



TRIYARDS HOLDINGS LIMITED (CO. REG. NO.: 201210555Z)

**Financial Statements And Dividend Announcement
For the Second Quarter ended 28 February 2017**

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

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.

CONSOLIDATED INCOME STATEMENT

	Group			Group		
	3 months ended			6 months ended		
	28	29		28	29	
	February	February	Incr/	February	February	Incr/
	2017	2016	(decr)	2017	2016	(decr)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Revenue	70,644	70,485	0	161,843	148,610	9
Cost of sales	(59,539)	(55,728)	7	(140,235)	(119,257)	18
Gross profit	11,105	14,757	(25)	21,608	29,353	(26)
Other expenses, net	(991)	(656)	51	(596)	(591)	1
Administrative expenses	(5,761)	(7,104)	(19)	(13,045)	(13,753)	(5)
Profit from operations	4,353	6,997	(38)	7,967	15,009	(47)
Allowance for doubtful receivables	(8,366)	-	nm	(8,366)	-	nm
Financial income	27	44	(39)	46	160	(71)
Financial expenses	(1,672)	(1,166)	43	(3,308)	(2,282)	45
(Loss)/profit before tax	(5,658)	5,875	nm	(3,661)	12,887	nm
Tax expense	(592)	(593)	(0)	(522)	(1,448)	(64)
(Loss)/profit after tax attributable to owners of the Company	(6,250)	5,282	nm	(4,183)	11,439	nm

nm – not meaningful

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Group			Group		
	3 months ended			6 months ended		
	28	29		28	29	
	February	February	Incr/	February	February	Incr/
	2017	2016	(decr)	2017	2016	(decr)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
(Loss)/profit after tax	(6,250)	5,282	nm	(4,183)	11,439	nm
Other comprehensive income:						
Exchange differences on translating foreign operations	129	54	>100	(416)	49	nm
Fair value changes on cash flow hedges	(1,225)	63	nm	(738)	313	nm
Other comprehensive income for the financial period, net of tax	(1,096)	117	nm	(1,154)	362	nm
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ATTRIBUTABLE TO OWNERS OF THE COMPANY	(7,346)	5,399	nm	(5,337)	11,801	nm

(Loss)/profit before tax was stated after (charging)/crediting:-

	Group			Group		
	3 months ended			6 months ended		
	28	29		28	29	
	February	February	Incr/	February	February	Incr/
	2017	2016	(decr)	2017	2016	(decr)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Depreciation of fixed assets	(2,898)	(2,865)	1	(5,828)	(5,761)	1
Loss on disposal of fixed assets	-	(659)	(100)	-	(659)	(100)
Fixed assets written off	-	-	-	(10)	-	nm
Amortisation of intangible assets	(116)	-	nm	(248)	(155)	60
Interest income	27	44	(39)	46	160	(71)
Fair value changes in respect of derivative instruments, net	(72)	-	nm	(81)	-	nm
Exchange loss, net	(504)	(140)	>100	(330)	(168)	96
Allowance for doubtful receivables	(8,366)	-	nm	(8,366)	-	nm

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	
	28 February 2017 US\$'000	31 August 2016 US\$'000	28 February 2017 US\$'000	31 August 2016 US\$'000
Non-current assets				
Fixed assets	135,243	137,640	-	-
Intangible assets	9,930	9,312	-	-
Investments in subsidiaries	-	-	182,568	182,568
Available-for-sale ("AFS") investments	36	37	-	-
Finance lease receivable	1,189	1,470	-	-
Deferred tax assets	995	1,231	-	-
Current assets				
Assets held for sale	-	4,550	-	-
Inventories and work-in-progress	62,540	64,529	-	-
Trade receivables	238,631	170,310	-	-
Other receivables	11,168	7,607	-	-
Other current assets	27,238	27,483	225	244
Finance lease receivable	558	550	-	-
Balances due from				
- subsidiaries	-	-	43,684	43,917
- related companies	1,268	15,596	87	52
- affiliated companies	-	-	-	-
Cash and cash equivalents	12,725	15,624	39	56
Cash pledged	15,373	22,298	-	-
	369,501	328,547	44,035	44,269
Current liabilities				
Trade payables	61,947	44,066	-	-
Other payables	39,347	51,270	581	568
Balances due to				
- subsidiaries	-	-	-	100
- ultimate holding company	279	294	-	-
- related companies	1,486	1,280	-	-
- affiliated companies	131	209	-	-
Derivative financial instruments	1,996	1,187	-	-
Bills payable to banks	81,154	70,492	-	-
Lease obligations	44	44	-	-
Bank term loans	96,129	67,472	-	-
Provision for tax	3,282	3,698	-	-
	285,795	240,012	581	668
Net current assets	83,706	88,535	43,454	43,601
Non-current liabilities				
Lease obligations	(98)	(123)	-	-
Bank term loans	(10,458)	(11,927)	-	-
Deferred tax liabilities	(2,300)	(2,595)	-	-
NET ASSETS	<u>218,243</u>	<u>223,580</u>	<u>226,022</u>	<u>226,169</u>
EQUITY				
Share capital	209,544	209,544	209,544	209,544
Accumulated profits	190,784	194,967	16,478	16,625
Merger reserve	(179,347)	(179,347)	-	-
Translation reserve	(1,115)	(699)	-	-
Hedging reserve	(1,623)	(885)	-	-
TOTAL EQUITY	<u>218,243</u>	<u>223,580</u>	<u>226,022</u>	<u>226,169</u>

