

ASIA ENTERPRISES HOLDING LIMITED

(Company Registration No. 200501021H)

Unaudited Third Quarter Financial Statement for the Period ended 30 September 2018

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

- 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

	Group					
	3Q FY2018 S\$'000	3Q FY2017 S\$'000	% + / (-)	9M FY2018 S\$'000	9M FY2017 S\$'000	% + / (-)
Revenue	9,068	9,411	(4)	28,503	24,297	17
Cost of Sales	(7,213)	(7,024)	3	(22,240)	(17,664)	26
Gross Profit	1,855	2,387	(22)	6,263	6,633	(6)
<u>Other Items of Income</u>						
Interest Income	156	150	4	504	474	6
Other Gains	32	57	(44)	198	46	330
<u>Other Items of Expense</u>						
Marketing and Distribution Costs	(70)	(52)	35	(211)	(257)	(18)
Administrative Expenses	(1,861)	(2,300)	(19)	(5,956)	(6,389)	(7)
Finance Costs	-	-	-	-	(2)	NM
Other Losses	-	(81)	NM	-	(324)	NM
Profit Before Tax from Continuing Operations	112	161	(30)	798	181	341
Income Tax Income	-	-	-	3	21	(86)
Profit Net of Tax	112	161	(30)	801	202	297
Profit Attributable to Owners of the Parent, Net of Tax	190	291	(35)	1,027	429	139
(Loss)/Profit Attributable to Non-Controlling Interests, Net of Tax	(78)	(130)	(40)	(226)	(227)	(0)
	112	161	(30)	801	202	297
Earnings Per Share						
Basic (Cents)	0.06	0.09		0.30	0.13	
Diluted (Cents)	0.06	0.09		0.30	0.13	

Profit before tax is arrived at after crediting (charging) the following:

	Group					
	3Q FY2018 S\$'000	3Q FY2017 S\$'000	% + / (-)	9M FY2018 S\$'000	9M FY2017 S\$'000	% + / (-)
Gain on disposal of plant and equipment	-	57	NM	-	46	NM
Foreign exchange adjustment (loss)/gain	32	(81)	NM	197	(324)	NM
Write-back of doubtful debts and bad debts	-	-	NM	1	-	NM
Depreciation expenses	(536)	(549)	(2)	(1,616)	(1,648)	(2)

NM : Not meaningful

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- 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 (Cont'd)

Consolidated Statement of Comprehensive Income

	Group					
	3Q FY2018 S\$'000	3Q FY2017 S\$'000	% + / (-)	9M FY2018 S\$'000	9M FY2017 S\$'000	% + / (-)
Profit Net of Tax	112	161	(30)	801	202	297
Other Comprehensive Income	-	-		-	-	
Total Comprehensive Income for the Period	112	161	(30)	801	202	297
Total Comprehensive Income Attributable to Owners of the Parent	190	291	(35)	1,027	429	139
Total Comprehensive (Loss)/Income Attributable to Non-Controlling Interests	(78)	(130)	(40)	(226)	(227)	(0)
Total Comprehensive Income	112	161	(30)	801	202	297

NM : Not meaningful

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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	
	As at 30/09/2018 S\$'000	As at 31/12/2017 S\$'000	As at 30/09/2018 S\$'000	As at 31/12/2017 S\$'000
ASSETS				
<u>Non-Current Assets</u>				
Property, Plant and Equipment	21,154	22,679	-	-
Investment Property	472	486	-	-
Investments in Subsidiaries	-	-	43,530	43,530
Other Financial Assets	1,289	1,818	1,026	257
Other Asset	50	50	-	-
Total Non-Current Assets	22,965	25,033	44,556	43,787
<u>Current Assets</u>				
Inventories	21,087	14,275	-	-
Trade and Other Receivables	8,354	7,096	14,185	17,784
Other Financial Assets	5,681	795	2,325	261
Cash and Cash Equivalents	43,129	57,225	1,548	2,470
Total Current Assets	78,251	79,391	18,058	20,515
Total Assets	101,216	104,424	62,614	64,302
EQUITY AND LIABILITIES				
<u>Equity Attributable to Owners of the Parent</u>				
Share Capital	58,856	58,856	58,856	58,856
Treasury Shares	(138)	(138)	(138)	(138)
Retained Earnings	33,596	34,275	3,714	5,340
Capital Reserve	575	575	-	-
Equity, Attributable to Owners of the Parent	92,889	93,568	62,432	64,058
Non-Controlling Interests	5,178	5,484	-	-
Total Equity	98,067	99,052	62,432	64,058
<u>Non-Current Liabilities</u>				
Deferred Tax Liabilities	742	742	-	-
Total Non-Current Liabilities	742	742	-	-
<u>Current Liabilities</u>				
Income Tax Payable	1	12	1	12
Trade and Other Payables	2,406	4,618	181	232
Total Current Liabilities	2,407	4,630	182	244
Total Liabilities	3,149	5,372	182	244
Total Equity and Liabilities	101,216	104,424	62,614	64,302

