

BRITISH AND MALAYAN HOLDINGS LIMITED

THIRD QUARTER FINANCIAL STATEMENT FOR THE PERIOD ENDED 31 MARCH 2019

1(a) Statement of comprehensive income (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

Unaudited Third Quarter results for the period ended 31 March 2019

	GROUP	GROUP		GROUP	GROUP	
	3rd Quarter 1 Jan 2019 to 31 March 2019 S\$'000	3rd Quarter 1 Jan 2018 to 31 March 2018 S\$'000	% Increase/ (Decrease)	Year to Date 1 Jul 2018 to 31 Mar 2019 S\$'000	Year to Date 1 Jul 2017 to 31 Mar 2018 S\$'000	% Increase/ (Decrease)
Revenue	501	599	(16)	1,447	1,637	(12)
Interest Income	22	14	57	57	37	54
Other Income	28	6	367	41	84	(51)
Gain from disposal of available-for-sale financial assets	-	-		-	1,478	NM
Total Revenue	551	619	(11)	1,545	3,236	(52)
Employee Benefits Expense	(378)	(370)	2	(1,141)	(1,351)	(16)
Depreciation Expenses	(35)	(49)	(29)	(137)	(150)	(9)
Net foreign Exchange gain / (loss)	-	(4)	(100)	(1)	(9)	(89)
Other Expenses	(287)	(312)	(8)	(880)	(1,093)	(19)
(Loss) / Profit Before Tax	(149)	(116)	28	(614)	633	NM
Income Tax credit	-	-	-	-	-	NM
(Loss) / Profit for the Financial Period	(149)	(116)	28	(614)	633	NM
Other Comprehensive Income:						
Net Gain on Available-For-Sale Assets	-	-		-	-	
Other Comprehensive Loss for the Financial Period	-	-		-	-	
Total Comprehensive (Loss) / Profit for the Financial Period	(149)	(116)		(614)	633	
Earnings per share (Dollars per share)						
(i) Based on weighted average number of ordinary shares in issue	(0.02)	(0.01)		(0.07)	0.07	
(ii) On a fully diluted basis	(0.02)	(0.01)		(0.07)	0.07	

1(b)(i) 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		BMH		BMH	
	31.03.2019 S\$'000	30.06.2018 S\$'000	31.03.2019 S\$'000	30.06.2018 S\$'000	31.03.2019 S\$'000	30.06.2018 S\$'000
Non-Current Assets						
Property, plant and equipment	3,052	3,187	-	-	-	-
Investment in subsidiary			2,737	2,737	2,737	2,737
	3,052	3,187	2,737	2,737	2,737	2,737
Current Assets						
Cash and short term deposits	6,814	7,681	899	531	899	531
Trade and other receivables	377	369	-	-	-	-
Prepayments	136	161	10	-	10	-
	7,327	8,211	909	531	909	531
Total Assets	10,379	11,398	3,646	3,268	3,646	3,268
Current Liabilities						
Advance trustee services billings	376	272	-	-	-	-
Other liabilities	284	426	95	108	95	108
	660	698	95	108	95	108
Total Liabilities	660	698	95	108	95	108
Net Assets	9,719	10,700	3,551	3,160	3,551	3,160
Equity attributable to equity holders of the Company						
Share capital	2,737	2,737	2,737	2,737	2,737	2,737
Retained earnings	6,982	7,963	814	423	814	423
	9,719	10,700	3,551	3,160	3,551	3,160

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

Amount repayable in one year or less, or on demand

As at 31.03.2019		As at 30.06.2018	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Amount repayable after one year

As at 31.03.2019		As at 30.06.2018	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collateral

N.A.

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

	GROUP	GROUP	GROUP	GROUP
	3rd Quarter 1 Jan 2019 to 31 March 2019	3rd Quarter 1 Jan 2018 to 31 March 2018	Year to Date 1 Jul 2018 to 31 Mar 2019	Year to Date 1 Jul 2017 to 31 Mar 2018
CASH FLOWS FROM OPERATING ACTIVITIES				
Net Profit / (loss) before tax	(149)	(116)	(614)	633
Adjustments for:				
Depreciation of property, plant and equipment	35	49	137	150
Interest income	(22)	(14)	(57)	(37)
Dividend income	-	-	-	-
Loss on disposal of fixed assets	-	-	-	-
Gain on sale of available for sale financial assets	-	-	-	(1,478)
Operating cash flow before changes in working capital	(136)	(81)	(534)	(732)
Changes in working capital:				
(Increase)/ Decrease in trade and other receivables and prepayments	(85)	(137)	16	(152)
Increase/(Decrease) in trade and other payables and advance trustee services billings	415	534	(36)	(355)
Cash flow generated by / (used in) operating activities	194	316	(554)	(1,239)
Income tax (paid) / received	-	-	-	-
Net cash flows generated by / (used in) operating activities	194	316	(554)	(1,239)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment	(2)	-	(2)	-
Purchase of available-for-sale financial assets	-	-	-	-
Interest received	22	14	57	37
Dividends received	-	-	-	-
Proceeds from sale of available-for-sale financial assets	-	-	-	2,527
Net cash flows generated from investing activities	20	14	55	2,564
CASH FLOWS FROM FINANCING ACTIVITY				
Dividends paid	(131)	(263)	(368)	(263)
Net cash flows used in financing activity	(131)	(263)	(368)	(263)
Net increase / (decrease) in cash and cash equivalents	83	67	(867)	1,062
Cash and cash equivalents at beginning of quarter	6,731	7,699	7,681	6,704
Cash and cash equivalents at the end of quarter	6,814	7,766	6,814	7,766

