


GSH CORPORATION LIMITED
Third Quarter and Nine Months Financial Statements for the Period Ended 30/09/2018
PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS
1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the 3rd Quarter and 9 Months Ended 30 September

	3rd Quarter Ended 30 September			9 Months Ended 30 September		
	30.9.2018	30.9.2017	+/-	30.9.2018	30.9.2017	+/-
	Unaudited S\$'000	Unaudited S\$'000	%	Unaudited S\$'000	Unaudited S\$'000	%
Revenue	28,045	20,973	33.7%	75,392	72,531	3.9%
Cost of sales	(10,214)	(6,169)	65.6%	(29,007)	(31,921)	(9.1%)
Gross profit	17,831	14,804	20.4%	46,385	40,610	14.2%
Gross profit margin	64%	71%	(9.9%)	62%	56%	10.7%
Other income	612	294	108.2%	1,653	77,193	(97.9%)
Distribution and selling expenses	(793)	(665)	19.2%	(2,250)	(2,373)	(5.2%)
Administrative expenses	(5,977)	(5,342)	11.9%	(18,301)	(19,990)	(8.4%)
Other expenses	(27)	(10)	Nm	(39)	(57)	(31.6%)
Operating profit	11,646	9,081	28.2%	27,448	95,383	(71.2%)
Amortisation and depreciation	(2,623)	(2,417)	8.5%	(7,840)	(6,860)	14.3%
Exchange (loss)/ gain	(1,352)	86	Nm	(921)	(12,864)	(92.8%)
Finance expenses	(4,904)	(3,531)	38.9%	(13,989)	(14,765)	(5.3%)
Finance income	512	618	(17.2%)	1,458	2,581	(43.5%)
Net change in fair value of financial derivatives	708	(161)	Nm	1,318	12,191	(89.2%)
Share of profit of equity-accounted investee	1,637	1,214	34.8%	5,068	3,121	62.4%
Profit before tax	5,624	4,890	15.0%	12,542	78,787	(84.1%)
Taxation	(2,378)	(1,958)	21.5%	(5,195)	(3,488)	48.9%
Profit for the period	3,246	2,932	10.7%	7,347	75,299	(90.2%)
Attributable to:						
Owners of the Company	2,090	2,050	2.0%	5,408	72,377	(92.5%)
Non-controlling interests	1,156	882	31.1%	1,939	2,922	(33.6%)
	3,246	2,932	10.7%	7,347	75,299	(90.2%)

	3rd Quarter Ended 30 September			9 months Ended 30 September		
	30.9.2018 Unaudited S\$'000	30.9.2017 Unaudited S\$'000	+/- %	30.9.2018 Unaudited S\$'000	30.9.2017 Unaudited S\$'000	+/- %
Profit for the period	3,246	2,932	10.7%	7,347	75,299	(90.2%)
Other comprehensive income:						
<u>Items that may be reclassified subsequently to profit or loss:</u>						
Effective portion of changes in fair value of cash flow hedges	(169)	-	Nm	(2,034)	-	Nm
Net change in fair value of other investments, at fair value through other comprehensive income	(126)	-	Nm	(2,263)	930	Nm
Translation differences relating to financial statements of foreign subsidiaries	(6,026)	(38)	Nm	706	(1,596)	Nm
Share of foreign currency translation differences of equity-accounted investees	(2,718)	-	Nm	(1,686)	-	Nm
Exchange differences on monetary items forming part of net investments in a foreign operation	(2,410)	38	Nm	(1,201)	(287)	Nm
<u>Items that will not be reclassified to profit or loss:</u>						
Net change in fair value of other investments, at fair value through other comprehensive income	762	-	Nm	(363)	-	Nm
Total comprehensive income for the period	(7,441)	2,932	Nm	506	74,346	Nm
Attributable to:						
Owners of the Company	(7,173)	2,035	Nm	(1,506)	71,702	Nm
Non-controlling interests	(268)	897	Nm	2,012	2,644	(23.9%)
	(7,441)	2,932	Nm	506	74,346	(99.3%)

Nm - Not meaningful

Notes to Group profit and loss account

1 a(i) Pre-tax profit of the Group is arrived at after charging/(crediting) the following:

	3rd Quarter Ended 30 September			9 Months Ended 30 September		
	30.09.2018	30.09.2017	+/-	30.09.2018	30.09.2017	+/-
	Unaudited S\$'000	Unaudited S\$'000	%	Unaudited S\$'000	Unaudited S\$'000	%
Personnel expenses*	6,434	6,076	5.9%	19,527	21,108	(7.5%)
Operating lease expenses	124	165	(24.9%)	408	585	(30.3%)
Non-executive directors' fees	88	79	11.4%	265	231	14.7%
Executive directors' remuneration	371	361	2.8%	1,101	4,448	(75.2%)
Depreciation of property, plant & equipment	2,623	2,417	8.5%	7,840	6,860	14.3%
Foreign exchange (gain)/loss	1,352	(86)	Nm	921	12,864	(92.8%)
Rental income	(177)	(391)	(54.7%)	(327)	(1,316)	(75.1%)
Write back of allowance for inventory obsolescence	(1)	(2)	(50.0%)	(2)	(5)	(60.0%)
Reversal of impairment loss on trade receivables	1	(2)	Nm	-	(2)	Nm
Gain on disposal of a subsidiary	-	412	Nm	-	(74,511)	Nm

* Personnel expenses inclusive of executive directors' remuneration

Nm - Not meaningful

1(b)(i) A balance sheet (for the company and group), together with a comparative statement as at the end of the immediately preceding financial year.

CONSOLIDATED FINANCIAL POSITION as at 30 SEPTEMBER

	Group		Company	
	30.09.2018	31.12.2017	30.09.2018	31.12.2017
	Unaudited	Audited	Unaudited	Audited
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Property, plant and equipment	401,606	403,404	29,533	29,962
Investment property	5,384	5,260	-	-
Investment in subsidiaries	-	-	291	313
Investment in associate	62,022	58,640	-	-
Other investments	76,891	-	76,891	-
Non-current assets	545,903	467,304	106,715	30,275
Development property	338,110	211,762	-	-
Inventories	899	986	-	-
Trade receivables	2,350	5,090	21	70
Other receivables, deposits and prepayments	26,343	8,512	6,213	4,643
Amounts due from subsidiaries (non-trade)	-	-	413,587	333,049
Due from related parties	568	-	-	-
Fixed deposits	130,303	136,212	89,149	96,500
Cash and bank balances	14,600	100,472	1,696	86,790
Current assets	513,173	463,034	510,666	521,052
Total assets	1,059,076	930,338	617,381	551,327
EQUITY				
Share capital	343,458	343,458	343,458	343,458
Treasury shares	(5,131)	(5,131)	(5,131)	(5,131)
Reserves	55,636	81,629	(2,648)	33,640
Equity attributable to equity holders of the Company	393,963	419,956	335,679	371,967
Non-controlling interests	77,088	58,147	-	-
Total equity	471,051	478,103	335,679	371,967
LIABILITIES				
Loans and borrowings	307,321	327,328	139,288	149,319
Deferred tax liabilities	58,751	58,475	-	-
Non current liabilities	366,072	385,803	139,288	149,319
Trade payables	3,060	3,542	-	-
Other payables and accruals	36,412	38,886	10,262	13,778
Loans and borrowings	139,166	20,957	115,665	809
Amounts due to subsidiaries (non-trade)	-	-	14,524	14,447
Amounts due to related parties	38,261	301	-	-
Provision for taxation	3,454	1,862	60	123
Derivative financial liabilities	1,600	884	1,903	884
Current liabilities	221,953	66,432	142,414	30,041
Total liabilities	588,025	452,235	281,702	179,360
Total equity and liabilities	1,059,076	930,338	617,381	551,327

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 September 2018			As at 31 December 2017		
Secured	Unsecured	Total	Secured	Unsecured	Total
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
79,282	59,884	139,166	20,957	-	20,957

Amount repayable after one year

As at 30 September 2018			As at 31 December 2017		
Secured	Unsecured	Total	Secured	Unsecured	Total
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
188,142	119,179	307,321	198,068	129,260	327,328

Total borrowings

As at 30 September 2018			As at 31 December 2017		
Secured	Unsecured	Total	Secured	Unsecured	Total
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
267,424	179,063	446,487	219,025	129,260	348,285
- Attributable to owners of the Company		409,051	- Attributable to owners of the Company		308,978
- Attributable to non-controlling interests		37,436	- Attributable to non-controlling interests		39,307

Less: Cash and cash equivalents

As at 30 September 2018			As at 31 December 2017		
S\$'000			S\$'000		
144,903			236,684		
- Attributable to owners of the Company		S\$'000	- Attributable to owners of the Company		S\$'000
		131,476			223,705
- Attributable to non-controlling interests		13,427	- Attributable to non-controlling interests		12,979

Net borrowings

As at 30 September 2018			As at 31 December 2017		
S\$'000			S\$'000		
301,584			111,601		
- Attributable to owners of the Company		S\$'000	- Attributable to owners of the Company		S\$'000
		277,575			85,273
- Attributable to non-controlling interests		24,009	- Attributable to non-controlling interests		26,328

Details of any collateral

As at 30 September 2018, the Group's borrowings were secured by legal charges on the Group's development properties of \$96.1 million (2017: \$85.5 million), property, plant and equipment of \$201.8 million (2017: \$192.5 million), and pledge of fixed deposits and bank balances of S\$43.4 million (2017: S\$38.6 million).

