

Unaudited First Quarter Financial Statements and Dividend Announcement for the year ended 30 September 2018

The Board of Directors of Astaka Holdings Limited (the “Company”, and together with its subsidiaries, the “Group”) is pleased to announce the unaudited consolidated results of the Group for the 1st quarter ended 30 September 2018 (“1QFY2019”).

PART I 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 comparative statement for the corresponding period of the immediately preceding financial year.**

	Group		Change % Inc / (Dec)
	3 months ended		
	30/09/2018 (Unaudited) RM'000	30/09/2017 (Unaudited) RM'000	
Revenue	44,371	98,483	(54.9)
Cost of sales	(36,739)	(84,017)	(56.3)
Gross profit	7,632	14,466	(47.2)
Other income	3,070	581	428.4
Other gains/(losses)	90	(81)	n.m.
Expenses:			
Selling and distribution	(543)	(686)	(20.8)
Administrative	(3,973)	(3,179)	25.0
Finance costs	(5)	(8)	(37.5)
Others	(31)	(766)	(96.0)
Profit before income tax	6,240	10,327	(39.6)
Income tax expense	(3,109)	(3,173)	(2.0)
Profit after tax and total comprehensive income for the financial period	3,131	7,154	(56.2)
Profit and total comprehensive income attributable to:			
Equity holders of the Company	1,478	7,077	(79.1)
Non-controlling interests	1,653	77	2,046.8
Total comprehensive income	3,131	7,154	(56.2)

n.m - not meaningful

- 1(a)(ii) **The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year: -**

Profit for the financial period is stated after charging/(crediting) the following:

	Group	
	3 months ended	
	30/09/2018 (Unaudited) RM'000	30/09/2017 (Unaudited) RM'000
Depreciation of property, plant and equipment	304	363
Interest expense	5	8
Interest income	(126)	(77)
Foreign exchange (gains)/losses	(90)	81
Forfeiture income	2,813	-

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

	Group		Company	
	30/9/2018 (Unaudited) RM'000	30/06/2018 (Audited) RM'000	30/9/2018 (Unaudited) RM'000	30/06/2018 (Audited) RM'000
ASSETS				
Non-current assets				
Property, plant and equipment	1,017	1,279	-	-
Investment in subsidiaries	-	-	1,229,000	1,229,000
Deferred tax assets	1,315	2,942	-	-
	<u>2,332</u>	<u>4,221</u>	<u>1,229,000</u>	<u>1,229,000</u>
Current assets				
Development properties	571,340	543,622	-	-
Contract assets	38,066	21,581	-	-
Trade and other receivables	92,031	261,181	67	43
Amount due from related parties	-	-	109,564	111,318
Cash and cash equivalents	7,997	16,422	5,552	4,778
	<u>709,434</u>	<u>842,806</u>	<u>115,183</u>	<u>116,139</u>
Total assets	711,766	847,027	1,344,183	1,345,139
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	259,384	259,384	1,455,079	1,455,079
Capital reserve	-	-	1,419	1,419
Merger reserve	(10,769)	(10,769)	-	-
Accumulated losses	(15,156)	(16,634)	(115,622)	(114,865)
	<u>233,459</u>	<u>231,981</u>	<u>1,340,876</u>	<u>1,341,633</u>
Non-controlling interest	4,295	2,642	-	-
Total equity	237,754	234,623	1,340,876	1,341,633
LIABILITIES				
Current liabilities				
Trade and other payables	362,831	432,882	288	553
Contract liabilities	23,890	33,342	-	-
Current tax liabilities	8,472	12,402	-	-
Bank overdraft	9,995	12,962	-	-
Borrowings	21,713	61,908	-	-
Finance lease liabilities	141	186	-	-
Amount due to related parties	46,584	44,392	3,019	2,953
	<u>473,626</u>	<u>598,074</u>	<u>3,307</u>	<u>3,506</u>
Non-current liabilities				
Borrowings	-	13,938	-	-
Finance lease liabilities	386	392	-	-
	<u>386</u>	<u>14,330</u>	<u>-</u>	<u>-</u>
Total liabilities	474,012	612,404	3,307	3,506
Total equity and liabilities	711,766	847,027	1,344,183	1,345,139

