



Unaudited Financial Statement Announcement for the Third Quarter and Nine Months ended 30 September 2018

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.

Unaudited Consolidated Income Statement for the Third Quarter ("3Q 2018") and Nine Months ("9M 2018") ended 30 September 2018

	Group S\$'000			% Change	Group S\$'000			% Change
	3Q 2018	3Q 2017		+ / (-)	9M 2018	9M 2017		+ / (-)
Revenue*	7,245	7,304		(1)	21,521	19,303		11
Other income *	107	62		73	1,371	336		308
Employee benefits expenses ⁽¹⁾	(1,119)	(1,230)		(9)	(3,724)	(3,508)		6
Depreciation and amortisation ⁽²⁾	(1,819)	(1,502)		21	(6,078)	(4,552)		34
Other expenses *	(4,898)	(7,367)		(34)	(17,230)	(17,462)		(1)
Finance costs on loans and borrowings ⁽³⁾	(952)	(1,022)		(7)	(2,651)	(2,963)		(11)
Share of results of associate, net of tax	(2)	(2)		-	(6)	(9)		(33)
Share of results of joint venture company, net of tax	(63)	9		n.m.	(108)	58		n.m.
Loss before tax	(1,501)	(3,748)		(60)	(6,905)	(8,797)		(22)
Income tax expense ⁽⁴⁾	110	(7,553)		n.m.	35	(7,464)		n.m.
Loss for the period	(1,391)	(11,301)		(88)	(6,870)	(16,261)		(58)
Loss attributable to:								
Owners of the Company	(1,651)	(10,188)		(84)	(5,919)	(14,490)		(59)
Non-controlling interests	260	(1,113)		n.m.	(951)	(1,771)		(46)
	(1,391)	(11,301)		(88)	(6,870)	(16,261)		(58)

Unaudited Consolidated Statement of Comprehensive Income for 3Q 2018 and 9M 2018

	Group S\$'000			% Change	Group S\$'000			% Change
	3Q 2018	3Q 2017		+ / (-)	9M 2018	9M 2017		+ / (-)
Loss for the period	(1,391)	(11,301)		(88)	(6,870)	(16,261)		(58)
Other comprehensive income:								
Item that may be reclassified subsequently to profit or loss:								
Foreign currency translation	(3,752)	(1,187)		216	(1,247)	(6,151)		(80)
Other comprehensive income for the period, net of tax	(3,752)	(1,187)		216	(1,247)	(6,151)		(80)
Total comprehensive income for the period	(5,143)	(12,488)		(59)	(8,117)	(22,412)		(64)
Total comprehensive income attributable to:								
Owners of the Company	(3,656)	(11,294)		(68)	(8,237)	(19,406)		(58)
Non-controlling interests	(1,487)	(1,194)		25	120	(3,006)		n.m.
	(5,143)	(12,488)		(59)	(8,117)	(22,412)		(64)

Notes:

n.m. - not meaningful, * - Refer to item 1(a)(ii) for details.

(1) Employee benefits expenses increase due to more headcount and greater coal carrying activities in 3Q and 9M 2018.

(2) In October 2016, a subsidiary entered into a conditional sale and purchase agreement for the sale of 22 tugs and 22 barges. The depreciation for these tugs and barges was suspended since October 2016. As at 31 December 2017, the proposed disposal has not been completed. As such the Group ceased to classify these tugs and barges as held for sale and have recognised the depreciation for the 22 tugs and 22 barges. In August 2018, a subsidiary entered into a conditional sale and purchase agreement for the sale of 27 tugs and 25 barges (the "Vessels"). The Company ceased to depreciate the Vessels and has reclassified the Vessels from "Property, plant and equipment" to "Assets held for sale" under the proposed disposal in September 2018.

(3) Finance costs pertain to the interest expenses incurred on the bank loans. The decrease was due to repayment of principal.

(4) Income tax expense for FY2017 included forfeiture of utilised tax losses amounting to approximately S\$7.6m as certain subsidiaries participated in the Tax Amnesty Programme introduced by the Indonesia Tax Office.

