

UNAUDITED QUARTERLY FINANCIAL STATEMENTS ANNOUNCEMENT FOR FIRST QUARTER ENDED 31 MARCH 2019 ("1Q2019")
NOTE:

The Group had completed its acquisition of a 60% shareholding interest in Tantalum Holding (Mauritius) Ltd (the "Target Company" or "THM") from REO Magnetic Pte. Ltd. (the "Vendor") (the "Acquisition"). As announced on 3 January 2019, the Vendor had on 28 December 2018, transferred its shares of the Target Company representing a 60% stake to ISR Global Pte. Ltd., a wholly-owned subsidiary of the Company (the "Transfer"). The consideration for the Acquisition, being 747,257,307 ordinary shares in the Company (the "Consideration Shares"), was also satisfied by the Company on the allotment and issue of the Consideration Shares to the Vendor on 3 January 2019.

Notwithstanding that the Consideration Shares were allotted and issued to the Vendor subsequent to 31 December 2018, the Group was deemed to have acquired control over THM and its wholly owned subsidiary, Tantalum Rare Earth Malagasy S.A.R.L.U. ("TREM") upon the transfer of THM shares by the Vendor to the Group on 28 December 2018 (the "Acquisition Date"). Accordingly, the assets and liabilities of THM and TREM have been included and consolidated in the Group's unaudited consolidated financial statements for FY2018 based on the carrying amounts in their unaudited management accounts as at 31 December 2018. The Group will embark on a Purchase Price Allocation ("PPA") exercise in respect of the Acquisition and expects to finalise the PPA exercise within one year from the Acquisition Date. Accordingly, the fair values of assets and liabilities of THM and TREM on Acquisition Date shall be adjusted upon finalisation of the PPA exercise. At this juncture, in preparing the Group's unaudited consolidated financial statements for FY2018, the Group has not recognised any bargain purchase that may arise from the Acquisition.

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS
1(a) A consolidated statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		Inc/ (Dec)
	3 Months ended 31/03/2019 (Unaudited)	3 Months ended 31/03/2018 (Unaudited)	
	S\$	S\$	%
Revenue	-	166,432	(100.0)
Other income	1,327	687	93.2
Employee benefits expense	(160,513)	(160,492)	0.0
Depreciation	(31,637)	(12,803)	147.1
Other operating expenses	(379,330)	(202,792)	87.1
Finance costs	(2,320)	(88)	2,536.4
Share of loss of joint venture	(13,172)	-	N.M
Loss before tax	(585,645)	(209,056)	180.1
Income tax expense	-	(161,384)	(100.0)
Loss for the period	(585,645)	(370,440)	58.1
Other comprehensive income:			
Currency translation differences arising from consolidation	(929,116)	-	N.M
Total comprehensive income for the period	(1,514,761)	-	N.M
Loss attributable to:			
Equity holders of the Company	(387,426)	(370,440)	4.6
Non-controlling interest	(198,219)	-	N.M
Total comprehensive income attributable to:			
Equity holders of the Company	(1,123,069)	(370,440)	403.2
Non-controlling interest	(391,692)	-	N.M

Notes to the Consolidated Income Statement

Loss, net of tax is arrived after (charging)/crediting the following items:

	Group		
	3 Months ended 31/03/2019 (Unaudited)	3 Months ended 31/03/2018 (Unaudited)	Inc/ (Dec)
	S\$	S\$	%
Interest income on debt securities and bank deposits	13	166,503	(100.0)
Interest expense	(2,320)	(88)	2,536.4
Rental and operating leases	(908)	(22,518)	(96.0)
Income tax expense – under provision in respect of prior years	-	(161,384)	(100.0)