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

(a) the amount repayable in one year or less, or on demand;

As at 30/9/2018		As at 30/06/2018	
Secured RM'000	Unsecured RM'000	Secured RM'000	Unsecured RM'000
31,849	-	75,056	-

(b) the amount repayable after one year;

As at 30/9/2018		As at 30/06/2018	
Secured RM'000	Unsecured RM'000	Secured RM'000	Unsecured RM'000
386	-	14,330	-

(c) whether the amounts are secured or unsecured; and

The Group did not have any unsecured loan as at 30 September 2018 and 30 June 2018.

(d) details of any collaterals

As at 30 September 2018, the Group's financing facilities of RM53,000,000 (30 June 2018: RM369,770,000) were secured by legal charges on certain of the Group's development properties, property, plant and equipment, pledge of fixed deposits from a controlling shareholder and jointly and severally guaranteed by directors of 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.

	Group	
	3 months ended	
	30/09/2018 (Unaudited) RM'000	30/09/2017 (Unaudited) RM'000
Cash flow from operating activities		
Profit after income tax	3,131	7,154
Adjustment for:		
- Income tax expense	3,109	3,173
- Depreciation of property, plant and equipment	304	363
- Interest expense	5	8
- Interest income	(126)	(77)
- Unrealised currency translation gains	(21)	(57)
	6,402	10,564
Change in working capital:		
Development properties	(26,345)	(53,366)
Contract assets/(liabilities)	(25,937)	24,822
Trade and other receivables	169,150	4,034
Trade and other payables	(70,061)	14,021
Cash generated from operations	53,209	75
Income tax paid	(5,412)	(525)
Net cash flow generated from/(used in) operating activities	47,797	(450)
Cash flow from investing activities		
Additions to property, plant and equipment	(42)	(41)
Interest received	126	77
Net cash flow generated from investing activities	84	36
Cash flows from financing activities		
Amount due to related parties	2,223	2,200
Repayment of term loan	(54,133)	-
Repayment of finance lease liabilities	(51)	(42)
Interest paid	(1,378)	(945)
Net cash flow (used in)/generated from financing activities	(53,339)	1,213
Net (decrease)/increase in cash and cash equivalents	(5,458)	799
Cash and cash equivalents		
Beginning of financial period	3,460	12,665
End of financial period	(1,998)	13,464

For the purposes of presenting the consolidated statement of cash flows, cash and cash equivalents comprise the following:

	30/09/2018 (Unaudited) RM'000	30/09/2017 (Unaudited) RM'000
Cash and bank balances	7,997	27,148
(-) Bank overdrafts	(9,995)	(13,684)
Cash and cash equivalents per consolidated statement of cash flows	(1,998)	13,464

- 1(d)(i) A statement (for the issuer and group) showing either (1) 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.

**Group
(Unaudited)**

	Share capital	Merger reserve	Accumulated losses	Total	Non-controlling interest	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 July 2018	259,384	(10,769)	(16,634)	231,981	2,642	234,623
Profit and total comprehensive income for the period	-	-	1,478	1,478	1,653	3,131
Balance as at 30 September 2018	259,384	(10,769)	(15,156)	233,459	4,295	237,754

	Share capital	Merger reserve	Accumulated losses	Total	Non-controlling interest	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 July 2017	259,384	(10,769)	(26,892)	221,723	1,083	222,806
Profit and total comprehensive income for the period	-	-	7,077	7,077	77	7,154
Balance as at 30 September 2017	259,384	(10,769)	(19,815)	228,800	1,160	229,960

**Company
(Unaudited)**

	Share capital	Capital reserve	Retained earnings	Total equity
	RM'000	RM'000	RM'000	RM'000
Balance as at 1 July 2018	1,455,079	1,419	(114,865)	1,341,633
Total comprehensive income	-	-	(757)	(757)
Balance as at 30 September 2018	1,455,079	1,419	(115,622)	1,340,876

	Share capital	Capital reserve	Retained earnings	Total equity
	RM'000	RM'000	RM'000	RM'000
Balance as at 1 July 2017	1,455,079	1,419	(109,240)	1,347,258
Total comprehensive income	-	-	(1,226)	(1,226)
Balance as at 30 September 2017	1,455,079	1,419	(110,466)	1,346,032

- 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 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.