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

GROUP CONSOLIDATED STATEMENT OF CASH FLOWS

	GROUP		GROUP	
	3rd Quarter Ended 30 September 2018	2017	9 Months Ended 30 September 2018	2017
	Unaudited	Unaudited	Unaudited	Unaudited
	S\$'000	S\$'000	S\$'000	S\$'000
Cash flows from operating activities				
Profit for the period	3,246	2,932	7,347	75,299
Adjustment for:				
Depreciation of property, plant & equipment	2,623	2,417	7,840	6,860
Interest expense	4,904	3,531	13,989	14,765
Interest income	(512)	(618)	(1,458)	(2,581)
Write back of allowance for inventory obsolescence	(1)	(2)	(2)	(5)
(Gain)/loss on disposal of property, plant & equipment	(7)	3	(4)	36
Reversal of impairment loss on trade receivables	1	(2)	-	(2)
Unrealised foreign exchange (gain)/loss arising from revaluation of fixed deposit pledged	118	27	(112)	72
Gain on disposal of a subsidiary	-	412	-	(74,511)
Share of profit of equity-accounted investee	(1,637)	(1,214)	(5,068)	(3,121)
Net change in fair value of financial derivatives	(708)	161	(1,318)	145
Tax expense	2,378	1,958	5,195	3,488
Operating profit before working capital changes	10,405	9,605	26,409	20,445
Change in				
Development property	(4,505)	(5,938)	(15,891)	23,040
Inventories	27	(41)	89	(149)
Trade and other receivables	(17,051)	(192)	(15,283)	(14,560)
Trade and other payables	(455)	(2,537)	(7,681)	7,961
Cash from/(used in) operations	(11,579)	897	(12,357)	36,737
Tax paid, net	(1,208)	(1,063)	(3,559)	(2,338)
Net cash (used in)/ from operating activities	(12,787)	(166)	(15,916)	34,399
Cash flows from investing activities				
Purchase of property, plant and equipment	(1,596)	(571)	(4,388)	(1,647)
Acquisition of equity accounted investee	-	-	-	(40,974)
Payment for acquisition of other investments	-	-	(79,517)	-
Deposits and cash balances pledged	(6,289)	(5,207)	(4,713)	246,637
Interest received	602	735	1,666	4,997
Proceeds from disposal of property, plant and equipment	-	5	-	5
Disposal of a subsidiary, net of cash disposed of	-	133,424	-	150,102
Acquisition of subsidiary, net of cash acquired	-	-	(55,521)	-
Net cash (used in)/ from investing activities	(7,283)	128,386	(142,473)	359,120

	GROUP		GROUP	
	3rd Quarter Ended 30 September 2018	2017	9 Months Ended 30 September 2018	2017
	Unaudited	Unaudited	Unaudited	Unaudited
	S\$'000	S\$'000	S\$'000	S\$'000
Cash flows from financing activities				
Finance expense paid (including amounts capitalised in development property)	(2,610)	(3,167)	(11,262)	(18,247)
Proceeds of finance lease obligations	105	-	105	251
Payment of finance lease obligations	(118)	(101)	(343)	(281)
Proceeds from borrowings	57,299	5,948	290,742	40,292
Repayment of borrowings	(53,175)	(9,505)	(192,982)	(268,643)
Dividends paid	-	(19,589)	(24,487)	(19,589)
Net cash from/ (used in) financing activities	1,501	(26,414)	61,773	(266,217)
Net (decrease)/increase in cash and cash equivalents	(18,569)	101,806	(96,616)	127,302
Effect of exchange rate changes on balances held in foreign currencies	(389)	(5)	10	51
Cash and cash equivalents at beginning of the period	120,473	70,872	198,121	45,320
Cash and cash equivalents at end of the period (Note A)	101,515	172,673	101,515	172,673

	GROUP		GROUP	
	3rd Quarter Ended 30 September 2018	2017	9 Months Ended 30 September 2018	2017
	Unaudited	Unaudited	Unaudited	Unaudited
	S\$'000	S\$'000	S\$'000	S\$'000
Note A: Cash and cash equivalents comprise:				
Fixed deposits	130,303	166,065	130,303	166,065
Cash and bank balances	14,600	19,358	14,600	19,358
	144,903	185,423	144,903	185,423
Less: fixed deposits and cash balances pledged	(43,388)	(12,750)	(43,388)	(12,750)
Cash and cash equivalents	101,515	172,673	101,515	172,673

