
Unaudited Full Year Financial Statement and Dividend Announcement for the Financial Year ended 31 March 2017

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

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

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PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

	Group Year ended 31 March		Increase/ (Decrease) %
	2017 (Unaudited) S\$'000	2016 (Audited) S\$'000	
Revenue	17,665	20,873	(15.4)
Cost of sales	(14,629)	(17,257)	(15.2)
Gross profit	3,036	3,616	(16.0)
Other income	243	227	7.0
Distribution costs	(412)	(460)	(10.4)
Administrative expenses	(3,428)	(3,919)	(12.5)
Other expenses	(433)	(576)	(24.8)
Finance costs	(112)	(160)	(30.0)
Loss before income tax	(1,106)	(1,272)	(13.1)
Income tax expense	(47)	(58)	(19.0)
Loss for the financial year attributable to owners of the parent	(1,153)	(1,330)	(13.3)
Other comprehensive income for the financial year: <i>Items that may subsequently be reclassified to profit or loss:</i>			
Foreign currency translation	(492)	(867)	(43.3)
Total comprehensive income for the financial year, attributable to owners of the parent	(1,645)	(2,197)	(25.1)

1(a)(ii) Notes to consolidated statement of comprehensive income

The loss before income tax is arrived at	Group Year ended 31 March		Increase/ (Decrease) %
	2017 (Unaudited) S\$'000	2016 (Audited) S\$'000	
After charging:			
Depreciation of property, plant and equipment	240	276	(13.0)
Allowance for impairment of trade receivables	7	17	(58.8)
Bad trade receivables written off	-	1	NM
Write-down of inventories	9	41	(78.0)
Amortisation of intangible asset	152	152	-
Interest expense	112	160	(30.0)
Foreign exchange loss, net	24	88	(72.7)
and crediting:			
Interest income	24	13	84.6
Write back of allowance for impairment of trade Receivables	9	2	350.0
Rental income	62	55	12.7
Gain on disposal of plant and equipment	16	42	(61.9)

NM = Not Meaningful

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	
	As at 31/03/2017 (Unaudited) S\$'000	As at 31/03/2016 (Audited) S\$'000	As at 31/03/2017 (Unaudited) S\$'000	As at 31/03/2016 (Audited) S\$'000
Non-current assets				
Property, plant and equipment	2,569	2,692	-	1
Investment properties	2,815	2,815	-	-
Intangible assets	967	1,119	-	-
Investments in subsidiaries	-	-	19,838	19,838
Deferred tax asset	72	72	-	-
	<u>6,423</u>	<u>6,698</u>	<u>19,838</u>	<u>19,839</u>
Current assets				
Inventories	6,719	10,364	-	-
Trade and other receivables	4,203	5,091	5,819	6,668
Prepayments	98	201	11	11
Income tax recoverable	124	87	-	-
Cash and cash equivalents	6,069	3,181	1,787	1,807
	<u>17,213</u>	<u>18,924</u>	<u>7,617</u>	<u>8,486</u>
Less:-				
Current liabilities				
Trade and other payables	2,309	2,051	2,940	3,031
Interest-bearing liabilities	2,113	2,607	-	-
	<u>4,422</u>	<u>4,658</u>	<u>2,940</u>	<u>3,031</u>
Net current assets	<u>12,791</u>	<u>14,266</u>	<u>4,677</u>	<u>5,455</u>
Non-current liabilities				
Interest-bearing liabilities	1,002	1,081	-	-
Deferred tax liabilities	88	114	-	-
	<u>1,090</u>	<u>1,195</u>	<u>-</u>	<u>-</u>
Net assets	<u>18,124</u>	<u>19,769</u>	<u>24,515</u>	<u>25,294</u>
Capital and reserves				
Share capital	26,088	26,088	26,088	26,088
Asset revaluation reserve	315	315	-	-
Share-based payment reserve	31	31	31	31
Foreign currency translation reserve	(1,640)	(1,148)	-	-
Accumulated losses	<u>(6,670)</u>	<u>(5,517)</u>	<u>(1,604)</u>	<u>(825)</u>
Equity attributable to owners of the parent	<u>18,124</u>	<u>19,769</u>	<u>24,515</u>	<u>25,294</u>

