

## Unaudited Financial Statement and Dividend Announcement – Third Quarter and Nine Months ended 30 September 2017

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

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

#### Unaudited Consolidated Income Statement

	Group			Group		
	Quarter Ended 30-Sep-17	Quarter Ended 30-Sep-16	Increase / (Decrease)	9 Months Ended 30-Sep-17	9 Months Ended 30-Sep-16	Increase / (Decrease)
	S\$	S\$	%	S\$	S\$	%
<b>Revenue</b>	496,298	475,590	4%	1,495,599	1,670,638	-10%
Cost of sales	(40,556)	(362,305)	-89%	(177,514)	(1,217,397)	-85%
Administrative expenses	(717,583)	(1,032,506)	-31%	(2,998,687)	(3,206,590)	-6%
Other income - net	386,466	11,022	3406%	882,359	8,070,925	-89%
Other expenses - net	<u>(2,788,471)</u>	<u>(198,948)</u>	1302%	<u>(2,814,878)</u>	<u>(199,788)</u>	1309%
<b>(Loss)/Profit from operations</b>	<b>(2,663,846)</b>	<b>(1,107,147)</b>	<b>141%</b>	<b>(3,613,121)</b>	<b>5,117,788</b>	nm
Finance income	21	424	-95%	315	943	-67%
Finance costs	(77,837)	(126,183)	-38%	(161,223)	(293,823)	-45%
Share of loss of associated company	<u>(378,038)</u>	<u>248,328</u>	-252%	<u>(485,552)</u>	<u>(863,338)</u>	-44%
<b>(Loss)/Profit before tax</b>	<b>(3,119,700)</b>	<b>(984,578)</b>	<b>217%</b>	<b>(4,259,581)</b>	<b>3,961,570</b>	nm
Income tax expense	-	462	nm	<u>(13,760)</u>	<u>(165,063)</u>	-92%
<b>(Loss)/Profit after tax</b>	<b><u>(3,119,700)</u></b>	<b><u>(984,116)</u></b>	<b>217%</b>	<b><u>(4,273,341)</u></b>	<b><u>3,796,507</u></b>	nm
<b>(Loss)/Profit attributable to:</b>						
Owners of the Company	(3,045,727)	(893,695)	241%	(4,056,380)	4,008,367	nm
Non-controlling interest	<u>(73,973)</u>	<u>(90,421)</u>	-18%	<u>(216,961)</u>	<u>(211,860)</u>	2%
	<b><u>(3,119,700)</u></b>	<b><u>(984,116)</u></b>	<b>217%</b>	<b><u>(4,273,341)</u></b>	<b><u>3,796,507</u></b>	nm

nm = not meaningful

## Unaudited Consolidated Statement of Comprehensive Loss

	Group			Group		
	Quarter Ended 30-Sep-17	Quarter Ended 30-Sep-16	Increase / (Decrease)	9 Months Ended 30-Sep-17	9 Months Ended 30-Sep-16	Increase / (Decrease)
	S\$	S\$	%	S\$	S\$	%
(Loss)/Profit after tax	(3,119,700)	(984,116)	217%	(4,273,341)	3,796,507	nm
<b>Other comprehensive (loss)/income, net of tax:</b>						
<i>Items that may be reclassified subsequently to profit or loss:</i>						
Exchange differences on translation of foreign operations	4,716	125,506	-96%	201,146	455,411	-56%
Net fair value (loss)/gain on financial assets, available-for-sale	1	-	nm	(924,508)	90,492	nm
Share of other comprehensive loss of associated company:						
Exchange differences on translation of foreign operations	(126,782)	(14,367)	782%	(430,068)	(829,486)	-48%
<b>Other comprehensive income/(loss) for the period, net of tax</b>	<b>(122,065)</b>	<b>111,139</b>	<b>nm</b>	<b>(1,153,430)</b>	<b>(283,583)</b>	<b>307%</b>
<b>Total comprehensive (loss)/income for the period</b>	<b>(3,241,765)</b>	<b>(872,977)</b>	<b>271%</b>	<b>(5,426,771)</b>	<b>3,512,924</b>	<b>nm</b>
<b>Total comprehensive (loss)/income attributable to:</b>						
Owners of the Company	(3,167,792)	(782,556)	305%	(5,209,810)	3,724,784	-240%
Non-controlling interest	(73,973)	(90,421)	-18%	(216,961)	(211,860)	2%
	<b>(3,241,765)</b>	<b>(872,977)</b>	<b>271%</b>	<b>(5,426,771)</b>	<b>3,512,924</b>	<b>nm</b>

