

UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE SECOND QUARTER AND SIX-MONTH PERIOD ENDED 30 JUNE 2017

PART 1 - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

- 1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comprehensive statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Group					
	Unaudited 2Q-2017 ⁽¹⁾	Unaudited 2Q-2016 ⁽²⁾	Change	Unaudited 1H-2017 ⁽³⁾	Unaudited 1H-2016 ⁽⁴⁾	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	41,092	30,017	36.9	74,411	58,747	26.7
Other Items of Income						
Other Gains	311	9	NM ⁽⁵⁾	486	898	(45.9)
Other Items of Expense						
Material Costs	(30,251)	(21,005)	44.0	(53,459)	(41,163)	29.9
Employee Benefits Expense	(3,489)	(2,615)	33.4	(6,694)	(5,653)	18.4
Depreciation and Amortisation Expense	(582)	(452)	28.8	(1,082)	(890)	21.6
Finance Costs	(1,320)	(985)	34.0	(2,466)	(1,973)	25.0
Other Losses	(33)	-	NM ⁽⁵⁾	(145)	-	NM ⁽⁵⁾
Other Expenses	(3,564)	(2,919)	22.1	(7,308)	(5,832)	25.3
Profit Before Tax	2,164	2,050	5.6	3,743	4,134	(9.5)
Income Tax Expense	(302)	(612)	(50.7)	(739)	(910)	(18.8)
Profit Net of Tax	1,862	1,438	29.5	3,004	3,224	(6.8)
Other Comprehensive Income:						
Items that may be reclassified subsequently to profit or loss:						
Exchange Differences on Translating Foreign Operations, Net of Tax	21	(20)	NM ⁽⁵⁾	(8)	(6)	33.3
Other Comprehensive Income for the Period, Net of Tax	21	(20)	NM ⁽⁵⁾	(8)	(6)	33.3
Total Comprehensive Income	1,883	1,418	32.8	2,996	3,218	(6.9)
Attributable to:						
Owners of the Company	1,670	1,393	19.9	2,770	2,981	(7.1)
Non-controlling Interest	192	45	NM ⁽⁵⁾	234	243	(3.7)
Profit Net of Tax	1,862	1,438	29.5	3,004	3,224	(6.8)
Attributable to:						
Owners of the Company	1,691	1,373	23.2	2,762	2,975	(7.2)
Non-controlling Interest	192	45	NM ⁽⁵⁾	234	243	(3.7)
Total Comprehensive Income	1,883	1,418	32.8	2,996	3,218	(6.9)

Notes:

- (1) "2Q-2017" refers to the second quarter ended 30 June 2017.
- (2) "2Q-2016" refers to the second quarter ended 30 June 2016.
- (3) "1H-2017" refers to the six-month period ended 30 June 2017.
- (4) "1H-2016" refers to the six-month period ended 30 June 2016.
- (5) NM: Not meaningful.

1(a)(ii) Notes to consolidated statements of profit or loss and other comprehensive income

The Group's profit before tax was arrived at after charging / (crediting) the following:

	Group					
	Unaudited 2Q-2017 S\$'000	Unaudited 2Q-2016 S\$'000	Change %	Unaudited 1H-2017 S\$'000	Unaudited 1H-2016 S\$'000	Change %
Rental Income	(129)	(166)	(22.3)	(276)	(355)	(22.3)
Government Grants	(32)	(68)	(52.9)	(161)	(360)	(55.3)
Depreciation of Plant and Equipment	547	376	45.5	1,013	749	35.2
Amortisation of Lease Assignment Fees	-	35	NM	-	70	NM
Amortisation of Other Intangible Assets	35	34	2.9	69	71	(2.8)
Foreign Exchange (Gain)/Loss	(126)	205	NM	84	(158)	NM
Inventories Written Down	18	-	NM	18	-	NM
Loss on Disposal of Plant and Equipment	15	-	NM	43	-	NM
Plant and Equipment Written Off	2	-	NM	7	-	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.

