.

The Group is focusing on the organic growth of PT Moya Tangerang which is in the process of constructing its new water treatment plant of 1,000 lps (86,400 m<sup>3</sup>/day), targeted to be completed by second half of 2020, and PT Aetra Air Tangerang which is in the process of upgrading its water treatment plant from 900 lps to 1,050 lps.

Besides focusing on organic growth, the Group is also looking for opportunities to further expand its business operations via participation in new tender, business-to-business, public private partnership, or mergers and acquisitions, to deliver greater value to the shareholders of the Company and to enhance the Group's profitability.

**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**

Not applicable.

**(b)(ii) Previous corresponding period**

No.

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

Not applicable.

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

The board of directors of the Company ("**Board**") does not recommend any dividend to be declared for 1Q2019, as the Board deems it appropriate to retain the cash for the Group's capital expenditure and for the Group's future growth.

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

No general mandate for IPT has been obtained from shareholders.

**14. Confirmation by the Board pursuant to Rule 705(5) of the Catalist Rules**

We, Mohammad Syahrial and Low Chai Chong, being directors of the Company, do hereby confirm, on behalf of the Board that, to the best knowledge, nothing has come to the attention of the Board which may render the unaudited financial results for the first quarter and three-month financial period ended 31 March 2019 to be false or misleading in any material aspect.

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

On behalf of the Board, we hereby confirm that we have procured all the required undertakings from all the Directors and Executive Officers of the Company in the format set out in Appendix 7H under Rule 720(1) of the Catalist Rules.

**16. Use of proceeds**

Rights issue, completed in January 2016

Use of net proceeds	Allocation of net proceeds (as disclosed in the circular to shareholders dated 31 December 2015) (S\$'million)	Net proceeds utilised as at 10 April 2019 <sup>(1)</sup> (S\$'million)	Net proceeds utilised from 11 April 2019 up to the date of this announcement (S\$'million)	Balance of net proceeds as at the date of this announcement (S\$'million)
Development of the BOT projects in Indonesia	32.58	26.30	2.27	4.01
Expansion through acquisitions, joint ventures and/or strategic partnerships	15.04	15.04	-	-
General corporate and working capital requirements of the Group	2.51	2.51	-	-
<b>Total</b>	<b>50.13</b>	<b>43.85</b>	<b>2.27</b>	<b>4.01</b>

Rights issue, completed in July 2018

Use of net proceeds	Allocation of net proceeds (as disclosed in the Offer Information Statement dated 11 June 2018) (S\$'million)	Net proceeds utilised as at 10 April 2019 <sup>(1)</sup> (S\$'million)	Net proceeds utilised from 11 April 2019 up to the date of this announcement (S\$'million)	Balance of net proceeds as at the date of this announcement (S\$'million)	Balance of net proceeds (on a re-allocated basis) as at the date of this announcement (S\$'million)
Full repayment of the MIH Loan	68.00	64.46	-	3.54 <sup>(2)</sup>	-( <sup>2</sup> )
Continual expansion through acquisitions, joint ventures and/or strategic partnerships	50.00	2.85	-	47.15	47.15
Development of BOT Projects in bulk water supply and water supply concessions in Indonesia	13.00	-	-	13.00	16.54 <sup>(1)</sup>
General corporate and working capital requirements of the Group	1.04	0.75	0.08	0.21	0.48 <sup>(2)</sup>
<b>Total use of net proceeds</b>	<b>132.04</b>	<b>68.06</b>	<b>0.08</b>	<b>63.90</b>	<b>64.17</b>
Rights Issue expenses	1.00	0.73	-	0.27 <sup>(3)</sup>	-( <sup>3</sup> )
<b>Total</b>	<b>133.04</b>	<b>68.79</b>	<b>0.08</b>	<b>64.17</b>	<b>64.17</b>

Notes:

(1) Being the date of the Company's 2018 Annual Report.

- (2) The Company had utilized S\$64.46 million from the net proceeds and its other existing cash balance to repay the entire outstanding balance of the Acquisition Loan. As such, the unutilized balance of S\$3.54 million of the net proceeds initially allocated for the repayment of the MIH Loan shall be re-allocated for the development of BOT projects in bulk water supply and water supply concessions in Indonesia.
- (3) The Company had utilized S\$0.73 million out of the S\$1.0 million allocated as the expenses for the Rights Issue. The unutilized balance of S\$0.27 million shall be re-allocated to the general corporate and working capital requirements of the Group.

The Company will make periodic announcements via SGXNet on the utilisation of the balance of the net proceeds raised from the above transactions as and when such funds are materially disbursed.

On behalf of the Board of Directors

Mohammad Syahrial  
Chief Executive Officer

Low Chai Chong  
Non-Executive Chairman

29 April 2019