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

	28 February 2017		31 August 2016	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Amount repayable in one year or less, or on demand	113,785	63,542	85,864	52,144
Amount repayable after one year	9,305	1,251	10,163	1,887

Details of any collaterals

The Group's borrowings are primarily secured by way of legal mortgages on the property, plant and machinery and assignment over the benefits arising from shipbuilding contract including the work in progress, charge over earnings account, assignment of insurances and cash deposits of the Group.

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

	Group		Group	
	3 months ended 28 February 2017 US\$'000	3 months ended 29 February 2016 US\$'000	6 months ended 28 February 2017 US\$'000	6 months ended 29 February 2016 US\$'000
Cash flows from operating activities				
(Loss)/profit before tax	(5,658)	5,875	(3,661)	12,887
Adjustments:				
Depreciation of fixed assets	2,898	2,865	5,828	5,761
Loss on disposal of fixed assets	-	659	-	659
Fixed assets written off	-	-	10	-
Amortisation of intangible assets	116	-	248	155
Fair value changes in respect of derivative instruments, net	72	-	81	-
Unrealised exchange loss/(gain)	368	(43)	295	74
Interest expense	1,672	1,166	3,308	2,282
Interest income	(27)	(44)	(46)	(160)
Allowance for doubtful receivables	8,366	-	8,366	-
Operating profit before working capital changes	7,807	10,478	14,429	21,658
(Increase)/decrease in:				
Inventories and work-in-progress	8,176	(8,010)	1,989	(8,178)
Trade receivables	(23,058)	(36,138)	(68,321)	(30,384)
Other receivables and other current assets	(10,322)	(2,400)	(11,683)	(7,290)
Finance lease receivable	150	-	300	-
Due from ultimate holding company	-	1,058	-	1,316
Due from related companies	7,624	207	14,327	(682)
Due from affiliated companies	19	15	-	(17)
Increase/(decrease) in:				
Trade payables	7,399	2,047	17,455	(4,518)
Other payables	(19,109)	8,953	(11,818)	7,388
Due to ultimate holding company	157	2,142	(15)	1,434
Due to related companies	(517)	(1,347)	206	(1,268)
Due to affiliated companies	117	(251)	(78)	(423)
Cash used in operations	(21,557)	(23,246)	(43,209)	(20,964)
Interest paid	(1,672)	(1,166)	(3,308)	(2,282)
Interest income received	14	44	19	160
Tax paid	(1,589)	(902)	(1,616)	(791)
Net cash used in operating activities	(24,804)	(25,270)	(48,114)	(23,877)
Cash flows from investing activities				
Purchase of fixed assets	(2,965)	(2,982)	(3,628)	(6,544)
Additions to intangible assets	(271)	(1)	(822)	(77)
Proceeds from disposal of fixed assets	-	3,413	-	3,413
Proceeds from disposal of assets held for sale	4,550	-	4,550	-
(Increase)/decrease in cash pledged	(2,189)	(12,633)	6,924	(27,798)
Net cash (used in)/from investing activities	(875)	(12,203)	7,024	(31,006)
Cash flows from financing activities				
Repayment of lease obligations	(9)	(1,301)	(20)	(1,388)
Proceeds from bank term loans and bills payable to banks	64,492	89,834	136,416	139,403
Repayment of bank term loans and bills payable to banks	(41,470)	(42,606)	(98,173)	(82,799)
Dividends paid on ordinary shares	-	(2,292)	-	(2,292)
Net cash from financing activities	23,013	43,635	38,223	52,924
Net (decrease)/increase in cash and cash equivalents	(2,666)	6,162	(2,867)	(1,959)
Effects of exchange on cash and cash equivalents	73	7	(32)	24
Cash and cash equivalents at beginning of financial period	15,318	32,419	15,624	40,523
Cash and cash equivalents at end of financial period	12,725	38,588	12,725	38,588

