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**Unaudited Full Year Financial Statement and Dividend Announcement for the Financial Year ended 31 March 2018**


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

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**PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS**
**1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year**

	Group Year ended 31 March		Increase/ (Decrease) %
	2018 (Unaudited) S\$'000	2017 (Audited) S\$'000	
Revenue	16,283	17,665	(7.8)
Cost of sales	(13,033)	(14,629)	(10.9)
Gross profit	3,250	3,036	7.0
Other income	2,853	243	1074.1
Distribution costs	(406)	(412)	(1.5)
Administrative expenses	(3,513)	(3,428)	2.5
Other expenses	(425)	(433)	(1.8)
Finance costs	(146)	(112)	30.4
Profit/ (Loss) before income tax	1,613	(1,106)	NM
Income tax expense	(225)	(47)	378.7
<b>Profit/ (Loss) for the financial year attributable to owners of the parent</b>	<b>1,388</b>	<b>(1,153)</b>	<b>NM</b>
<b>Other comprehensive income for the financial year:</b>			
<i>Items that may subsequently be reclassified to profit or loss:</i>			
Foreign currency translation	472	(492)	NM
<b>Total comprehensive income for the financial year, attributable to owners of the parent</b>	<b>1,860</b>	<b>(1,645)</b>	<b>NM</b>

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

The profit/(loss) before income tax is arrived at	Group Year ended 31 March		Increase/ (Decrease) %
	2018 (Unaudited)	2017 (Audited)	
	S\$'000	S\$'000	
<b>After charging:</b>			
Depreciation of property, plant and equipment	216	240	(10.0)
Allowance for impairment of trade receivables	11	7	57.1
Bad trade receivables written off	1	-	NM
Write-down of inventories	40	9	344.4
Amortisation of intangible asset	152	152	-
Interest expense	146	112	30.4
Foreign exchange loss, net	-	24	NM
<b>and crediting:</b>			
Interest income	29	24	20.8
Change in fair value of investment properties	2,505	-	NM
Write back of allowance for impairment of trade receivables	4	9	(55.6)
Rental income	61	62	(1.6)
Gain on disposal of plant and equipment	18	16	12.5
Foreign exchange gain, net	184	-	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**

	<b>Group</b>		<b>Company</b>	
	As at 31/03/2018 (Unaudited) S\$'000	As at 31/03/2017 (Audited) S\$'000	As at 31/03/2018 (Unaudited) S\$'000	As at 31/03/2017 (Audited) S\$'000
<b>Non-current assets</b>				
Property, plant and equipment	2,632	2,569	-	-
Investment properties	5,320	2,815	-	-
Intangible assets	816	967	-	-
Investments in subsidiaries	-	-	19,733	19,838
Deferred tax asset	36	72	-	-
	<u>8,804</u>	<u>6,423</u>	<u>19,733</u>	<u>19,838</u>
<b>Current assets</b>				
Inventories	8,768	6,719	-	-
Trade and other receivables	4,303	4,203	5,279	5,819
Prepayments	121	98	9	11
Income tax recoverable	125	124	-	-
Cash and cash equivalents	4,160	6,069	1,457	1,787
	<u>17,477</u>	<u>17,213</u>	<u>6,745</u>	<u>7,617</u>
Less:-				
<b>Current liabilities</b>				
Trade and other payables	2,331	2,309	3,082	2,940
Interest-bearing liabilities	2,786	2,113	-	-
Current income tax payable	29	-	-	-
	<u>5,146</u>	<u>4,422</u>	<u>3,082</u>	<u>2,940</u>
Net current assets	<u>12,331</u>	<u>12,791</u>	<u>3,663</u>	<u>4,677</u>
<b>Non-current liabilities</b>				
Interest-bearing liabilities	1,060	1,002	-	-
Deferred tax liabilities	91	88	-	-
	<u>1,151</u>	<u>1,090</u>	<u>-</u>	<u>-</u>
Net assets	<u>19,984</u>	<u>18,124</u>	<u>23,396</u>	<u>24,515</u>
<b>Capital and reserves</b>				
Share capital	26,088	26,088	26,088	26,088
Asset revaluation reserve	315	315	-	-
Share-based payment reserve	31	31	31	31
Foreign currency translation reserve	(1,168)	(1,640)	-	-
Accumulated losses	<u>(5,282)</u>	<u>(6,670)</u>	<u>(2,723)</u>	<u>(1,604)</u>
Equity attributable to owners of the parent	<u>19,984</u>	<u>18,124</u>	<u>23,396</u>	<u>24,515</u>