STATEMENTS OF FINANCIAL POSITION

	Group		Company	
	Unaudited 30 June 2017 S\$'000	Audited 31 December 2016 S\$'000	Unaudited 30 June 2017 S\$'000	Audited 31 December 2016 S\$'000
ASSETS				
<u>Non-current Assets</u>				
Plant and Equipment	4,078	2,992	-	-
Intangible Assets	2,120	2,085	-	-
Investment in Subsidiaries	-	-	51,405	50,405
Investment in Available-For-Sale Investments	5,192	-	5,192	-
Deferred Tax Assets	50	42	-	-
Total Non-current Assets	11,440	5,119	55,597	50,405
<u>Current Assets</u>				
Inventories	28,837	23,039	-	-
Trade and Other Receivables	190,709	182,453	16,423	17,941
Other Assets	4,093	4,037	43	81
Cash and Cash Equivalents	9,106	9,008	232	108
Total Current Assets	232,745	218,537	16,698	18,130
Total Assets	244,185	223,656	73,295	68,535
EQUITY AND LIABILITIES				
<u>Equity Attributable to Owners of the Company</u>				
Share Capital	56,144	56,144	56,144	56,144
Retained Earnings	9,093	8,092	1,768	3,534
Reserves	3	11	-	-
	65,240	64,247	57,912	59,678
Non-controlling Interest	2,521	2,375	-	-
Total Equity	67,761	66,622	57,912	59,678
<u>Non-current Liabilities</u>				
Other Financial Liabilities, Non-current	4,562	1,517	-	-
Deferred Tax Liabilities	126	140	-	-
Total Non-current Liabilities	4,688	1,657	-	-
<u>Current Liabilities</u>				
Income Tax Payable	1,442	1,455	-	-
Trade and Other Payables	12,112	8,293	12,383	6,857
Other Financial Liabilities, Current	157,273	144,826	3,000	2,000
Other Liabilities	909	803	-	-
Total Current Liabilities	171,736	155,377	15,383	8,857
Total Liabilities	176,424	157,034	15,383	8,857
Total Equity and Liabilities	244,185	223,656	73,295	68,535

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

Amount repayable by the Group in one year or less, or on demand

As at 30 June 2017		As at 31 December 2016	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
157,273	-	144,826	-

Amount repayable by the Group after one year

As at 30 June 2017		As at 31 December 2016	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
4,562	-	1,517	-

Details of collaterals

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

- i) Deeds of debentures, a charge on all sums in the current account of certain subsidiaries and a fixed and floating charge over all present and future assets of certain subsidiaries;
- ii) Corporate guarantee by MoneyMax Financial Services Ltd. and certain subsidiaries;
- iii) Deeds of assignment of all rights, interests and benefits from insurance policies;
- iv) All monies charge on the facility agreement of a subsidiary;
- v) Subordination of advances from a subsidiary and a director of certain subsidiaries; and
- vi) Personal guarantee by a director of certain subsidiaries.

- 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.

CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited 2Q-2017 S\$'000	Unaudited 2Q-2016 S\$'000	Unaudited 1H-2017 S\$'000	Unaudited 1H-2016 S\$'000
<u>Cash Flows From Operating Activities</u>				
Profit Before Tax	2,164	2,050	3,743	4,134
Adjustments for:				
Interest Expense	1,320	985	2,466	1,973
Depreciation of Plant and Equipment	547	376	1,013	749
Amortisation of Intangible Assets	35	76	69	141
Loss on Disposal of Plant and Equipment	15	-	43	-
Foreign Currency Translation	83	80	(81)	(28)
Operating Cash Flows before Changes in Working Capital	4,164	3,567	7,253	6,969
Inventories	(2,672)	(713)	(5,798)	(434)
Trade and Other Receivables	(4,691)	(5,423)	(7,204)	(6,678)
Other Assets, Current	184	(314)	(40)	(341)
Trade and Other Payables	1,165	(1,377)	2,778	(2,970)
Other Liabilities	45	12	46	32
Net Cash Flows Used in Operations	(1,805)	(4,248)	(2,965)	(3,422)
Income Tax Paid	(606)	(468)	(708)	(564)
Net Cash Flows Used in Operating Activities	(2,411)	(4,716)	(3,673)	(3,986)
<u>Cash Flows From Investing Activities</u>				
Purchase of Plant and Equipment	(1,368)	(515)	(1,944)	(537)
Purchase of Available-For-Sale Investment	-	-	(5,192)	-
Proceeds from Disposal of Fixed Assets	-	2	-	2
Acquisition of Subsidiaries (Net of Cash Acquired)	-	(132)	(352)	(254)
Net Cash Flows Used in Investing Activities	(1,368)	(645)	(7,488)	(789)
<u>Cash Flows From Financing Activities</u>				
Issue of Shares to Non-controlling Interest	-	-	20	-
Increase in New Borrowings	7,815	6,970	12,463	8,538
Decrease in Other Financial Liabilities	(906)	(430)	(1,460)	(790)
Finance Lease Repayments	2	(5)	(6)	(9)
Interest Paid	(1,320)	(984)	(2,466)	(1,972)
Dividends Paid	(1,769)	(1,769)	(1,769)	(1,769)
Net Cash Flows From Financing Activities	3,822	3,782	6,782	3,998
Net Increase/(Decrease) in Cash and Cash Equivalents	43	(1,579)	(4,379)	(777)
Cash and Cash Equivalents, Statement of Cash Flows, Beginning Balance	406	7,996	4,834	7,194
Effects of Exchange Rate Changes on Cash and Cash Equivalents	5	(29)	(1)	(29)
Cash and Cash Equivalents, Statement of Cash Flows, Ending Balance	454	6,388	454	6,388