nm = not meaningful

## Notes to the Statement of Comprehensive Income (Loss)/Profit before tax is after crediting/(charging):-

	Group		Group	
	Quarter Ended 30-Sep-17	Quarter Ended 30-Sep-16	9 Months Ended 30-Sep-17	9 Months Ended 30-Sep-16
	S\$	S\$	S\$	S\$
Depreciation and amortisation expenses	(124,408)	(444,015)	(342,172)	(1,424,492)
Fair value gain on financial liability, at fair value through profit or loss	208,420	(83,368)	333,471	1,018,610
Finance income	21	424	315	943
Finance costs	(77,837)	(126,183)	(161,223)	(293,823)
Financial guarantee expense	-	-	-	-
Foreign exchange (loss)/gain - net	466,369	(152,623)	466,369	(115,160)
(Loss)/Gain on disposal of financial assets, available-for-sale	(2,813,494)	(3,712)	(2,813,495)	519,728
Property, plant and equipment written off	-	-	(125)	-
Share of loss of associated company	(2,269,415)	248,328	(485,552)	(863,338)
Waiver of loan and interest payable	-	-	-	6,262,378
Write back of impairment loss on trade and other receivables	107,728	-	-	100,000

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

	30 September 2017 S\$	31 December 2016 S\$ (Restated)	30 September 2017 S\$	31 December 2016 S\$ (Restated)
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and bank balances	263,112	517,224	79,009	110,737
Trade receivables	80,374	84,445	-	-
Other current assets	2,208,839	3,144,881	1,236,520	2,584,254
Amount due from subsidiaries	-	-	2,956,094	1,724,608
<b>Total Current Assets</b>	<b>2,552,325</b>	<b>3,746,550</b>	<b>4,271,623</b>	<b>4,419,599</b>
<b>Non-Current Assets</b>				
Investments in subsidiaries	-	-	141,498	141,498
Investments in associated company	1,113,158	1,922,726	-	-
Financial assets, available-for-sale	2	3,738,005	-	-
Property, plant and equipment	398,227	614,369	117,529	175,095
Investment properties	2,119,170	2,151,944	-	-
Intangible assets	1,032,028	450,000	-	-
Other non-current assets	119,011	119,013	-	-
Amount due from subsidiaries	-	-	2,221,433	2,221,435
<b>Total Non-Current Assets</b>	<b>4,781,596</b>	<b>8,996,057</b>	<b>2,480,460</b>	<b>2,538,028</b>
<b>Total Assets</b>	<b>7,333,921</b>	<b>12,742,607</b>	<b>6,752,083</b>	<b>6,957,627</b>
<b>Current Liabilities</b>				
Trade and other payables	9,041,157	8,948,811	1,439,154	2,469,420
Amount due to subsidiary	-	-	1,342,624	726,697
Financial guarantee contracts	33,023,698	33,236,766	33,023,698	33,236,766
Borrowings	1,456,843	1,734,513	6,020	23,697
<b>Total Current Liabilities</b>	<b>43,521,698</b>	<b>43,920,090</b>	<b>35,811,496</b>	<b>36,456,580</b>
<b>Non-Current Liabilities</b>				
Financial liability, at fair value through profit or loss	2,542,721	2,876,192	-	-
Provision for reinstatement cost	96,720	96,720	-	-
Borrowings	1,641,224	1,291,276	881,093	531,093
<b>Total Non-Current Liabilities</b>	<b>4,280,665</b>	<b>4,264,188</b>	<b>881,093</b>	<b>531,093</b>
<b>Total Liabilities</b>	<b>47,802,363</b>	<b>48,184,278</b>	<b>36,692,589</b>	<b>36,987,673</b>
<b>Equity Attributable to Owners of the Company</b>				
Share capital	120,312,067	119,912,067	120,312,067	119,912,067
Accumulated losses	(150,480,108)	(146,423,728)	(150,338,492)	(150,028,032)
Foreign currency translation reserve	621,020	849,942	85,919	85,919
Other reserve	(10,429,690)	(10,429,690)	-	-
Fair value reserve	-	924,508	-	-
<b>Total Shareholders' Funds</b>	<b>(39,976,711)</b>	<b>(35,166,901)</b>	<b>(29,940,506)</b>	<b>(30,030,046)</b>
<b>Non-controlling Interests</b>	<b>(491,731)</b>	<b>(274,770)</b>	<b>-</b>	<b>-</b>
<b>Total Equity</b>	<b>(40,468,442)</b>	<b>(35,441,671)</b>	<b>(29,940,506)</b>	<b>(30,030,046)</b>
<b>Total Liabilities and Equity</b>	<b>7,333,921</b>	<b>12,742,607</b>	<b>6,752,083</b>	<b>6,957,627</b>