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	Attributable to owners of the Company					
	Share capital US\$'000	Accumulated profits US\$'000	Merger reserve US\$'000	Translation reserve US\$'000	Hedging reserve US\$'000	Total US\$'000
Group						
Balance at 1 September 2015	209,544	179,466	(179,347)	(1,124)	(126)	208,413
Total comprehensive income for the financial period	-	11,439	-	49	313	11,801
Dividends on ordinary shares representing total transactions with owners in their capacity as owners	-	(2,292)	-	-	-	(2,292)
Balance at 29 February 2016	209,544	188,613	(179,347)	(1,075)	187	217,922
Balance at 1 September 2016	209,544	194,967	(179,347)	(699)	(885)	223,580
Total comprehensive income for the financial period	-	(4,183)	-	(416)	(738)	(5,337)
Balance at 28 February 2017	209,544	190,784	(179,347)	(1,115)	(1,623)	218,243
Company						
Company	Attributable to owners of the Company					
	Share capital US\$'000	Accumulated profits US\$'000	Total US\$'000			
Balance at 1 September 2015	209,544	13,671	223,215			
Total comprehensive income for the financial period	-	(907)	(907)			
Dividends on ordinary shares representing total transactions with owners in their capacity as owners	-	(2,292)	(2,292)			
Balance at 29 February 2016	209,544	10,472	220,016			
Balance at 1 September 2016	209,544	16,625	226,169			
Total comprehensive income for the financial period	-	(147)	(147)			
Balance at 28 February 2017	209,544	16,478	226,022			

- 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**

Issuance of 29,500,000 warrants to Ezion Holdings Limited

Each Warrant carrying the right to subscribe for one new ordinary share at US\$0.5626 per share. The Warrants are exercisable commencing on 6 July 2015 and shall expire on 6 July 2018.

As at date of this announcement, no warrant has been exercised.

As at 28 February 2017 and 29 February 2016, the Company's total number of issued shares is 324,508,913. The Company does not hold any treasury 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 Company's total number of issued shares is 324,508,913 as at 28 February 2017 (31 August 2016: 324,508,913).

- 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 not been audited or reviewed by the auditors.

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

Not applicable.

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

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the second quarter ended 28 February 2017 as the most recently audited financial statements for the financial year ended 31 August 2016.

- 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 the new and revised FRSs and Interpretation of FRS (INT FRS) that are effective for annual periods beginning on or after 1 September 2016. The adoption of these new/revised FRS and INT FRSs did not have material effect on the financial performance or position of the Group.

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: -

	6 months ended 28 February 2017	6 months ended 29 February 2016
Net (loss)/profit attributable to owners of the Company (US\$'000)	(4,183)	11,439
Weighted average number of ordinary shares on issue for calculation of ('000):		
- Basic earnings per share	324,509	324,509
- Diluted earnings per share (^)	324,509	324,509
(Loss)/earnings per ordinary share ("EPS") (US cents) of the Group:		
(a) Based on the weighted average number of ordinary shares on issue	(1.29)	3.53
(b) On a fully diluted basis	(1.29)	3.53

(^) There is no dilutive impact on the earnings from the Warrants issued to Ezion Holdings Limited as the average market price is lower than the exercise price of the warrants.

7. Net asset value (for the issuer and group) per ordinary share based on 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 28 February 2017	As at 31 August 2016	As at 28 February 2017	As at 31 August 2016
Net asset value per ordinary share (US cents)	67.25	68.90	69.65	69.70

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 PERFORMANCE:

Revenue

6 months ended 28 February 2017 ("1H17")

Group's revenue increased by US\$13.2 million (9%) for the six months ended 28 February 2017 ("1H17") when compared to the corresponding period for the six months ended 29 February 2016 ("1H16").

The increase was mainly due to:

- (i) Contributions from two units of multi-purpose support vessels ("MPSVs"), three units of chemical tanker, four units of escort tugs, one unit of scientific research vessel and two units of oil tankers during the financial period; and
- (ii) Contribution from Strategic Marine Group for the construction of LNG powered aluminum catamarans ferries.

