



**Third Quarter Financial Statements and Dividend Announcement
For the Financial Period Ended 30 September 2017**

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

- 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.**

The Board of Directors of Sinwa Limited is pleased to announce the unaudited results of the Group for the financial period ended 30 September 2017.

CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017

	GROUP			GROUP		
	3 months ended			9 months ended		
	30 September			30 September		
	2017	2016	+ / (-)	2017	2016	+ / (-)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	44,102	32,701	34.9	128,306	114,761	11.8
Cost of sales	(34,189)	(24,696)	38.4	(99,193)	(86,966)	14.1
Gross profit	9,913	8,005	23.8	29,113	27,795	4.7
Other item of income						
Financial income	54	387	(86.0)	150	169	(11.2)
Other items of expense						
Marketing and distribution costs	(2,129)	(1,689)	26.1	(6,091)	(5,077)	20.0
Administrative expenses	(5,793)	(5,021)	15.4	(15,710)	(15,583)	0.8
Other income/(expense) - net	49	76	(35.5)	294	419	(29.8)
Financial expenses	(17)	(7)	>100	(128)	(452)	(71.7)
Share of profit in jointly controlled entity, net of tax	2	6	(66.7)	17	30	(43.3)
Profit before income tax	2,079	1,757	18.3	7,645	7,301	4.7
Income tax expense	(359)	(311)	15.4	(1,582)	(1,457)	8.6
Profit for the period / Profit attributable to owners of the Company	1,720	1,446	18.9	6,063	5,844	3.7
Other comprehensive income:						
Item that may be reclassified subsequently to profit or loss:						
Foreign currency translation differences on foreign operations	81	587	(86.2)	237	106	>100
Other comprehensive income for the period, net of tax	81	587	(86.2)	237	106	>100
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	1,801	2,033	(11.4)	6,300	5,950	5.9



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.

NOTES TO CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	GROUP		GROUP	
	3 months ended		9 months ended	
	30 September		30 September	
	2017	2016	2017	2016
	S\$'000	S\$'000	S\$'000	S\$'000
Financial income:				
Interest income - bank	47	34	150	169
Foreign exchange gain – net	7	353	-	-
	<u>54</u>	<u>387</u>	<u>150</u>	<u>169</u>
Financial expenses:				
Interest expense on:				
- term loans	-	-	-	(36)
- short term borrowing	(15)	(6)	(45)	(6)
- obligation under finance leases	(2)	(1)	(5)	(4)
Foreign exchange loss – net	-	-	(78)	(406)
	<u>(17)</u>	<u>(7)</u>	<u>(128)</u>	<u>(452)</u>
Other income/(expenses) – net				
Reversal for doubtful trade receivables	-	-	47	-
Bad debts written off (trade)	(4)	(9)	(14)	(9)
Gain on disposal of property, plant and equipment - net	2	7	10	10
Property, plant and equipment written off	-	-	-	(5)
Government grant income	10	18	117	249
Handling fee	28	57	87	118
Others	13	3	47	56
	<u>49</u>	<u>76</u>	<u>294</u>	<u>419</u>
Profit before income tax is stated after charging:-				
Depreciation of property, plant and equipment	(639)	(496)	(1,651)	(1,501)



- 1(b) 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.

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2017

	GROUP		COMPANY	
	30.09.2017	31.12.2016	30.09.2017	31.12.2016
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	41,537	38,479	51	77
Goodwill	548	548	-	-
Investments in subsidiaries	-	-	23,222	23,222
Investment in joint venture	59	42	25	25
Deferred tax assets	427	468	-	-
Other assets	57	55	-	-
Other receivables	350	356	80	86
Total non-current assets	42,978	39,948	23,378	23,410
Current assets				
Held-to-maturity financial asset	250	250	250	250
Inventories	5,668	4,651	-	-
Trade and other receivables	46,111	38,010	20,716	30,174
Prepayments	499	368	33	17
Cash, bank balances and fixed deposits	22,820	30,902	16,017	22,178
Total current assets	75,348	74,181	37,016	52,619
Total assets	118,326	114,129	60,394	76,029



STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2017 (Continued)

	GROUP		COMPANY	
	30.09.2017	31.12.2016	30.09.2017	31.12.2016
	S\$'000	S\$'000	S\$'000	S\$'000
EQUITY AND LIABILITIES				
Equity				
Share capital	41,963	41,963	41,963	41,963
Treasury shares	(961)	(961)	(961)	(961)
Other reserves	9,088	8,851	108	108
Retained earnings	25,047	24,782	6,073	11,573
Equity attributable to owners of the Company / Total equity	75,137	74,635	47,183	52,683
Non-current liabilities				
Deferred tax liabilities	2,673	2,666	-	-
Finance leases	110	84	-	-
Total non-current liabilities	2,783	2,750	-	-
Current liabilities				
Income tax payable	1,313	1,368	-	44
Trade and other payables	35,013	30,324	9,211	18,302
Finance leases	80	52	-	-
Borrowings	4,000	5,000	4,000	5,000
Total current liabilities	40,406	36,744	13,211	23,346
Total liabilities	43,189	39,494	13,211	23,346
Total equity and liabilities	118,326	114,129	60,394	76,029

GROUP
30.09.2017 31.12.2016

Financial ratios

Inventory turnover (days)	16	14
Trade receivables turnover (days)	96	87
Gearing (total borrowings to total equity)	0.06	0.07



1(c) Aggregate amount of the Group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

30.09.2017		31.12.2016	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
4,080	-	5,052	-

Amount repayable after one year

30.09.2017		31.12.2016	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
110	-	84	-

The following assets in the Group were provided as securities for the credit facilities:

- a) 2 commercial properties in Singapore; and
- b) corporate guarantee provided by a subsidiary.



- 1(d) A statement of cash flows (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017

	GROUP		GROUP	
	3 months ended		9 months ended	
	30 September		30 September	
	2017	2016	2017	2016
	S\$'000	S\$'000	S\$'000	S\$'000
Operating activities				
Profit for the period	1,720	1,446	6,063	5,844
Adjustments for:				
Reversal for doubtful trade receivables	-	-	(47)	-
Bad debts written off (trade)	4	9	14	9
Depreciation of property, plant and equipment	639	496	1,651	1,501
Interest income - bank	(47)	(34)	(150)	(169)
Interest expense	17	7	50	46
Gain on disposal of property, plant and equipment - net	(2)	(7)	(10)	(10)
Property, plant and equipment written off	-	-	-	5
Share of profit of joint venture, net	(2)	(6)	(17)	(30)
Income tax expenses	359	311	1,582	1,457
Operating profit before working capital changes	2,688	2,222	9,136	8,653
Trade and other receivables	878	5,805	(8,193)	8,110
Inventories	(769)	46	(1,017)	(606)
Trade and other payables	(2,238)	(5,515)	4,688	(4,890)
Cash generated from operations	559	2,558	4,614	11,267
Interest paid	(17)	(7)	(50)	(46)
Interest received	37	34	140	169
Income tax paid	(701)	(899)	(1,579)	(2,145)
Net cash (used in)/from operating activities	(122)	1,686	3,125	9,245



CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017 (Continued)

	GROUP		GROUP	
	3 months ended		9 months ended	
	30 September		30 September	
	2017	2016	2017	2016
	S\$'000	S\$'000	S\$'000	S\$'000
Investing activities				
Proceeds from disposal of property, plant and equipment	10	8	31	22
Purchase of property, plant and equipment	(408)	(154)	(1,408)	(430)
Construction in progress	(36)	(2,226)	(3,102)	(5,470)
Effect of foreign currency alignment on investing activities	(62)	(520)	(220)	(122)
Net cash used in investing activities	(496)	(2,892)	(4,699)	(6,000)
Financing activities				
Proceeds from borrowings	-	3,000	-	4,000
Repayment of borrowings	-	-	(1,000)	(2,499)
Proceeds from finance leases	99	-	99	-
Repayment of finance leases	(18)	(14)	(45)	(37)
Dividends paid	(1,705)	-	(5,798)	(5,969)
Fixed deposit pledge with bank	-	-	-	3,242
Effect of foreign currency alignment on financing activities	-	-	-	(1)
Net (used in)/cash from financing activities	(1,624)	2,986	(6,744)	(1,264)
Net (decrease)/increase in cash and cash equivalents	(2,242)	1,780	(8,318)	1,981
Cash and cash equivalents at beginning of period	24,976	23,346	30,902	23,624
Effect of exchange rate changes on cash and cash equivalents	86	587	236	108
Cash and cash equivalents at end of period	22,820	25,713	22,820	25,713