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

**(A) Amount repayable in one year or less, or on demand**

As at 30 September 2017		As at 31 December 2016	
S\$	S\$	S\$	S\$
Secured	Unsecured	Secured	Unsecured
1,456,843	-	769,513	965,000

**(B) Amount repayable after one year**

As at 30 September 2017		As at 31 December 2016	
S\$	S\$	S\$	S\$
Secured	Unsecured	Secured	Unsecured
791,224	850,000	791,276	500,000

**(C) Whether the amounts are secured or unsecured**

The amounts are secured by investment properties, plant and equipment, personal guarantee from key management personnel, the proceeds from sales of media content and debenture on assets.

**(D) Details of any collateral:**

- (1) The Company is a corporate guarantor for a term loan granted to a wholly owned subsidiary. The term loan is for the purchase of a leasehold property and is secured by the said property.
- (2) The Group's motor vehicles are purchased under Hire Purchase and are secured by the said vehicles.
- (3) The Company is a corporate guarantor to a fund managed by a former subsidiary for the fund's investee company secured redeemable notes. The Company has a back to back indemnity from the former subsidiary for the amount guaranteed by the Company and is working towards the eventual release of the corporate guarantee. The company has made a provision for the corporate guarantee expenses amounting to US\$6,040,770 and S\$8,205,782 in Year 2017 respectively.

As stated in its announcements dated 14 March 2017 and 7 June 2017, the Company is currently involved in a legal suit with Phillip Asia Opportunity Fund Ltd. in the High Court in Singapore. In light of this legal suit, there has been a significant change in the Company's financial position since the legal suit cannot be settled amicably. Consequently, this has resulted in the Put Option and Indemnity being regarded as material taking into account the Company's net liabilities and financial condition. Accordingly, the Company has recognized the Put Option and the Indemnity amounting to S\$24,500,000 as liabilities and make the necessary provisions in its financial statements which were not taken into account in prior years.

- (4) Term loans are granted to subsidiaries which are secured by personal guarantees by key management of the subsidiaries, assignment of sale proceeds from receivable of subsidiary, assignment of proceeds from property sale of a subsidiary and debenture on assets of a subsidiary.

