



A-SONIC AEROSPACE LIMITED
Regn. No. 200301838G

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

In accordance with Rule 1313(2) of the SGX Listing Manual, the Board of Directors of A-Sonic Aerospace Limited (the “**Company**”) wishes to provide an update of the results for the first six (6) months ended 30 June 2019 (“**1H 2019**”), the corresponding previous first six (6) months ended 30 June 2018 (“**1H 2018**”), and for the 12 months ended 31 December 2018 (“**FY 2018**”).

Update on Financial Results

	Six (6) months ended 30 June 2019 (1H 2019)	Six (6) months ended 30 June 2018 (1H 2018)	Twelve (12) months ended 31 December 2018 (FY 2018)
(i) Profit Before Tax (US\$'000) :	564	185	812
(ii) Net Profit Attributable to Equity Shareholders (US\$'000) :	808	692	1,481
(iii) Earnings Per Share (“EPS”) (Equivalent S\$ cents) :	N.A. ⁽²⁾	N.A. ⁽²⁾	3.5
(iv) Net Tangible Assets (Attributable to equity Holder of the Company) per Share (“NTA/share”) (“NTAB”) (Equivalent S\$ cents) :	64.7	62.9	64.6
(v) Price Earnings Ratio Historical ⁽¹⁾ :	N.A. ⁽²⁾	N.A. ⁽²⁾	5.5
(vi) Share Price at Discount to NTAB ⁽¹⁾ :	235% (or 2.35 times below NTAB)	226% (2.26 times below NTAB)	235% (or 2.35 times below NTAB)

Note:

(1) Share price was based on the closing market price of S\$0.193 on 8 August 2019, the latest business date immediately prior to the date of this announcement.

(2) N.A. denotes “Not applicable” because it refer to earnings for six (6) months only.

Two of the three operating business units achieved profits in 1H 2019, continuing from the profits recorded in FY 2018:

- (i) Our aviation business unit registered “Profit Attributable to Equity Holders of the Company” of US\$0.189 million in 1H 2019; and
- (ii) “A-Sonic Logistics” business unit recorded “Profit Attributable to Equity Holders of the Company” of US\$0.858 million in 1H 2019.

However, the above earnings were partially eroded by the US\$0.239 million losses of “UBI Logistics” business unit.

A summary of the performance of each business unit is tabulated below:

Business Unit Performance		“Profit Attributable to Equity Holders of the Company” for 6 months ended 30 June 2019 (“1H 2019”)	“Profit Attributable to Equity Holders of the Company” for 6 months ended 30 June 2018 (“1H 2018”)	“Profit Attributable to Equity Holders of the Company” for 12 months ended 31 December 2018 (“FY 2018”)
(i) Aviation business unit	:	US\$0.189 million	US\$0.651 million	US\$1.268 million
(ii) “A-Sonic Logistics” business unit	:	US\$0.858 million	US\$0.560 million	US\$1.082 million
(iii) “UBI Logistics” business unit	:	(US\$0.239 million)	(US\$0.519 million)	(US\$0.869 million)
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Consolidated A-Sonic Group	:	<u>US\$0.808 million</u>	<u>US\$0.692 million</u>	<u>US\$1.481million</u>

The Company was placed on the watch-list on 5 June 2017 as the Company recorded:

- (i) pre-tax losses for financial year (“FY”) 2015, FY 2016 and FY 2017 (based on audited full year consolidated accounts) and an average daily market capitalization of less than S\$40 million over the last 6 months (“**Financial Entry Criteria**”); and
- (ii) a volume weighted average price of less than S\$0.20 and an average daily market capitalization of less than S\$40 million over the last 6 months (“**MTP Entry Criteria**”).

Notwithstanding the above SGX watch-list requirements:

- (i) we recorded profits in 1H 2019 and FY 2018. Hence, we have at least turned around from the losses incurred in FY 2015, FY 2016 and FY 2017; and
- (ii) our volume weighted average price was \$0.218 over the last 6 months which is above the SGX stipulated watch-list requirement of \$0.20 per share. However, our market capitalization over the last 6 months is less than S\$40 million, despite the Group’s net tangible assets (Attributable to Equity Holders of the Company) of US\$27.990 million (equivalent to S\$37.855 million) as at 30 June 2019.

Action Taken

We will continue to: (i) restructure our business and operations, especially an entity which is incurring losses; and (ii) attempt to increase productivity.

Further Material Development

The Company will make immediate announcement in the event there is any material development.

ISSUED BY ORDER OF THE BOARD

Loo Keat Choon
Joint Company Secretary

13 August 2019