Company Registration No. 200407031R

ARTIVISION TECHNOLOGIES LTD.

UNAUDITED RESULTS FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2018

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

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms. Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd. at 8 Robinson Road, #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.

1 (a) 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.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	3 Months			6 Months		
	1 Jul 2018 to 30 Sep 2018	1 Jul 2017 to 30 Sep 2017	+/-	1 Apr 2018 to 30 Sep 2018	1 Apr 2017 to 30 Sep 2017	+/-
	(Unaudited)	(Unaudited)		(Unaudited)	(Unaudited)	
	S$'000	S$'000	%	S$'000	S$'000	%
Continuing operations						
Revenue	-	-	-	-	-	-
Cost of sales	-	-	-	-	-	-
Gross profit	-	-	-	-	-	-
Other gains – net	-	234	(100)	6	8	(25)
Expenses						
- Distribution	-	(36)	(100)	(5)	(42)	(88)
- Administrative	(393)	(728)	(46)	(746)	(1,574)	(53)
- Finance	(199)	(240)	(17)	(395)	(620)	(36)
Loss before income tax	(592)	(770)	(23)	(1,140)	(2,228)	(49)
Income tax expense	-	-	-	-	-	-
Loss from continuing operations	(592)	(770)	(23)	(1,140)	(2,228)	(49)
Discontinued operations*						
(Loss)/profit from discontinued operations	(59)	(1,355)	(96)	51	(1,041)	N.M.
Total losses	(651)	(2,125)	(69)	(1,089)	(3,269)	(67)
Other comprehensive loss:						
Item that may be reclassified subsequently to profit or loss:						
Currency translation differences arising from consolidation						
– Gains/(losses)	13	354	(96)	11	(13)	N.M.
- Reclassification	-	997	(100)	-	997	(100)
Total comprehensive loss	(638)	(774)	(18)	(1,078)	(2,285)	(53)

N.M. – not meaningful

1 (a) 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. (continued)

* Discontinued operations relate to the following:

(i) the Media Solution Business of the Group undertaken by Artimedia Pte. Ltd. and its wholly-owned subsidiary, Artimedia IL ("**Artimedia Group**"); and

(ii) the Contract Manufacturing Business of the Group undertaken by Colibri Assembly (Thailand) Co., Ltd (**"CAT"**).

The financial results of Artimedia Group were included in the Group's unaudited consolidated financial results up to the date of completion of the disposal of Artimedia Group on 11 August 2017.

The financial results of CAT were classified as discontinued operations following the Group's announcement on 27 February 2018 that CAT will cease its operations and business, and the Company has started the process to a members' voluntary winding up of CAT.

The results of the discontinued operations are as follows:

	3 Months			6 Months		
	1 Jul 2018 to 30 Sep 2018	1 Jul 2017 to 30 Sep 2017	+/-	1 Apr 2018 to 30 Sep 2018	1 Apr 2017 to 30 Sep 2017	+/-
	(Unaudited)	(Unaudited)		(Unaudited)	(Unaudited)	
Discontinued operations	**S$'000**	**S$'000**	**%**	**S$'000**	**S$'000**	**%**
Revenue	-	3,568	(100)	-	10,032	(100)
Cost of sales	-	(2,864)	(100)	-	(8,060)	(100)
Gross profit	-	704	(100)	-	1,972	(100)
Other (losses)/gains – net	(7)	(985)	(99)	43	(14)	N.M.
Expenses						
- Distribution	(1)	(270)	(100)	(4)	(790)	(99)
- Administrative	(51)	(782)	(93)	12	(2,174)	N.M.
- Finance	-	(15)	(100)	-	(15)	(100)
Share of loss of a joint venture	-	(7)	(100)	-	(20)	(100)
(Loss)/profit before income tax from discontinued operations	(59)	(1,355)	(96)	51	(1,041)	N.M.
Income tax expense	-	-	-	-	-	-
Net (loss)/profit for the period from discontinued operations	(59)	(1,355)	(96)	51	(1,041)	N.M.
Cumulative expenses recognised in other comprehensive loss relating to discontinued operations are as follows:						
- Currency translation differences	13	354	(96)	11	(13)	N.M.
- Reclassification	-	997	(100)	-	997	(100)