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.

STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017

GROUP	Total equity S\$'000	Share capital S\$'000	Treasury shares S\$'000	Capital reserve S\$'000	Revaluation reserve S\$'000	Retained earnings S\$'000	Translation reserve S\$'000
Balance at 1.01.2017	74,635	41,963	(961)	108	12,835	24,782	(4,092)
Foreign currency translation differences on foreign operations	156	-	-	-	-	-	156
Other comprehensive income, net of tax	156	-	-	-	-	-	156
Profit for the period	4,343	-	-	-	-	4,343	-
Total comprehensive income for the period	4,499	-	-	-	-	4,343	156
Dividends / Total transaction with owners of the Company	(4,093)	-	-	-	-	(4,093)	-
Balance at 30.06.2017	75,041	41,963	(961)	108	12,835	25,032	(3,936)
Balance at 1.07.2017	75,041	41,963	(961)	108	12,835	25,032	(3,936)
Foreign currency translation differences on foreign operations	81	-	-	-	-	-	81
Other comprehensive income, net of tax	81	-	-	-	-	-	81
Profit for the period	1,720	-	-	-	-	1,720	-
Total comprehensive income for the period	1,801	-	-	-	-	1,720	81
Dividends / Total transaction with owners of the Company	(1,705)	-	-	-	-	(1,705)	-
Balance at 30.09.2017	75,137	41,963	(961)	108	12,835	25,047	(3,855)
Balance at 1.01.2016	91,119	41,963	(961)	108	14,009	40,256	(4,256)
Foreign currency translation differences on foreign operations	(481)	-	-	-	-	-	(481)
Other comprehensive income, net of tax	(481)	-	-	-	-	-	(481)
Profit for the period	4,398	-	-	-	-	4,398	-
Total comprehensive income for the period	3,917	-	-	-	-	4,398	(481)
Dividends / Total transaction with owners of the Company	(5,969)	-	-	-	-	(5,969)	-
Balance at 30.06.2016	89,067	41,963	(961)	108	14,009	38,685	(4,737)
Balance at 1.07.2016	89,067	41,963	(961)	108	14,009	38,685	(4,737)
Foreign currency translation differences on foreign operations	587	-	-	-	-	-	587
Other comprehensive income, net of tax	587	-	-	-	-	-	587
Profit for the period	1,446	-	-	-	-	1,446	-
Total comprehensive income for the period	2,033	-	-	-	-	1,446	587
Balance at 30.09.2016	91,100	41,963	(961)	108	14,009	40,131	(4,150)



STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017
(Continued)

COMPANY	<u>Total equity</u> S\$'000	<u>Share capital</u> S\$'000	<u>Treasury shares</u> S\$'000	<u>Capital reserve</u> S\$'000	<u>Retained earnings</u> S\$'000
Balance at 1.01.2017	52,683	41,963	(961)	108	11,573
Profit for the period / Total comprehensive income for the period	585	-	-	-	585
Dividends / Total transaction with owners	(4,093)	-	-	-	(4,093)
Balance at 30.06.2017	49,175	41,963	(961)	108	8,065
Balance at 1.07.2017	49,175	41,963	(961)	108	8,065
Loss for the period / Total comprehensive income for the period	(287)	-	-	-	(287)
Dividends / Total transaction with owners	(1,705)	-	-	-	(1,705)
Balance at 30.09.2017	47,183	41,963	(961)	108	6,073
Balance at 1.01.2016	54,106	41,963	(961)	108	12,996
Loss for the period / Total comprehensive income for the period	(960)	-	-	-	(960)
Dividends / Total transaction with owners	(5,969)	-	-	-	(5,969)
Balance at 30.06.2016	47,177	41,963	(961)	108	6,067
Balance at 1.07.2016	47,177	41,963	(961)	108	6,067
Profit for the period / Total comprehensive income for the period	560	-	-	-	560
Balance at 30.09.2016	47,737	41,963	(961)	108	6,627

- 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.**

Number of shares held as treasury shares against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer.