1(b)(ii) Aggregate amount of group's borrowings and debt securities**Amount repayable in one year or less, or on demand**

As at 31/03/2017		As at 31/03/2016	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
59	2,054	70	2,537

Amount repayable after one year

As at 31/03/2017		As at 31/03/2016	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1,002	-	1,081	-

Details of any collateral

Amounts due to finance lease creditors (included in interest-bearing liabilities) are secured by plant and equipment acquired under finance lease contracts.

Term loan (included in interest-bearing liabilities) to finance the purchase of the Malaysian factory is secured by a legal charge against the property as well as a corporate guarantee provided by the Company.

Trust receipts of the subsidiaries (included in interest-bearing liabilities) are secured by corporate guarantees provided by the Company.

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

	Year ended	
	31/03/2017 (Unaudited) S\$'000	31/03/2016 (Audited) S\$'000
Operating activities		
Loss before income tax	(1,106)	(1,272)
Adjustments for:-		
Allowance for impairment of trade receivables	7	17
Amortisation of intangible asset	152	152
Bad trade receivables written off	-	1
Depreciation of property, plant and equipment	240	276
Gain on disposal of plant and equipment	(16)	(42)
Interest expense	112	160
Interest income	(24)	(13)
Write down of inventories	9	41
Write off plant and equipment	1	-
Write back of allowance for impairment of trade receivables no longer required	(9)	(2)
Operating cash flows before working capital changes	(634)	(682)
Working capital changes:-		
Inventories	3,359	1,852
Trade and other receivables	715	1,271
Trade and other payables	322	(1,123)
Prepayments	100	(50)
Cash from operations	3,862	1,268
Interest received	24	13
Interest paid	(112)	(160)
Income taxes paid, net	(117)	(187)
Net cash from operating activities	3,657	934
Investing activities		
Proceeds from disposal of plant and equipment	16	47
Purchase of property, plant and equipment (Note B)	(166)	(152)
Net cash used in investing activities	(150)	(105)
Financing activities		
Proceeds from issuance of shares	-	1,336
Proceeds from trust receipts	5,439	10,824
Repayment of trust receipts	(5,886)	(13,657)
Repayment of term loan	(35)	(33)
Repayment of finance lease obligations	(49)	(41)
Net cash used in financing activities	(531)	(1,571)
Net change in cash and cash equivalents	2,976	(742)
Cash and cash equivalents at the beginning of the financial year	3,181	4,031
Effect of currency translation on cash and cash equivalents	(88)	(108)
Cash and cash equivalents at the end of the financial year (Note A)	6,069	3,181

Note A:

Cash and cash equivalents comprise fixed deposit and cash and bank balances:

	As at 31/03/2017 S\$'000	As at 31/03/2016 S\$'000
Fixed deposits with banks	2,113	2,112
Cash and bank balances	<u>3,956</u>	<u>1,069</u>
	<u>6,069</u>	<u>3,181</u>

Note B:

Additions to property, plant and equipment comprised the following:

	As at 31/03/2017 S\$'000	As at 31/03/2016 S\$'000
Additions to property, plant and equipment	246	206
Acquired under finance lease agreements	<u>(80)</u>	<u>(54)</u>
	<u>166</u>	<u>152</u>