1(a)(ii). The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year.

	Group S\$'000			Group S\$'000		
	3Q 2018	3Q 2017	% Change +/(−)	9M 2018	9M 2017	% Change +/(−)
Revenue						
Coal transportation income ⁽¹⁾	3,801	3,167	20	12,284	6,454	90
Sale of electricity ⁽²⁾	3,444	4,137	(17)	9,237	12,849	(28)
	<u>7,245</u>	<u>7,304</u>	(1)	<u>21,521</u>	<u>19,303</u>	11
Other income						
Interest income on cash and bank deposits ⁽³⁾	85	62	37	236	225	5
Net gain on disposal of property, plant and equipment ⁽⁴⁾	(11)	(1)	1,000	1,081	88	1,128
Miscellaneous income	33	1	3,200	54	23	135
	<u>107</u>	<u>62</u>	73	<u>1,371</u>	<u>336</u>	308

	Group S\$'000			Group S\$'000		
	3Q 2018	3Q 2017	% Change +/(−)	9M 2018	9M 2017	% Change +/(−)

Other expenses include the following:

Operating expenses (excluding payroll and depreciation):

Coal and fuel ⁽⁵⁾	(2,126)	(3,728)	(43)	(7,795)	(10,525)	(26)
Operations and maintenance ⁽⁶⁾	(582)	(1,784)	(67)	(2,592)	(3,424)	(24)
Agent fees and port handling charges ⁽⁷⁾	(332)	(438)	(24)	(1,265)	(1,088)	16
Certificate, license and other compliance expenses ⁽⁷⁾	(108)	(153)	(29)	(320)	(253)	26
Charter expenses/Equipment leasing ⁽⁷⁾	(755)	(163)	363	(1,219)	(233)	423
Other expenses ⁽⁸⁾	(355)	(494)	(28)	(1,358)	(1,819)	(25)
	<u>(4,258)</u>	<u>(6,760)</u>	(37)	<u>(14,549)</u>	<u>(17,342)</u>	(16)
Legal and professional fees ⁽⁹⁾	(224)	(103)	117	(496)	(357)	39
Office and other rental expenses ⁽¹⁰⁾	(89)	(118)	(24)	(272)	(355)	(23)
Foreign exchange (loss)/gain ⁽¹¹⁾	(306)	(214)	43	(1,360)	1,111	n.m.

Notes:

- (1) The increase in coal transportation income was due to the greater coal carrying activities in 3Q and 9M 2018 as compared to 3Q and 9M 2017.
- (2) The decrease in sales of electricity were due to the lower sales volume of electricity in 3Q and 9M 2018 as compared to 3Q and 9M 2017.
- (3) The increase in interest income in 3Q and 9M 2018 was mainly due to higher bank interest rates during the period.
- (4) The Group has sold some vessels in 9M 2018.
- (5) The decrease in coal expenses was in line with the lower electricity sales in 3Q and 9M 2018. The overall decrease was offset by more fuel purchased in 3Q and 9M 2018 due to increase in the coal carrying activities. In addition, the coal prices and fuel prices increased compared to FY2017.
- (6) The decrease in operations and maintenance expenses was mainly due to less repair and maintenance costs incurred for the vessels and the power plant units in 3Q 2018 and 9M 2018.
- (7) The increase in overall expenses was in line with the increase in coal carrying activities in 9M 2018. The decrease in the vessels expenses for 3Q 2018 was mainly due to more transshipment which incurred less agent fees and port handling charges. The Company chartered vessels from a third party since 4Q 2017 to operate and serve its customers.
- (8) The decrease in other expenses in 3Q and 9M 2018 was mainly due to reversal of over accrual and other provisions in prior years.
- (9) The increase in legal fees in 3Q 2018 and 9M 2018 was due to legal and professional fees incurred for corporate actions in 9M 2018.
- (10) The decrease in 3Q 2018 and 9M 2018 was due to a decrease in rental rate following renewal of the rental agreement.
- (11) The foreign exchange loss/gain in 3Q and 9M 2018 was mainly due to the movement of Singapore Dollar ("SGD") against United States Dollar ("USD"), Renminbi ("RMB") and Indonesian Rupiah ("IDR").