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

Statement of changes in Equity as at 30 September 2018

Group	Attributable to owners of Company								Non-controlling interest	Total Equity
	Share capital	Treasury Shares	Asset			Fair value reserves	Accumulated profits	Total		
			revaluation reserves	Translation reserves	Hedging reserves					
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
At 1 January 2018	343,458	(5,131)	4,132	(34,685)	-	-	112,182	419,956	58,147	478,103
Total comprehensive income for the year										
Profit for the period	-	-	-	-	-	-	1,108	1,108	585	1,693
Other comprehensive income										
Net change in fair value of other investments	-	-	-	-	-	(3,416)	-	(3,416)	-	(3,416)
Share of foreign currency translation differences of equity-accounted investees	-	-	-	1,001	-	-	-	1,001	-	1,001
Foreign currency translation differences relating to foreign operations	-	-	-	5,734	-	-	-	5,734	1,708	7,442
Exchange differences on monetary items forming part of net investment in a foreign operation	-	-	-	3,033	-	-	-	3,033	-	3,033
Total other comprehensive income, net of tax	-	-	-	9,768	-	(3,416)	-	6,352	1,708	8,060
Total comprehensive income for the year	-	-	-	9,768	-	(3,416)	1,108	7,460	2,293	9,753
As at 31 March 2018/ 1 April 2018	343,458	(5,131)	4,132	(24,917)	-	(3,416)	113,290	427,416	60,440	487,856
Total comprehensive income for the year										
Profit for the period	-	-	-	-	-	-	2,210	2,210	198	2,408
Other comprehensive income										
Effective portion of changes in fair value of cash flow hedges	-	-	-	-	(1,865)	-	-	(1,865)	-	(1,865)
Net change in fair value of other investments	-	-	-	-	-	154	-	154	-	154
Share of foreign currency translation differences of equity-accounted investees	-	-	-	31	-	-	-	31	-	31
Foreign currency translation differences relating to foreign operations	-	-	-	(499)	-	-	-	(499)	(211)	(710)
Exchange differences on monetary items forming part of net investment in a foreign operation	-	-	-	(1,824)	-	-	-	(1,824)	-	(1,824)
Total other comprehensive income, net of tax	-	-	-	(2,292)	(1,865)	154	-	(4,003)	(211)	(4,214)
Total comprehensive income for the year	-	-	-	(2,292)	(1,865)	154	2,210	(1,793)	(13)	(1,806)
Balances carried forward	343,458	(5,131)	4,132	(27,209)	(1,865)	(3,262)	115,500	425,623	60,427	486,050

Statement of changes in Equity as at 30 September 2018

Group	Attributable to owners of Company							Total	Non-controlling interest	Total Equity			
	Share capital	Asset					Accumulated profits				Total	S\$'000	S\$'000
		Treasury Shares	revaluation reserves	Translation reserves	Hedging reserves	Fair value reserves							
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000				
Balances brought forward	343,458	(5,131)	4,132	(27,209)	(1,865)	(3,262)	115,500	425,623	60,427	486,050			
Transactions with owners, recognised directly in equity													
Contributions by and distribution to owners													
Dividend paid	-	-	-	-	-	-	(24,487)	(24,487)	-	(24,487)			
Total contributions by and distributions to owners	-	-	-	-	-	-	(24,487)	(24,487)	-	(24,487)			
Changes in ownership interests in a subsidiary													
Acquisition of subsidiaries with non-controlling interests	-	-	-	-	-	-	-	-	16,929	16,929			
Total changes in ownership interests in a subsidiary	-	-	-	-	-	-	-	-	16,929	16,929			
As at 30 June 2018/ 1 July 2018	343,458	(5,131)	4,132	(27,209)	(1,865)	(3,262)	91,013	401,136	77,356	478,492			
Total comprehensive income for the year													
Profit for the period	-	-	-	-	-	-	2,090	2,090	1,156	3,246			
Other comprehensive income													
Effective portion of changes in fair value of cash flow hedges	-	-	-	-	(169)	-	-	(169)	-	(169)			
Net change in fair value of other investments	-	-	-	-	-	636	-	636	-	636			
Share of foreign currency translation differences of equity-accounted investees	-	-	-	(2,718)	-	-	-	(2,718)	-	(2,718)			
Foreign currency translation differences relating to foreign operations	-	-	-	(4,602)	-	-	-	(4,602)	(1,424)	(6,026)			
Exchange differences on monetary items forming part of net investment in a foreign operation	-	-	-	(2,410)	-	-	-	(2,410)	-	(2,410)			
Total other comprehensive income, net of tax	-	-	-	(9,730)	(169)	636	-	(9,263)	(1,424)	(10,687)			
Total comprehensive income for the year	-	-	-	(9,730)	(169)	636	2,090	(7,173)	(268)	(7,441)			
As at 30 September 2018	343,458	(5,131)	4,132	(36,939)	(2,034)	(2,626)	93,103	393,963	77,088	471,051			