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

As at 30/09/2018		As at 31/12/2017	
S\$'000		S\$'000	

Secured	Unsecured	Secured	Unsecured
-	-	-	-

Amount repayable after one year

As at 30/09/2018		As at 31/12/2017	
S\$'000		S\$'000	

Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collateral

Not applicable.

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- 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

Statement of Cash Flows

	Group			
	3Q FY2018 S\$'000	3Q FY2017 S\$'000	9M FY2018 S\$'000	9M FY2017 S\$'000
<u>Cash Flows from Operating Activities</u>				
Profit Before Tax	112	161	798	181
Adjustments for:				
Depreciation of Investment Property	5	5	14	14
Depreciation of Property, Plant and Equipment	530	544	1,601	1,634
Deaccretion in Amortised Cost of Other Financial Assets	16	-	94	-
Interest Income	(157)	(150)	(504)	(474)
Interest Expense	-	-	-	2
Gain on Disposal of Plant and Equipment	-	(57)	-	(46)
Operating Cash Flows Before Changes in Working Capital	506	503	2,003	1,311
Inventories	(6,586)	2,878	(6,812)	(126)
Trade and Other Receivables	1,082	(2,130)	(1,257)	(1,648)
Trade and Other Payables	266	1,058	(2,212)	(249)
Net Cash Flows From Operations Before Interest and Tax	(4,732)	2,309	(8,278)	(712)
Income Taxes Paid	(4)	(3)	(9)	14
Net Cash Flows From/(Used in) Operating Activities	(4,736)	2,306	(8,287)	(698)
<u>Cash Flows from Investing Activities</u>				
Proceeds from Disposal of Property, Plant and Equipment	-	60	-	111
Purchase of Property, Plant and Equipment	-	(15)	(76)	(1,515)
Other Financial Assets - (Increase)/ Decrease	(1,577)	(1,035)	(4,451)	(1,035)
Interest Received	157	150	504	474
Net Cash Flows Used in Investing Activities	(1,420)	(840)	(4,023)	(1,965)
<u>Cash Flows from Financing Activities</u>				
Dividends Paid to Equity Owners	-	-	(1,706)	(1,023)
Dividends Paid by A Subsidiary to Non-Controlling Interests	-	-	(80)	(120)
Interest Paid	-	-	-	(2)
Net Cash Flows Used in Financing Activities	-	-	(1,786)	(1,145)
Net Increase/(Decrease) in Cash and Cash Equivalents	(6,156)	1,466	(14,096)	(3,808)
Cash and Cash Equivalents, Beginning Balance	49,285	55,196	57,225	60,470
Cash and Cash Equivalents, Ending Balance	43,129	56,662	43,129	56,662

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- 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

Statements of Changes in Equity

	Attributable to				Capital Reserve	Retained Earnings	Non-Controlling Interests
	Total Equity	Parent Sub-Total	Share Capital	Treasury Shares			
Group (S\$'000)							
Opening Balance at 1 January 2018	99,052	93,568	58,856	(138)	575	34,275	5,484
Total Comprehensive Income/(Loss) for the Period ended 30 September 2018	801	1,027	-	-	-	1,027	(226)
Dividends paid	(1,786)	(1,706)	-	-	-	(1,706)	(80)
Closing Balance at 30 September 2018	98,067	92,889	58,856	(138)	575	33,596	5,178
	(a)						
Opening Balance at 1 January 2017	98,957	93,190	58,856	(138)	575	33,897	5,767
Total Comprehensive Income for the Period ended 30 September 2017	202	429	-	-	-	429	(227)
Dividends paid	(1,143)	(1,023)	-	-	-	(1,023)	(120)
Closing Balance at 30 September 2017	98,016	92,596	58,856	(138)	575	33,303	5,420
	(a)						

(a) Unrealised and not available for distribution as cash dividends.

