

## Half Year Financial Statement And Dividend Announcement for the Period Ended 30/06/2017

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

1(a) **A comprehensive income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Group		
	6 Mths Ended 30-Jun-2017 S\$'000	6 Mths Ended 30-Jun-2016 S\$'000 (restated)*	Increase / (Decrease) %
<b>Revenue</b>	27,281	42,647	(36.03)
Cost of sales	(24,831)	(36,027)	(31.08)
<b>Gross Profit</b>	<u>2,450</u>	<u>6,620</u>	(62.99)
Other operating income	48	171	(71.93)
Selling and distribution expenses	(1,742)	(2,418)	(27.96)
General and administrative expenses	(4,507)	(3,731)	20.80
Other operating expenses	(14)	(1)	N.M.
Finance income	215	232	(7.33)
Finance expenses	(379)	(382)	(0.79)
Finance expenses, net	<u>(164)</u>	<u>(150)</u>	9.33
<b>Loss before tax</b>	(3,929)	491	N.M.
Income tax	<u>(41)</u>	<u>(474)</u>	(91.35)
<b>Loss after tax</b>	<u>(3,970)</u>	<u>17</u>	N.M.
<b>Other comprehensive income :</b>			
Currency translation difference	(5,363)	(3,258)	64.61
Other comprehensive income, net of tax	<u>(5,363)</u>	<u>(3,258)</u>	64.61
<b>Total comprehensive income</b>	<u>(9,333)</u>	<u>(3,241)</u>	187.97
<b>Loss attributable to:</b>			
Owners of the parent	(2,923)	(167)	N.M.
Non-controlling interests	<u>(1,047)</u>	<u>184</u>	N.M.
	<u>(3,970)</u>	<u>17</u>	N.M.
<b>Total comprehensive income attributable to:</b>			
Owners of the parent	(3,356)	(2,287)	46.74
Non-controlling interests	<u>(5,977)</u>	<u>(954)</u>	526.52
	<u>(9,333)</u>	<u>(3,241)</u>	187.97

N.M. - Not meaningful

**\* Note**

Following the reclassifications and restatement to conform the full year 2016 presentation, financial information for half year ended 30 June 2016 has been restated for comparison purpose.

Other notes :

Profit / (loss) from operations is arrived at after charging / (crediting) the following.

	Group		Increase / (Decrease)
	6 Mths Ended 30-Jun-2017 S\$'000	6 Mths Ended 30-Jun-2016 S\$'000	%
Depreciation of property, plant and equipment	926	1,044	(11.30)
Amortisation of land use rights	35	36	(2.78)
Amortisation of intangible assets	15	14	7.14
Cost of inventories sold	23,620	31,213	(24.33)
Provision of trade receivables	-	11	(100.00)
Research and development	23	6	283.33
Write back of provision for inventory	-	(9)	(100.00)
Foreign exchange loss /(gain)	364	(48)	N.M.
Gain on disposal of property, plant and equipment	-	(5)	(100.00)
Property, plant and equipment written off	-	52	(100.00)
Interest expense	379	382	(0.79)
Interest income	(215)	(232)	(7.33)