The increase was partially offset by absence of contribution from one unit of SEU – BH320 which was delivered during FY16, two units of SEU – M300/4 which were delivered during 2Q17 and lower contribution from three units of SEU which were at near completion stage as at end of 2Q17. Contributions from all these six units of SEU, collectively, were material during 1H16.

3 months ended 28 February 2017 ("2Q17")

No material change in 2Q17 from its comparative period.

Gross profit

The decrease in gross profit in 1H17 and 2Q17 from its comparative periods were mainly due to lower gross profit margins resulting from different mix of projects and competitive market environment.

Other expenses, net

Other expenses for 1H17 and 2Q17 were US\$0.6 million and US\$1.0 million respectively, as compared with US\$0.6 million and US\$0.7 million in 1H16 and 2Q16. These expenses were contributed mainly by foreign exchange loss.

Administrative expenses

Administrative expenses for 1H17 and 2Q17 decreased by US\$0.7 million (5%) and US\$1.3 million (19%) respectively, compared to 1H16 and 2Q16. The decreases were mainly due to lower personnel expenses incurred during the financial periods.

Allowance for doubtful receivables from related/affiliated entities of Ezra Holdings Limited

For prudence, the Group has made allowance for doubtful receivables from related/affiliated entities of Ezra Holdings Limited which either face a potential going concern issue or have filed for Chapter 11 of the United States Bankruptcy Code as at the date of this announcement. The total amount of the allowance made was approximately US\$8.4 million.

REVIEW OF PERFORMANCE (CONT'D):

Financial expenses

Financial expenses for 1H17 and 2Q17 increased by US\$1.0 million (45%) and US\$0.5 million (43%) respectively, compared to 1H16 and 2Q16. The increases were mainly as a result of higher amount of borrowings to finance the working capital for the on-going projects.

(Loss)/profit before tax

Loss before tax for 1H17 and 2Q17 was US\$3.7 million and US\$5.7 million respectively, compared to profit before tax for 1H16 and 2Q16 of US\$12.9 million and US\$5.9 million. The loss before tax was mainly due to allowance for doubtful receivables made as mentioned above.

However, if the allowance for doubtful receivables is excluded, the Group would have recorded profit before tax for 1H17 and 2Q17 of US\$4.7 million and US\$2.7 million respectively.

Tax

6 months ended 28 February 2017 ("1H17")

The decrease in tax expense was mainly due to loss before tax in 1H17 as compared to profit before tax in 1H16 and one-off adjustment for overprovision of tax payable in the prior year.

3 months ended 28 February 2017 ("2Q17")

No material change in 2Q17 from its comparative period.

REVIEW OF STATEMENT OF FINANCIAL POSITION AND CASH FLOWS:

Non-current assets

The decrease in non-current assets was mainly due to depreciation charged during the financial period. The decrease was partially offset by purchase of operating equipment and upgrade of facilities at two of the yards in Vietnam and additions of the development cost of intangible assets.

Current assets

The increase in current assets was mainly due to increase in trade and other receivables, as a result of progressive revenue recognised on the on-going projects and higher amount of value added tax claimable for purchase of materials and equipment in Vietnam.

The above increases were partially offset by:

- (i) Completion of the transaction for assets held for sale during the financial period;
- (ii) Decrease in amount due from related companies, mainly due to payment received and allowance for doubtful receivables made as explained above; and
- (iii) Decrease in cash and cash equivalents and cash pledged to financial institutions.

Current liabilities

The increase in current liabilities was mainly due to:

- (i) Increase in trade payables as a result of purchase of materials and equipment for the on-going projects;
- (ii) Increase in amount due to related companies in relation to services rendered to the Group; and
- (iii) Increase in bills payable to banks and bank term loans to fund working capital for the on-going shipbuilding and fabrication projects.

The above increases were partially offset by decrease in other payables, resulting from lower advance billings to customers and accrual for project related expenses.

REVIEW OF STATEMENT OF FINANCIAL POSITION AND CASH FLOWS (CONT'D):

Non-current liabilities

The decrease in non-current liabilities was mainly due to reclassification from non-current liabilities to current liabilities for bank term loans during the financial period.

Equity

The decrease in shareholders' equity was mainly due to net loss incurred during the financial period.

Cash flows

The Group recorded net cash outflow from operating activities of US\$48.1 million in 1H17, mainly due to:

- (i) Net increase in trade receivables, mainly due to progressive revenue recognised during the financial period; and
- (ii) Net decrease in other payables resulting from lower amount of advance billings to customers and accrual for project related expenses.