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

	Equity attributable to owners of the parent					
	Share capital S\$'000	Asset revaluation reserve S\$'000	Share-based payment reserve S\$'000	Foreign currency translation reserve S\$'000	Accumulated losses S\$'000	Total S\$'000
The Group						
Balance at 1 April 2016	26,088	315	31	(1,148)	(5,517)	19,769
Loss for the financial year	-	-	-	-	(1,153)	(1,153)
Other comprehensive income for the financial year						
Exchange differences on translating foreign operations	-	-	-	(492)	-	(492)
Total comprehensive income for the financial year	-	-	-	(492)	(1,153)	(1,645)
Balance at 31 March 2017	26,088	315	31	(1,640)	(6,670)	18,124
Balance at 1 April 2015	24,752	315	31	(281)	(4,187)	20,630
Contributions by owners of the parent						
Issue of shares, net of issue expenses	1,336	-	-	-	-	1,336
Loss for the financial year	-	-	-	-	(1,330)	(1,330)
Other comprehensive income for the financial year						
Exchange differences on translating foreign operations	-	-	-	(867)	-	(867)
Total comprehensive income for the financial year	-	-	-	(867)	(1,330)	(2,197)
Balance at 31 March 2016	26,088	315	31	(1,148)	(5,517)	19,769

The Company	Share capital S\$'000	Share-based payment reserve S\$'000	Accumulated profit/(losses) S\$'000	Total S\$'000
Balance at 1 April 2016	26,088	31	(825)	25,294
Loss for the financial year, representing total comprehensive income for the financial year	-	-	(779)	(779)
Balance at 31 March 2017	26,088	31	(1,604)	24,515
Balance at 1 April 2015	24,752	31	110	24,893
Contributions by owners of the parent:				
Issue of shares, net of share issue expenses	1,336	-	-	1,336
Loss for the financial year, representing total comprehensive income for the financial year	-	-	(935)	(935)
Balance at 31 March 2016	26,088	31	(825)	25,294

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.

The share capital of the Company was S\$26,088,313 comprising 1,607,469,695 shares, as at 31 March 2017 and 30 September 2016. There was no change in the Company's share capital from 30 September 2016 up to 31 March 2017.

There were no outstanding convertible securities, treasury shares or subsidiary holdings as at 31 March 2017 and 31 March 2016.

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 as at 31 March 2017 and 31 March 2016 was 1,607,469,695 shares.

The Company did not have treasury shares as at 31 March 2017 and 31 March 2016.

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 as the Company did not have any treasury shares during and as at the end of the current financial year 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 as there were no subsidiary holdings during and as at the end of the current financial year 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 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 financial statements have been applied.

Save as disclosed in paragraph 5 below, the accounting policies and methods of computation applied by the Group are consistent with those used in its most recently audited financial statements for the financial year ended 31 March 2016 ("FY2016").

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.

On 1 April 2016, the Group adopted the new or revised Singapore Financial Reporting Standards ("FRS") and Interpretations to FRS ("INT FRS") that are relevant to its operations and were effective in the financial year ended 31 March 2017 ("FY2017"). The adoption of these new or revised FRS and INT FRS where relevant has no material impact on the Group's accounting policies or the financial statements for the current financial year reported on.

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

	Group	
	31/03/2017	31/03/2016
Loss attributable to equity holders of the parent (SGD'000)	(1,153)	(1,330)
Loss per ordinary share:-		
(a) Based on the weighted average number of ordinary shares in issue (SGD cents)	(0.07)	(0.09)
(b) On a fully diluted basis (SGD cents)	(0.07)	(0.09)

Loss per ordinary share for FY2017 and FY2016 in Item 6(a) are computed based on the net loss attributable to the owners of the parent divided by the weighted average number of ordinary shares in issue of 1,607,469,695 and 1,499,387,503 shares respectively for FY2017 and FY2016.

Loss per ordinary share on a fully diluted basis for FY2017 and FY2016 in Item 6(b) are the same as the basic loss per share because the Company did not have any potentially dilutive securities during and as at the end of FY2017 and FY2016.

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	
	31/03/2017	31/03/2016	31/03/2017	31/03/2016
Net asset value per ordinary share based on issued share capital (SGD cents)	1.13	1.23	1.53	1.57

Net asset value per ordinary share of the Group and the Company are computed based on the net assets of the Group and the Company respectively, divided by the number of issued ordinary shares of 1,607,469,695 shares as at 31 March 2017 and 31 March 2016.