**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		Group	
	Quarter Ended 30 September 2017	Quarter Ended 30 September 2016	9 Months Ended 30 September 2017	9 Months Ended 30 September 2016
	S\$	S\$	S\$	S\$
<b>Cash flows from operating activities:</b>				
(Loss)/Profit before tax	(3,119,700)	(984,578)	(4,259,581)	3,961,570
Adjustments for:				
Depreciation and amortisation expenses	124,408	444,015	342,172	1,424,492
Fair value loss / (gain) on financial liability, at fair value	(208,419)	83,368	(333,471)	(1,018,610)
Finance costs	77,837	126,183	161,223	293,823
Finance income	(21)	(424)	(315)	(943)
Financial guarantee expense	-	-	-	-
Gain on disposal of property, plant and equipment	-	-	(125)	(193)
Loss/(Gain) on disposal of financial assets, available for sale	2,813,495	3,712	2,813,495	(519,728)
Loss on disposal of financial assets, at fair value through	924,508	-	924,508	-
Impairment loss on financial assets, available-for-sale	(26,407)	-	-	-
Property, plant and equipment written off	124	-	124	-
Share of loss of associated company	378,038	(248,328)	485,552	863,338
Waiver of loan and interest payable	-	605	-	(6,177,103)
Waiver of loan interest payable	-	-	-	(84,670)
Write back of impairment loss on other receivables	-	-	-	(100,000)
Unrealised foreign currency loss/(gain)	2,249	157,265	62,130	87,273
<b>Operating cash flows before changes in working capital</b>	<b>966,112</b>	<b>(418,182)</b>	<b>195,712</b>	<b>(1,270,751)</b>
Changes in working capital:				
Financial assets, available-for-sale	(920,305)	(3,712)	(920,305)	870,385
Trade and other receivables and other current assets	1,558,478	21,957	968,991	229,259
Trade and other payables	(976,058)	(37,382)	(1,029,440)	(31,701)
<b>Net cash (used in)/from operations</b>	<b>628,227</b>	<b>(437,319)</b>	<b>(785,042)</b>	<b>(202,808)</b>
Income tax paid	-	(318)	(13,760)	(1,411)
<b>Net cash (used in)/from operating activities</b>	<b>628,227</b>	<b>(437,637)</b>	<b>(798,802)</b>	<b>(204,219)</b>
<b>Cash flows from investing activities:</b>				
Interest received	21	424	315	943
Purchase of intangible assets	(675,800)	(100,001)	(675,800)	(498,523)
Purchase of property, plant and equipment	-	(2,440)	-	(440,334)
Proceeds from disposal of property, plant and equipment	219	-	344	240
<b>Net cash from/(used in) investing activities</b>	<b>(675,560)</b>	<b>(102,017)</b>	<b>(675,141)</b>	<b>(937,674)</b>
<b>Cash flows from financing activities:</b>				
Proceeds from borrowings	-	265,000	750,000	1,295,000
Repayment of borrowings	(29,864)	(14,864)	(254,592)	(376,807)
Repayment of finance leases	(7,754)	(7,549)	(23,072)	(22,103)
Advances from/(Repayment to) former subsidiary	114,916	91,558	747,495	(151,177)
Interest paid	-	(56,635)	-	(118,729)
<b>Net cash generated from financing activities</b>	<b>77,298</b>	<b>277,510</b>	<b>1,219,831</b>	<b>626,184</b>
Net increase/(decrease) in cash and cash equivalents	29,965	(262,144)	(254,112)	(515,709)
Cash and cash equivalents at the beginning of the year	233,147	475,443	517,224	729,008
<b>Cash and cash equivalent at the end of the quarter</b>	<b>263,112</b>	<b>213,299</b>	<b>263,112</b>	<b>213,299</b>

**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 capitalization issues and distribution to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year**

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Fair Value Reserve	Other Reserves	Total	Non- Controlling Interest	Total Equity
	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
<b>Group</b>								
<b><u>3 months ended 30 September 2017</u></b>								
At 1 July 2017	120,312,067	742,546	(147,434,381)	928,713	(10,429,690)	(35,880,745)	(417,758)	(36,298,503)
Conversion of shares from convertible notes	-	-	-	-	-	-	-	-
Loss	-	-	(3,045,727)	(928,713)	-	(3,974,440)	(73,973)	(4,048,413)
Other Comprehensive income	-	(121,526)	-	-	-	(121,526)	-	(121,526)
Total comprehensive income/(loss)	-	(121,526)	(3,045,727)	(928,713)	-	(4,095,966)	(73,973)	(4,169,939)
<b>Balance as at 30 September 2017</b>	<b>120,312,067</b>	<b>621,020</b>	<b>(150,480,108)</b>	<b>-</b>	<b>(10,429,690)</b>	<b>(39,976,711)</b>	<b>(491,731)</b>	<b>(40,468,442)</b>
<b>GROUP</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
<b><u>3 months ended 30 September 2016</u></b>								
At 1 July 2016	119,912,067	380,436	(105,274,597)	2,272,096	(10,429,690)	6,860,312	(96,967)	6,763,345
Prior year adjustment	-	-	(24,500,000)	-	-	(24,500,000)	-	(24,500,000)
<b>As at 1 July 2016 (Restated)</b>	<b>119,912,067</b>	<b>380,436</b>	<b>(129,774,597)</b>	<b>2,272,096</b>	<b>(10,429,690)</b>	<b>(17,639,688)</b>	<b>(96,967)</b>	<b>(17,736,655)</b>
Profit	-	-	(893,695)	-	-	(893,695)	(90,421)	(984,116)
Other Comprehensive income	-	111,139	-	-	-	111,139	-	111,139
Total comprehensive income/(loss)	-	111,139	(893,695)	-	-	(782,556)	(90,421)	(872,977)
<b>Balance as at 30 September 2016</b>	<b>119,912,067</b>	<b>491,575</b>	<b>(130,668,292)</b>	<b>2,272,096</b>	<b>(10,429,690)</b>	<b>(18,422,244)</b>	<b>(187,388)</b>	<b>(18,609,632)</b>