N.M. – not meaningful

1 (a) 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. (continued)

(i) Loss for the period is arrived at after (charging)/crediting the following:

	3 Months			6 Months		
	1 Jul 2018 to 30 Sep 2018	1 Jul 2017 to 30 Sep 2017	+/-	1 Apr 2018 to 30 Sep 2018	1 Apr 2017 to 30 Sep 2017	+/-
	(Unaudited)	(Unaudited)		(Unaudited)	(Unaudited)	
	S$'000	S$'000	%	S$'000	S$'000	%
Continuing operations:						
Depreciation of property, plant and equipment	-	-	-	-	(1)	(100)
Amortisation of intangible assets	-	(62)	(100)	-	(123)	(100)
Property, plant and equipment written off	-	-	-	-	(3)	(100)
Other gains/(losses) – net						
Currency translation gains – net	-	301	(100)	5	58	(91)
Fair value changes on derivative financial instruments	-	-	-	-	13	(100)
Loss on disposal of subsidiary	-	(187)	(100)	-	(187)	(100)
Other income	-	120	(100)	1	124	(99)
	-	234	(100)	6	8	(25)
Finance expenses						
Interest expense on convertible loan	-	-	-	-	(102)	(100)
Interest expense on bonds	(199)	(240)	(17)	(395)	(518)	(24)
	(199)	(240)	(17)	(395)	(620)	(36)

N.M. – not meaningful

1 (a) 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. (continued)

(i) Loss for the period is arrived at after (charging)/crediting the following: (continued)

	3 Months			6 Months		
	1 Jul 2018 to 30 Sep 2018	1 Jul 2017 to 30 Sep 2017	+/-	1 Apr 2018 to 30 Sep 2018	1 Apr 2017 to 30 Sep 2017	+/-
	(Unaudited)	(Unaudited)		(Unaudited)	(Unaudited)	
	S$'000	S$'000	%	S$'000	S$'000	%
Discontinued operations:						
Depreciation of property, plant and equipment	(1)	(153)	(99)	(2)	(309)	(99)
Amortisation of intangible assets	-	(3)	(100)	-	(10)	(100)
Finance expenses						
Interest expense on external loan	-	(15)	(100)	-	(15)	(100)
Other gains/(losses) – net						
Currency translation (losses)/gains – net	(12)	(1,006)	(99)	36	(37)	N.M.
Other operating income	5	21	(76)	5	21	(76)
Interest income from bank and fixed deposits	-*	-*	N.M.	2	2	-
	(7)	(985)	(99)	43	(14)	N.M.

N.M. – not meaningful
** - Amount less than S$1,000*

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.

STATEMENTS OF FINANCIAL POSITION

	Group		Company	
	30 Sep 2018 (Unaudited) S$'000	31 Mar 2018 (Audited) S$'000	30 Sep 2018 (Unaudited) S$'000	31 Mar 2018 (Audited) S$'000
ASSETS				
Current assets				
Cash and cash equivalents	1,916	2,276	1,166	935
Trade and other receivables	356	1,299	237	1,237
Other current assets	50	123	49	66
	2,322	**3,698**	**1,452**	**2,238**
Non-current assets				
Property, plant and equipment	3	5	-	-
	3	**5**	**-**	**-**
Total assets	**2,325**	**3,703**	**1,452**	**2,238**
LIABILITIES				
Current liabilities				
Trade payables and other liabilities	1,543	1,843	1,407	1,053
Bonds payable	6,875	6,875	6,875	6,875
	8,418	**8,718**	**8,282**	**7,928**
Total liabilities	**8,418**	**8,718**	**8,282**	**7,928**
NET LIABILITIES	**(6,093)**	**(5,015)**	**(6,830)**	**(5,690)**
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	71,777	71,777	71,777	71,777
Other reserves	2,684	2,673	2,515	2,515
Accumulated losses	(80,554)	(79,465)	(81,122)	(79,982)
Total equity	**(6,093)**	**(5,015)**	**(6,830)**	**(5,690)**

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

	As at 30 Sep 2018 (Unaudited)		As at 31 Mar 2018 (Audited)	
	Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
Amount repayable in one (1) year or less, or on demand				
Bonds payable	-	6,875	-	6,875
Amount repayable after one (1) year				
Nil	-	-	-	-