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 SHAREHOLDERS' EQUITY				
	Share Capital \$'000	Fair Value Reserve \$'000	Retained Profits \$'000	Total \$'000
Balance at 1 July 2018 (Group)	2,737	-	7,963	10,700
Net profit	-	-	(465)	(465)
Final dividends- 2018	-	-	(236)	(236)
Balance at 31 December 2018	2,737	-	7,262	9,999
Net loss	-	-	(149)	(149)
Interim dividends- 2019	-	-	(131)	(131)
Balance at 31 March 2019 (Group)	2,737	-	6,982	9,719
Balance at 1 July 2017 (Group)	2,737	1,517	7,594	11,848
Net loss	-	-	750	750
Sale of AFS Assets	-	(1,517)	-	(1,517)
Balance at 31 December 2017	2,737	-	8,344	11,081
Net loss	-	-	(116)	(116)
Interim dividends- 2018	-	-	(263)	(263)
Balance at 31 March 2018(Group)	2,737	-	7,965	10,702

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 at end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

N.A.

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 preceding year

The total number of issued shares as at 31 March 2019 and 30 June 2018 was 8,758,080

1(d)(iv) A statement showing all sales , disposals, cancellation and / or use of treasury shares as at the end of the current financial period reported on.

N/A

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

The figures have not been audited nor reviewed by our auditors.

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

N.A.

4 Interested Person Transactions

The Company does not have a general mandate from shareholders for Interested Person Transactions.

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

The same accounting policies and methods of computation have been applied.

6 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.

N.A

7 **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.**

	QUARTER		YEAR TO DATE	
	GROUP 3Q 2019	GROUP 3Q 2018	GROUP 31.03.2019	GROUP 30.06.2018
Earnings per ordinary share for the period based on operating profit after tax attributable to members of the company after deducting any provision for preference dividends:				
(i) Based on weighted average number of ordinary shares in issue during the financial period.	(0.02)	(0.01)	(0.07)	0.07
(ii) On a fully diluted basis	(0.02)	(0.01)	(0.07)	0.07

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

	GROUP	GROUP
	31.03.2019	30.06.2018
Net asset value per ordinary share based on issued capital at the end of the financial period/year.	1.11	1.22

9 **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.

Review of the quarter

For the quarter ended 31 March 2019, the Group's total revenue was \$551,000 (2018: \$619,000) a decrease of 11%.

The Group incurred an operating loss before tax for the quarter of \$149,000 (2018: loss \$116,000). The increase in the loss is due to lower revenue from the private and corporate trust businesses.

Review of the nine months ended 31 March 2019

For the nine months ended 31 March 2019, the Group's total revenue was \$1,545,000 (2018: \$3,236,000). The prior year amount includes recognition of gain from the sale of AFS assets. On a normalised basis, i.e. excluding the gain on AFS assets in the prior period, total revenue was \$1,545,000 compared to \$1,758,000 in the corresponding period, or a decrease of 12%. The decrease is due to lower trustee fees received and lower other income.

The Group incurred an operating loss before tax for the nine months of \$614,000 (2018: profit \$633,000). On a normalised basis excluding the gain on AFS assets sales in the prior period the Group incurred an operating loss before tax of \$614,000 compared to a loss of \$844,000 in the prior period. The reduction in loss is due to lower employee benefits and other expenses offset by lower revenue.

Balance sheet analysis

Net assets have declined to \$9,719,000 from \$10,700,000 over the period. We believe our strong balance sheet with cash and cash equivalents of \$6,814,000 representing 66% of total assets, will work to our advantage as well as provide our clients and business partners the comfort level it carries as we continue to see a challenging period for the Singapore economy.

Cash flow analysis

The cash position over the period has decreased from \$7,681,000 to \$6,814,000. This decrease is due to the payments of the Company's final and interim dividends and the year-to-date operating loss.

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

The current period are generally in line with the prospect statement previously disclosed.

11 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 of the group in the next reporting and the next 12 months.

Based upon the foregoing, the BMH Group expects financial results to be in line with prior forecasts and prospects statements. The trust business in Singapore is challenging, one that continues to see strong competitive pressures resulting in weak pricing power. Consequently, the Group will continue to explore opportunities to diversify its revenue and income streams as well as seek further efficiencies in accordance with its strategic plan.

12 Dividend

(a) Current Financial Period Report on:

Any dividend declared for the current financial period reported on?

Nil.

(b) Corresponding Period of the immediately preceding financial year

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

Nil

(c) Date payable

Not applicable

(d) Books closure date

Not applicable

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

No dividend has been declared / recommended for the period ended 31 March 2019. The Company reviews its dividends payments on a semi-annual and annual basis and makes the requisite announcement with the earnings announcement for that period.

14 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(13).

There is no such person occupying a managerial position.

15 Statement Pursuant to SGX Listing Rule 705(5) of the Listing Manual

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited financial results of British and Malayan Holdings Limited for the quarter ended 31 March 2019, to be false or misleading in any material respect.

16 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Issuer confirms that it has procured the requisite undertakings.

BY ORDER OF THE BOARD

PAUL PAVEY / ANGELA HO
COMPANY SECRETARIES
13 May 2019