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

	Group		Company	
	31/03/2019 (Unaudited)	31/12/2018 (Unaudited) (Re-stated)*	31/03/2019 (Unaudited)	31/12/2018 (Unaudited)
	S\$	S\$	S\$	S\$
ASSETS				
Current assets				
Cash and cash equivalents	108,569	151,555	68,566	136,068
Trade receivables	-	-	-	-
Other receivables	29,851	38,305	28,754	37,303
Amounts due from subsidiaries	-	-	12,264,389	11,965,049
Other current assets	64,801	67,146	42,473	55,700
	203,221	257,006	12,404,182	12,194,120
Non-current assets				
Other receivables	1,570,072	1,665,342	-	-
Investments in subsidiaries	-	-	7	7
Investment in a joint venture	1,260,596	1,273,768	-	-
Property, plant and equipment	245,682	247,802	156,118	145,134
Intangible assets	16,604,021	17,380,404	-	-
Right-of-use asset	153,735	-	153,735	-
	19,834,106	20,567,316	309,860	145,141
Total assets	20,037,327	20,824,322	12,714,042	12,339,261
LIABILITIES				
Current liabilities				
Other payables	4,543,566	6,959,604	1,483,952	3,947,358
	4,543,566	6,959,604	1,483,952	3,947,358
Non-current liabilities				
Convertible redeemable bonds	961,122	961,122	961,122	961,122
Lease liability	154,775	-	154,775	-
Deferred income tax liabilities	13,912	13,912	2,954	2,954
	1,129,809	975,034	1,118,851	964,076
Total liabilities	5,673,375	7,934,638	2,602,803	4,911,434
NET ASSETS	14,363,952	12,889,684	10,111,239	7,427,827
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	40,805,607	37,816,578	40,805,607	37,816,578
Capital reserve	139,124	139,124	139,124	139,124
Currency translation reserve	(994,168)	(258,525)	-	-
Accumulated losses	(31,540,439)	(31,153,013)	(30,833,492)	(30,527,875)
Total equity attributable to owners of the Company	8,410,124	6,544,164	10,111,239	7,427,827
Non-controlling interest	5,953,828	6,345,520	-	-
Total equity	14,363,952	12,889,684	10,111,239	7,427,827

* The unaudited figures for the comparatives as at 31 December 2018 were re-stated as the financial statements of Tantalum Rare Earth Malagasy S.A.R.L.U. ("TREM") should have been translated based on Malagasy Ariary ("MGA") 1 : EUR 0.00025 rather than MGA 1 : EUR 0.0002.

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

The Group has convertible redeemable bonds amounting to S\$961,122 as at 31 March 2019.

	Group		Group	
	31/03/2019		31/12/2018	
	(Unaudited)		(Unaudited)	
	Secured	Unsecured	Secured	Unsecured
	S\$	S\$	S\$	S\$
Convertible redeemable bonds				
Amount repayable after one year	-	961,122	-	961,122

Details of any collateral

Nil.

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

	Group	
	3 months ended 31/03/2019 (Unaudited)	3 months ended 31/03/2018 (Unaudited)
	S\$	S\$
Cash flows from operating activities		
Net loss for the period	(585,645)	(370,440)
Adjustments for:		
Depreciation	31,637	12,803
Hire purchase interest expense	-	88
Interest income	(13)	(166,547)
Interest lease	2,320	-
Impairment loss on other receivables	1,359	3,603
Income tax expense	-	161,384
Share of loss of joint venture	13,172	-
Operating cash flows before working capital changes	(537,170)	(359,109)
Changes in working capital:		
Trade and other receivables and other current assets	104,712	(3,990)
Other payables	(2,557,169)	(198,498)
Cash used in operating activities	(2,989,627)	(561,597)
Interest received	13	114
Income tax paid, net	-	(161,384)
Net cash used in operating activities	(2,989,614)	(722,867)
Cash flows from investing activities		
Purchase of property, plant and equipment	(19,161)	-
Debt securities extended to third party	-	(97,350)
Debt securities extended to a related party	-	(440,193)
Investment in a joint venture	-	(670,000)
Net cash used in investing activities	(19,161)	(1,207,543)
Cash flows from financing activities		
Hire purchase interest paid	-	(88)
Proceeds from issuance of convertible redeemable bonds	-	1,900,000
Proceeds from issuance of shares	2,989,029	-
Share issue expense	-	(30,032)
Repayment of lease liability / finance lease liability	(23,242)	(6,920)
Net cash provided by financing activities	2,965,787	1,862,960
Net decrease in cash and cash equivalents	(42,988)	(67,450)
Cash and cash equivalents at beginning of financial period	151,555	646,422
Cash and cash equivalents at end of financial period	108,567	578,972
List of significant non-cash transactions:		
Conversion of convertible redeemable bonds to ordinary shares	-	962,628