Bonds payable as at 30 September 2018 and 31 March 2018 comprise the following:

a) an aggregate principal amount of S$2,875,000 as at 30 September 2018 and 31 March 2018, which bears interest at 10% per annum, is unsecured and repayable on 31 March 2019;

b) an aggregate principal amount of S$2,000,000 as at 30 September 2018 and 31 March 2018, which bears interest at 10% per annum, is unsecured and repayable on 31 March 2019; and

c) an aggregate principal amount of S$2,000,000 as at 30 September 2018 and 31 March 2018, which bears interest at 15% per annum, is unsecured and repayable on 31 March 2019.

Details of any collateral

Not applicable, as there is no collateral on the Group's borrowings.

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.

CONSOLIDATED STATEMENT OF CASH FLOWS

	3 months ended 30 Sep 2018 (Unaudited) S$'000	3 months ended 30 Sep 2017 (Unaudited) S$'000	6 months ended 30 Sep 2018 (Unaudited) S$'000	6 months ended 30 Sep 2017 (Unaudited) S$'000
Cash flows from operating activities				
Net loss	(651)	(2,125)	(1,089)	(3,269)
Adjustments for				
- Amortisation of intangible assets	-	65	-	133
- Depreciation of property, plant and equipment	1	153	2	310
- Fair value changes on derivative financial instruments	-	-	-	(13)
- Interest income	(-*)	(-*)	(2)	(2)
- Interest expense on convertible loan	-	-	-	102
- Interest expense on bonds	199	240	395	518
- Interest expense on external loan of disposal group	-	15	-	15
- Loss on disposal of subsidiary	-	187	-	187
- Currency translation difference arising from consolidation for disposal of subsidiary	-	(179)	-	(179)
- Property, plant and equipment written off	-	-	-	3
- Share of loss of a joint venture	-	7	-	20
- Unrealised currency translation gains	(4)	-*	(1)	(74)
- Write-back of share-based compensation expenses	-	(18)	-	(15)
	(455)	(1,655)	(695)	(2,264)
Change in working capital, net of effects from disposal of subsidiary:				
- Inventories	-	13	-	14
- Trade and other receivables	29	(3,171)	(57)	(3,797)
- Other current assets	53	43	73	59
- Trade payables and other liabilities	(30)	1,393	(694)	1,464
Cash used in operations	(403)	(3,377)	(1,373)	(4,524)
Interest received	-*	-*	2	2
Net cash used in operating activities	(403)	(3,377)	(1,371)	(4,522)
Cash flows from investing activities				
Additions to property, plant and equipment	-	(85)	-	(90)
Disposal of subsidiary, net of cash disposed of	1,000	3,000	1,000	3,000
Net cash from investing activities	1,000	2,915	1,000	2,910

*- *Amount less than S$1,000*

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. (continued)

CONSOLIDATED STATEMENT OF CASH FLOWS (continued)

	3 months ended 30 Sep 2018 (Unaudited) S$'000	3 months ended 30 Sep 2017 (Unaudited) S$'000	6 months ended 30 Sep 2018 (Unaudited) S$'000	6 months ended 30 Sep 2017 (Unaudited) S$'000
Cash flows from financing activities				
Interest on convertible loan paid	-	-	-	(414)
Interest on 2015 DECEMBER Bonds paid	-	(514)	-	(514)
Share issue expenses	-	-	-	(10)
Repayment of convertible loan	-	-	-	(5,520)
Repayment of 2015 DECEMBER Bonds	-	(2,000)	-	(2,000)
Proceeds from exercise of option shares	-	-	-	3,000
Proceeds from issuance of 2017 APRIL Bonds	-	-	-	2,000
Loan from third party for disposal group	-	-	-	2,000
Net cash used in financing activities	-	(2,514)	-	(1,458)
Net increase/(decrease) in cash and cash equivalents	**597**	**(2,976)**	**(371)**	**(3,070)**
Cash and cash equivalents				
Beginning of financial period	1,303	2,527	2,276	4,038
Effects of currency translation on cash and cash equivalents	16	(110)	11	(4)
Cash and cash equivalents of disposal group	-	2,963	-	1,440
End of financial period	1,916	2,404	1,916	2,404