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, asset or liabilities of the group during the current financial period reported on.

Review of the Financial Performance of the Group (FY2017 vs. FY2016)

Turnover

During the year under review, the Group experienced generally weaker demand for its products. Group revenue decreased by 15.4% from S\$20.87 million in FY2016 to S\$17.67 million in FY2017.

The business segment report showed that the weaker demand resulted in the aluminium products distribution division suffering a decrease in revenue of 17.5% from S\$17.51 million recorded in FY2016 to S\$14.45 million in FY2017. The components distribution division also experienced a smaller decrease in revenue of 4.4%, from S\$3.36 million recorded in FY2016 to S\$3.21 million in FY2017.

The geographical segment report showed that sales across all three major segments fell in FY2017 as compared to sales in FY2016 due to the weaker demand, by 21.6%, 13.7% and 15.0% respectively for the Singapore, Malaysia and PRC segments. Further, in both the Malaysia and PRC segments, the decline in sales was also due to the weak exchange rates of the Malaysian ringgit and the Renminbi against the Singapore dollar.

Loss Before Income Tax

In tandem with the decrease in sales revenue, the Group's gross profit decreased by 16.0%, from S\$3.62 million in FY2016 to S\$3.04 million in FY2017. Gross profit margin however maintained at a consistent level, recording at 17.2% in FY2017 as compared to 17.3% in FY2016.

Other income increased by 7.0% from S\$0.23 million in FY2016 to S\$0.24 million in FY2017 mainly due to (i) interests earned from deposits at banks were higher due to higher bank balances and improved interest rates; and (ii) rents collected were higher due to full occupation during the year for the units available for rent, offset by the decrease in gain on disposal of plant and equipment. Included under other income in FY2017 was also a PIC grant for a metal cutting machine purchased during the year.

All classes of expenses decreased across the board in line with decrease in revenue. Distribution costs decreased by 10.4% from S\$0.46 million in FY2016 to S\$0.41 million in FY2017 largely due to a decrease of 27.5% in sales commission and 11.7% in freight outward costs.

Administrative expenses decreased by 12.5% due to reduced usage and to concerted efforts made to control spending. Bank charges decreased by 34.3% due to reduced usage of bank borrowings, rental expense fell 25.5% as the components distribution division did not renew the tenancy of a warehouse upon its expiry, while employment costs decreased by 12.7% mainly due to attrition.

Other expenses decreased 24.8% from S\$0.58 million in FY2016 to S\$0.43 million in FY2017. Allowance for impairment of trade receivables and write down of inventories were lesser in FY2017 at S\$0.01 million each, compared to S\$0.02 million and S\$0.04 million respectively in FY2016. Depreciation charge decreased by 13.0% as some higher value assets were fully depreciated by the end of the previous year.

Finance costs, which comprised finance lease interests and bank interests on trust receipts and a term loan, decreased by 30.0% from S\$0.16 million in FY2016 to S\$0.11 million in FY2017 mainly due to reduced usage of trust receipts as lesser purchases were made.

As a result of the above, the Group recorded a loss before income tax of S\$1.11 million in FY2017, as compared to a loss before income tax of S\$1.27 million in FY2016.

Assets and Liabilities

Additions to plant and equipment totalled S\$0.25 million, of which S\$0.08 million was raised through finance leases. The aluminium products distribution business purchased a metal cutting machine, a motor vehicle for staff use and other sundry assets which totalled S\$0.24 million, while the components distribution division purchased a cable analyzer which cost S\$0.01 million.

The additions to property, plant and equipment were almost offset by a depreciation charge of S\$0.24 million incurred for FY2017. As some of the assets were located in Malaysia and the PRC, the translation of their values to the reporting currency (Singapore dollar) caused an exchange loss of S\$0.13 million, so that the balance as at 31 March 2017 was S\$2.57 million, as compared with S\$2.69 million as at 31 March 2016.