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.

Group	Share capital (Unaudited) S\$	Capital reserve (Unaudited) S\$	Currency translation reserve (Unaudited) S\$	Accumulated losses (Unaudited) S\$	Total (Unaudited) S\$	Non-controlling interest (Unaudited) S\$	Total equity (Unaudited) S\$
Balance at 1 January 2019	37,816,578	139,124	(258,525)	(31,153,013)	6,544,164	6,345,520	12,889,684
Loss for the period	-	-	-	(387,426)	(387,426)	(198,219)	(585,645)
Other comprehensive income for the period	-	-	(735,643)	-	(735,643)	(193,473)	(929,116)
Total comprehensive income for the period	-	-	(735,643)	(387,426)	(1,123,069)	(391,692)	(1,514,761)
Transactions with owners, recognised directly in equity - issuance of new ordinary shares	2,989,029	-	-	-	2,989,029	-	2,989,029
Balance at 31 March 2019	40,805,607	139,124	(994,168)	(31,540,439)	8,410,124	5,953,828	14,363,952

Group	Share capital (Unaudited) S\$	Capital reserve (Unaudited) S\$	Currency translation reserve (Unaudited) S\$	Accumulated losses (Unaudited) S\$	Total equity (Unaudited) S\$
Balance at 1 January 2018	35,868,655	161,773	406	(29,052,706)	6,978,128
Loss for the period, representing total comprehensive loss for the period	-	-	-	(370,440)	(370,440)
Transactions with owners, recognised directly in equity:					
Issuance of new ordinary shares	962,628	-	-	-	962,628
Share issue expense	(30,032)	-	-	-	(30,032)
Convertible redeemable bonds – equity component	-	(29,291)	-	-	(29,291)
Total transactions with owners, recognised directly in equity	932,596	(29,291)	406	(29,052,706)	903,305
Balance at 31 March 2018	36,801,251	139,482	406	(29,423,146)	7,510,993

Company	Share capital (Unaudited) S\$	Capital reserve (Unaudited) S\$	Accumulated losses (Unaudited) S\$	Total equity (Unaudited) S\$
Balance at 1 January 2019	37,816,578	139,124	(30,527,875)	7,427,827
Loss for the period, representing total comprehensive loss	-	-	(305,616)	(305,616)
Issuance of new ordinary shares	2,989,029	-	-	2,989,029
Share issue expense	-	-	-	-
Convertible redeemable bonds – equity component	-	-	-	-
Balance at 31 March 2019	40,805,607	139,124	(30,833,491)	10,111,240

Company	Share capital (Unaudited) S\$	Capital reserve (Unaudited) S\$	Accumulated losses (Unaudited) S\$	Total equity (Unaudited) S\$
Balance at 1 January 2018	35,868,655	161,773	(28,969,939)	7,060,489
Loss for the period, representing total comprehensive loss	-	-	(463,007)	(463,007)
Issuance of new ordinary shares	962,628	-	-	962,628
Share issue expense	(30,032)	-	-	(30,032)
Convertible redeemable bonds – equity component	-	(29,291)	-	29,291
Balance at 31 March 2018	36,801,251	132,482	(29,432,946)	7,500,787

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 well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares 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.