	30.09.2017	30.09.2016
	No. of Shares	No. of Shares
Treasury shares	2,177,532	2,177,532
	-----	-----
Number of issued ordinary shares (excluding treasury shares)	341,079,335	341,079,335
	-----	-----
Percentage (%)	0.638%	0.638%
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- 1(d)(iii) To show 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.**

	30.09.2017	31.12.2016
	No. of Shares	No. of Shares
Number of issued ordinary shares (excluding treasury shares)	341,079,335	341,079,335
	-----	-----

- 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.

- 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.

- 2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures in this announcement have not been audited or reviewed.

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 the Company have applied the same accounting policies and method of computation as in the most recently audited financial statements for the year ended 31 December 2016.

5. **If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

There has been no change in the accounting policies and methods of computation adopted by the Group and the Company for the current reporting period compared to the audited financial statements as at 31 December 2016 except for the adoption of new/revised SFRS that are mandatory for financial year beginning on or after 1 January 2017. The adoption of these FRS does not result in substantial changes to the Group's and the Company's accounting policies and has no material effect on the amounts reported for the current or prior period under review.

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.**

	GROUP			
	3 months ended		9 months ended	
	30.09.2017	30.09.2016	30.09.2017	30.09.2016
(a) Basic (cents)	0.50	0.42	1.78	1.71
(b) Diluted (cents)	0.50	0.42	1.78	1.71

The basic earnings per share for 3 months period ended is computed based on the weighted average number of 341,079,335.

The basic earnings per share for 9 months period ended is computed based on the weighted average number of 341,079,335.

The diluted earnings per share for 3 months period ended for the quarter and 9 months period ended 30 September 2017 is 341,079,335 computed based on the weighted average number of shares issued during the period.



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
The total number of issued shares excluding treasury shares at the end of the:		
(a) current financial period reported on	341,079,335	341,079,335
(b) immediately preceding financial year	341,079,335	341,079,335
Net asset value per issued ordinary shares as at (cents)		
(a) 30 September 2017	22.03	13.83
(b) 31 December 2016	21.88	15.45

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**

The Group's revenue had increased by \$11.4 million to \$44.1 million for the third quarter ended 30 September 2017 ("3Q17") and \$13.5 million to \$128.3 million for the first nine months of this year ended 30 September 2017 (9M17), compared to the same corresponding periods in the financial year 2016 ("FY2016").

The increase in revenue was mainly attributed by higher sales from the marine and offshore supply business in Singapore and Thailand operations.

The Group's gross profit margin for both quarter and nine months was lower at 22.5% for 3Q17 from 24.5% for 3Q16, and 22.7% for 9M17 from 24.2% for 9M16. The decrease in profit margin was mainly due to stiff market competition.

Marketing and distribution expenses for 3Q17 was \$2.1 million which was \$0.4 million higher as compared to 3Q16; and for 9M17 was \$6.1 million which was \$1.0 million higher compare to 9M16. Higher marketing and distribution expenses for both the quarter and the nine months this year was due to higher distribution costs.

Administrative expenses increased by \$0.8 million to \$5.8 million in 3Q17 from \$5.0 million in 3Q16; and \$0.1 million to \$15.7 million in 9M17 from \$15.6 million in 9M16. The increase for the quarter and nine months was mainly due to higher staff costs.