N.M. - 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.**

	<b>Group</b>		<b>Company</b>	
	<b>Jun-2017</b>	<b>Dec-2016</b>	<b>Jun-2017</b>	<b>Dec-2016</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b>Non-Current Assets</b>				
Property, plant and equipment	16,055	16,352	219	249
Land use right	834	889	-	-
Intangible assets	27	43	-	4
Investment in subsidiaries	-	-	13,055	12,055
Investment properties	35	36	-	-
Trade and notes receivables	1,536	1,917	1,509	1,889
<b>Current Assets</b>				
Inventories	17,406	17,810	33	80
Trade and notes receivables	23,134	28,792	2,142	2,374
Other receivables	1,175	1,247	411	897
Advance to suppliers	1,049	970	-	-
Prepayment	203	292	31	24
Fixed deposits	3,940	4,692	1,518	3,004
Cash at bank and at hand	5,274	3,342	212	234
	<b>52,181</b>	<b>57,145</b>	<b>4,347</b>	<b>6,613</b>
<b>Current Liabilities</b>				
Trade Payables	5,587	6,132	-	-
Bills Payable to banks	20	2,575	-	-
Other payables and accruals	6,673	7,823	349	504
Advances from customers	115	73	-	-
Tax Payable	226	327	-	-
Finance lease liabilities	20	22	10	11
Term loan	8,305	5,702	-	500
Deferred tax liabilities	425	-	-	-
	<b>21,371</b>	<b>22,654</b>	<b>359</b>	<b>1,015</b>
<b>Net Current Assets</b>	<b>30,810</b>	<b>34,491</b>	<b>3,988</b>	<b>5,598</b>
<b>Non-Current Liabilities</b>				
Finance lease liabilities	31	39	-	4
Term loan	333	-	-	-
	<b>364</b>	<b>39</b>	<b>-</b>	<b>4</b>
<b>Net Assets</b>	<b>48,933</b>	<b>53,689</b>	<b>18,771</b>	<b>19,791</b>
<b>Equity</b>				
Share capital	23,406	23,406	23,406	23,406
Capital reserve	294	294	-	-
General reserve	4,369	4,369	-	-
Enterprise expansion fund	4,369	4,369	-	-
Translation reserve	(433)	-	-	-
Retained earnings / (losses)	2,417	5,340	(4,635)	(3,615)
	<b>34,422</b>	<b>37,778</b>	<b>18,771</b>	<b>19,791</b>
Non-controlling interests	14,511	15,911	-	-
<b>Total Equity</b>	<b>48,933</b>	<b>53,689</b>	<b>18,771</b>	<b>19,791</b>

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

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

As at 30/06/2017		As at 31/12/2016	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
8,178	167	7,799	500

**Amount repayable after one year**

As at 30/06/2017		As at 31/12/2016	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
31	333	39	-

**Details of any collateral**

**Secured borrowings**

As at 30 June 2017, our Group's borrowings are secured by the following:

- i) Short-term loan of approximately S\$8,158k (31 December 2016: S\$7,777k) granted to the subsidiaries of the company used mainly as working capital and for financing of purchases made in the ordinary course of business;
- ii) Finance lease obligations of approximately S\$51k (31 December 2016: S\$61k) secured by the underlying assets acquired with a net book value of approximately S\$57k as of 30 June 2017 ( 31 December 2016: S\$72k).

**Unsecured borrowings**

- i) S\$500k (31 December 2016: S\$500k) unsecured term loan being a drawdown of the Group's credit facility.

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.

	Note	6 Mths Ended Jun-2017 S\$'000	6 Mths Ended Jun-2016 S\$'000 (restated)*
<b>Cash flow from operating activities</b>			
<b>Net (loss) / profit before taxation</b>		(3,929)	491
<b>Adjustments for:</b>			
Depreciation of property, plant and equipment		926	1,044
Amortisation of land use rights		35	36
Amortisation of intangible assets		15	14
Gain from disposal of property, plant & equipment		-	(5)
Property, plant and equipment written off		-	52
Impairment of trade receivables		-	11
Write back of provision for inventory		-	(9)
Interest expense		379	382
Interest income		(215)	(232)
Translation adjustments		195	(532)
<b>Operating (loss) / profit before working capital changes</b>		(2,594)	1,252
Decrease in inventories		37	2,067
Decrease / (increase) in trade and other receivables		3,906	(4,451)
Increase in advances to suppliers		(98)	(570)
Decrease / (increase) in prepayment		83	(32)
Decrease in trade and other payables		(1,338)	(2,356)
Increase in advances from customers		44	839
Increase in tax payables		284	-
<b>Cash generated from / (used in) operations</b>		324	(3,251)
Interest received		215	232
Interest paid		(379)	(382)
Income tax refunded / (paid)		8	(420)
<b>Net cash generated from / (used in) operations</b>		168	(3,821)
<b>Cash flow from investing activities</b>			
Purchase of property, plant and equipment		(978)	(210)
Purchase of intangible assets		(5)	-
Proceeds from disposal of property, plant and equipment		-	5
<b>Net cash used in investing activities</b>		(983)	(205)