Statement of changes in Equity as at 30 September 2017

Group	Attributable to owners of Company							Non-controlling interest	Total Equity	
	Share capital	Asset				Total	S\$'000			S\$'000
		Treasury Shares	revaluation reserves	Translation reserves	Accumulated profits					
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000		
At 1 January 2017	343,458	(5,131)	4,132	(41,011)	44,235	345,683	92,451	438,134		
Total comprehensive income for the year										
Loss for the period	-	-	-	-	(1,350)	(1,350)	(314)	(1,664)		
Other comprehensive income										
Foreign currency translation differences relating to foreign operations	-	-	-	(4,312)	-	(4,312)	(1,234)	(5,546)		
Exchange differences on monetary items forming part of net investment in a foreign operation	-	-	-	(1,421)	-	(1,421)	-	(1,421)		
Total other comprehensive income, net of tax	-	-	-	(5,733)	-	(5,733)	(1,234)	(6,967)		
Total comprehensive income for the year	-	-	-	(5,733)	(1,350)	(7,083)	(1,548)	(8,631)		
As at 31 March 2017	343,458	(5,131)	4,132	(46,744)	42,885	338,600	90,903	429,503		
Total comprehensive income for the year										
Profit for the period	-	-	-	-	71,677	71,677	2,354	74,031		
Other comprehensive income										
Foreign currency translation differences realised on disposal of a subsidiary	-	-	-	930	-	930	-	930		
Foreign currency translation differences relating to foreign operations	-	-	-	3,047	-	3,047	941	3,988		
Exchange differences on monetary items forming part of net investment in a foreign operation	-	-	-	1,096	-	1,096	-	1,096		
Total other comprehensive income, net of tax	-	-	-	5,073	-	5,073	941	6,014		
Total comprehensive income for the year	-	-	-	5,073	71,677	76,750	3,295	80,045		
Balances carried forward	343,458	(5,131)	4,132	(41,671)	114,562	415,350	94,198	509,548		

Statement of changes in Equity as at 30 September 2017

Group	Attributable to owners of Company							Non-controlling interest	Total Equity	
	Share capital	Treasury Shares	Asset			Total	S\$'000			S\$'000
			revaluation reserves	Translation reserves	Accumulated profits					
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000		
Balances brought forward	343,458	(5,131)	4,132	(41,671)	114,562	415,350	94,198	509,548		
Transactions with owners, recognised directly in equity										
Changes in ownership interests in a subsidiary										
Disposal of a subsidiary with non-controlling interests	-	-	-	-	-	-	(38,827)	(38,827)		
Total transactions with owners	-	-	-	-	-	-	(38,827)	(38,827)		
As at 30 June 2017	343,458	(5,131)	4,132	(41,671)	114,562	415,350	55,371	470,721		
Total comprehensive income for the year										
Profit for the period	-	-	-	-	2,050	2,050	882	2,932		
Other comprehensive income										
Foreign currency translation differences relating to foreign operations	-	-	-	(52)	-	(52)	14	(38)		
Exchange differences on monetary items forming part of net investment in a foreign operation	-	-	-	38	-	38	-	38		
Total other comprehensive income, net of tax	-	-	-	(14)	-	(14)	14	-		
Total comprehensive income for the year	-	-	-	(14)	2,050	2,036	896	2,932		
Transactions with owners, recognised directly in equity										
Contribution by and distributions to owners										
Dividends declared and paid	-	-	-	-	(19,589)	(19,589)	-	(19,589)		
Total contribution by and distributions to owners	-	-	-	-	(19,589)	(19,589)	-	(19,589)		
Changes in ownership interests in a subsidiary										
Disposal of a subsidiary with non-controlling interests	-	-	-	-	-	-	37	37		
Total changes in ownership interests in a subsidiary	-	-	-	-	-	-	37	37		
Total transactions with owners	-	-	-	-	(19,589)	(19,589)	37	(19,552)		
As at 30 September 2017	343,458	(5,131)	4,132	(41,685)	97,023	397,797	56,304	454,101		