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

As at 31/03/2018		As at 31/03/2017	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
77	2,709	59	2,054

**Amount repayable after one year**

As at 31/03/2018		As at 31/03/2017	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1,060	-	1,002	-

**Details of any collateral**

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

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

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

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

	Year ended	
	31/03/2018	31/03/2017
	(Unaudited)	(Audited)
	S\$'000	S\$'000
<b>Operating activities</b>		
Profit/ (Loss) before income tax	1,613	(1,106)
Adjustments for:-		
Allowance for impairment of trade receivables	11	7
Amortisation of intangible asset	152	152
Bad trade receivables written off	1	-
Change in fair value of investment properties	(2,505)	-
Depreciation of property, plant and equipment	216	240
Gain on disposal of plant and equipment	(18)	(16)
Interest expense	146	112
Interest income	(29)	(24)
Plant and equipment written off	5	1
Write down of inventories	40	9
Write back of allowance for impairment of trade receivables no longer required	(4)	(9)
Operating cash flows before working capital changes	(372)	(634)
Working capital changes:-		
Inventories	(1,843)	3,359
Trade and other receivables	55	715
Trade and other payables	(32)	322
Prepayments	(20)	100
Cash (used in)/ from operations	(2,212)	3,862
Interest received	29	24
Interest paid	(146)	(112)
Income taxes paid, net	(153)	(117)
Net cash (used in)/ from operating activities	(2,482)	3,657
<b>Investing activities</b>		
Proceeds from disposal of plant and equipment	20	16
Purchase of property, plant and equipment (Note B)	(95)	(166)
Net cash used in investing activities	(75)	(150)
<b>Financing activities</b>		
Proceeds from trust receipts	8,928	5,439
Repayment of trust receipts	(8,296)	(5,886)
Repayment of term loan	(39)	(35)
Repayment of finance lease obligations	(40)	(49)
Net cash from/ (used in) financing activities	553	(531)
Net change in cash and cash equivalents	(2,004)	2,976
Cash and cash equivalents at the beginning of the financial year	6,069	3,181
Effect of currency translation on cash and cash equivalents	95	(88)
Cash and cash equivalents at the end of the financial year (Note A)	4,160	6,069

Note A:

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

	As at 31/03/2018	As at 31/03/2017
	S\$'000	S\$'000
Fixed deposits with banks	1,457	2,113
Cash and bank balances	<u>2,703</u>	<u>3,956</u>
	<u>4,160</u>	<u>6,069</u>

Note B:

Additions to property, plant and equipment comprised the following:

	As at 31/03/2018	As at 31/03/2017
	S\$'000	S\$'000
Additions to property, plant and equipment	177	246
Acquired under finance lease agreements	<u>(82)</u>	<u>(80)</u>
	<u>95</u>	<u>166</u>

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year**

	Equity attributable to owners of the parent					
	Share capital S\$'000	Asset revaluation reserve S\$'000	Share-based payment reserve S\$'000	Foreign currency translation reserve S\$'000	Accumulated losses S\$'000	Total S\$'000
The Group						
Balance at 1 April 2017	26,088	315	31	(1,640)	(6,670)	18,124
<b>Profit for the financial year</b>	-	-	-	-	1,388	1,388
<b>Other comprehensive income for the financial year</b>						
Exchange differences on translating foreign operations	-	-	-	472	-	472
<b>Total comprehensive income for the financial year</b>	-	-	-	472	1,388	1,860
Balance at 31 March 2018	26,088	315	31	(1,168)	(5,282)	19,984
Balance at 1 April 2016	26,088	315	31	(1,148)	(5,517)	19,769
<b>Loss for the financial year</b>	-	-	-	-	(1,153)	(1,153)
<b>Other comprehensive income for the financial year</b>						
Exchange differences on translating foreign operations	-	-	-	(492)	-	(492)
<b>Total comprehensive income for the financial year</b>	-	-	-	(492)	(1,153)	(1,645)
Balance at 31 March 2017	26,088	315	31	(1,640)	(6,670)	18,124