	Total Equity	Share Capital	Treasury Shares	Retained Earnings
Company (S\$'000)				
Opening Balance at 1 January 2018	64,058	58,856	(138)	5,340
Total Comprehensive Income for the Period ended 30 September 2018	80	-	-	80
Dividends paid	(1,706)	-	-	(1,706)
Closing Balance at 30 September 2018	62,432	58,856	(138)	3,714
Opening Balance at 1 January 2017	63,254	58,856	(138)	4,536
Total Comprehensive Income for the Period ended 30 September 2017	102	-	-	102
Dividends paid	(1,023)	-	-	(1,023)
Closing Balance at 30 September 2017	62,333	58,856	(138)	3,615

- 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.

There were no changes in the share capital since the end of the previous period reported on.

There were a total of 788,600 treasury shares held as at 30 September 2018. (30 September 2017 : 788,600)

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1(d)(iii) To show the total number of issued shares excluding treasury shares and subsidiary holdings as at the end of the current financial period and as at the end of the immediately preceding year

	Number of shares	
	As at 30/09/2018	As at 31/12/2017
Total number of issued shares	341,917,487	341,917,487
Treasury shares	788,600	788,600
Total number of issued shares excluding treasury shares and subsidiary holdings	341,128,887	341,128,887

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

The Company held 788,600 treasury shares as at 30 September 2018. There were no sales, transfers, cancellation and / or use of treasury shares 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.

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 our auditors.

3 Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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 in the financial statements for the current reporting period, which are consistent with the audited financial statements for the year ended 31 December 2017.

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 has adopted all the new or revised Singapore Financial Reporting Standards (International) ("SFRS(I)s") and the related Interpretations to SFRS(I)s ("SFRS(I) INT") that are effective for the financial period beginning 1 January 2018 and relevant to its operation. The adoption of these SFRS(I)s and SFRS(I) INT does not have material impact on the financial position and/or financial performance of the Group.

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			
	3Q FY2018	3Q FY2017	9M FY2018	9M FY2017
Earnings per ordinary share for the period based on net profit attributable to shareholders				
(a) Based on the weighted average number of ordinary shares in issue	0.06 cents	0.09 cents	0.30 cents	0.13 cents
Weighted average number of ordinary shares in issue (excluding treasury shares)	341,128,887	341,128,887	341,128,887	341,128,887
(b) On a fully diluted basis	0.06 cents	0.09 cents	0.30 cents	0.13 cents
Weighted average number of ordinary shares in issue (excluding treasury shares)	341,128,887	341,128,887	341,128,887	341,128,887

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- 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	
	As at 30/09/2018	As at 31/12/2017	As at 30/09/2018	As at 31/12/2017
Net asset value per ordinary share (cents) *	27.23	27.43	18.30	18.78

* Based on the total number of issued shares (excluding 788,600 treasury shares) of 341,128,887 for both period and year.

- 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

Review of the Steel Industry

Based on data compiled by World Steel Association (worldsteel), global crude steel production was 1,347.0 million tonnes (Mt) in the first nine months of 2018, up by 4.7% compared to the same period in 2017. Asia accounted for 70% of the world's crude steel production over the first nine months of 2017 as the region's output grew by 5.5% to 946.8 Mt, driven mainly by production in China which is the world's largest steel producer.

worldsteel said global steel demand continued to show resilience in 2018, supported by the recovery in investment activities in developed economies and the improved performance of emerging economies. While steel demand in China during the first half of 2018 was boosted by a mini stimulus in its real estate sector and the strong global economy, worldsteel sees steel demand there decelerating towards the end of 2018 and into 2019 in the absence of stimulus measures by the Chinese government to contain the potential slowdown of its economy

(Sources: World Steel Association)

Overview

Asia Enterprises is a major distributor of steel products to industrial end-users in Singapore and the Asia-Pacific region. The Group offers a wide range of products that is complemented by its value-added steel processing services to offer a 'one-stop' solution and 'just-in-time' delivery to its customers in the marine and offshore, oil and gas, construction, as well as precision metal stamping, manufacturing and engineering/fabrication industries. With over 45 years of operating history, the Group has forged a strong reputation as a reliable distributor of steel products to the marine and offshore industries.

Review of Statement of Comprehensive Income

Revenue

Revenue (S\$ m)	1Q	2Q	3Q	9M	4Q	Full Year
FY2018	8.6	10.9	9.1	28.5	-	-
FY2017	5.2	9.7	9.4	24.3	6.5	30.8
y-o-y change	64%	12%	(4%)	17%	-	-

For the third quarter ended 30 September 2018 ("3Q18"), the Group's revenue eased 4% to S\$9.1 million from S\$9.4 million in 3Q17. This was due mainly to lower volume of sales amid soft demand conditions and intense market competition. During 3Q18, the Group experienced a slight dip in sales to customers in the marine and offshore sector. This was however buffered by higher sales to the engineering/fabrication and construction segments during 3Q18.