Cash and cash equivalents

Cash and cash equivalents included in the Group's consolidated cash flow statements comprise the following amounts:

	As at 30 June 2017 S\$'000	As at 30 June 2016 S\$'000
Cash at bank and in hand	9,106	7,771
Bank overdrafts	(8,652)	(1,383)
Cash and cash equivalents for statements of cash flows purposes	454	6,388

Acquisition of subsidiaries (net of cash acquired)

Acquisition of subsidiaries (net of cash acquired) included in the Group's consolidated cash flow statements comprise the following amounts:

	As at 30 June 2017 S\$'000	As at 30 June 2016 S\$'000
Total purchase consideration fully paid in cash	365	278
Less: Cash and cash equivalents acquired	(13)	(24)
Acquisition of subsidiary, net of cash	352	254

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

STATEMENTS OF CHANGES IN EQUITY

Group	Attributable to Owners of the Company				Non-controlling Interest	Total Equity
	Share Capital	Retained Earnings	Reserves	Sub-total		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Current Year:						
Opening balance as at 1 January 2017	56,144	8,092	11	64,247	2,375	66,622
Movements in equity:						
Total comprehensive income for the period	-	2,770	(8)	2,762	234	2,996
Dividends paid	-	(1,769)	-	(1,769)	-	(1,769)
Issue of share capital in subsidiary	-	-	-	-	20	20
Acquisition of interest in subsidiary	-	-	-	-	(108)	(108)
Closing balance as at 30 June 2017	56,144	9,093	3	65,240	2,521	67,761
Previous Year:						
Opening balance as at 1 January 2016	56,144	3,632	(4)	59,772	326	60,098
Movements in equity:						
Total comprehensive income for the period	-	2,981	(6)	2,975	243	3,218
Dividends paid	-	(1,769)	-	(1,769)	-	(1,769)
Acquisition of interest in subsidiary	-	-	-	-	(123)	(123)
Closing balance as at 30 June 2016	56,144	4,844	(10)	60,978	446	61,424

Company	Share Capital	Retained Earnings	Total Equity
	S\$'000	S\$'000	S\$'000
Current Year:			
Opening balance as at 1 January 2017	56,144	3,534	59,678
Movements in Equity:			
Total comprehensive income for the period	-	3	3
Dividends paid	-	(1,769)	(1,769)
Closing Balance as at 30 June 2017	56,144	1,768	57,912
Previous Year:			
Opening balance as at 1 January 2016	56,144	3,221	59,365
Movements in Equity:			
Total comprehensive income for the period	-	(97)	(97)
Dividends paid	-	(1,769)	(1,769)
Closing Balance as at 30 June 2016	56,144	1,355	57,499

- 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 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 corresponding period immediately preceding financial year.**

	Number of shares '000	Company Issued and paid-up capital S\$'000
Issued and fully paid-up share capital		
Balance as at 30 June 2017 and 31 March 2017	353,800	56,144

During 2Q-2017, there was no change in the Company's issued and paid-up share capital. There were no outstanding convertibles or treasury shares held by the Company or subsidiary holdings as at 30 June 2017 and 30 June 2016.