	Number of issued shares	Issued and paid-up share capital (RM'000)
Balance as at 30 June 2018	1,869,434,303	1,455,079
Balance as at 30 September 2018	1,869,434,303	1,455,079

The Company did not have any outstanding options or convertibles as at 30 September 2018 and 30 September 2017. There were no treasury shares or subsidiary holdings as at 30 September 2018 and 30 September 2017.

- 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.

	As at 30/9/2018	As at 30/06/2018
Total number of issued shares	1,869,434,303	1,869,434,303

There were no treasury shares as at 30 September 2018 and 30 June 2018.

- 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. There were no 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. There were no 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 and practice.

The figures have not been audited or reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditor's report (including any qualifications or emphasis of a matter).

Not applicable. The figures have not been audited or reviewed by the Company's auditors.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

Save as disclosed in paragraph 5, the accounting policies and methods of computations adopted in the financial statements for the current financial period reported on are consistent with those disclosed in the most recently audited consolidated financial statements of the Group for the financial year ended 30 June 2018.

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 December 2017, the Accounting Standards Council (“ASC”) issued the Singapore Financial Reporting Standards (International) (“SFRS(I)”). SFRS(I) comprises standards and interpretations that are equivalent to International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) at 31 December 2017 that are applicable for annual period beginning on 1 January 2018. Singapore-incorporated companies that have issued, or are in the process of issuing, equity or debt instruments for trading in a public market in Singapore, will apply SFRS(I) with effect from annual periods beginning on or after 1 January 2018.

The Group’s financial statements for the financial year ending 30 June 2019 will be prepared in accordance with SFRS(I). The application of the new standards and interpretations (including SFRS(I) (9) as further detailed below) do not have any significant impact on the Group’s financial statements for the current financial period reported on.

SFRS(I) 9 Financial Instruments

SFRS(I) 9 sets out requirements for recognising and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. It also introduces a new “expected credit loss” (“ECL”) model and a new general hedge accounting model. The Group adopted SFRS(I) 9 from 1 July 2018.

In accordance with the exemption in SFRS(I) 1 First-time Adoption of Singapore Financial Reporting Standards (International), the Group elected not to restate information for the financial year ended 30 June 2017. Accordingly, the information presented for the financial year ended 30 June 2018 is presented, as previously reported, under FRS 39 Financial Instruments: Recognition and Measurement. Differences in the carrying amounts of financial assets and financial liabilities resulting from the adoption of SFRS(I) 9 are recognised in retained earnings as at 1 July 2018.

The expected impact on adoption of SFRS(I) 9 are described below.

Impairment

The Group’s financial assets consist of loans and receivables that continue to be accounted for using amortised cost model under SFRS(I) 9. SFRS(I) 9 replaces the current ‘incurred loss’ model in FRS 39 with a forward-looking expected credit loss (“ECL”) model. The new impairment model applies to financial assets measured at amortised cost.

The Group applied the simplified approach and record lifetime ECL on all trade receivables. For the non-trade receivables, the Group applied the general approach and record 12-month ECL on non-trade receivables.

Based on the assessment, there is no significant impact on the Group’s financial statements for the current financial period reported on arising from SFRS(I) 9.]

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: -

	3 months ended	
	30/09/2018	30/09/2017
	(Unaudited)	(Unaudited)
Total comprehensive income attributable to equity holders of the Company (RM’000)	1,478	7,077
Weighted average number of ordinary shares in issue	1,869,434,303	1,869,434,303
Basic earnings per share (“EPS”) (RM’sen)	0.079	0.38
Fully diluted EPS (RM’sen)	0.079	0.38

The basic and fully diluted EPS were the same as there were no potentially dilutive ordinary shares in issue as at 30 September 2018 and 30 June 2018.