For the nine months ended 30 September 2018 ("9M18"), the Group achieved revenue of S\$28.5 million, an increase of 17% from S\$24.3 million in 9M17. This was driven by higher average selling prices ("ASP") of steel products and relatively stable sales volume in 9M18 compared to 9M17.

During 9M18, the Group registered higher sales to the marine and offshore, engineering/fabrication and construction sectors when compared to 9M17. Sales to the marine and offshore, and engineering/fabrication segments in 9M18 climbed on the back of steady sales volume and higher ASP compared to 9M17. The construction segment also recorded increased sales in 9M18 as a result of higher orders and ASP.

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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 reported on (cont'd)

Gross Profit and Gross Profit Margin

		1Q	2Q	3Q	9M	4Q	Full Year
Gross Profit (\$ m)	FY2018	1.9	2.5	1.9	6.3	-	-
	FY2017	1.6	2.6	2.4	6.6	1.9	8.6
Gross Profit Margin	FY2018	22.4%	22.9%	20.5%	22.0%	-	-
	FY2017	31.4%	27.0%	25.4%	27.3%	29.7%	27.8%

The Group's gross profit in 3Q18 declined 22% to S\$1.9 million from S\$2.4 million in 3Q17. Gross profit margin narrowed to 20.5% from 25.4% previously. This was attributed mainly to the increase in weighted average cost of inventory sold as the cost of stock replenishment has risen in tandem with the increase in international steel prices between the two reporting periods.

Gross profit margin for 9M18 also softened to 22.0% from 27.3% in 9M17 due mainly to higher weighted average cost of inventory sold.

The Group's gross profit margin typically fluctuates across the quarters during a financial year. Underlying factors include differences in selling prices due to seasonal factors and market conditions, sales mix, and changes in its weighted average cost of inventory sold as the Group sells and replaces its inventory across different periods.

Other Items of Income

Other income in 3Q18 decreased to S\$188,000 from S\$207,000 in 3Q17, due mainly to an absence of a gain on disposal of plant and equipment.

Marketing and Distribution Costs and Administrative Expenses

Marketing and distribution costs in 3Q18 increased to S\$70,000 from S\$52,000 in 3Q17 in line with the level of freight and handling services that were required for customers' orders. Administrative expenses in 3Q18 declined by 19% to S\$1.9 million from S\$2.3 million in 3Q17 due mainly to staff-related costs.

Finance Costs and Other Losses

The Group did not incur other losses in 3Q18, compared to other losses of S\$81,000 in 3Q17 which arose mainly to a foreign exchange adjustment loss.

Net Profit/(Loss) Attributable to Equity Holders and Net Profit Margin

		1Q	2Q	3Q	9M	4Q	Full Year
Net Profit / (Loss) Attributable to Equity Holders (\$ m)	FY2018	0.1	0.7	0.2	1.0	-	-
	FY2017	(0.6)	0.7	0.3	0.4	1.0	1.4
	y-o-y change	n.m.	5%	(35%)	139%	-	-
Net Profit Margin	FY2018	0.4%	6.0%	1.2%	2.8%	-	-
	FY2017	n.m.	6.8%	1.7%	1.7%	15.9%	4.0%

Net profit attributable to equity holders ("PATMI") decreased to S\$0.2 million in 3Q18 from S\$0.3 million in 3Q17 due mainly to lower revenue and softer gross profit margin. Excluding interest, tax and depreciation, the Group's PATMI ("EBITDA") in 3Q18 would be around S\$0.6 million, down from S\$0.7 million in 3Q17.

For the year-to-date however, the Group registered a higher PATMI of S\$1.0 million in 9M18, up from S\$0.4 million in 9M17, attributed mainly to lower marketing and administrative expenses, and a foreign exchange adjustment gain. The Group's EBITDA in 9M18 also rose to S\$2.1 million compared to S\$1.6 million in 9M17.

Review of Financial Position

Statement of Financial Position as at 30 September 2018

The Group continued to have a sound balance sheet at the end of September 2018 with cash and cash equivalents of S\$43.1 million and zero borrowings. Shareholders' equity (excluding treasury shares) stood at S\$92.9 million, which translated to net asset value of 27.23 cents per share. This included cash and cash equivalents of 12.64 cents per share and inventory with book value of 6.18 cents per share.