The impact of the discontinued operations of CAT and Artimedia Group on the cash flows of the Group is as follows:

	3 months ended 30 Sep 2018 (Unaudited) S$'000	3 months ended 30 Sep 2017 (Unaudited) S$'000	6 months ended 30 Sep 2018 (Unaudited) S$'000	6 months ended 30 Sep 2017 (Unaudited) S$'000
Operating cash outflows	(112)	(2,524)	(670)	(3,077)
Investing cash inflows/(outflows)	72	(84)	68	(90)
Financing cash inflows	-	-	-	1,819
Net cash outflows	(40)	(2,608)	(602)	(1,348)

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

Group	Share capital	Currency translation reserve	Share-based compensation reserve	Capital reserve	Accumulated losses	Total attributable to equity holders of the Company
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
(Unaudited)						
Balance as at 1 April 2017	68,787	(896)	2,538	-*	(71,346)	(917)
Loss for the period	-	-	-	-	(3,269)	(3,269)
Other comprehensive income for the period	-	984	-	-	-	984
Total comprehensive loss for the period	-	984	-	-	(3,269)	(2,285)
Writeback of employee services received for issue of share options	-	-	(15)	-	-	(15)
Exercise of option shares	3,000	-	-	-	-	3,000
Share issue expenses	(10)	-	-	-	-	(10)
Balance as at 30 September 2017	71,777	88	2,523	-*	(74,615)	(227)
(Unaudited)						
Balance as at 1 April 2018	71,777	158	2,515	-*	(79,465)	(5,015)
Loss for the period	-	-	-	-	(1,089)	(1,089)
Other comprehensive income for the period	-	11	-	-	-	11
Total comprehensive loss for the period	-	11	-	-	(1,089)	(1,078)
Balance as at 30 September 2018	71,777	169	2,515	-*	(80,554)	(6,093)

**- Amount less than S$1,000*

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 (continued).

STATEMENT OF CHANGES IN EQUITY

Company	Share capital	Share-based compensation reserve	Capital reserve	Accumulated losses	Total equity
	S$'000	S$'000	S$'000	S$'000	S$'000
(Unaudited)					
Balance as at 1 April 2017	68,787	2,538	-*	(75,483)	(4,158)
Total comprehensive loss for the period	-	-	-	(1,907)	(1,907)
Writeback of employee services received for issue of share options	-	(15)	-	-	(15)
Exercise of option shares	3,000	-	-	-	3,000
Share issue expenses	(10)	-	-	-	(10)
Balance as at 30 September 2017	71,777	2,523	-*	(77,390)	(3,090)
(Unaudited)					
Balance as at 1 April 2018	71,777	2,515	-*	(79,982)	(5,690)
Total comprehensive loss for the period	-	-	-	(1,140)	(1,140)
Balance as at 30 September 2018	71,777	2,515	-*	(81,122)	(6,830)

**- Amount less than S$1,000*

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	Share Capital
		S$'000
Issued and fully paid-up ordinary shares		
Balance as at 30 June 2018 and as at 30 September 2018	1,797,792,986	71,777

The total number of shares in the capital of the Company ("**Shares**") that may be issued on conversion of all the outstanding convertibles of the Company as at 30 September 2018 was 759,755,555 (30 September 2017: 796,605,555), comprising the following:-

Description of options and share awards		As at 30 September 2018	As at 30 September 2017
Employee share options	(a)	4,200,000	7,300,000
2015 DECEMBER Options	(b)	-	33,750,000
2016 DECEMBER Options	(c)	555,555,555	555,555,555
2017 APRIL Options	(d)	200,000,000	200,000,000
Total		**759,755,555**	**796,605,555**

(a) Employee share options

As at 30 September 2018, the total number of outstanding employee share options was 4,200,000 (30 September 2017: 7,300,000).

(b) 2015 DECEMBER Options

The 2015 DECEMBER Options expired on 30 December 2017.