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

	As at 30 June 2017 '000	As at 31 December 2016 '000
Total number of issued shares (excluding treasury shares)	353,800	353,800

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

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

- 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 of the Company.

- 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 Group has applied the same accounting policies and methods of computation in the financial statements for 1H-2017 as its most recently audited consolidated financial statements for the financial year ended 31 December 2016.

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.**

There are no changes in the Group's accounting policies and methods of computation including any required by an accounting standard.

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.**

EARNINGS PER SHARE ("EPS")

	Group			
	2Q-2017	2Q-2016	1H-2017	1H-2016
Profit net of tax attributable to owners of the Company (S\$'000)	1,691	1,373	2,762	2,975
Basic and diluted EPS based on the weighted average number of shares (cents)	0.48	0.39	0.78	0.84

EPS for 2Q-2017, 1H-2017, 2Q-2016 and 1H-2016 have been computed based on the weighted average number of shares of 353,800,000 shares. The basic and diluted EPS are the same for 2Q-2017, 1H-2017, 2Q-2016 and 1H-2016 as the Company had no dilutive equity instruments as at 30 June 2017 and 30 June 2016.

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.**

NET ASSET VALUE ("NAV")

	Group		Company	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
NAV per share (cents)	18.44	18.16	16.37	16.87

NAV per share as at 30 June 2017 and 31 December 2016 have been computed based on the issued share capital of 353,800,000 shares.

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 THE GROUP'S PERFORMANCE

Revenue

Revenue increased by S\$15.7 million or 26.7% from S\$58.7 million in 1H-2016 to S\$74.4 million in 1H-2017, and increased by S\$11.1 million or 36.9% from S\$30.0 million in 2Q-2016 to S\$41.1 million in 2Q-2017. This was due to an increase in revenue from both the pawnbroking and the retail and trading of pre-owned items segments.

Other Gains

Other gains decreased by S\$0.4 million or 45.9% from S\$0.9 million in 1H-2016 to S\$0.5 million in 1H-2017 was mainly due to a decrease in government grants of S\$0.2 million and absence of foreign exchange gain of S\$0.2 million due to the strengthening of the Malaysian Ringgit in 1H-2016.

Other gains increased by S\$0.3 million from S\$9,000 in 2Q-2016 to S\$0.3 million in 2Q-2017. The gain in 2Q-2017 was mainly due to the foreign exchange gain due to the strengthening of the Malaysian Ringgit in 2Q-2017.

Material Costs

Material costs increased by S\$12.3 million or 29.9% from S\$41.2 million in 1H-2016 to S\$53.5 million in 1H-2017, and increased by S\$9.3 million or 44.0% from S\$21.0 million in 2Q-2016 to S\$30.3 million in 2Q-2017. The increase was in line with the increase in revenue from both the retail and trading of pre-owned items segments.

Employee Benefits Expense

Employee benefits expense increased by S\$1.0 million or 18.4% from S\$5.7 million in 1H-2016 to S\$6.7 million in 1H-2017, and increased by S\$0.9 million or 33.4% from S\$2.6 million in 2Q-2016 to S\$3.5 million in 2Q-2017. This was due to the increased headcount arising from the expansion of the Group's operations in Singapore and Malaysia.

Depreciation and Amortisation Expense

Depreciation and amortisation expense increased by S\$0.2 million or 21.6% from S\$0.9 million in 1H-2016 to S\$1.1 million in 1H-2017 and increased by S\$0.1 million or 28.8% from S\$0.5 million in 2Q-2016 to S\$0.6 million in 2Q-2017. This was mainly due to the increase in capital expenditure on plant and equipment in line with the expansion of our network.

Finance Costs

Finance costs increased by S\$0.5 million or 25.0% from S\$2.0 million in 1H-2016 to S\$2.5 million in 1H-2017 and increased by S\$0.3 million or 34.0% from S\$1.0 million in 2Q-2016 to S\$1.3 million in 2Q-2017. The increase was mainly due to the increased utilisation of bank facilities to fund the Group's operational cash requirements.