Property, plant and equipment decreased slightly to S\$21.2 million from S\$22.7 million as at 31 December 2017 due to depreciation charges.

Other financial assets as at 30 September 2018 increased to S\$7.0 million from S\$2.6 million as at 31 December 2017 due to an increase in investments in fixed-income securities.

Trade and other receivables increased to S\$8.4 million from S\$7.1 million at the end of December 2017 in tandem with higher proportion of sales on credit.

Inventories (measured on a weighted average cost basis) as at 30 September 2018 increased to S\$21.1 million from S\$14.3 million at the end of December 2017 in tandem with the Group's sales and inventory replenishment activities.

Trade and other payables decreased to S\$2.4 million from S\$4.6 million as at 31 December 2017 due mainly to settlement of outstanding trade payables.

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- 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 (cont'd)**

Statement of Cash Flows

The Group used net cash of S\$8.3 million in operating activities during 9M18. This was attributed mainly to the increase in inventories and trade and other receivables, as well as the payment of trade and other payables.

Net cash used in investing activities in 9M18 amounted to approximately S\$4.0 million, due mainly to an increase in investment in other financial assets. Net cash used in financing activities totalled S\$1.8 million in 9M18 which was attributed mainly to the payment of dividends to equity owners with respect to FY2017. As a result of the above factors, the Group's cash and cash equivalents declined to S\$43.1 million as at 30 September 2018 compared to S\$57.2 million as at 31 December 2017.

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

There is no material variance between the Company's results and the commentary under Section 10 of its previous financial statement.

- 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.**

Group Outlook

In its October 2018 Short Range Outlook, worldsteel has projected that global steel demand will reach 1,657.9 Mt in 2018, an increase of 3.9% over 2017. It is forecasting global demand for steel to remain positive into 2019 with growth of 1.4% to 1,681.2 Mt. However, worldsteel cautions that risks have also increased due to uncertainties from rising trade tensions between the USA and China and volatile currency movements.

The recovery in commodity prices, particularly oil prices, this year has led to improving conditions in the marine and offshore industry. However, the demand for steel materials remains uneven across shipyards in the region. For 9M18, the Group's sales to the marine and offshore segment customers stayed firm due mainly to increased steel purchases from customers in Singapore.

The Group expects the challenging business conditions in the region's steel distribution segment to prevail due to the intensely competitive operating environment. The Group's weighted average cost of inventory could also be affected by potentially higher cost of replenishing inventory if international steel prices continue to rise and/or the US Dollar appreciates further against the Singapore Dollar.

To be ready to capitalise on a recovery in steel demand, the Group will continue to closely monitor the demand trends and purchasing patterns of major steel end-users and ensure it maintains sufficient and relevant inventory to meet customers' steel requirements.

The Group will also strive to remain in sound financial health by ensuring a prudent expense structure and continuing to exercise vigilance on its credit exposure. With a balance sheet backed by cash of S\$43.1 million and zero debt, the Group is confident of its business strength and sustainability to withstand the current slow market conditions.

- 11 Dividends**

- (a) Current financial period reported on**

Any dividend declared for the current financial period reported for?

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) Book closure date**

Not applicable

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

No dividend has been declared/recommended for the period ended.

13 Interested Person Transactions ("IPT")

If the Group has obtained a general mandate from shareholders for 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.

Aggregate value of all IPT during the financial year under review (excluding transactions less than S\$100,000)

	9M FY2018 S\$'000	9M FY2017 S\$'000
Penta Transport Services	<u>143</u>	<u>152</u>

The value of IPT of the Group is well below 3% of the Group's latest audited net tangible assets as at 31 December 2017.

The Company has no IPT general mandate.

14 Confirmation pursuant to Rule 720(1) of the Listing Manual

The Company hereby confirms that it has procured undertakings from all its Directors and Executive Officers in accordance with Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD

Chew Kok Liang
Company Secretary
8 November 2018

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(Company Registration No. 200501021H)

Confirmation by the Board

We, Lee Choon Bok and Lee Yih Chyi being two directors of Asia Enterprises Holding Limited ("the Company"), do hereby confirm on behalf of the Directors of the Company that, to the best of our knowledge, nothing material has come to the attention of the Board of Directors of the Company which may render the financial results for the third quarter ended 30 September 2018 to be false or misleading.

On behalf of the Board of Directors

LEE CHOON BOK
EXECUTIVE CHAIRMAN

LEE YIH CHYI
MANAGING DIRECTOR