Statements of changes in Equity as at 30 September 2018**Company**

	Share capital S\$'000	Treasury Share S\$'000	Hedging reserves S\$'000	Fair value reserves S\$'000	Accumulated (losses)/profit S\$'000	Total S\$'000
As at 1 January 2018	343,458	(5,131)	-	-	33,640	371,967
Total comprehensive income for the year						
Loss for the period	-	-	-	-	(2,131)	(2,131)
Other comprehensive income						
Net change in fair value of other investments	-	-	-	(3,416)	-	(3,416)
Total other comprehensive income, net of tax	-	-	-	(3,416)	-	(3,416)
Total comprehensive income for the year	-	-	-	(3,416)	(2,131)	(5,547)
As at 31 March 2018	343,458	(5,131)	-	(3,416)	31,509	366,420
Total comprehensive income for the year						
Loss for the period	-	-	-	-	(1,699)	(1,699)
Other comprehensive income						
Effective portion of changes in fair value of cash flow hedges	-	-	(1,865)	-	-	(1,865)
Net change in fair value of other investments	-	-	-	154	-	154
Total other comprehensive income, net of tax	-	-	(1,865)	154	-	(1,711)
Total comprehensive income for the year	-	-	(1,865)	154	(1,699)	(3,410)
Transactions with owners, recognised directly in equity						
Contributions by and distribution to owners						
Dividend paid	-	-	-	-	(24,487)	(24,487)
Total contributions by and distributions to owners	-	-	-	-	(24,487)	(24,487)
As at 30 June 2018	343,458	(5,131)	(1,865)	(3,262)	5,323	338,523
Total comprehensive income for the year						
Loss for the period	-	-	-	-	(3,311)	(3,311)
Other comprehensive income						
Effective portion of changes in fair value of cash flow hedges	-	-	(169)	-	-	(169)
Net change in fair value of other investments	-	-	-	636	-	636
Total other comprehensive income, net of tax	-	-	(169)	636	-	467
Total comprehensive income for the year	-	-	(169)	636	(3,311)	(2,844)
Transactions with owners, recognised directly in equity						
Contributions by and distributions to owners						
Dividends declared and paid	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-
As at 30 September 2018	343,458	(5,131)	(2,034)	(2,626)	2,012	335,679
Statements of changes in Equity as at 30 September 2017						
As at 1 January 2017	343,458	(5,131)	-	-	(26,258)	312,069
Total comprehensive income for the year						
Loss for the period	-	-	-	-	(2,410)	(2,410)
Total comprehensive income for the year	-	-	-	-	(2,410)	(2,410)
As at 31 March 2017	343,458	(5,131)	-	-	(28,668)	309,659
Total comprehensive income for the year						
Profit for the period	-	-	-	-	86,491	86,491
Total comprehensive income for the year	-	-	-	-	86,491	86,491
As at 30 June 2017	343,458	(5,131)	-	-	57,823	396,150
Total comprehensive income for the year						
Loss for the period	-	-	-	-	(1,518)	(1,518)
Total comprehensive income for the year	-	-	-	-	(1,518)	(1,518)
Transactions with owners, recognised directly in equity						
Contributions by and distributions to owners						
Dividends declared and paid	-	-	-	-	(19,589)	(19,589)
Total transactions with owners	-	-	-	-	(19,589)	(19,589)
As at 30 September 2017	343,458	(5,131)	-	-	36,716	375,043

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.

Details changes in the company's share capital arising from share buy-backs are as follows:

	Number of shares issued and fully paid	Share capital S\$'000	Number of treasury shares	Treasury shares S\$'000
As at 1 January / 31 March / 30 June / 30 September 2018	1,977,036,050	343,458	(18,102,700)	(5,131)
As at 1 January / 31 March / 30 June / 30 September 2017	1,977,036,050	343,458	(18,102,700)	(5,131)

The percentage of the aggregate number of treasury shares held against the total number of shares issued as at 30 September 2018 and 30 September 2017 is 0.92%.

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.

	30.09.2018
Total number of issued shares	1,977,036,050
Total number of treasury shares	(18,102,700)
Total number of issued shares (excluding treasury shares)	<u>1,958,933,350</u>
	30.09.2017
Total number of issued shares	1,977,036,050
Total number of treasury shares	(18,102,700)
Total number of issued shares (excluding treasury shares)	<u>1,958,933,350</u>

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

There were no sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

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

There were no sales, transfers, disposal, cancellation and/or use of subsidiary holdings 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 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.

Except as disclosed in Note 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those applied in the Group's most recently audited financial statements for the year ended 31 December 2017.

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.

In adopting the new SFRS(I) framework with effect from 1 January 2018, the Group is required to apply the specific transition requirements in SFRS(I) First-time Adoption of International Financial Reporting Standards.