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**

	Group		Company	
	30/9/2018 (Unaudited)	30/06/2018 (Audited)	30/9/2018 (Unaudited)	30/06/2018 (Audited)
Net Assets Value (RM'000)	237,754	234,623	1,340,876	1,341,633
Number of ordinary shares in issue	1,869,434,303	1,869,434,303	1,869,434,303	1,869,434,303
NAV per ordinary share (RM'sen)	12.72	12.55	71.73	71.77

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

Consolidated statement of comprehensive income

Revenue

The decrease in revenue of RM54.1 million for 1QFY2019 was mainly due to the completion of The Astaka @ One Bukit Senyum ("The Astaka") in June 2018, whereby revenue from the sold units were fully recognised in the prior financial year. There was also a decrease in revenue from the Menara Majlis Bandaraya Johor Bahru ("MBJB") project of RM19.9 million in 1QFY2019 as compared to 1QFY2018.

The reduction in revenue in The Astaka and MBJB was mitigated by the increase in revenue from the Bukit Pelali @ Pengerang ("BPP") project of RM16.0 million in 1QFY2019 compared to 1QFY2018.

Cost of Sales and Gross Profit

Consequent to the decrease in revenue as explained above, the Group's costs of sales decreased by 56.3% to RM36.7 million and the Group's gross profit decreased by 47.2% to RM7.6 million in 1QFY2019. The gross profit margin in 1QFY2019 increased by 2.5 percentage points mainly due to higher average margin from the developments at BPP project which were launched in 2QFY2018.

Other Operating Income

Other operating income increased by RM2.5 million to RM3.1 million in 1QFY2019 mainly due to forfeiture of payment from purchasers in relation to termination of sales and purchase agreement of development properties which amounted to RM2.8 million.

The aforesaid increase was offset by decrease in late payment interest on progress billings charged to buyers of RM384,000.

Other Gains

The Group recorded other gains of RM90,000 in 1QFY2019 as compared to other losses of RM81,000 in 1QFY2018 which was due to appreciation of Ringgit Malaysia against the Singapore Dollar during the 1QFY2019.

Expenses

Administrative expenses increased by RM794,000 to RM4.0 million in 1QFY2019 mainly due to the increase in staff and related expense arising from additional manpower requirement, in line with the Group's increased activities in its current projects' development.

Other operating expenses decreased by approximately RM735,000 to RM31,000 in 1QFY2019, mainly due to the absence of penalty for late payment of quit rent and real property gain tax charged by Malaysian Inland Revenue Board for certain land disposals which amounted to RM390,000 and RM295,000 respectively in 1QFY2018.

Income tax expense decreased by RM64,000 to RM3.1 million in 1QFY2019 from RM3.2 million in 1QFY2018. This was due to lower profit earned during 1QFY2019 and the materialisation of the deferred tax of RM1.2 million in relation to the pay-out of the liquidated ascertained damages to purchasers.

Consolidated statement of financial position

Property, plant and equipment decreased to RM1.0 million as at 30 September 2018 from RM1.3 million as at 30 June 2018, mainly due to the depreciation charges on existing and newly acquired property, plant and equipment for operations purpose.

Deferred tax assets which amounted to RM1.3 million as at 30 September 2018 was mainly attributable to temporary differences for property, plant and equipment.

Development properties increased by RM27.7 million to RM571.3 million as at 30 September 2018. The increase was in line with the progress of the current on-going construction of the Group's property development projects.

Contract assets have increased to RM38.1 million from RM21.6 million as at 30 September 2018 mainly due to contract costs incurred for BPP project which has not been billed to the purchasers.

Trade and other receivables decreased by RM169.2 million to RM92.0 million as at 30 September 2018, mainly attributed to the collections of progressive billings from The Astaka.

Trade and other payables decreased by RM70.1 million to RM362.8 million as at 30 September 2018 mainly pertaining to the payment to the contractors and sundry accruals for The Astaka.

Contract liabilities have decreased to RM23.9 million from RM33.3 million as at 30 September 2018, mainly due to more progress billings issued to the MJB.