Based on the valuation reports done by an independent professional valuer, there was no change in the fair value of the investment properties which totalled S\$2.82 million as at 31 March 2017 and 31 March 2016.

An amortisation charge of S\$0.15 million accounted for the reduction in intangible asset to S\$0.97 million as at 31 March 2017.

Inventories for both the components distribution division and the aluminium products distribution division decreased due to stringent monitoring of purchases and stock levels. Total inventories decreased from S\$10.36 million as at 31 March 2016 to S\$6.72 million as at 31 March 2017.

Trade and other receivables decreased from S\$5.09 million as at 31 March 2016 to S\$4.20 million as at 31 March 2017. Trade receivables decreased proportionately with the decrease in sales, while other receivables which comprised largely the recoverable value-added tax paid by the PRC subsidiary on imports also decreased in line with decreased purchases.

Prepayments decreased from S\$0.20 million as at 31 March 2016 to S\$0.10 million as at 31 March 2017. Included in prepayments as at 31 March 2016 was an amount of S\$0.08 million for down-payment made for a new motor vehicle, the purchase and delivery of which was completed at the start of this financial year.

Trade and other payables increased from S\$2.05 million as at 31 March 2016 to S\$2.31 million as at 31 March 2017. There was an amount of S\$0.24 million worth of goods-in-transit for the aluminium products distribution division for which liability was recorded at the end of FY2017 under trade payables but which were settled in the first month of the financial year ending 31 March 2018. There was also an increase in deposits from customers of S\$0.23 million, as the PRC subsidiary collected deposits for project sales due to the higher volumes involved. These increases were offset by decreases in other expense payables, accrued expenses and GST payables resulting generally from lower expenses and purchases.

Current interest-bearing liabilities, which comprised mainly bank trust receipts, decreased from S\$2.61 million as at the end of FY2016 to S\$2.11 million as at the end of FY2017. As lesser purchases were made during the financial year, the usage of trust receipts was correspondingly reduced.

Non-current interest-bearing liabilities, which comprised finance leases and a term loan, decreased from S\$1.08 million as at 31 March 2016 to S\$1.00 million as at 31 March 2017. The decrease was due to payment of the instalments of the term loan as well as translation exchange difference as the term loan is denominated in Malaysian ringgit.

The Group had a positive working capital of S\$12.79 million as at the end of FY2017.

Cash Flow and Working Capital

Cash and cash equivalents increased from S\$3.18 million as at the end of FY2016 to S\$6.07 million as at the end of FY2017.

Net cash generated from operating activities amounted to S\$3.66 million for FY2017 and was mainly due to working capital changes from the decrease in inventories, decrease in trade and other receivables, and increase of trade and other payables of S\$3.36 million, S\$0.71 million and S\$0.32 million respectively. Inventories and trade and other receivables decreased in line with decrease in revenues, while the increase in trade and other payables was due to purchases made at the end of FY2017 and recorded as goods-in-transit.

Net cash used in investing activities of S\$0.15 million was incurred for the purchase of plant and equipment with cash outlay of S\$0.17 million, offset by proceeds of S\$0.02 million from disposal of retired assets. The balance of S\$0.08 million of the consideration for the purchase of plant and equipment was financed through lease agreements.

Net cash used in financing activities amounted to S\$0.53 million in FY2017. Net payments made to settle trust receipts amounted to S\$0.45 million. Repayments of term loan and finance lease obligations made up the balance amount of S\$0.08 million.

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

Not applicable as no forecast or prospect statement has been disclosed previously to shareholders.

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

The recent months showed a modest improvement in the demand for the Group's products but the general economic conditions remained uncertain. If this improvement continues, the Group should be able to harness the opportunities to improve its financial performance.

The Group deems that its immediate task is to strengthen its growth base so as to better weather any longer term structural headwinds.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current period?

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 FY2017.