The Company	Share capital S\$'000	Share-based payment reserve S\$'000	Accumulated losses S\$'000	Total S\$'000
Balance at 1 April 2017	26,088	31	(1,604)	24,515
Loss for the financial year, representing total comprehensive income for the financial year	-	-	(1,119)	(1,119)
Balance at 31 March 2018	26,088	31	(2,723)	23,396
Balance at 1 April 2016	26,088	31	(825)	25,294
Loss for the financial year, representing total comprehensive income for the financial year	-	-	(779)	(779)
Balance at 31 March 2017	26,088	31	(1,604)	24,515

**1(d)(ii) Details of any changes in the Company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

The share capital of the Company was S\$26,088,313 comprising 1,607,469,695 shares, as at 31 March 2018 and 30 September 2017. There was no change in the Company's share capital from 30 September 2017 up to 31 March 2018.

There were no outstanding convertible securities, treasury shares or subsidiary holdings as at 31 March 2018 and 31 March 2017.

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

The total number of issued shares as at 31 March 2018 and 31 March 2017 was 1,607,469,695 shares.

The Company did not have treasury shares as at 31 March 2018 and 31 March 2017.

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

Not applicable as the Company did not have any treasury shares during and as at the end of the current financial year reported on.



**1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

Not applicable as there were no subsidiary holdings during and as at the end of the current financial year reported on.

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

The figures have not been audited or reviewed by the Company's auditors.

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

Not applicable.

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

Save as disclosed in paragraph 5 below, the accounting policies and methods of computation applied by the Group are consistent with those used in its most recently audited financial statements for the financial year ended 31 March 2017 ("FY2017").

**5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

On 1 April 2017, the Group adopted the new or revised Singapore Financial Reporting Standards ("FRS") and Interpretations to FRS ("INT FRS") that are relevant to its operations and were effective in the financial year ended 31 March 2018 ("FY2018"). The adoption of these new or revised FRS and INT FRS where relevant has no material impact on the Group's accounting policies or the financial statements for the current financial year reported on.

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

	Group	
	31/03/2018	31/03/2017
Profit/ (Loss) attributable to equity holders of the parent (SGD'000)	1,388	(1,153)
Earnings/ (Loss) per ordinary share:-		
(a) Based on the weighted average number of ordinary shares in issue (SGD cents)	0.09	(0.07)
(b) On a fully diluted basis (SGD cents)	0.09	(0.07)

Earnings/ (Loss) per ordinary share for FY2018 and FY2017 in Item 6(a) are computed based on the net profit/ (loss) attributable to the owners of the parent divided by the weighted average number of ordinary shares in issue of 1,607,469,695 shares for FY2018 and FY2017.

Earnings/ (Loss) per ordinary share on a fully diluted basis for FY2018 and FY2017 in Item 6(b) are the same as the basic earnings/ (loss) per share because the Company did not have any potentially dilutive securities during and as at the end of FY2018 and FY2017.

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current financial period reported on and (b) immediately preceding financial year.**

	Group		Company	
	31/03/2018	31/03/2017	31/03/2018	31/03/2017
Net asset value per ordinary share based on issued share capital (SGD cents)	1.24	1.13	1.46	1.53

Net asset value per ordinary share of the Group and the Company are computed based on the net assets of the Group and the Company respectively, divided by the number of issued ordinary shares of 1,607,469,695 shares as at 31 March 2018 and 31 March 2017.