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. (continued)

(c) 2016 DECEMBER Options

On 29 December 2016, the Company announced that it had, on 27 December 2016, entered into two separate subscription agreements (the "**2016 DECEMBER Subscription Agreements**") with Mr Low See Ching ("**Mr Low**") and Mr Tee Wee Sien ("**Mr Tee**") (together, the "**2016 DECEMBER Subscribers**"), pursuant to which the 2016 DECEMBER Subscribers agreed to subscribe for bonds in aggregate principal amount of S$4,875,000 to be issued by the Company ("**2016 DECEMBER Bonds**") (of which S$2,875,000 is subscribed for by Mr Low and S$2,000,000 is subscribed for by Mr Tee) at a subscription price of 100% of the principal amount of the 2016 DECEMBER Bonds ("**2016 DECEMBER Issuance of Bonds**"). The 2016 DECEMBER Issuance of Bonds have an interest rate of 10% per annum, payable when the 2016 DECEMBER Bonds mature at the end of six months from the date of the 2016 DECEMBER Bonds are issued or such other date as may be agreed between the Company and the 2016 DECEMBER Subscribers. On 5 June 2017, the Company entered into two supplemental agreements with Mr Low and Mr Tee respectively, to amend the respective repayment dates from 30 June 2017 and 19 July 2017 to 31 August 2018. On 27 August 2018, the Company obtained the written agreement of each of Mr Low and Mr Tee to further extend the repayment date of the 2016 DECEMBER Bonds (together with the corresponding interests) from 31 August 2018 to 31 March 2019. All other terms in the respective 2016 DECEMBER Subscription Agreements with Mr Low and Mr Tee remained unchanged.

In connection with the 2016 DECEMBER Issuance of Bonds, the Company had, on 27 December 2016, entered into two separate option deeds with the 2016 DECEMBER Subscribers respectively, pursuant to which the Company granted the 2016 DECEMBER Subscribers a total of 740,740,740 share options ("**2016 DECEMBER Options**"), whereby each of the 2016 DECEMBER Subscribers is granted 370,370,370 2016 DECEMBER Options, with each 2016 DECEMBER Option carrying the right to subscribe for one new Share ("**2016 DECEMBER Option Share**") at the exercise price of S$0.0162 for each 2016 DECEMBER Option Share.

At the extraordinary general meeting ("**EGM**") of the Company held on 10 February 2017, shareholders of the Company approved the grant of an aggregate of 370,370,370 2016 DECEMBER Options each to Mr Low and Mr Tee.

On 7 April 2017, the Company announced that an exercise notice was received from Mr Tee to exercise 185,185,185 2016 DECEMBER Options Shares, together with the amount payable pursuant to the exercise of these Options of S$3.0 million, in accordance with the Option Deed. The exercise of 185,185,185 2016 DECEMBER Options Shares was completed on 11 April 2017 and 185,185,185 2016 DECEMBER Options Shares were duly allotted and issued to Mr Tee on the same day.

As at 30 September 2017 and 30 September 2018, none of the remaining 555,555,555 2016 DECEMBER Options was exercised. 370,370,370 2016 DECEMBER Options will expire on 29 December 2019 for Mr Low and 185,185,185 2016 DECEMBER Options will expire on 18 January 2020 for Mr Tee.

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. (continued)

(d) 2017 APRIL Options

On 6 April 2017, the Company announced that it had, on 5 April 2017, entered into a subscription agreement (the "**2017 APRIL Subscription Agreement**") with Mr Tang Boo Teck ("**Mr Tang**") (the "**2017 APRIL Subscriber**"), pursuant to which the 2017 APRIL Subscriber agreed to subscribe for bonds in aggregate principal amount of S$2,000,000 to be issued by the Company ("**2017 APRIL Bonds**") at a subscription price of 100% of the principal amount of the 2017 APRIL Bonds ("**2017 APRIL Issuance of Bonds**"). The 2017 APRIL Issuance of Bonds have an interest rate of 15% per annum, payable when the 2017 APRIL Bonds mature at the end of six months from the date of the 2017 APRIL Bonds are issued or such other date as may be agreed between the Company and the 2017 APRIL Subscriber. On 5 June 2017, the Company entered into a supplemental agreement with Mr Tang to amend the repayment date from 6 October 2017 to 31 August 2018. On 27 August 2018, the Company obtained the written agreement of Mr Tang to further extend the repayment date of the 2017 APRIL Bonds (together with the corresponding interests) from 31 August 2018 to 31 March 2019. All other terms in the 2017 APRIL Subscription Agreement remained unchanged.