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

Unaudited Balance Sheets as at 30 September 2018

	Group S\$'000		Company S\$'000	
	30 Sep 2018	31 Dec 2017	30 Sep 2018	31 Dec 2017
Non-current assets				
Property, plant and equipment	48,491	60,803	128	202
Land use rights	10,868	12,084	-	-
Intangible assets	17,644	20,466	-	-
Investment property under construction	10,634	10,319	-	-
Property under development	46,601	45,218	-	-
Goodwill	82	82	-	-
Prepayments	3,283	3,218	-	-
Interests in subsidiaries	-	-	76,489	76,489
Investment in associate	26,142	26,154	26,142	26,154
Interests in joint venture company	1,813	1,854	-	-
Trade and other receivables	7,133	7,160	-	-
Loan to subsidiary	-	-	24,567	31,462
	172,691	187,358	127,326	134,307
Current assets				
Trade and other receivables	6,528	12,079	52	45
Prepayments	1,017	614	26	6
Due from subsidiaries (trade)	-	-	-	859
Due from subsidiaries (non-trade)	-	-	559	3,969
Inventories	393	112	-	-
Cash and bank deposits	39,810	44,201	5,031	2,557
	47,749	57,006	5,668	7,436
Assets held for sale	5,716	-	-	-
	53,465	57,006	5,668	7,436
Current liabilities				
Loans and borrowings	(6,076)	(13,915)	-	(9,249)
Trade and other payables	(50,014)	(45,142)	(552)	(486)
Due to subsidiaries (non-trade)	-	-	(19,603)	(18,325)
Advance from joint venture company	(1,434)	(750)	(1,433)	(750)
Income tax payable	(378)	(90)	-	-
	(57,901)	(59,897)	(21,588)	(28,810)
Net current liabilities	(4,436)	(2,891)	(15,920)	(21,374)
Non-current liabilities				
Trade and other payables	(25,863)	(26,634)	-	-
Deferred tax liabilities	(7,994)	(9,065)	(14)	(14)
Loans and borrowings	(14,602)	(20,971)	-	-
	(48,459)	(56,670)	(14)	(14)
Net assets	119,795	127,797	111,392	112,919
Equity				
Share capital	189,004	189,004	189,004	189,004
Accumulated losses	(114,934)	(109,015)	(77,686)	(76,159)
Capital reserve	14	14	-	-
Other reserve	(320)	(320)	-	-
Foreign currency translation reserve	(5,770)	(3,567)	-	-
Acquisition revaluation reserve	5,392	5,392	-	-
Employee share option reserve	74	74	74	74
Equity attributable to owners of the Company	73,460	81,582	111,392	112,919
Non-controlling interests	46,335	46,215	-	-
Total equity	119,795	127,797	111,392	112,919

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

Amount repayable in one year or less, or on demand:

30 September 2018	
Unsecured	Secured
-	6,076

31 December 2017	
Unsecured	Secured
-	13,915

Amount repayable after one year:

30 September 2018	
Unsecured	Secured
-	14,602

31 December 2017	
Unsecured	Secured
-	20,971

The borrowings were secured by (i) the mortgage on the land and certain property, plant and equipment; (ii) fiduciary security over receivables arising out of operational transaction, claims of performance guarantee from certain suppliers and insurance claims; (iii) security over certain receivables and bank accounts.