The above were partially offset by:

- (iii) Net decrease in amount due from related companies, mainly due to payment received; and
- (iv) Net increase in trade payables as a result of purchase of materials and equipment for the on-going projects.

The Group recorded net cash outflow from operating activities of US\$24.8 million in 2Q17, mainly due to:

- (i) Net increase in trade receivables, mainly due to progressive revenue recognised during the financial period; and
- (ii) Net decrease in other payables resulting from lower amount of accrual for project related expenses.

The above were partially offset by:

- (iii) Net decrease in inventories and work-in-progress resulting from utilisation for the on-going projects; and
- (iv) Net increase in trade payables as a result of purchase of materials and equipment for the on-going projects.

Net cash from investing activities was US\$7.0 million in 1H17, mainly due to decrease in cash pledged and proceeds from disposal of assets held for sale. This was offset by the purchase of operating equipment and upgrade of the facilities at two of the yards in Vietnam and purchase of intangible assets.

Net cash used in investing activities was US\$0.9 million in 2Q17, mainly resulting from purchase of operating equipment and upgrade of the facilities at two of the yards in Vietnam, purchase of intangible assets and increase in cash pledged. This was partially offset by proceeds from disposal of assets held for sale.

Net cash from financing activities was US\$38.2 million and US\$23.0 million in 1H17 and 2Q17 respectively, as a result of net loan drawdown for working capital.

Financial ratios

The Group's net debt to equity ratio (defined as ratio of total external indebtedness (net of cash and cash equivalents) owing to bank and financial institutions to shareholders' equity) increased from 0.60 to 0.80 times, in 2Q17 compared to FY16. Approximately 98% of the Group borrowings as at 28 February 2017 relates to working capital financing.

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

Not applicable.

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

While the Oil and Gas (“O&G”) Industry is still experiencing a challenging environment which induced stiff competition among the players within the industry, the Group has diversified its clientele base and expanded its product offerings beyond O&G related assets over the past 24 months. This resulted in new product lines being added to its orderbook, such as the chemical tanker, scientific research vessel, windfarm crew transfer vessel and LNG-powered aluminium catamaran. TRIYARDS’ primary business segment remains focused on fabricating assets for the full O&G value chain – construction and production, as well as decommissioning, inspection and maintenance of offshore infrastructure servicing the existing offshore fields – thereby also enabling TRIYARDS’ products to stay relevant in this difficult market. The Group continues to see interest in its offerings with its diversification strategy initiated despite the current challenging O&G environment.

As announced on 21 March 2017, the Company is currently seeking advice on the Ezra Chapter 11 Filing, as well as assessing the impact of such filing on the Group. For prudence, the Group has made allowance for doubtful receivables from related/affiliated entities of Ezra Holdings Limited which either face a potential going concern issue or have filed for Chapter 11 of the United States Bankruptcy Code as at the date of this announcement. The total amount of the allowance made was approximately US\$8.4 million.

In the event that any material changes occur in relation to any or all of the existing banking facilities of the Group, the Company will review and assess its ability to continue as a going concern.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? No.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No.

(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 current financial period reported on.

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

Aggregate value of interested person transactions, pursuant to the IPT mandate renewed on 21 December 2016, is as follows.

Name of interested person	Aggregate value of all interested person transactions during second quarter of FY2017 (excluding transactions less than US\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX-ST Listing Manual)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX-ST Listing Manual during second quarter of FY2017 (excluding transactions less than US\$100,000)
	US\$'000	US\$'000
<u>Revenue (Recognised)</u>		
Emas Offshore Services Pte Ltd	263	2,041
Emas-AMC Pte Ltd	169	50
<u>Purchase of Goods and Services</u>		
Ezra Holdings Limited	—	353
EMAS IT Solutions Pte Ltd	—	308
Ezra Marine Services Pte Ltd	1,128	86
Emas Offshore Pte Ltd	—	310

14. Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1)

Pursuant to Rule 720(1) of the Listing Manual, the Company has procured undertakings from all its directors and executive officers.

**Confirmation by the Board
Pursuant to SGX Listing Rule 705(5)**

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the second quarter ended 28 February 2017 to be false or misleading.

On behalf of the Board of Directors



**Lee Kian Soo
Chairman (Non-Executive)**

7 April 2017



**Lim Kuan Meng
Independent Director**