In connection with the 2017 APRIL Issuance of Bonds, the Company had, on 5 April 2017, entered into an option deed with the 2017 APRIL Subscriber, pursuant to which the Company granted the 2017 APRIL Subscriber 200,000,000 share options ("**2017 APRIL Options**"), with each 2017 APRIL Option carrying the right to subscribe for one new Share ("**2017 APRIL Option Share**") at the exercise price of S$0.0216 for each 2017 APRIL Option Share.

As at 30 September 2017 and 30 September 2018, none of the 2017 APRIL Options was exercised. The 2017 APRIL Options will expire on 4 April 2020.

Save as disclosed above, the Company did not have any treasury shares, subsidiary holdings or other convertibles 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 September 2018	As at 31 March 2018
Number of issued shares (excluding treasury shares)	1,797,792,986	1,797,792,986

The Company did not have any treasury shares as at 30 September 2018 and 31 March 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. The Company did not have any 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. The Company did not have any 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 or practice.

The figures have not been audited or reviewed by the 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.

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial reporting period as those applied in the preparation of the audited financial statements for the financial year ended 31 March 2018.

The Singapore Accounting Standards Council has introduced a new Singapore financial reporting framework that is identical to the International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board. The new framework is referred to as 'Singapore IFRS-identical Financial Reporting Standards' ("SFRS(I)") hereinafter.

As required by the listing requirements of the Singapore Exchange, the Group has adopted SFRS(I) on 1 April 2018 and will be issuing its first set of financial information prepared under SFRS(I) for the financial year ending 31 March 2019.

In adopting SFRS(I), the Group will apply all of the specific transition requirements in SFRS(I) equivalent of IFRS 1 First-time adoption of IFRS. As of the date of this report, the Group has not determined which optional exemptions will be applied.

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.

Not applicable.

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6. Loss 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:

(a) Basic loss per share based on the weighted average number of ordinary shares on issue; and

Basic loss per share is calculated by dividing the net loss attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period.

(b) Diluted loss per share on a fully diluted basis (detailing any adjustments made to the earnings)

For the purpose of calculating diluted loss per share, net loss attributable to equity holders of the Company and the weighted average number of ordinary shares in issue are adjusted for the dilutive effects of potential ordinary share issues. The Company had two categories of potentially dilutive ordinary shares, namely share options and call options as at 30 September 2018 (30 September 2017: two categories of potentially dilutive ordinary shares, namely share options and call options).

The weighted average number of shares in issue has been adjusted as if all dilutive options were exercised at the end of reporting date. The number of shares that could have been issued upon the exercise of all dilutive options, which condition is fulfilled less the number of shares that could have been issued at fair value (determined as the Company's average share price for the financial period) for the same total proceeds is added to the denominator as the number of shares issued for no consideration. No adjustment is made to the net loss.

	3 Months		6 Months	
	1 Jul 2018 to 30 Sep 2018	**1 Jul 2017 to 30 Sep 2017**	**1 Apr 2018 to 30 Sep 2018**	**1 Apr 2017 to 30 Sep 2017**
Net loss from continuing operations (S$'000)	(592)	(770)	(1,140)	(2,228)
Add: Net (loss)/profit arising from discontinued operations (S$'000)	(59)	(1,355)	51	(1,041)
Net loss attributable to equity holders of the Company (S$'000)	(651)	(2,125)	(1,089)	(3,269)
Weighted average number of ordinary shares outstanding for basic loss per share	1,797,792,986	1,797,792,986	1,797,792,986	1,791,721,341
Adjustments for dilutive options	-	-	-	-
Weighted average number of ordinary shares outstanding for diluted loss per share	1,797,792,986	1,797,792,986	1,797,792,986	1,791,721,341
(a) Basic Loss Per Share				
Basic loss per share from continuing operations (S$ cents)	(0.03)	(0.04)	(0.06)	(0.12)
Basic loss per share from discontinued operations (S$ cents)	-*	(0.08)	-*	(0.06)
Basic loss per share (S$ cents)	(0.04)	(0.12)	(0.05)	(0.18)
(b) Diluted Loss Per Share				
Diluted loss per share from continuing operations (S$ cents)	(0.03)	(0.04)	(0.06)	(0.12)
Diluted loss per share from discontinued operations (S$ cents)	-*	(0.08)	-*	(0.06)
Diluted loss per share (S$ cents)	(0.04)	(0.12)	(0.05)	(0.18)