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

13. Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

Business segments

2017

	Components Distribution S\$'000	Aluminium Products Distribution S\$'000	Unallocated S\$'000	Consolidated S\$'000
Revenue				
External revenue	3,212	14,453	-	17,665
Results				
Segment results	(32)	200	(794)	(626)
Interest income	-	9	15	24
Finance costs	-	(112)	-	(112)
Amortisation of intangible assets	-	(152)	-	(152)
Depreciation expense	(32)	(207)	(1)	(240)
Loss before income tax	(64)	(262)	(780)	(1,106)
Income tax expense	-	(47)	-	(47)
Loss after income tax	(64)	(309)	(780)	(1,153)
Capital expenditure				
- Property, plant and equipment	12	234	-	246
Assets and Liabilities				
Segment assets	5,104	16,536	1,800	23,440
Current income tax recoverable and deferred tax asset	72	124	-	196
Total assets	5,176	16,660	1,800	23,636
Segment liabilities	511	4,723	190	5,424
Deferred tax liabilities	-	88	-	88
Total liabilities	511	4,811	190	5,512

Business segments

2016	Components Distribution S\$'000	Aluminium Products Distribution S\$'000	Unallocated S\$'000	Consolidated S\$'000
Revenue				
External revenue	3,358	17,515	-	20,873
Results				
Segment results	(113)	354	(938)	(697)
Interest income	-	9	4	13
Finance costs	-	(160)	-	(160)
Amortisation of intangible assets	-	(152)	-	(152)
Depreciation expense	(62)	(213)	(1)	(276)
Loss before income tax	(175)	(162)	(935)	(1,272)
Income tax expense	-	(58)	-	(58)
Loss after income tax	(175)	(220)	(935)	(1,330)
Capital expenditure				
- Property, plant and equipment	-	206	-	206
Assets and Liabilities				
Segment assets	5,026	18,617	1,820	25,463
Current income tax recoverable and deferred tax asset	72	87	-	159
Total assets	5,098	18,704	1,820	25,622
Segment liabilities	700	4,776	263	5,739
Deferred tax liabilities	-	114	-	114
Total liabilities	700	4,890	263	5,853

Geographical segments

2017	Singapore S\$'000	Malaysia S\$'000	PRC S\$'000	Others S\$'000	Consolidated S\$'000
Total revenue from external customers	5,186	6,674	5,422	383	17,665
Non-current assets	4,778	1,406	167	-	6,351
2016					
Total revenue from external customers	6,613	7,731	6,377	152	20,873
Non-current assets	4,820	1,598	208	-	6,626

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

See Paragraph 8 above.

15. A breakdown of sales as follows:

	Group S\$'000		%
	Latest Financial Year	Previous Financial Year	Increase/ (Decrease)
(a) Sales reported for first half year	9,040	11,151	(18.9)
(b) Operating loss after income tax reported for first half year	(635)	(737)	(13.84)
(c) Sales reported for second half year	8,625	9,722	(11.3)
(d) Operating loss after income tax reported for second half year	(518)	(593)	(12.6)

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:-

Not applicable. No dividend has been declared or recommended for FY2017 and FY2016.

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

The Group does not have a general mandate for interested person transactions. There was no interested person transaction with a value of more than S\$100,000 during FY2017.

18. Update on Use of Placement Proceeds

On 21 December 2015, the Company issued 150 million shares by way of a private placement and the net proceeds after deducting share issue expenses amounted to approximately S\$1.34 million. The Company has not as yet utilized the net proceeds. The full amount has been placed as term deposits with a bank.

- 19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Tan Yeat Cheong ("Mr Tan")	33	Mr Tan is the son of Mdm Choo Tung Kheng, Non-Executive Director and substantial shareholder of the Company.	Business Development Manager. Mr Tan was appointed on 18 January 2012, and is responsible for the development of aluminium products distribution business in Malaysia and China.	Not applicable.

- 20. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the form set out in Appendix 7H) under Rule 720(1)**

The Company confirms that it has procured undertakings from all its directors and executive officers (in the form set out in Appendix 7H) under Rule 720(1).

BY ORDER OF THE BOARD

Ong Kian Soon

Chief Executive Officer

29 May 2017