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Total
	S\$	S\$	S\$	S\$
<b>COMPANY</b>				
<b><u>3 months ended 30 September 2017</u></b>				
At 1 July 2017	120,312,067	85,919	(150,240,335)	(29,842,349)
Conversion of shares from convertible notes	-	-	-	-
Loss	-	-	(98,157)	(98,157)
Total comprehensive loss	-	-	(98,157)	(98,157)
<b>Balance as at 30 September 2017</b>	<b>120,312,067</b>	<b>85,919</b>	<b>(150,338,492)</b>	<b>(29,940,506)</b>
<b>COMPANY</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>	<b>S\$</b>
<b><u>3 months ended 30 September 2016</u></b>				
At 1 July 2016	119,912,067	85,919	(110,528,104)	9,469,882
Prior year adjustments	-	-	(24,500,000)	(24,500,000)
<b>As at 1 July 2016 (Restated)</b>	<b>119,912,067</b>	<b>85,919</b>	<b>(135,028,104)</b>	<b>(15,030,118)</b>
Loss	-	-	(236,774)	(236,774)
Total comprehensive loss	-	-	(236,774)	(236,774)
<b>Balance as at 30 September 2016</b>	<b>119,912,067</b>	<b>85,919</b>	<b>(135,264,878)</b>	<b>(15,266,892)</b>

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Fair Value Reserve	Other Reserves	Total	Non- Controlling Interest	Total Equity
<b>Group</b>	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
<b><u>9 months ended 30 September 2017</u></b>								
<b>At 1 January 2017</b>	119,912,067	849,942	(146,423,728)	924,508	(10,429,690)	(35,166,901)	(274,770)	(35,441,671)
Conversion of shares from convertible notes	400,000	-	-	-	-	400,000	-	400,000
Loss	-	-	(4,056,380)	-	-	(4,056,380)	(216,961)	(4,273,341)
Other comprehensive (loss)/income	-	(228,922)	-	(924,508)	-	(1,153,430)	-	(1,153,430)
Total comprehensive (loss)/income	-	(228,922)	(4,056,380)	(924,508)	-	(5,209,810)	(216,961)	(5,426,771)
<b>Balance as at 30 September 2017</b>	<b>120,312,067</b>	<b>621,020</b>	<b>(150,480,108)</b>	<b>-</b>	<b>(10,429,690)</b>	<b>(39,976,711)</b>	<b>(491,731)</b>	<b>(40,468,442)</b>
<b>Group</b>	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
<b><u>9 months ended 30 September 2016</u></b>								
<b>At 1 January 2016 (previously reported)</b>	119,912,067	865,650	(110,176,659)	2,181,604	(10,429,690)	2,352,972	24,472	2,377,444
Prior year adjustments	-	-	(24,500,000)	-	-	(24,500,000)	-	(24,500,000)
<b>At 1 January 2016 (restated)</b>	<b>119,912,067</b>	<b>865,650</b>	<b>(134,676,659)</b>	<b>2,181,604</b>	<b>(10,429,690)</b>	<b>(22,147,028)</b>	<b>24,472</b>	<b>(22,122,556)</b>
Profit	-	-	4,008,367	-	-	4,008,367	(211,860)	3,796,507
Other comprehensive (loss)/income	-	(374,075)	-	90,492	-	(283,583)	-	(283,583)
Total comprehensive (loss)/income	-	(374,075)	4,008,367	90,492	-	3,724,784	(211,860)	3,512,924
<b>Balance as at 30 September 2016</b>	<b>119,912,067</b>	<b>491,575</b>	<b>(130,668,292)</b>	<b>2,272,096</b>	<b>(10,429,690)</b>	<b>(18,422,244)</b>	<b>(187,388)</b>	<b>(18,609,632)</b>