- 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.**

	Group	
	S\$'000	S\$'000
	9M 2018	9M 2017
Cash flows from operating activities		
Loss before tax	(6,905)	(8,797)
Adjustments:		
Depreciation of property, plant and equipment	4,187	2,492
Amortisation of land use rights	388	423
Amortisation of intangible assets	1,455	1,585
Amortisation of prepayments	48	52
Impairment loss on receivables	11	13
Net gain on disposal of property, plant and equipment	(1,081)	(88)
Unrealised foreign exchange differences	963	(6,910)
Finance costs	2,651	2,963
Interest income	(236)	(225)
Share of results of associate	6	9
Share of results of joint venture company	108	(58)
Operating cash flows before working capital changes	1,594	(8,541)
(Increase)/decrease in inventories	(302)	1,099
Increase in property under development	(2,897)	(11,362)
Decrease/(increase) in trade and other receivables	5,252	(1,570)
Increase in prepayments	(525)	(2,401)
Increase in trade and other payables	4,628	8,777
Cash flows generated from/(used in) operations	7,749	(13,998)
Interest received	236	312
Finance costs paid	(2,351)	(2,830)
Net cash flows generated from/(used in) operating activities	5,635	(16,516)
Cash flows used in investing activities		
Purchase of property, plant and equipment	(2,544)	(1,064)
Proceeds from sale of property, plant and equipment	1,092	154
Expenditure on investment property under construction	(661)	(2,596)
Increase in fixed deposits	-	(254)
Net cash flows used in investing activities	(2,113)	(3,760)
Cash flows used in financing activities		
Repayment of bank loans	(12,657)	(2,387)
Capital injection in a subsidiary by a non-controlling interest	3,582	-
Advances from joint venture	662	-
Restricted cash	36	101
Net cash flows used in financing activities	(8,377)	(2,286)
Net decrease in cash and cash equivalents	(4,855)	(22,562)
Effect of exchange rate changes on cash and cash equivalents	840	3,402
Cash and cash equivalents at beginning of the period	33,573	53,970
Cash and cash equivalents at end of the period ⁽¹⁾	29,558	34,810

Note:

- (1) For the purpose of the consolidated cash flow statement, cash and cash equivalents comprise cash at bank and on hand and short term deposits.

	S\$'000	S\$'000
	9M 2018	9M 2017
Cash and cash equivalents	29,558	34,810
Fixed deposits	10,029	10,414
Restricted cash	222	179
Cash and bank deposits	39,810	45,403

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.

	Total attributable to owners of the Company							Non-controlling interests	Total Equity	
(in S\$'000s)	Share capital	Accumulated losses	Capital reserve	Other reserve	Foreign currency translation reserve	Acquisition revaluation reserve	Employee share option reserve	Total		
<u>GROUP - 3Q 2017 and 2018</u>										
At 1 July 2017	189,004	(98,874)	14	(320)	(2,146)	5,392	74	93,144	47,224	140,368
Loss for the period, net of tax	-	(10,188)	-	-	-	-	-	(10,188)	(1,113)	(11,301)
Other comprehensive income										
Foreign currency translation	-	-	-	-	(1,106)	-	-	(1,106)	(81)	(1,187)
Other comprehensive income for the period, net of tax	-	-	-	-	(1,106)	-	-	(1,106)	(81)	(1,187)
Total comprehensive income for the period	-	(10,188)	-	-	(1,106)	-	-	(11,294)	(1,194)	(12,488)
At 30 September 2017	189,004	(109,062)	14	(320)	(3,252)	5,392	74	81,850	46,030	127,880
At 1 July 2018	189,004	(113,283)	14	(320)	(3,765)	5,392	74	77,116	47,822	124,938
Loss for the period, net of tax	-	(1,651)	-	-	-	-	-	(1,651)	260	(1,391)
Other comprehensive income										
Foreign currency translation	-	-	-	-	(2,005)	-	-	(2,005)	(1,747)	(3,752)
Other comprehensive income for the period, net of tax	-	-	-	-	(2,005)	-	-	(2,005)	(1,747)	(3,752)
Total comprehensive income for the period	-	(1,651)	-	-	(2,005)	-	-	(3,656)	(1,487)	(5,143)
Changes in ownership interests in subsidiaries										
Capital injection by a non-controlling interest	-	-	-	-	-	-	-	-	-	-
Acquisition of subsidiary	-	-	-	-	-	-	-	-	-	-
Total changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-	-	-	-	-	-
At 30 September 2018	189,004	(114,934)	14	(320)	(5,770)	5,392	74	73,460	46,335	119,795

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.