	6 Mths Ended Jun-2017 S\$'000	6 Mths Ended Jun-2016 S\$'000 (restated)*
<b>Cash flow from financing activities</b>		
Decrease / (increase) in restricted cash	905	(308)
Proceeds from loans and borrowings	3,044	-
Repayment of loans and borrowings	-	(4,877)
(Repayment) / addition of finance lease obligations	(11)	1
Decrease in note receivables from banks	1,615	677
(Decrease) / increase in bill payables to banks	(2,491)	975
<b>Net cash generated from / (used in) financing activities</b>	<b>3,062</b>	<b>(3,532)</b>
<b>Net increase / (decrease) in cash &amp; cash equivalents</b>	<b>2,247</b>	<b>(7,558)</b>
Effect of exchange rate changes on cash and cash equivalents	(162)	(820)
<b>Cash and cash equivalents at beginning of financial period</b>	<b>7,129</b>	<b>13,004</b>
<b>Cash and cash equivalents at end of financial period</b>	<b>9,214</b>	<b>4,626</b>
<b>A</b>		

**\* Note**

Following the reclassifications and restatement to conform the full year 2016 presentation, financial information for half year ended 30 June 2016 has been restated for comparison purpose.

**Note A: Cash and cash equivalents**

Cash and cash equivalents consists of bank balances and fixed deposits

Cash and cash equivalents included in consolidated statement of cash flows comprise the following balance sheet amounts:

	6 Mths Ended Jun-2017 S\$'000	6 Mths Ended Jun-2016 S\$'000
Cash and bank balances	5,274	1,840
Fixed deposits	3,940	3,094
	<b>9,214</b>	<b>4,934</b>
Less : Restricted cash*	-	(308)
<b>Cash and cash equivalents</b>	<b>9,214</b>	<b>4,626</b>

\*As at 30 June 2017, there was no cash at bank held by the Group (30 June 2016: \$308k) was used to pledge as collateral for the short term loan and issuance of commercial bills.

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.**

	Attributable to owners of parent						Non-controlling interests	Total
	Share capital	Capital reserve	General reserve	Enterprise expansion fund	Translation reserve	Retained earnings / (losses)		
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Group</b>								
<b>As at 01-January-2016</b>	23,406	294	4,369	4,369	1,679	6,806	40,923	57,600
Profit for the year	-	-	-	-	-	(167)	(167)	17
Other comprehensive expense for the year	-	-	-	-	(2,120)	-	(2,120)	(3,258)
Total comprehensive expenses for the year	-	-	-	-	(2,120)	(167)	(2,287)	(3,241)
<b>As at 30-June-2016</b>	<b>23,406</b>	<b>294</b>	<b>4,369</b>	<b>4,369</b>	<b>(441)</b>	<b>6,639</b>	<b>38,636</b>	<b>54,359</b>
<b>As at 01-January-2017</b>	23,406	294	4,369	4,369	-	5,340	37,778	58,266
Loss for the year	-	-	-	-	-	(2,923)	(2,923)	(3,970)
Other comprehensive expenses for the year	-	-	-	-	(433)	-	(433)	(5,363)
Total comprehensive expenses for the year	-	-	-	-	(433)	(2,923)	(3,356)	(9,333)
<b>As at 30-June-2017</b>	<b>23,406</b>	<b>294</b>	<b>4,369</b>	<b>4,369</b>	<b>(433)</b>	<b>2,417</b>	<b>34,422</b>	<b>48,933</b>
<b>Company</b>								
<b>As at 01-January-2016</b>	23,406	-	-	-	-	(2,073)	21,333	21,333
Loss for the year	-	-	-	-	-	(1,112)	(1,112)	(1,112)
<b>As at 30-June-2016</b>	<b>23,406</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(3,185)</b>	<b>20,221</b>	<b>20,221</b>
<b>As at 01-January-2017</b>	23,406	-	-	-	-	(3,615)	19,791	19,791
Loss for the year	-	-	-	-	-	(1,020)	(1,020)	(1,020)
<b>As at 30-June-2017</b>	<b>23,406</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(4,635)</b>	<b>18,771</b>	<b>18,771</b>

**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 end of the corresponding period of the immediately preceding financial year.**

There were no change in the Company's share capital for the six-month period ended 30 June 2017. There were no outstanding convertibles, treasury shares or subsidiary holdings held by the Company 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 the current financial period and as at the end of the immediately preceding year.**

There were no treasury shares as at 30 June 2017, share capital of the Company comprises 267,392,320 ordinary shares (31 December 2016 : 267,392,320).

**1(d)(iv) A statement showing all sales, transfers, 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 as at 30 June 2017.

**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 as the Company did not hold any subsidiary holdings as at 31 December 2016 and 30 June 2017.

**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 Company'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 Group and Company have applied the same accounting policies and methods of computation for the current reporting period compared with audited financial statement as at 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 was no change in the accounting policies and methods of computation required for the period.