	Share Capital	Foreign Currency Translation Reserve	Accumulated Losses	Total
<b>Company</b>	S\$	S\$	S\$	S\$
<b><u>9 months ended 30 September 2017</u></b>				
<b>At 1 January 2017</b>	119,912,067	85,919	(150,028,032)	(30,030,046)
Conversion of shares from convertible notes	400,000	-	-	400,000
Loss	-	-	(310,460)	(310,460)
Total comprehensive loss	-	-	(310,460)	(310,460)
<b>Balance as at 30 September 2017</b>	<b>120,312,067</b>	<b>85,919</b>	<b>(150,338,492)</b>	<b>(29,940,506)</b>
<b>Company</b>	S\$	S\$	S\$	S\$
<b><u>9 months ended 30 September 2016</u></b>				
<b>At 1 January 2016 (previously reported)</b>	119,912,067	85,919	(110,021,448)	9,976,538
Prior year adjustments	-	-	(24,500,000)	(24,500,000)
<b>At 1 January 2016 (restated)</b>	<b>119,912,067</b>	<b>85,919</b>	<b>(134,521,448)</b>	<b>(14,523,462)</b>
Loss	-	-	(743,430)	(743,430)
Total comprehensive loss	-	-	(743,430)	(743,430)
<b>Balance as at 30 September 2016</b>	<b>119,912,067</b>	<b>85,919</b>	<b>(135,264,878)</b>	<b>(15,266,892)</b>

- 1(d)(ii) Details of any changes in the Company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

The changes in the Company's paid-up capital were as follows:

Issued and fully paid (ordinary shares ("Shares"))	No. of Shares	Share Capital (S\$)
<b>As at 1 July 2017</b>	<b>1,238,708,804</b>	<b>120,312,067</b>
NIL	NIL	NIL
<b>As at 30 September 2017</b>	<b>1,238,708,804</b>	<b>120,312,067</b>

The number of Shares that may be issued on conversion of the outstanding convertibles as at 30 September 2017 is as follows:

As at 30 September 2017	No. of Shares that may be issued	Share Capital (S\$)
New Shares conversion of \$0.40 million and new shares to be issued on conversion of current outstanding convertible notes of \$0.85 million. The remaining convertible notes of approximately \$48.75 million which has yet to drawn down. For illustrative purposes, the table shows the number of Shares to be issued assuming full conversion of the convertible notes at the conversion price of \$0.0016.	31,000,000,000	49,600,000

There are no shares that may be issued on conversion of all the outstanding convertibles as at 30 September 2017.

There are no treasury shares as at the end of the current financial period and as at end of the immediately preceding financial year.

- 1(d)(iii) 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 September 2017	As at 31 December 2016
Total number of issued shares	1,238,708,804	1,097,505,101
Less: Treasury Shares	Nil	Nil
Total number of issued shares excluding treasury shares	1,238,708,804	1,097,505,101

- 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**

Not applicable.

- 2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard).**

The financial results of the Group for the quarter ended 30 September 2017 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).**

The financial results of the Group for the quarter ended 30 September 2017 have not been audited or reviewed.



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 has applied the same accounting policies and methods of computation as in the most recently audited financial statements as at 31 December 2016.

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

The Group has adopted the same accounting policies and method of computations in the financial statements for the current financial period reported as in the last audited financial statements, as well as all the applicable Financial Reporting Standards ("FRS") which became effective for the financial year beginning on or after 1 January 2017. The adoption of these new and revised FRS has no material effect for the current financial period.