	Total attributable to owners of the Company							Non-controlling interests	Total Equity	
(in S\$'000s)	Share capital	Accumulated losses	Capital reserve	Other reserve	Foreign currency translation reserve	Acquisition revaluation reserve	Employee share option reserve	Total		
<u>GROUP - 9M 2017 and 2018</u>										
At 1 January 2017	189,004	(94,572)	14	(320)	1,664	5,392	74	101,256	49,036	150,292
Loss for the period, net of tax	-	(14,490)	-	-	-	-	-	(14,490)	(1,771)	(16,261)
<u>Other comprehensive income</u>										
Foreign currency translation	-	-	-	-	(4,916)	-	-	(4,916)	(1,235)	(6,151)
Other comprehensive income for the period, net of tax	-	-	-	-	(4,916)	-	-	(4,916)	(1,235)	(6,151)
Total comprehensive income for the period	-	(14,490)	-	-	(4,916)	-	-	(19,406)	(3,006)	(22,412)
At 30 September 2017	189,004	(109,062)	14	(320)	(3,252)	5,392	74	81,850	46,030	127,880
At 1 January 2018	189,004	(109,015)	14	(320)	(3,567)	5,392	74	81,582	46,215	127,797
Loss for the period, net of tax	-	(5,919)	-	-	-	-	-	(5,919)	(951)	(6,870)
<u>Other comprehensive income</u>										
Foreign currency translation	-	-	-	-	(2,318)	-	-	(2,318)	1,071	(1,247)
Other comprehensive income for the period, net of tax	-	-	-	-	(2,318)	-	-	(2,318)	1,071	(1,247)
Total comprehensive income for the period	-	(5,919)	-	-	(2,318)	-	-	(8,237)	120	(8,117)
<u>Changes in ownership interests in subsidiaries</u>										
Capital injection by a non-controlling interest	-	-	-	-	115	-	-	115	-	115
Acquisition of subsidiary	-	-	-	-	-	-	-	-	-	-
Total changes in ownership interests in subsidiaries	-	-	-	-	115	-	-	115	-	115
Total transactions with owners in their capacity as owners	-	-	-	-	115	-	-	115	-	115
At 30 September 2018	189,004	(114,934)	14	(320)	(5,770)	5,392	74	73,460	46,335	119,795

- 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.

(in S\$'000)	Total attributable to owners of the Company			
	Share capital	Accumulated losses	Employee share option reserve	Total
Company - 3Q 2017 and 2018				
At 1 July 2017	189,004	(75,915)	74	113,163
Loss for the period, net of tax	-	(760)	-	(760)
At 30 September 2017	<u>189,004</u>	<u>(76,675)</u>	<u>74</u>	<u>112,403</u>
At 1 July 2018	189,004	(76,805)	74	112,273
Profit for the period, net of tax	-	(881)	-	(881)
At 30 September 2018	<u>189,004</u>	<u>(77,686)</u>	<u>74</u>	<u>111,392</u>
Company - 9M 2017 and 2018				
At 1 January 2017	189,004	(74,251)	74	114,827
Loss for the period, net of tax	-	(2,424)	-	(2,424)
At 30 September 2017	<u>189,004</u>	<u>(76,675)</u>	<u>74</u>	<u>112,403</u>
At 1 January 2018	189,004	(76,159)	74	112,919
Loss for the period, net of tax	-	(1,527)	-	(1,527)
At 30 September 2018	<u>189,004</u>	<u>(77,686)</u>	<u>74</u>	<u>111,392</u>

- 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.

	No. of outstanding options	No. of outstanding warrants	No. of unissued shares	No. of shares issued
As at 31 December 2016, 1 January 2017, 31 March 2017, 30 June 2017 and 30 September 2017	<u>275,000</u>	<u>-</u>	<u>275,000</u>	<u>568,490,975</u>
As at 31 December 2017, 1 January 2018, 31 March 2018, 30 June 2018 and 30 September 2018	<u>275,000</u>	<u>-</u>	<u>275,000</u>	<u>568,490,975</u>

Each option entitles the option holder to subscribe for one new ordinary share in the Company at the exercise price of S\$0.48 per share. The options' expiry date is 23 February 2019.