Share capital has increased by S\$2,989,029 as at 31 March 2019 due to the reclassification from other payables in FY 2018 being the purchase consideration for the acquisition of 60% shareholding in Tantalum Holding (Mauritius) Ltd ("THM") to share capital account in 1Q2019. Issuance and allotment of 747,257,307 shares has been completed on 3 January 2019.

The number of shares that may be potentially issued on conversion of the outstanding convertible redeemable bonds of S\$961,122 (with a face value of S\$1,000,000) as at 31 March 2019 is 333,333,333 conversion shares (31 March 2018: 262,500,000 conversion shares).

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.

The total number of issued shares excluding treasury shares as at 31 March 2019 and 31 December 2018 are 3,907,339,976 and 3,160,082,669 respectively.

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 auditing standard or practice.

The figures have neither been audited nor reviewed by the Company's auditors.

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

Not applicable.

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

Except as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation as those used for the most recent financial statements for the financial year ended 31 December 2018.

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

The Group adopted SFRS(I) 16 *Leases* on 1 January 2019, using the modified retrospective approach, where comparative amounts for the year prior to first adoption will not be restated.

The Group applied the practical expedient to recognise amounts of right-of-use ("ROU") assets equal to its lease liabilities on 1 January 2019 and recognition exemptions for short-term leases and leases of low value items in accordance with SFRS(I) 16. Subsequent to initial recognition, ROU assets are carried at cost less accumulated depreciation and any accumulated impairment losses while the carrying amount of lease liabilities will take into account interest on the lease liabilities, lease payments made and any reassessment or lease modifications.

The adoption of SFRS(I) 16 resulted in the Group recognising ROU asset and lease liability of S\$153,735 and S\$154,775 respectively as of 31 March 2019 for its leases previously classified as operating leases.

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 31/03/2019 (Unaudited)	3 months ended 31/03/2018 (Unaudited)
(Loss) / earnings per ordinary share of the group after deducting any provision for preference dividends (Singapore cent per share):		
(a) Based on weighted average number of ordinary shares on issue; and	(0.01)	(0.01)
(b) On a fully diluted basis	(0.01)	(0.01)
Weighted average number of ordinary shares outstanding for basic loss per share	3,882,431,399	2,780,262,316

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	
	31/03/2019 (Unaudited)	31/12/2018 (Unaudited) (Re-stated)	31/03/2019 (Unaudited)	31/12/2018 (Unaudited)
Net asset value per ordinary share based on issued share capital at the end of:	0.37 cent	0.41 cent	0.26 cent	0.24 cent

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.**

I) CONSOLIDATED STATEMENT OF PROFIT OF LOSS AND OTHER COMPREHENSIVE INCOME

Revenue

Revenue relates to interest income earned on debt securities in 1Q2018 and the Group did not record revenue for the corresponding period in the current year ("1Q2019").

Other income

Other income increased by approximately S\$640 or 93.1% from S\$687 for 1Q2018 to S\$1,327 for 1Q2019. This was due to the amount received from Ministry of Law (Insolvency Office) for petitioning creditors' costs.

Other operating expenses

The breakdown of "Other operating expenses" are as follows:

	Group		Variance	
	1Q2019 S\$	1Q2018 S\$	S\$	%
Directors' fee	39,000	39,000	-	-
Insurance expense	11,964	13,669	(1,705)	(12.5)
Impairment loss on other receivables	1,359	3,603	(2,244)	(62.3)
Professional fees	258,749	48,743	210,006	(430.8)
Rental expense	908	22,518	(21,610)	(96.0)
Travel and entertainment expenses	770	47,799	(47,029)	(98.4)
Listing related expenses	10,172	10,886	(714)	(6.6)
Office utilities and expenses	2,982	2,483	499	20.1
Repair and maintenance	2,360	3,582	(1,222)	(34.1)
Others	51,066	10,509	40,557	385.9
	379,330	202,792	176,538	87.1

The increase in operating expenses was mainly due to the consolidation of the financial statements of Tantalum Holding (Mauritius) Ltd and Tantalum Rare Earth Malagasy S.A.R.L.U. ("TREM") into the Group's financial statements for 1Q2019.