6. **Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends**

**Earnings per share**

	Group		Group	
	Quarter ended 30 Sept 2017	Quarter ended 30 Sept 2016	9 Months ended 30 Sept 2017	9 Months ended 30 Sept 2016
Loss per ordinary share for the year after deducting any provision for preference dividend:-				
Basic and fully diluted				
Group (Singapore cents)	(0.25)	(0.08)	(0.34)	(0.37)
Weighted average number of ordinary shares for the purposes of computing basic and diluted earnings per share	1,209,854,171	1,097,505,101	1,209,854,171	1,097,505,101
(Loss)/Profit attributable to owners of the Company (\$\$)	(3,045,727)	(893,695)	(4,056,380)	4,008,367

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

	As at 30 September 2017	As at 31 December 2016
Net asset value per ordinary share based on existing issued share capital at the end of the period :-		(Restated)
(I) Based on number of ordinary shares		
Group (Singapore cents)	(3.23)	(3.20)
Company (Singapore cents)	(2.42)	(2.74)
Number of shares in issue applicable to net asset value per ordinary share	1,238,708,804	1,097,505,101

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 discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

(a) **Income Statement**

**Revenue**

For Q3 FY2017, revenue increased by 4% or by S\$0.02 million from S\$0.48 million in Q3 FY2016 to S\$0.50 million in Q3 FY2017 mainly due to higher revenue recorded for the preschool business.

For 9M FY2017, revenue decreased by 10% or by S\$0.17 million from S\$1.67 million in 9M FY2016 to S\$1.50 million in 9M FY2017 mainly due to the lower revenue from the media sales.

**(Loss)/Profit before tax**

The Group recorded a loss before tax of approximately S\$3.12 million and S\$4.26 million in Q3 FY2017 and 9M FY2017 respectively as compared to a loss before tax of approximately S\$1.00 million in Q3 FY2016 and profit before tax of approximately S\$4.00 million in 9M FY2016 respectively. The profit before tax in 9M FY2016 were mainly due to the waiver of loan and interest payment of S\$6.30 million. The loss before tax in Q3 FY2017 was mainly due to the realization of divestment in one of the financial assets.

**Comprehensive loss**

The Group recorded other comprehensive loss of approximately S\$0.10 million in Q3 FY2017 and other comprehensive income of S\$0.10 million in Q3 FY2016 respectively.

The Group recorded other comprehensive loss of approximately S\$1.15 million in 9M FY2017 and a comprehensive loss of approximately S\$0.30 million in 9M FY2016 respectively were mainly due to the write down investment for one of the disposal assets in Q3 FY2017.

**Expenses**

- (1) **Cost of sales** in Q3 FY2017 was due mainly to the amortization of media contents and pre-school licenses.
- (2) **Administrative expenses** decreased by approximately of S\$0.30 million in Q3 FY2017 as compared to Q3 FY2016 due to lower employee costs.
- (3) **Other income** decreased by approximately of S\$7.19 million in 9M FY2017 as compared to 9M FY2016 due mainly to waiver of loan and interest payment recognized in 9M FY2016.
- (4) **Other expenses** increased by approximately of S\$2.80 million in 9M FY2017 as compared to 9M FY2016 due mainly to the loss on disposal of financial asset in Q3 FY2017.
- (5) **Finance income** comprised of interest income from bank deposits.
- (6) **Finance cost** decreased by approximately of S\$0.10 million in 9M FY2017 as compared to 9M FY2016. The decrease was due mainly to the decrease in the interest expenses on borrowings as the cost of fund decreased.

	Q3 FY2017	Q3 FY2016	Variance
	S\$'000	S\$'000	S\$'000
Interest expenses on borrowings	8	98	(78)
Interest expenses on advances from other payables	71	28	113
Total	78	126	35

- (7) The Group recorded lower share of loss from associated company in 9M FY2017 compared to 9M FY2016. The share of loss of S\$0.50 million included the share of loss in 9M FY2017 of S\$1.80 million and write back of impairment of S\$1.30 million.

(b) **Consolidated Balance Sheet and Cash Flow:**

The **net current liabilities** of the Group was approximately S\$41.00 million as at 30 September 2017 as compared to net current liabilities of S\$40.20 million as at 31 December 2016.

The subscription agreement was signed on 02 October 2015 for the issuance of 1% unsecured equity linked redeemable structured convertible notes due 2018.

The increase of approximately S\$0.08 million in net current liabilities was primarily due to:

- 1a. **Cash and Cash Equivalent** decreased by approximately S\$0.25 million. This was due to the Group having used S\$0.80 million in its operating activities, S\$0.67 in its investing activities and net cash generated from financing activities of S\$1.22 million.