- 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.

	30 Sep 2018	31 Dec 2017
Total number of ordinary shares issued	<u>568,490,975</u>	<u>568,490,975</u>

- 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.

- 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 not been audited or reviewed by the external auditors.

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

Not applicable.

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

Except as disclosed in Section 5 below, the Group and the Company have applied the same accounting policies and methods of computation in the financial statements for the current financial period as compared with those used in the audited financial statements for the financial 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 and the Company have adopted the following new and revised Singapore Financial Reporting Standards ("FRSs") that are mandatory for the financial periods beginning on 1 January 2018:

<i>Description</i>	<i>Effective for annual periods beginning on or after</i>
<i>Amendments to FRS 40 Transfers of Investment Property</i>	1 January 2018
<i>Amendments to FRS 102 Classification and Measurement of Share-based Payment Transactions</i>	1 January 2018
<i>FRS 109 Financial Instruments</i>	1 January 2018
<i>FRS 115 Revenue from Contracts with Customers</i>	1 January 2018
<i>Improvements to FRSs (December 2018)</i>	
<i>-Amendments to FRS 28 Investment in Associate and Joint Ventures</i>	1 January 2018
<i>INT FRS 122 Foreign Currency Transactions and Advance Consideration</i>	1 January 2018

The adoption of the revised FRSs does not have material impact on the financial statements of the Group and Company.

6. Earnings/(Loss) 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: (a) Based on the weighted average number of ordinary shares on issue; and (b) On a fully diluted basis (detailing any adjustments made to the earnings).

		Group				
		3Q 2018	3Q 2017	9M 2018	9M 2017	
<i>Earnings/(Loss) per share</i>						
i)	Based on the weighted average number of ordinary shares on issue	Cents	(0.29)	(1.79)	(1.04)	(2.55)
ii)	On a fully diluted basis	Cents	(0.29)	(1.79)	(1.04)	(2.55)

Note to item 6 (i)

The basic loss per ordinary share ("EPS") of the Group is computed based on net loss attributable to owners of the Company for 9M 2018 amounting to S\$5,919,000 (9M 2017: S\$14,490,000) and weighted average number of 568,490,975 ordinary shares in issue during 9M 2018 (9M 2017: 568,490,975).

The basic loss per ordinary share ("EPS") of the Group is computed based on net loss attributable to owners of the Company for 3Q 2018 amounting to S\$1,651,000 (3Q 2017: S\$10,188,000) and weighted average number of 568,490,975 ordinary shares in issue during 3Q 2018 (3Q 2017: 568,490,975).

Note to item 6 (ii)

The EPS of the Group, on a fully diluted basis, is computed based on net loss attributable to owners of the Company for 9M 2018 amounting to S\$5,919,000 (9M 2017: S\$14,490,000) and weighted average number of 568,490,975 ordinary shares in issue during 9M 2018 (9M 2017: 568,490,975).

The EPS of the Group, on a fully diluted basis, is computed based on net loss attributable to owners of the Company for 3Q 2018 amounting to S\$1,651,000 (3Q 2017: S\$10,188,000) and weighted average number of 568,490,975 ordinary shares in issue during 3Q 2018 (3Q 2017: 568,490,975).

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	
	30 Sep 2018	31 Dec 2018	30 Sep 2018	31 Dec 2018
Net asset value per ordinary share (cents)	12.92	14.35	19.59	19.86

Note:

Net asset value per ordinary share of the Group and of the Company are computed based on 568,490,975 ordinary shares (31 December 2017: 568,490,975) in issue at the respective balance sheet dates.

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.

Turnover, costs and net loss

The Group recorded a higher turnover in 3Q and 9M 2018 of S\$7.2m and S\$21.5m as compared to S\$7.3m and S\$19.3m in 3Q and 9M 2017. The higher turnover was mainly due to greater coal carrying activities during the period. The increase was offset by less electricity sale in the same period.