**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.**

**Loss per share** based on profit attributable to shareholders:

	<b><u>6 Mths Ended</u></b> <b>30-Jun-2017</b>	<b><u>6 Mths Ended</u></b> <b>30-Jun-2016</b>
	<b>Cents</b>	<b>Cents</b>
(a) Based on weighted average number of ordinary shares	(1.09)	(0.06)
(b) Based on a fully diluted basis	(1.09)	(0.06)
Weighted average number of ordinary shares in issue	267,392,320	267,392,320

Loss per share was calculated based on 267,392,320 ordinary shares in issue for both half-year ended June 2017 and half-year ended June 2016.



7 **Net asset value (for the issuer and group) per ordinary share based on the total number of shares excluding treasury shares of the issuer at the end of the:-**

- (a) current financial period reported on; and  
(b) immediately preceding financial year.

	<b>Group</b>		<b>Company</b>	
	<b>Cents</b>		<b>Cents</b>	
	<b>30/06/2017</b>	<b>31/12/2016</b>	<b>30/06/2017</b>	<b>31/12/2016</b>
<b>Net asset value per ordinary share</b> based on total number of issued shares excluding treasury shares at the end of the respective period	12.87	14.13	7.02	7.40

Net asset value per share as of 30 June 2017 was computed based on 267,392,320 ordinary shares (31 December 2016 : 267,392,320 ordinary 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 financial performance**

##### **Revenue**

The Group recorded a total revenue of S\$27.3m for the half year ended 30 June 2017 ("HY2017"), a drop of S\$15.3m or 36.0% in comparison to S\$42.6m for the corresponding period ended 30 June 2016 ("HY2016"). The reduction in sales during the period is as a result of a drop in production, as we are in process of converting from the less efficient coal-burning heaters to higher efficiency and more environmental gas-burning heaters at our Taixin plant in order to comply with the Chinese Government's order. Though the first phase of transforming the fuel source has completed, the production has yet achieved its optimum as it is still in testing stage. The construction of second phase would commence as soon as the testing of first phase is completed and operating in its full production capacity.

##### **Gross Profit**

As a result of the drop in revenue, the Group's HY2017 gross profit has decreased by S\$4.1m or 63.0% to S\$2.5m (HY2016: S\$6.6m). Given the lower level of production, gross profit margin has decreased from 15.5% to 9.0%.

##### **Net Operating Expenses**

Net operating expenses have increased by S\$0.2m from S\$6.0m in HY2016 to S\$6.2m in HY2017. The increase is due to an increase in general and administrative expenses by S\$0.8m or 20.8%, coupled with a decrease in other operating income of S\$0.1m. The increase in general and administrative expenses is mainly due to expenses incurred to meet the new and more stringent environmental and safety regulations issued by the Chinese Government.

The aforesaid increase is partially offset by the decrease in selling and distribution expenses by S\$0.7m or 28.0%, mainly attributed to the decrease in sales commission paid to sales agents.

##### **Net Financial Expense**

The Group recorded a net financial expense of S\$164k in HY2017, as compared to an amount of S\$150k in HY2016. The increase of S\$14k in net financial expense is mainly due to decrease in financial income of S\$17k offset by a smaller decrease in financial cost of S\$3k.

##### **Tax**

Taxation is in line with profits made by profitable subsidiaries in China and the reduction in tax amount incurred in HY2017, was due to lower profits generated for the period. There is no such tax charge for other entities in the Group due to their unutilised losses carried forward. The losses made by these entities cannot be used to offset the profits generated by the profitable subsidiaries, as they are not assessed by the same tax jurisdiction.

##### **Net Results**

As a result of the above, the Group registered a loss before tax of S\$4.0m for HY2017 as compared to profit before tax of S\$0.5m for HY2016. The loss after tax attributable to equity holders of the Company is approximately S\$2.9m in HY2017, as compared to the loss after tax of S\$0.2m recorded in HY2016.

## **Review of financial performance**

The Group's property, plant and equipment ("PPE") including land use rights are at S\$17.2m and S\$16.9m as at 31 December 2016 ("FY2016") and 30 June 2017 ("HY2017") respectively. The reduction in PPE was attributed by depreciation and amortisation charges of S\$1.0m, partially offset by approximately S\$1.0m incurred for capital expenditure in HY2017. The capital expenditure was largely incurred for constructing the natural gas burner.