Net other income for the third quarter was lower at \$49,000 as compared to \$76,000 in 3Q16, mainly due to lower handling income. For the nine months ended 2017, net other income was lower at \$0.3 million as compared to \$0.4 million for 9M16. The decrease was mainly attributed by lower government grant income which mainly consists of wage credit scheme and temporary employment credit.

Financial income was lower for the quarter at \$54,000 as compared to \$387,000 in 3Q16, mainly attributed to lower foreign exchange gain. Financial income for the nine months pertain solely to interest from bank.

Financial expenses for the quarter pertain to interest expenses for borrowings. Financial expenses for the nine months was lower at \$0.3 million as compared to \$0.4 million in 9M16, mainly attributed to lower net foreign exchange loss.

Group's profit before income tax was \$2.1 million for 3Q17 and \$7.6 million for 9M17, both \$0.3 million higher as compared to the same corresponding quarter and nine months of FY2016.

Appreciation in Australian dollar had resulted in a gain of \$0.2 million for 3Q17 and \$0.1 million for 9M17, recorded in the other comprehensive income, which arising from translating of the financial statements of foreign operations.

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.

Net cash inflow from operating activities for the nine months of this year was lower at \$3.1 million as compared to \$9.2 million in 9M17. For 3Q17, net cash used in operating activities was \$0.1 million, as compared to the same quarter last year with net cash inflow of \$1.7 million from operating activities. Lower cash from operating activities was mainly due to slower payment received from customers.

Lower net cash used in investing activities for both the quarter and nine months of FY2017 as compared to same period last year was due to lower progressive payment for the construction of new warehouse and plant and equipment purchased for use in the new warehouse.

For 3Q17, net cash used in financing activities was \$1.6 million, as compared to the same quarter last year with net cash inflow of \$3.0 million from financing activities. The net contribution for last year same quarter was due to the proceed from the bank borrowing. Net cash outflow in financing activities for the nine month of FY2017 was higher at \$6.7 million as compared to \$1.3 million in 9M16. Lower cash outflow in the last financial period was due to the proceeds from borrowings and the withdrawal of fixed deposits pledged with the bank in FY2016 whereby none for this year.

Non-current assets

Property, plant and equipment had increased by \$3.1 million to \$41.5 million as at 30 September 2017 from \$38.5 million as at 31 December 2016. This increase was mainly attributed by the newly constructed warehouse and equipments for the new warehouse.

Current Assets

Inventories increased to \$5.7 million as at 30 September 2017 from \$4.7 million as at 31 December 2016. The increase in inventories was in line with higher sales.

Trade and other receivables increased to \$46.1 million as at 30 September 2017 from \$38.0 million as at 31 December 2016 was mainly due to slower debtor turnover.

Cash and cash equivalents decreased from \$30.9 million as at 31 December 2016 to \$22.8 million as at 30 September 2017, mainly due to the progress payment of new warehouse construction, repayment of short term borrowings and dividend payment.

Current liabilities

Current liabilities increased to \$40.4 million as at 30 September 2017 from \$36.7 million as at 31 December 2016. The increase was mainly due to higher trade and other payables, offset by the repayment of short term borrowings.



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.**

Although sentiment and earning levels are looking more positive in some sectors, volatility remains in others and there is still some way to go towards recovery in both the Shipping and Oil and Gas industries overall. The year to date has been relatively stable compared to the instability of 2015 & 2016 and we expect this to continue, with a modest chance for growth across the sectors in 2018.

11. **Dividend**

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

None.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

Not applicable.

13. **If the Group has obtained a general mandate from shareholders for interested person transactions ("IPT"), 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 Group does not have a shareholders' general mandate for interested person transactions.



14. Negative assurance confirmation pursuant to Rule 705(5) of the Listing Manual

We, Sim Yong Teng and Bruce William Rann, being two directors of Sinwa Limited (the “Company”), do hereby confirm on behalf of the Board of Directors of the Group and 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 financial statements of the Group and the Company for the period ended 30 September 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 under Rule 720(1).

The Company has procured undertakings in the format set up in Appendix 7.7 from all its directors and executive officers under Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD

Bruce William Rann
Chief Executive Officer/Executive Director
7 November 2017