The shipping segment recorded a loss of S\$0.3m in 3Q 2018 and incurred a total loss of S\$0.5m in 9M 2018, as compared to net loss of S\$0.6m and S\$1.3m in 3Q and 9M 2017. There were less vessels undergoing repair in 3Q and 9M 2018 as compared to 3Q and 9M 2017. The gain was offset by increase in fuel price and foreign exchange loss. The Group has disposed some vessels in 9M 2018 and recognised a gain on disposal of vessels of approximately S\$1.1m. The power plant segment recorded a loss of S\$0.7m and S\$3.4m in 3Q and 9M 2018, as compared to net loss of S\$9m and S\$12.7m in 3Q and 9M 2017. The 3Q and 9M 2017 loss was mainly due to S\$7.6m non-cash impairment of deferred tax assets subsequent to the participation in the Tax Amnesty Programme. The loss in 3Q and 9M was mainly due to increase in coal price during the period, offset by the decrease in finance costs as a result of repayment of bank loan.

Overall, the Group recorded a net loss attributable to owners of the Company of S\$1.7m and S\$5.9m for 3Q 2018 and 9M 2018 as compared to S\$10.2m and S\$14.5m for 3Q 2017 and 9M 2017.

Cash flow, working capital, assets and liabilities

The Group's cash and bank deposits remain healthy at S\$39.8m as at 30 September 2018 as compared to S\$44.2m as at 31 December 2017. The movement in cash flow was mainly due to repayment of principal and interest expenses on bank loans, expenditure for fixed assets and property under development. This is accompanied by increase in sales, increase in paid up capital in PT Kariangau Power, advances from joint venture, and the changes in working capital during the period.

The increase in property under development and investment property under construction in 3Q and 9M 2018 was due to capitalisation of development expenditure for the property development in Ningbo. The decrease in land use rights and intangible assets was mainly due to the depreciation and amortisation charges incurred, accompanied with foreign exchange differences in 3Q and 9M 2018. The Company has entered into a conditional sale and purchase agreement in August 2018 and has reclassified the Vessels from "Property, plant and equipment" to "Assets held for sale" under the proposed disposal in 3Q 2018. The increase in prepayment mainly relates to the value added tax prepayment arising from the property development segment. The decrease in trade and other receivables was mainly attributable to collections from debtors and the increase in trade and other payables was mainly due to longer repayment terms.

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.

The operating environment remains challenging amidst the uncertainties in the global economy. The Group shall continue to concentrate its resources and efforts towards the existing businesses and will focus our effort on creating stable revenue base and optimising operational efficiency and cost effectiveness.

11. If a decision regarding dividend has been made: -

a Whether an interim (final) ordinary dividend has been declared (recommended); and

No.

b (i) Amount per share (cents)

Not applicable.

(ii) Previous corresponding period (cents)

Not applicable.

c Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

d The date the dividend is payable.

Not applicable.

e The date on which Registrable Transfers received by the company (up to 5:00pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

Not applicable.

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.

Name of Interested Person	Aggregate value (S\$'000) of all IPTs during the period ended 30 September 2018 (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all IPTs under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
	S\$'000	S\$'000
KaiYi Investment Pte. Ltd. - Lease of office premises	-	(134)
PT Muji Lines - Coal transportation income	-	7,549
PT Dermaga Perkasapratama - Sale of electricity	3,817	-
PT Bara Tabang - Purchase of coal	-	(3,153)
Gallant Power - Subscription of additional issued shares in PT KP	3,582	-

14. Confirmation by the Board pursuant to Rule 720(1) of the listing manual

The Company has procured undertakings from all its directors and executive officers in compliance with Listing Rule 720(1).

15. Confirmation pursuant to Rule 705(5) of the Listing Manual

We, Low Yi Ngo and Tung Zhihong Paul, being two directors of Manhattan Resources Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial statements for the third quarter and nine months ended 30 September 2018 to be false or misleading in any material aspect.

For and on behalf of the Board of Directors

MANHATTAN RESOURCES LIMITED

Low Yi Ngo
Chief Executive Officer and Managing Director

Tung Zhihong, Paul
Independent Director

BY ORDER OF THE BOARD

Madelyn Kwang Yeit Lam
Secretary

12 November 2018