Other Losses

Other losses in 1H-2017 of S\$0.1 million was due to an increase in foreign exchange losses attributable to the weak Malaysian Ringgit.

Other losses in 2Q-2017 of S\$33,000 was mainly due to the disposal of fixed assets from the refurbishment of existing outlets.

Other Expenses

Other expenses increased by S\$1.5 million or 25.3% from S\$5.8 million in 1H-2016 to S\$7.3 million in 1H-2017, and increased by S\$0.7 million or 22.1% from S\$2.9 million in 2Q-2016 to S\$3.6 million in 2Q-2017. This was mainly due to an increase in advertising and promotional expenses, and an increase in rental and other related costs for relocation and refurbishment of existing outlets.

Profit Before Tax

As a result of the above, profit before tax decreased by S\$0.4 million or 9.5% from S\$4.1 million in 1H-2016 to S\$3.7 million in 1H-2017, and increased by \$0.5 million or 29.5% from S\$1.4 million in 2Q-2016 to S\$1.9 million in 2Q-2017.

Income Tax Expense

Income tax expense decreased by S\$0.2 million or 18.8% from S\$0.9 million in 1H-2016 to S\$0.7 million in 1H-2017. Income tax expense in 1H-2016 was higher due to an adjustment for under provision of tax in respect of prior years.

Income tax expense decreased by S\$0.3 million or 50.7% from S\$0.6 million in 2Q-2016 to S\$0.3 million in 2Q-2017, due to the absence of under provision for tax and decrease in profit before tax from certain subsidiaries.

REVIEW OF THE GROUP'S FINANCIAL POSITION

Non-current Assets

Non-current assets increased by S\$6.3 million or 123.5% from S\$5.1 million as at 31 December 2016 to S\$11.4 million as at 30 June 2017. The increase was mainly attributable to an investment in joint venture in a China-based financial leasing company¹ of S\$5.2 million and an increase in plant and equipment of S\$1.1 million arising from the relocation and refurbishment of existing outlets as well as opening of new outlets

Current Assets

Current assets increased by S\$14.2 million or 6.5% from S\$218.5 million as at 31 December 2016 to S\$232.7 million as at 30 June 2017. This was mainly due to an increase in trade and other receivables of S\$8.3 million arising mainly from an increase in pledged loans extended to customers and an increase in inventories of S\$5.8 million arising from the expanded product variety for the retail and trading of pre-owned items segment.

Non-current Liabilities

Non-current liabilities increased by S\$3.0 million or 182.9% from S\$1.7 million as at 31 December 2016 to S\$4.7 million as at 30 June 2017. This was mainly due to utilisation of term loans.

Current Liabilities

Current liabilities increased by S\$16.4 million or 10.5% from S\$155.4 million as at 31 December 2016 to S\$171.7 million as at 30 June 2017. This was mainly due to an increase of S\$12.4 million arising from the drawdown of bank facilities to finance the business operations and an increase in other payables of S\$3.8 million.

Equity Attributable to Owners of the Company

Equity attributable to owners of the Company increased by S\$1.0 million or 1.5% from S\$64.2 million as at 31 December 2016 to S\$65.2 million as at 30 June 2017. The increase was mainly due to profit net of tax attributable to owners of the Company for 1H-2017 and partially offset by payment of ordinary dividends of S\$1.8 million in respect of FY2016.

REVIEW OF THE GROUP'S CASH FLOW STATEMENT

Net cash generated from operating activities before changes in working capital in 1H-2017 was S\$7.3 million. Net cash used in working capital amounted to S\$10.2 million. This was mainly due to (i) an increase in trade and other receivables of S\$7.2 million arising from increased pledged loans; (ii) an increase in inventories of S\$5.8 million arising from expansion in product variety; and (iii) an increase in

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The Company had, on 18 October 2016, announced that it entered with AP Oil International Limited, 重庆宗申动力机械股份有限公司 和 重庆保税港区开发管理集团有限公司 for the purpose of undertaking the financial leasing business in Chongqing, the People's Republic of China.

trade and other payables of S\$2.8 million. Net cash used in operating activities in 1H-2017 amounted to S\$3.7 million after deducting income tax paid of S\$0.7 million.