Finance costs

Finance costs increased by approximately S\$2,232 or 2,536.4% from S\$88 for 1Q2018 to S\$2,320 for 1Q2019. This was mainly due to interest expense recognised on lease liability of the office rental. The Group applied the practical expedient to recognise amounts of right-of-use ("ROU") assets equal to its lease liabilities on 1 January 2019 and recognition exemptions for short-term leases and leases of low value items in accordance with SFRS(I) 16. The adoption of SFRS(I) 16 resulted in the Group recognising ROU asset and lease liability of S\$153,735 and S\$154,775 respectively as of 31 March 2019 for its leases previously classified as operating leases.

Loss before tax

Loss before tax increased by approximately S\$215,000 or 58.1% from S\$209,000 for 1Q2018 to S\$586,000 for 1Q2019. This was mainly due to the consolidation of the financial statements of Tantalum Holding (Mauritius) Ltd and Tantalum Rare Earth Malagasy S.A.R.L.U. ("TREM") into the Group's financial statements for 1Q2019.

Income tax expense

No income tax expense was recognised in 1Q2019. The income tax expense in 1Q2018 was due to an under-provision of prior years' income tax expense which the Group is disputing with IRAS.

II) CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Cash and cash equivalents

Cash and cash equivalents decreased by approximately S\$43,000 or 28.3% from S\$152,000 as at 31 December 2018 to S\$109,000 as at 31 March 2019. The decrease was mainly due to the net cash flows used in operating activities and investing activities of S\$2.99 million and S\$19,000, respectively, and was partially offset by net cash flows of S\$2.97 million generated by financing activities.

Other payables

Other payables decreased by S\$2.42 million or 34.7% from S\$6.96 million as at 31 December 2018 to S\$4.54 million as at 31 March 2019. The decrease was mainly due to payable amount of S\$2,989,029, being the purchase consideration for the Group's acquisition of 60% shareholding in THM, was reclassified to the share capital account in 1Q2019 following the issuance and allotment of the Company's shares to REO Magnetic Pte. Ltd. on 3 January 2019.

Lease liability

Lease liability as at 31 March 2019 arose due to the recognition of the Company's office rental as lease liability in accordance with SFRS(I) 16 Leases.

Share capital

Share capital increased by approximately S\$2.99 million or 7.9% from S\$37.82 million as at 31 December 2018 to S\$40.81 million as at 31 March 2019. This was mainly due to the issuance and allotment of 747,257,307 new ordinary shares at an issue price of S\$0.004 as payment to REO Magnetic Pte Ltd for the acquisition of 60% shareholding in Tantalum Holding (Mauritius) Ltd on 3 January 2019.

III) CONSOLIDATED STATEMENT OF CASH FLOWS

Cash and cash equivalents decreased by approximately S\$43,000 or 28.3% from S\$152,000 as at 31 December 2018 to S\$109,000 as at 31 March 2019. The decrease was mainly due to the net cash flows used in operating activities and investing activities of S\$2.99 million and S\$19,000, respectively, and was partially offset by net cash flows of S\$2.97 million generated by financing activities.

STATUS ON THE UTILISATION OF PROCEEDS RAISED FROM ISSUANCE OF CONVERTIBLE REDEEMABLE BONDS OF S\$11,000,000 AS AT 31 MARCH 2019

The Company refers to the net proceeds of approximately S\$11.10 million raised from the issuance of convertible redeemable bonds as at 31 March 2019.