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, asset or liabilities of the group during the current financial period reported on.**

#### **Review of the Financial Performance of the Group (FY2018 vs. FY2017)**

##### **Turnover**

Sales improved in the second half of FY2018 as compared to the corresponding period of FY2017 mainly as a result of increased demand in the Malaysian market segment, and the Group managed to reduce the fall in sales revenue from 12.2% for the first half of FY2018 to 3.3% for the second half of the financial year. Overall, Group revenue decreased by 7.8% from S\$17.67 million in FY2017 to S\$16.28 million in FY2018.

During FY2018, the Group experienced mixed performance from its various segments. While the Singapore and Malaysian market segments recorded improvements in sales over the previous year of 9.4% and 14.7% respectively, the PRC market segment suffered a decrease in sales of 47.5%. This decrease in sales was due mainly to delays encountered in certain projects orders. The decrease in sales was further aggravated by the planned reduction of sales to the PRC stockists as the Group consolidated its inventory portfolio.

As shown in the business segment report, the aluminium products distribution division had a decrease in revenue of 4.7% from S\$14.45 million recorded in FY2017 to S\$13.77 million in FY2018, while the components distribution division experienced a decrease in revenue of 21.8%, from S\$3.21 million recorded in FY2017 to S\$2.51 million in FY2018 mainly due to lesser project sales secured, as the division is facing very intense competition.

### **Profit Before Income Tax**

Despite the decrease in sales, gross profit for the Group increased by 7.0% from S\$3.04 million to S\$3.25 million. This is due to improved profit margin of 20.0% in FY2018 compared to 17.2% achieved in FY2017. The aluminium products distribution division continued to work on improving its inventory portfolio while sourcing for products that could enhance its strategic pricing policies.

Other income increased from S\$0.24 million in FY2017 to S\$2.85 million in FY2018, due mainly to fair value gain on investment properties of S\$2.50 million. In addition, an exchange gain of S\$0.18 million was recorded in FY2018 whereas an exchange loss of S\$0.02 million was recorded in FY2017.

The Group successfully maintained overall costs at a consistent level. Distribution costs were S\$0.41 million for both FY2018 and FY2017 while other expenses decreased marginally from S\$0.43 million to S\$0.42 million. Other expenses included depreciation expenses which fell 10.0% from S\$0.24 million to S\$0.22 million mainly because renovations cost of the factory in Malaysia was fully depreciated in FY2017. There was also an exchange loss of S\$0.02 million recorded in FY2017, while FY2018 showed an exchange gain. These decreases however were offset by an increase in the write down of inventories from S\$0.01 million in FY2017 to S\$0.04 million as the management deemed it appropriate to adjust the value of some slow-moving stocks.

Administrative expenses increased 2.5% from S\$3.43 million in FY2017 to S\$3.51 million in FY2018 due mainly to the additional professional fees and other related charges incurred in connection with the voluntary conditional cash offer for the Company's shares by JK Global Assets Pte. Ltd. which amounted to approximately S\$0.20 million, and had to be borne by the Company. Without these additional expenses, total administrative expenses would have decreased by approximately 3.5%, due primarily to decreases in payroll costs as a result of attrition.

Finance costs, which comprised finance lease interests and bank interests on trust receipts and a term loan, increased by 30.4% from S\$0.11 million in FY2017 to S\$0.15 million in FY2018 due to increased usage of trust receipts as more purchases were made during FY2018.

As a result of the above, the Group recorded a profit before income tax of S\$1.61 million in FY2018, as compared to a loss before income tax of S\$1.11 million in FY2017.

### **Assets and Liabilities**

Additions to plant and equipment totalled S\$0.18 million, of which S\$0.08 million was raised through finance leases. The aluminium products distribution business purchased lorries and a van totalling S\$0.16 million and other sundry machines and office equipment totalling S\$0.01 million, while the components distribution division purchased a cable testing equipment which cost S\$0.01 million.