In addition, during the current financial year, the Group has adopted the following new SFRS(I), amendments and interpretations of SFRS(I) which took effect from financial year beginning from 1 January 2018:

- SFRS(I) 9 Financial Instruments
- Amendments to SFRS(I) I-28 Measuring an Associate or Joint Venture at Fair Value
- Amendments to SFRS(I) I-40 Transfers of Investment Property
- Amendments to SFRS(I) I Deletion of short-term exemptions for first-time adopters

The adoption of the above SFRS(I), amendments and interpretations of SFRS(I) is assessed to have no material impact to the results and financial position of the Group.

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.

	3rd Quarter Ended 30 September			9 Months Ended 30 September		
	30.09.2018	30.09.2017	+/- %	30.09.2018	30.09.2017	+/- %
Earnings per ordinary share of the Group based on net profit/(loss) attributable to shareholders:-						
i) Based on weighted average number of shares (cents)	0.107	0.105	2%	0.276	3.695	-92.5%
-Weighted average number of shares ('000)	1,958,933	1,958,933		1,958,933	1,958,933	
ii) On a fully diluted basis (cents)	0.107	0.105	2%	0.276	3.695	-92.5%
-Adjusted weighted average number of shares ('000)	1,958,933	1,958,933		1,958,933	1,958,933	

7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current financial period reported on; and (b) immediately preceding financial year.**

	Group			Company		
	30.09.2018 (S\$ cents)	31.12.2017 (S\$ cents)	+/- %	30.09.2018 (S\$ cents)	31.12.2017 (S\$ cents)	+/- %
Net asset value per ordinary share	20.11	21.44	-6.2%	17.14	18.99	-9.8%

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.**

Profit and Loss

In Q3 2018, the Group posted an increase of 34% in revenue to S\$28.0 million, thereby generating a 28% improvement in operating profit to S\$11.6 million and a 11% rise in net profit after tax to S\$3.2 million.

Our property business registered revenue of S\$5.5 million, compared to no revenue recognised in Q3 2017, from the progressive sales recognised from the Group's Eaton Residences project in Kuala Lumpur, Malaysia.

Our hospitality business grew by 8%, from S\$20.8 million in Q3 2017 to S\$22.5 million in Q3 2018, due mainly to the improvement in banqueting business at our two hotels in Sutera Harbour Resort in Kota Kinabalu, Sabah.

Finance expenses in Q3 2018 were higher by S\$1.4 million to S\$4.9 million, as a result of the interest incurred on the issuance of additional medium term notes in Q4 2017 and Q2 2018.

Balance Sheet

For the nine months ended 2018, the Group held treasury investments which yielded dividend income amounting to S\$0.8 million (this was recorded under "Other Income"). As at 30 September 2018, these investments were fair valued at S\$19.7 million.

Similarly, the Group had also invested in various fixed-tenure principal-protected securities in Q1 2018, to earn a yield on unutilised cash balances. As of 30 September 2018, these investments were fair valued at S\$57.2 million.

Accordingly, the total investments of both treasury investments and principal-protected securities, of S\$76.9 million were recorded as "Other Investments" in the Balance Sheet.

In Q2 2018, the Group invested S\$55.6 million for a 50% stake in Aspirasi Kukuh Sdn Bhd ("AKSB"), via the subscription of new shares and shareholders' loan (in equal proportion as the other 50% partner of AKSB). AKSB is the beneficial owner of a piece of land with a tenure of 99 years, located in Kuala Lumpur, Malaysia. Upon consolidation, the development property and amount due to related parties have increased.

The increase in other receivables, from S\$8.5 million as at 31 December 2017, to S\$26.3 million as at 30 September 2018, was due mainly to refundable deposits of S\$16.5 million paid for a land tender exercise.

The increase in loans and borrowings, from S\$348.3 million as at 31 December 2017, to S\$446.5 million as at 30 September 2018, was attributed to proceeds received from the issuance of S\$50.0 million, 5.15% fixed-rate notes due in 2021 under the Company's multicurrency medium term note programme.

Cash Flow Analysis

For the third quarter ended 30 September 2018, the operating profit before working capital changes, was S\$10.4 million. After adjusting for working capital changes, the Group recorded a net cash outflow from operating activities of S\$12.8 million.

The Group's net cash outflow from investing activities amounted to S\$7.3 million, contributed by the increase in deposit and cash balances pledged of S\$6.3 million.

The Group recorded a net cash inflow from financing activities of S\$1.5 million, which was due mainly to the net borrowings received of S\$4.1 million less payment for finance expenses of S\$2.6 million.

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

Not applicable.

- 10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

There are no new significant trends and competitive conditions.

- 11. Dividend**

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on?

No

(b) Corresponding Period of the Immediately Preceding Financial Year. Any dividend declared for the corresponding period of the immediately preceding financial year?