Current borrowings and overdraft decreased by RM43.2 million to RM31.8 million as at 30 September 2018, due to repayment of bank borrowings and no further drawdown made in the quarter.

Amount due to related parties increased by RM2.2 million to RM46.6 million as at 30 September 2018, which was mainly attributed to RM1.7 million being the BPP land consideration payable to the joint venture partner, Saling Syabas Sdn Bhd ("SSSB"). Based on the terms of the development agreement entered into between Bukit Pelali Properties Sdn Bhd ("BPPSB") (a 51:49 joint venture company between by the Company's 99.99% owned subsidiary, Astaka Padu Sdn Bhd ("APSB") and SSSB) and SSSB, BPPSB shall pay SSSB 12% of the cash proceeds to be received from the individual purchasers of the properties in the Bukit Pelali @ Pengerang project, such amount to be capped at and shall not exceed the sum of RM165.0 million.

Long term borrowings decreased by RM13.9 million to RM386,000 as at 30 September 2018, due to the repayment of borrowings during the quarter.

Share capital remained at RM259.4 million as at 30 September 2018 and 30 June 2018.

Consolidated statement of cash flow

The Group reported a net cash inflow from operating activities of RM47.8 million in 1QFY2019 as compared to a net cash outflow of RM450,000 in 1QFY2018. This was primarily due to progress billings received from the purchasers which arose from the completion of The Astaka in June 2018.

Net cash inflow from investing activities of RM84,000 in 1QFY2019 was mainly due to interest income received from financial institutions and offset by cash outflow used in acquiring new property, plant and equipment.

Net cash outflow from financing activities of RM53.3 million in 1QFY2019 was mainly due to the repayment of bank borrowings and finance lease liabilities which amounted to RM54.2 million.

As a result, the Group recorded an overall net decrease in cash and cash equivalents of RM5.5 million in 1QFY2019 as compared to net increase of RM799,000 in 1QFY2018. As at 30 September 2018, the Group's cash and cash equivalents amounted to RM8.0 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. No forecast or prospect statement has been 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.

The property market outlook in Malaysia remains subtle in the short term, however, the Group is cautiously optimistic that the market may improve as the new federal government's policies take effect. These policies include the abolishment of the Goods and Services Tax as well as the exemption of construction materials from the new Sales and Services Tax, which came into effect on 1 September 2018 and may lower construction costs.

On 26 June 2018, the Group received the Certificate of Completion and Compliance for The Astaka. The Group has appointed Huttons Singapore, as an exclusive sales and marketing agency, to market the remaining units of The Astaka.

The Group is actively seeking potential partners and exploring opportunities to jointly develop the remaining phases in One Bukit Senyum and BPP.

11. If a decision regarding dividend has been made: -

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

No dividend has been declared or recommended for the current financial period reported on.

(b)

(i) Amount per share (RM'sen)

Not applicable.

(ii) Previous corresponding period (RM'sen)

Not applicable. No dividend has been declared or recommended for the corresponding period of the immediately preceding financial year.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the Company (up to 5.00 p.m.) will be registered before entitlements to the dividend are determined.

Not applicable.

12. If no dividend has been declared (recommended), a statement to that effect.

No dividend has been declared (recommended) for the current financial period reported on.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transaction as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
Dato Daing A Malek Bin Daing A Rahaman ("Dato Malek") and his associates	RM275,243 ⁽¹⁾	Not applicable.

Note:

(1) Comprise interest payable to Dato Malek for an extension of loan by Dato Malek to the Company.

Save for the above mentioned, there were no interested persons transactions of S\$100,000 or more entered into during the 1QFY2019.

The Group does not have a general mandate from its shareholders for recurring interested person transactions.

14. 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 hereby confirms that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Catalist Rule 720(1).

15. Negative confirmation pursuant to Rule 705(5).

The Board hereby confirms that, to the best of their knowledge, nothing has come to their attention that may render the unaudited financial results for the three months period ended 30 September 2018 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Dato Zamani Bin Kasim
Executive Director and Chief Executive Officer
7 November 2018

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"), for compliance with the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.

The announcement has not been examined or approved by SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr. Lance Tan, Director, Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).