Inventories are at S\$17.8m and S\$17.4m for FY2016 and HY2017 respectively. The decrease of S\$0.4m is as a result of lower production.

Trade and notes receivables has decreased from S\$30.7m for FY2016 to S\$24.7m for HY2017, mainly due to the reduction in sales.

Other receivables has decreased from S\$1.25m for FY2016 to S\$1.18m for HY2017.

Cash and cash equivalents for the year increased from S\$8.0m as at 31 December 2016 to S\$9.2m as at 30 June 2017. The increase in cash was mainly due to receipt of proceeds from loan.

Trade payables has decreased from S\$6.1m in FY2016 to S\$5.6m in HY2017. The reduction in trade payables was funded by increase in term loan from banks.

Term loan has increased from S\$5.7m in FY2016 to S\$8.6m in HY2017 due to additional loan taken up by one of the subsidiaries in China for operation purpose and the purchase of new environment friendly plant and machines.

Overall, Group's equity as at 30 June 2017 was S\$48.9m, a reduction of S\$4.8m or 8.9% from the position as at 31 December 2016.

## **Review of cash flow**

### **Net cash from operating activities**

In HY2017, the Group generated net cash from operating activities of approximately S\$0.2m, which was a result of operating loss before changes in working capital of S\$2.6m, net working capital inflows of approximately S\$3.0m, net interest expense of S\$0.2m and income tax paid amounting to approximately S\$8k.

### **Net cash used in investing activities**

In HY2017, the Group's net cash outflow from investing activities amounted to approximately S\$1.0m, which was mainly due to purchases of property, plant and equipment relating to the new machines and equipments to meet the environment measures of the Chinese Government.

### **Net cash used in financing activities**

In HY2017, the Group's net cash inflow from financing activities amounted to approximately S\$3.1m, mainly due to decrease in cash held by bank as collateral of approximately S\$1.0m, receipt of proceeds from loans and borrowings of approximately S\$3.0m, decrease in note receivables from banks of approximately S\$1.6m and offset by decrease in bill payables to bank of S\$2.5m.

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

There has not been any forecast or prospect statement in relation to the Group's results previously disclosed to shareholders.

## **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.**

China remains the largest textile market and hence also the highest consumer of textile dyes and chemicals in the world. China continues to be the major market for our products. The Group expects continued price competition in the next 12 months. To meet this challenge, we are putting in all efforts to continue to boost sales. We are particularly excited about our new range of ecologically friendly products and are seeing encouraging response.

However, China has recently imposed stricter environmental and safety standards, and requires increased investment for land use. Accordingly the group has had to respond by upgrading from the less efficient coal burners to the more efficient, environmentally friendly gas burners. We expect the upgrade to be completed before the end of the year. This will not only increase production efficiencies and capacities but also give us a higher environmental rating.

**Dividend****(a) Current Financial Period Reported On**

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

None.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

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

None.

**(c) Whether the dividend is before tax, net of tax or tax exempt.**

Not applicable.

**(d) Date payable**

Not applicable.

**(e) Book closure date**

Not applicable.

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

No dividend has been declared / recommended.

**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 Company has not obtained an IPT mandate.

During the financial period reported on, there were interested person transactions conducted based on the terms agreed between the parties as follows:

	Group	
	30/06/2017	30/06/2016
	S\$'000	S\$'000
Fees incurred or paid to a law firm which a director, Mr Wang Dao Fu is a partner	6	-

**14 Negative confirmation pursuant to the Rule 705(5).**

The Board of Directors of the Company hereby confirm, to the best of their knowledge, nothing has come to its attention which may render financial results for the half-year ended 30 June 2017 to be false or misleading in any material aspect.

**15 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).**

The Company confirms that it has procured undertakings from all its directors and executive officers in the format as set out in Appendix 7H of the Catalyst Rules, in accordance with Rule 720(1) of Catalyst Rules.

**ON BEHALF OF THE BOARD OF DIRECTORS**

Dr Tan Pang Kee  
Chief Executive Officer / Managing Director

Mr Dro Tan Guan Liang  
Executive Director

14 August 2017

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The contact persons for the Sponsor are Mr Yee Chia Hsing, Head, Catalyst, Investment Banking and Mr Lee Chee Cheong, Associate Director, Investment Banking, CIMB Bank Berhad, Singapore Branch. The contact particulars are 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, Telephone:+65 6337 5115.