The additions to property, plant and equipment were more than offset by depreciation expenses of S\$0.22 million incurred for FY2018. As some of the assets were located in Malaysia and the PRC, the translation of their values to the reporting currency (Singapore dollar) resulted in an exchange gain of S\$0.11 million, so that the balance as at 31 March 2018 was S\$2.63 million, as compared with S\$2.57 million as at 31 March 2017.

Investment properties increased from S\$2.82 million as at 31 March 2017 to S\$5.32 million as at 31 March 2018 pursuant to the change in the fair value of the investment properties of

S\$2.50 million, which is based on the valuation report done by an independent professional valuer.

Intangible assets decreased from S\$0.97 million as at 31 March 2017 to S\$0.82 million as at 31 March 2018 due to an amortisation charge of S\$0.15 million.

Inventories increased from S\$6.72 million as at 31 March 2017 to S\$8.77 million as at 31 March 2018 due to increased purchases for the aluminium products distribution division in line with the Group's marketing plan to improve its inventory portfolio and expand its market coverage.

Trade and other receivables increased from S\$4.20 million as at 31 March 2017 to S\$4.30 million as at 31 March 2018. Trade receivables decreased in tandem with the decrease in sales, however, the increase in other receivables, which comprised largely the recoverable value-added tax paid by the PRC subsidiary, caused the small increase in total receivables. The increase in the recoverable value-added tax was due to increased purchases by the PRC subsidiary which also led to the increase in inventories.

Prepayments increased from S\$0.10 million as at 31 March 2017 to S\$0.12 million as at 31 March 2018 due mainly to a higher value for prepaid rentals for the PRC subsidiary as the new contract was negotiated during the financial year.

Trade and other payables increased slightly from S\$2.31 million as at 31 March 2017 to S\$2.33 million as at 31 March 2018. Trade payables increased in line with increase in purchases during FY2018 while other payables decreased as the FY2017 balance included a deposit of S\$0.23 million collected from customers of the PRC subsidiary for project sales which was utilized during FY2018.

Current interest-bearing liabilities, which comprised mainly bank trust receipts, increased from S\$2.11 million as at the end of FY2017 to S\$2.79 million as at the end of FY2018 as more purchases were made in line with inventory policies and the bulk of these purchases were financed through trust receipts.

Non-current interest-bearing liabilities, which comprised finance leases and a term loan, increased from S\$1.00 million as at 31 March 2017 to S\$1.06 million as at 31 March 2018. Payment of the instalments totalled S\$0.08 million and should have reduced the balance, instead the liabilities increased as a result of new term loans contracted during FY2018 and translation exchange difference arising from the term loan denominated in Malaysian ringgit.

The Group had a positive working capital of S\$12.33 million as at the end of FY2018.

### **Cash Flow and Working Capital**

Cash and cash equivalents decreased from S\$6.07 million as at the end of FY2017 to S\$4.16 million as at the end of FY2018.

The operating cash outflow for FY2018 was S\$0.37 million, and together with the working capital outflow from the increase in inventories of S\$1.84 million as well as income taxes paid of S\$0.15 million contributed to the net cash used in operating activities of S\$2.48 million.

Net cash used in investing activities of S\$0.08 million was incurred for the purchase of plant and equipment with cash outlay of S\$0.10 million, offset by proceeds of S\$0.02 million from disposal of certain used vehicles and machines.

Net cash from financing activities amounted to S\$0.55 million in FY2018. The proceeds from fresh trust receipts amounted to S\$8.93 million and these were used mainly towards settlement of matured trust receipts totalling to S\$8.30 million, and for instalment payments of bank term loan and finance leases totalling S\$0.08 million.

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

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

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

With a more balanced inventory portfolio, the Group targets to strengthen its customer base and expand its market coverage through organic growth as well as through acquisitions and joint ventures with relevant parties. The Group had on 3 May 2018 completed the acquisition of Alutech Metals Asiatic Pte. Ltd. and its PRC subsidiary ("Alutech"). Alutech is also in the same business of distributing aluminium alloy products. The acquisition was funded partly through the issue of 120 million new shares in the Company and partly from proceeds of the private placement done in December 2015. The initial cash consideration paid was S\$0.60 million.