Note: Figures may not tie arithmetically due to rounding

**- less than S$0.01*

7. Net liability 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	
	As at 30 September 2018	As at 31 March 2018	As at 30 September 2018	As at 31 March 2018
Net liability value per ordinary share (S$ cents)	(0.34)	(0.28)	(0.38)	(0.32)

Net liability value per ordinary share is calculated based on 1,797,792,986 shares in issue as at 30 September 2018 (31 March 2018: 1,797,792,986 shares in issue).

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.

GROUP FINANCIAL PERFORMANCE

Consolidated Statement of Comprehensive Income

Continuing Operations

After the disposal of Artimedia Group in August 2017 and cessation of CAT's business in February 2018, the Group does not have any business as at the date of this announcement. All discontinued operations results has been separately disclosed in the Group's income statement. The corresponding comparative figures of Artimedia Group and CAT have been reclassified to Discontinued Operations. As such, the Group did not report any revenue and gross profit from the continuing operations in the 3-month financial period ended 30 September 2018 ("**Q2 2019**") and the 3-month financial period ended 30 September 2017 ("**Q2 2018**"), as well as the 6-month financial period ended 30 September 2018 ("**H1 2019**") and the 6-month financial period ended 30 September 2017 ("**H1 2018**").

Q2 2019 vs Q2 2018

In Q2 2019, administrative expenses amounted to S$393k which comprised mainly remuneration and emoluments (S$80k), rental expenses (S$27k), SGX listing related expenses (S$36k) and professional fees (S$160k). In Q2 2018, administrative expenses amounted to S$728k which comprised mainly remuneration and emoluments (S$284k), rental expenses (S$27k), SGX listing related expenses (S$22k) and professional fees (S$227k).

In Q2 2019, finance cost of S$199k arose from bonds payable amounting to an aggregate of S$6.9 million in Q2 2019 with coupon rates ranging from 10% to 15%. In Q2 2018, finance cost of S$240k arose from bonds payable amounting to an aggregate of S$8.9 million (of which S$2.0 million was repaid on 11 August 2017), with coupon rates ranging from 10% to 15%.

There was no income tax expense incurred for both Q2 2019 and Q2 2018.

As a result of the above, the Group's continuing operations recorded a net loss of S$592k for Q2 2019, as compared to a net loss of S$770k for Q2 2018.

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. (continued)

H1 2019 vs H1 2018

In H1 2019, administrative expenses amounted to S$746k which comprised mainly remuneration and emoluments (S$91k), rental expenses (S$55k), SGX listing related expenses (S$79k) and professional fees (S$291k). In H1 2018, administrative expenses amounted to S$1.6 million which comprised mainly remuneration and emoluments (S$671k), rental expenses (S$67k), SGX listing related expenses (S$43k) and professional fees (S$483k).

In H1 2019, finance cost of S$395k arose from bonds payable amounting to an aggregate of S$6.9 million in H1 2019 with coupon rates ranging from 10% to 15%. In H1 2018, finance cost of S$620k arose from bonds payable amounting to an aggregate of S$8.9 million in H1 2018 (of which S$2.0 million was repaid on 11 August 2017), with coupon rates ranging from 10% to 15%.

There was no income tax expense incurred for both H1 2019 and H1 2018.

As a result of the above, the Group's continuing operations recorded a net loss of S$1.1 million for H1 2019, as compared to a net loss of S$3.3 million for H1 2018.

Discontinued Operations

The Group incurred a net loss of S$59k for Q2 2019 and a net profit of S$51k for H1 2019 from its discontinued operations. The net loss of S$59k for Q2 2019 arose from the winding up process of CAT that commenced in February 2018, while the net profit of S$51k for H1 2019 arose mainly from other gains such as net currency translation gains, other operating income and interest income.