Net cash used in investing activities in 1H-2017 amounted to S\$7.5 million, and was mainly due to (i) investment in joint venture in a China-based financial leasing company of S\$5.2 million; (ii) purchase of plant and equipment in relation to the relocation and refurbishment of existing outlets in Singapore of S\$1.9 million; and (iii) net cash consideration paid for the acquisition of a new Malaysian pawnshop of S\$0.4 million.

Net cash generated from financing activities in 1H-2017 amounted to S\$6.8 million, and was mainly due to an increase in new bank borrowings of S\$12.5 million, which was partially offset by interest paid, repayment of bank borrowings and dividends paid of S\$2.5 million, S\$1.5 million and S\$1.8 million, respectively.

As a result of the above, there was a net decrease of S\$4.4 million in cash and cash equivalents from a net cash balance of S\$4.8 million as at 31 December 2016 to a net cash balance of S\$0.5 million as at 30 June 2017.

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

No forecast for 2Q-2017 was provided.

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 event that may affect the group in the next reporting period and the next 12 months.

The outlook of the industry which the Group operates in will continue to remain challenging.

Amid the highly competitive business environment, the Group will step up its brand building efforts to ensure continuous and sustainable growth for its operations in Singapore and Malaysia.

The Group will also continue to enlarge its network of stores in both Singapore and Malaysia. In 2Q-2017, the Group has increased its total number of operational stores in Singapore and Malaysia to 54.

Barring any unforeseen circumstances, the Group remains cautiously optimistic of its performance for the financial year ending 31 December 2017.

11. Dividend

(a) Any dividend declared for the current financial period reported on?

No dividend has been declared or recommended for 2Q-2017.

(b) Any dividend declared for the corresponding period of the immediately preceding financial year?

No dividend has been declared or recommended for 2Q-2016.

(a) Date payable

Not applicable

(b) Books closure date

Not applicable

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

No dividend has been declared or recommended for 2Q-2017.

13. 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 Listing Manual Section B: Rules of Catalyst of the Singapore Exchange Securities Trading Limited ("**Catalist Rules**"). However, pursuant to Rule 905 of the Catalyst Rules, the following is disclosed:

	Aggregate value of all interested person transactions during the year under review (including transactions of less than S\$100,000 and excluding transactions conducted under shareholders' mandate pursuant to Rule 920 of the Catalyst Rules)	
Name of Interested Person	1H-2017 S\$'000	1H-2016 S\$'000
Purchases of pre-owned jewellery Soo Kee Group Ltd. and its subsidiaries (the " Soo Kee Group of Companies ")	347	-
Sales of pre-owned jewellery Soo Kee Group of Companies	5	5
Central support services Soo Kee Group of Companies	99	99
Lease of premises Soo Kee Group of Companies	112	96
SK Properties Pte Ltd	258	258
Soo Kee Investment Pte Ltd	277	274
Heng Seng Pte Ltd	-	48
Lim Yong Guan	-	71
Interest payable/paid Lim Yong Guan	8	-
Lim Yong Sheng	7	-
Soo Kee Capital Pte Ltd	17	-
Money Farm Pte Ltd	14	-
	1,144	851

14. CONFIRMATION BY THE ISSUER PURSUANT TO RULE 720(1)

The Company confirms that it has procured undertakings from all of its directors and executive officers as required under Rule 720(1) of the Catalyst Rules.

15. NEGATIVE CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5)

The board of directors of the Company (the "**Board**") confirms that, to the best of its knowledge, nothing has come to the attention of the Board which may render the unaudited financial statements for 2Q-2017 and 1H-2017 of the Group to be false or misleading in any material aspect.

ON BEHALF OF THE BOARD OF DIRECTORS

Dato' Sri Dr. Lim Yong Guan
Executive Chairman and CEO

Lim Yong Sheng
Non-Executive Director

8 August 2017

*This announcement has been prepared by MoneyMax Financial Services Ltd. (the "**Company**") and its contents have been reviewed by the Company's sponsor, United Overseas Bank Limited (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). 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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