The cash generated from financing activities of S\$1.22 million was due mainly due to the proceeds from borrowings and advance from former subsidiary. The increase was partially offset by the repayment of borrowings and banks.

- 1b. The decrease in **trade receivables** were mainly due to the collection from media division.

- 1c. The **other current assets** comprised of prepayments, deposit paid and the amount due from a former subsidiary amounting to S\$2.40 million represents the estimated fair value of the counter indemnity recoverable from the former subsidiary pursuant to the financial guarantee.

- 1d. **Trade and other payables** increased by approximately S\$0.30 million. This was due mainly to the increase of professional fees incurred.

- 1e. **Borrowings** refer to the current portion of the bank term loans, hire purchase creditors and third party loans.

The net non-current assets of the Group was approximately S\$0.50 million as at 30 Sep 2017 as compared with \$4.70 million as at 31 December 2016. The decrease of S\$4.20 million was mainly due to:

- 2a. **Investments in associated companies** decreased mainly due from the decline in market value of investments.

- 2b. **Financial assets, available for sale** decreased by approximately of S\$3.74 million was mainly due to the disposal of financial asset, Purplestream Convergence Pte Ltd and TAP Harimum Fund for FY2017.

- 2c. The decrease in **Property, plant and equipment** was due to the depreciation charged for the quarter.

- 2d. The decrease in **Investment properties** was due to the depreciation charged for the quarter.

- 2e. The increase in **Intangible assets** was due to the purchased of license fee for the quarter.

- 2f. **Other non-current assets** refer to the long term portion of the deposit paid for rental.

- 2g. **Borrowings** refer to the convertible notes and long term portion of the bank term loans for property, hire purchase creditors and third party loans.

- 2h. **Financial liability, at fair value through profit or loss** refer to the long term portion of the economic right on quoted securities payable to former subsidiary. The decrease was due to fair value gain recognized for the quarter.

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

No forecast or prospect statement was made previously.

10. **A commentary at the date of the announcement of the 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 year and the next 12 months**

Our first Hi-5 House of Learning preschool centre has officially opened on 10 June 2016 and commenced operation at 10 Hoe Chiang Road, #01-03 Keppel Towers, Singapore 089315. The preschool centre is going through the development phase and we expect the preschool business to be stabilised towards the end of year and also considering an expansion plan subsequently.

The Group continues to face challenges such as currency fluctuations, soft consumer demand, and competitive environment especially in the media sales division. We remain mindful and will take appropriate action to mitigate the impact on the Group's business.

## 11. Dividend

### (a) Current Financial Year Reported On 30 September 2017

Any dividend declared for the current financial year reported on?

No.

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

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

No dividend has been declared for the corresponding year of the immediately preceding financial year ended 31 December 2016.

### (c) Date payable

Not Applicable.

### (d) Books closure date

Not applicable.

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

No dividend has been recommended or declared by the Company for the financial period under review.

## 13. Summary of Interested Person Transactions

### Summary of Interested Person Transactions for the financial period ended 30 September 2017

There is no general mandate on Interested Person Transactions.

The aggregate value of interested person transactions for the period ended 30 September 2017 is as follows:

Name of interested person and nature of transactions	Group			
	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transaction conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 excluding (excluding transactions less than S\$100,000)	
	9M ended 30 September 2017	9M ended 30 September 2016	9M ended 30 September 2017	9M ended 30 September 2016
Datuk Jared Lim Chih Li	N.A.	N.A.	N.A.	N.A.
Mr. Ng Teck Wah	N.A.	N.A.	N.A.	N.A.

### Material Contracts

Save as disclosed above, there were no other material contracts of the Company and its subsidiaries involving the interests of the Managing Director, any director or controlling shareholders for the financial period ended 30 September 2017.

## 14. Confirmation pursuant to the Rule 705(5) of the listing manual

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim results of the Group for the Q3 and 9 months ended 30 September 2017 to be false and misleading in any material aspect.

**15. Confirmation pursuant to the Rule 720(1) of the listing manual**

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

**BY ORDER OF THE BOARD**

Datuk Jared Lim Chih Li  
Managing Director  
10 November 2017

Jaleeludeen Bin Abu Baker  
Audit Committee Chairman  
10 November 2017