Statement of Financial Position

Current Assets
Current assets decreased by S$1.4 million, from S$3.7 million as at 31 March 2018 to S$2.3 million as at 30 September 2018 due mainly to the decrease in trade and other receivables.

Current Liabilities
Current liabilities decreased by S$0.3 million, from S$8.7 million as at 31 March 2018 to S$8.4 million as at 30 September 2018 due to the decrease in trade payables and other liabilities.

Net Liabilities
The Group's net liabilities increased by S$1.1 million, from S$5.0 million as at 31 March 2018 to S$6.1 million as at 30 September 2018. This was due to the loss of S$1.1 million incurred in H1 2019.

Working Capital
The Group recorded negative working capital of S$6.1 million as at 30 September 2018, as compared to S$5.0 million as at 31 March 2018. Mr Ching Chiat Kwong, the controlling shareholder of the Company, had provided an undertaking that adequate funds (if required) will be provided to the Group to enable it to continue operating as a going concern.

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:

(c) 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

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

Consolidated Statement of Cash Flows

Q2 2019

The Group's cash and cash equivalents increased by S$0.6 million, from S$1.3 million as at 30 June 2018 to S$1.9 million as at 30 September 2018 due mainly to the receipt of the Final Tranche Consideration (as defined herein) of S$1.0 million from the disposal of Artimedia Group, partially offset by the loss incurred for Q2 2019.

H1 2019

The Group's cash and cash equivalents decreased by S$0.4 million, from S$2.3 million as at 31 March 2018 to S$1.9 million as at 30 September 2018 due mainly to the loss incurred in 1H 2019, partially offset by the receipt of the Final Tranche Consideration of S$1.0 million from the disposal of Artimedia Group.

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.

The Company had announced on 2 May 2018 that it had entered into a conditional sale and purchase agreement with Mobile Credit Payment Pte. Ltd., an established provider for electronic solutions in Asia Pacific. If the acquisition is successfully completed, it will result in a reverse take-over. The proposed acquisition and the due diligence are in progress and the Company will make the necessary announcement when there are any material developments on the transaction.

11. Dividends.

Not applicable.

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

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

13. Use of proceeds

Use of net proceeds from the disposal of Artimedia Group

On 11 August 2017, the Company completed the disposal of Artimedia Group and received the first tranche payment of the total consideration of S$3.00 million ("**First Tranche Consideration**"). On 8 February 2018, the Company received the second tranche payment of the total consideration of S$1.00 million ("**Second Tranche Consideration**"). On 6 July 2018, the Company received the third and final tranche payment of the total consideration of S$1.00 million ("**Final Tranche Consideration**").

13. Use of proceeds (continued)

As announced by the Company on 5 April 2018, pursuant to the "no objections" letter issued by the SGX-ST on the same date in relation to, *inter alia*, the Company's application for waiver from compliance with Rule 1017(1)(a) of the Catalist Rules, the Final Tranche Consideration will have to be placed in an escrow account to be opened by the Company with and operated by an escrow agent which is part of any financial institution licensed and approved by the Monetary Authority of Singapore.

The following is a summary of the use of the net proceeds from the First Tranche Consideration, the Second Tranche and the Final Tranche Consideration:

	First and Second Tranche Considerations (S$' million)	**Final Tranche Consideration (S$' million)**
Balance of net proceeds from First Tranche Consideration and Second Tranche Consideration as at 30 June 2018 as announced on 13 August 2018	0.01	-
Net proceeds from the Final Tranche Consideration	-	1.00
Use of net proceeds		
Amount utilised for working capital purposes		
- Administrative expenses	(0.01)	-
Balance as at 30 September 2018	-	1.00

14. 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 from shareholders for interested person transactions.

15. Confirmation by the Board pursuant to Rule 705(5) of the Catalist Listing Manual.

The Board of Directors confirms that, to the best of their knowledge, nothing has come to their attention, which may render the interim financial results for the second quarter ended 30 September 2018 to be false or misleading in any material aspect.

16. 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 confirms that all the required undertakings under the Rule 720(1) of the Catalist Rules have been obtained from its Directors and Executive Officers in the format set out in Appendix 7H of the Catalist Rules.

BY ORDER OF THE BOARD

Harry Ng
Non-Executive Chairman and Independent Director
12 November 2018