We will continue to optimize our inventory portfolio and manage operational efficiency. With improved access to new markets through the new subsidiary, we are optimistic of achieving our aim of expanding market coverage and improving revenue for the Group in the coming year.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current period?

None.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

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

None.

**(c) Date payable**

Not Applicable

**(d) Books closure date**

Not Applicable

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

No dividend has been declared or recommended for FY2018.

## PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

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

#### Business segments

2018

	Components Distribution S\$'000	Aluminium Products Distribution S\$'000	Unallocated S\$'000	Consolidated S\$'000
<b>Revenue</b>				
External revenue	2,513	13,770	-	16,283
<b>Results</b>				
Segment results	2,390*	740	(1,032)	2,098
Interest income	-	11	18	29
Finance costs	-	(146)	-	(146)
Amortisation of intangible assets	-	(152)	-	(152)
Depreciation expense	(27)	(189)	-	(216)
Loss before income tax	2,363	264	(1,014)	1,613
Income tax expense	(36)	(189)	-	(225)
Loss after income tax	2,327	75	(1,014)	1,388
Capital expenditure				
- Property, plant and equipment	10	167	-	177
<b>Assets and Liabilities</b>				
Segment assets	7,553	17,099	1,468	26,120
Current income tax recoverable and deferred tax asset	36	125	-	161
Total assets	7,589	17,224	1,468	26,281
Segment liabilities	559	5,387	231	6,177
Deferred tax liabilities and current income tax payable	-	120	-	120
Total liabilities	559	5,507	231	6,297

\*Included change in fair value of investment properties of S\$2,505,000

## Business segments

### 2017

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

## Geographical segments

	Singapore S\$'000	Malaysia S\$'000	PRC S\$'000	Others S\$'000	Consolidated S\$'000
<b>2018</b>					
Total revenue from external customers	5,676	7,657	2,848	102	16,283
Non-current assets	7,110	1,500	158	-	8,768
<b>2017</b>					
Total revenue from external customers	5,186	6,674	5,422	383	17,665
Non-current assets	4,778	1,406	167	-	6,351

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

See Paragraph 8 above.

**15. A breakdown of sales as follows:**

	Group S\$'000		%
	Latest Financial Year	Previous Financial Year	Increase/ (Decrease)
(a) Sales reported for first half year	7,939	9,040	(12.2)
(b) Operating profit/ (loss) after income tax reported for first half year	2,176	(635)	NM
(c) Sales reported for second half year	8,344	8,625	(3.3)
(d) Operating loss after income tax reported for second half year	(788)	(518)	(52.1)

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

Not applicable. No dividend has been declared or recommended for FY2018 and FY2017.

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

The Group does not have a general mandate for interested person transactions. There was no interested person transaction with a value of more than S\$100,000 during FY2018.



## 18. Update on Use of Placement Proceeds

On 21 December 2015, the Company issued 150 million shares by way of a private placement and the net proceeds after deducting share issue expenses amounted to approximately S\$1.34 million.

The following table shows the use of the Placement Proceeds as at the date of this announcement:

Intended Use	S\$ million		
	Approximate Amount Allocated	Amount Used To-Date	Amount Remaining
General working capital	0.40	0.27 <sup>(1)</sup>	0.13
Support business development, and provide liquidity for business expansion through acquisitions, joint ventures and collaborations	0.94	0.60	0.34
Expenses incurred in connection with the private placement	0.04	0.04	-
<b>Total</b>	<b>1.38</b>	<b>0.91</b>	<b>0.47</b>

Note (1): Mainly used for the purchase of inventories.

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

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Tan Yeat Cheong ("Mr Tan")	34	Mr Tan is the son of Mdm Choo Tung Kheng, Non-Executive Director and substantial shareholder of the Company.	Business Development Manager. Mr Tan was appointed on 18 January 2012, and is responsible for the development of aluminium products distribution business in Malaysia and China.	Not applicable.

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

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

### BY ORDER OF THE BOARD

Ong Kian Soon

Chief Executive Officer

23 May 2018