No

(c) Date payable

Not Applicable

(d) Books closure date

Not Applicable

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

No dividend has been declared in respect of the current financial period.

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 does not have a general mandate for IPTs.

14. Segment Analysis

SEGMENT ANALYSIS

	9 Months Ended 30 September 2018				9 Months Ended 30 September 2017			
	Hospitality S\$'000	Property S\$'000	Others* S\$'000	Total S\$'000	Hospitality S\$'000	Property S\$'000	Others* S\$'000	Total S\$'000
Segment revenue	60,563	14,829	3,095	78,487	55,766	17,185	2,630	75,581
Elimination of inter-segment revenue	-	-	(3,095)	(3,095)	(16)	(650)	(2,384)	(3,050)
External revenue	60,563	14,829	-	75,392	55,750	16,535	246	72,531
Interest income	343	384	731	1,458	416	80	2,085	2,581
Interest expense	(6,145)	(771)	(7,073)	(13,989)	(6,236)	(4,134)	(4,395)	(14,765)
Depreciation	(6,408)	(931)	(501)	(7,840)	(6,019)	(553)	(288)	(6,860)
Reportable segment profit/(loss) before tax	15,863	7,684	(11,005)	12,542	13,889	75,697	(10,799)	78,787
Tax expense	(4,349)	(846)	-	(5,195)	(3,996)	508	-	(3,488)
Reportable segment profit/(loss) after tax	11,514	6,838	(11,005)	7,347	9,893	76,205	(10,799)	75,299
Share of profit of equity-accounted investee	-	5,068	-	5,068	-	3,121	-	3,121
Reportable segment assets	394,471	465,131	199,474	1,059,076	384,043	284,888	196,083	865,014
Reportable segment liabilities	(203,486)	(117,364)	(267,175)	(588,025)	(208,900)	(109,510)	(92,503)	(410,913)

* General corporate activities

Geographical Information

	Revenue 9 months ended 30 Sep		Non-current assets As at 30 September	
	2018 S\$'000	2017 S\$'000	2018 S\$'000	2017 S\$'000
Malaysia	75,392	55,750	374,702	368,471
China	-	-	62,022	44,095
Singapore	-	16,781	103,795	25,990
Middle East	-	-	5,384	5,769
Total	75,392	72,531	545,903	444,325

SEGMENT ANALYSIS

	3 Months Ended 30 September 2018				3 Months Ended 30 September 2017			
	Hospitality S\$'000	Property S\$'000	Others* S\$'000	Total S\$'000	Hospitality S\$'000	Property S\$'000	Others* S\$'000	Total S\$'000
Segment revenue	22,527	5,518	1,050	29,095	20,825	-	914	21,739
Elimination of inter-segment revenue	-	-	(1,050)	(1,050)	(16)	-	(750)	(766)
External revenue	22,527	5,518	-	28,045	20,809	-	164	20,973
Interest income	154	135	223	512	223	21	374	618
Interest expense	(1,982)	(272)	(2,650)	(4,904)	(2,025)	(557)	(949)	(3,531)
Depreciation	(2,121)	(332)	(170)	(2,623)	(2,016)	(246)	(155)	(2,417)
Reportable segment profit/(loss) before tax	7,835	2,559	(4,770)	5,624	7,060	74	(2,244)	4,890
Tax expense	(1,952)	(426)	-	(2,378)	(1,959)	1	-	(1,958)
Reportable segment profit/(loss) after tax	5,883	2,133	(4,770)	3,246	5,101	75	(2,244)	2,932
Share of profit of equity-accounted investee	-	1,637	-	1,637	-	1,214	-	1,214
Reportable segment assets	394,471	465,131	199,474	1,059,076	384,043	284,888	196,083	865,014
Reportable segment liabilities	(203,486)	(117,364)	(267,175)	(588,025)	(208,900)	(109,510)	(92,503)	(410,913)

* General corporate activities

Geographical Information

	Revenue 3 months ended 30 Sep		Non-current assets As at 30 September	
	2018 S\$'000	2017 S\$'000	2018 S\$'000	2017 S\$'000
Malaysia	28,045	20,809	374,702	368,471
China	-	-	62,022	44,095
Singapore	-	164	103,795	25,990
Middle East	-	-	5,384	5,769
Total	28,045	20,973	545,903	444,325

15. Negative Assurance Confirmation Under Rule 705(5) of the Listing Manual

We, Gilbert Ee Guan Hui and Kenneth Goi Kok Ming, being the two Executive Directors of GSH Corporation Limited, do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the 3Q2018 financial results to be false or misleading in any material respect.

16. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

The Company confirms it has procured the undertakings.

BY ORDER OF THE BOARD

Lee Tiong Hock
Company Secretary
7 November 2018