As at 31 March 2019, the status on the use of the net proceeds raised from the issuance of convertible redeemable bonds in S\$'000 is as follows:

	Amount utilised S\$'000
Investments and general corporate purposes	7,791*
General working capital	3,310**
Total net proceeds raised from issuance of convertible redeemable bonds	11,101

* Including loans provided to Tantalum Holding (Mauritius) Ltd and Tantalus Rare Earths AG of S\$2.10 million and S\$653,000 respectively.

** The breakdown of the amount utilised for general working capital is as follows:

	S\$'000
Wages, salaries, bonuses and other short-term employee benefits and employer's contributions to Central Provident Fund	1,516
Office and warehouse rental	293
Directors' fees	382
Professional fees (including legal, secretarial, investor relations)	257
Listing related expenses	154
Office expenses	69
Repair and maintenance	48
Insurance premiums	124
Others	467
Total	3,310

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

Not applicable. No forecast or prospect statement had been previously disclosed to shareholders.

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

Rare earth elements are a group of 17 chemical elements, used in some of the world's fastest growing industries including renewable energy, electric vehicles, telecommunications and defence. China is the world's largest producer, consumer and exporter of rare earths, controlling more than 90% of the global supply base with an established dominant position in the entire value chain.

The 5G revolution is likely to quicken the pace of integrating more sophisticated high-tech devices into our daily lives. Moving upstream in the supply chain of these high-tech devices, at least seven key rare earth elements are key ingredients for the components used in the manufacture of electric vehicles, turbines, and consumer electronics.

In view of the growth potential in the demand for rare earth elements, the Group remains committed to bringing the greenfield rare earth mine, which it had legally completed the acquisition of its 60% stake in Tantalum Holding (Mauritius) Ltd ("THM") on 3 January 2019, to commercialisation. It is evident that the 238km² concession area in north-western Madagascar, Africa hosts rare earth oxides, and the Group believes that bringing it to commercial production will generate earnings for the Group and maximise value for its shareholders in the long term.

While the Group had legally completed the acquisition of 60% of THM, it will hold an extraordinary general meeting in due course for its shareholders to ratify the waiver of a condition precedent related to the acquisition, pursuant to the Notice of Compliance dated 10 January 2019 from the Singapore Exchange Regulation (“SGX RegCo”).

Since the acquisition, the Group has been working on the preparatory planning for the purposes of carrying out the feasibility studies, including pilot production and on-site geological topography, as well as environmental impact assessments. This is an essential stage for the Group to convert its current exploration licence into a full mining licence before commercialisation can take place.

The Group is mindful of the challenging macro factors and continues to prudently manage its investments and operations. It will also continue to update its shareholders and potential investors on the progress of its portfolio of investments as and when appropriate.

11. Dividend

(a) Current Financial Period Reported On

Any interim (final) dividend declared (recommended) 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/recommended, a statement to that effect.

No dividend has been declared or recommended for the quarter ended 31 March 2019 as cashflows are being directed to fund the Group’s operating activities and the Company was in an accumulated loss position as at 31 March 2019.

13. Interested Person Transactions

The Group has no general mandate for interested person transactions under Rule 920(1) of the SGX-ST Listing Manual.

14. Details of exploration (including geophysical surveys), development and/or production activities undertaken by the Company and a summary of the expenditure incurred on those activities, including explanations for any material variances with previous projections, for the period under review. If there has been no exploration, development and/or production activity respectively, that fact must be stated.

There were no exploration and production activities conducted by the Group during 1Q2019.

15. Negative Assurance Confirmation On First Quarter Financial Results Pursuant To Rule 705(5) Of The Listing Manual

The Board confirms that to the best of its knowledge, nothing has come to its attention which may render the financial results for the first quarter ended 31 March 2019 to be false or misleading in any material aspect.

16. Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1) of the SGX Listing Manual

The Company confirms that it has procured undertakings from all its Directors and Executive Officers pursuant to Rule 720(1) of the SGX Listing Manual.

BY ORDER OF THE BOARD

CHEN TONG
Executive Chairman and Director

15 May 2019