

**HIAP TONG CORPORATION LTD.**

(Incorporated in the Republic of Singapore)

(Company Registration No. 200800657N)

**UNAUDITED FIRST HALF FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE PERIOD FROM 1 APRIL 2018 TO 30 SEPTEMBER 2018****PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS****1(a)(i) Consolidated statement of comprehensive income, together with a comparative statement for the corresponding period of the immediately preceding financial year**

	<b>Group</b>		
	<b>6 months ended 30.09.2018</b>	<b>6 months ended 30.09.2017</b>	<b>Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Revenue	25,254	24,370	3.6
Cost of sales	(20,520)*	(19,057)	7.7
<b>Gross profit</b>	<b>4,734</b>	<b>5,313</b>	<b>(10.9)</b>
Other income	1,315	1,168	12.6
Distribution expenses	(90)	(82)	9.8
Administrative expenses	(3,842)*	(3,984)	(3.6)
<b>Results from operating activities</b>	<b>2,117</b>	<b>2,415</b>	<b>(12.3)</b>
Finance income	112	71	57.7
Finance costs	(952)	(699)	36.2
<b>Net finance costs</b>	<b>(840)</b>	<b>(628)</b>	<b>33.8</b>
<b>Profit before income tax</b>	<b>1,277</b>	<b>1,787</b>	<b>(28.5)</b>
Income tax expense	(457)	(414)	10.4
<b>Profit for the period</b>	<b>820</b>	<b>1,373</b>	<b>(40.3)</b>
<b>Profit attributable to:</b>			
Owners of the company	842	1,373	(38.7)
Non-controlling interest	(22)	-	NM
<b>Profit for the period</b>	<b>820</b>	<b>1,373</b>	<b>(40.3)</b>

NM: Not Meaningful

\* Cost of sales for the 6 month period ended 30 September 2018 ("HY2019") included about S\$0.8 million of direct labour costs relating to our Ports Services business, which in prior periods, were recorded in Administrative expenses.

In HY2018, such direct labour costs relating to our Ports Services business amounted to about S\$0.3 million.

Purely for illustrative purposes and to facilitate comparison - assuming that these direct labour costs of S\$0.8 million were classified as Administrative expenses (as they were in HY2018), the gross profit for HY2019 would be S\$5.5 million (with a corresponding gross profit margin of 21.9%). Administrative expenses for this period would accordingly be S\$4.6 million.

## Consolidated Statement of Comprehensive Income

	Group		
	6 months ended 30.09.2018 S\$'000	6 months ended 30.09.2017 S\$'000	Change %
<b>Profit for the period</b>	<b>820</b>	<b>1,373</b>	<b>(40.3)</b>
<b>Other comprehensive income:</b>			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Foreign currency translation differences for foreign operations	24	(16)	NM
Other comprehensive income for the period, net of tax	24	(16)	NM
<b>Total comprehensive income for the period</b>	<b>844</b>	<b>1,357</b>	<b>(37.8)</b>
<b>Total comprehensive income attributable to:</b>			
Owners of the company	866	1,357	(36.2)
Non-controlling interest	(22)	-	NM
<b>Total comprehensive income for the period</b>	<b>844</b>	<b>1,357</b>	<b>(37.8)</b>

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

The following items have been charged or (credited) in arriving at profit for the period:

	Group		
	6 months ended 30.09.2018 S\$'000	6 months ended 30.09.2017 S\$'000	Change %
Interest expense	585	685	(14.6)
Depreciation of property, plant and equipment	5,629	5,696	(1.2)
Reversal of impairment on trade and other receivables	-	(51)	NM
Net exchange loss	338	89	NM
Gain on disposal of property, plant and equipment	(280)	(41)	NM
Recovery of bad debts previously written off	-	(8)	NM
Property, plant and equipment written off	-	37	NM

NM: Not Meaningful

**1(b)(i) A balance sheet (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>	
	<b>30.09.2018</b>	<b>31.03.2018</b>	<b>30.09.2018</b>	<b>31.03.2018</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b>Non-current assets</b>				
Property, plant and equipment	124,103	113,443	14,630	14,854
Investment property	10,550	10,550	9,500	9,500
Subsidiaries	-	-	3,500	3,500
	<u>134,653</u>	<u>123,993</u>	<u>27,630</u>	<u>27,854</u>
<b>Current assets</b>				
Trade and other receivables	15,702	12,498	2,557	4,131
Cash and cash equivalents	4,170	3,451	252	227
	<u>19,872</u>	<u>15,949</u>	<u>2,809</u>	<u>4,358</u>
<b>Total assets</b>	<u>154,525</u>	<u>139,942</u>	<u>30,439</u>	<u>32,212</u>
<b>Equity attributable to equity holders of the Company</b>				
Share capital	24,450	24,450	24,450	24,450
Merger reserve	(1,670)	(1,670)	-	-
Translation reserve	24	-	-	-
Retained earnings	<u>62,081</u>	<u>61,398</u>	<u>(1,766)</u>	<u>(979)</u>
	84,885	84,178	22,684	23,471
<b>Non-controlling interests</b>	<u>(148)</u>	<u>(125)</u>	<u>-</u>	<u>-</u>
<b>Total equity</b>	<u>84,737</u>	<u>84,053</u>	<u>22,684</u>	<u>23,471</u>
<b>Non-current liabilities</b>				
Loans and borrowings	19,737	22,894	4,663	5,607
Deferred tax liabilities	10,634	10,176	-	-
Trade and other payables	<u>2,294</u>	<u>2,294</u>	<u>-</u>	<u>-</u>
	32,665	35,364	4,663	5,607
<b>Current liabilities</b>				
Trade and other payables	16,374	5,215	222	242
Loans and borrowings	<u>20,749</u>	<u>15,310</u>	<u>2,870</u>	<u>2,892</u>
	37,123	20,525	3,092	3,134
<b>Total liabilities</b>	<u>69,788</u>	<u>55,889</u>	<u>7,755</u>	<u>8,741</u>
<b>Total equity and liabilities</b>	<u>154,525</u>	<u>139,942</u>	<u>30,439</u>	<u>32,212</u>

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

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

<b>As at 30.09.2018</b>	
<b>Secured (1)</b>	<b>Unsecured</b>
<b>S\$'000</b>	<b>S\$'000</b>
16,249	4,500

<b>As at 31.03.2018</b>	
<b>Secured (1)</b>	<b>Unsecured</b>
<b>S\$'000</b>	<b>S\$'000</b>
13,310	2,000

**Amount repayable after one year**

<b>As at 30.09.2018</b>	
<b>Secured (1)</b>	<b>Unsecured</b>
<b>S\$'000</b>	<b>S\$'000</b>
19,737	-

<b>As at 31.03.2018</b>	
<b>Secured (1)</b>	<b>Unsecured</b>
<b>S\$'000</b>	<b>S\$'000</b>
22,894	-

**Details of any collateral**

- 1) As at 30 September 2018, term loans payable of approximately S\$18.0 million (31.03.2018: S\$17.6 million) were secured by fixed charges over certain property, plant and equipment of the Group with a carrying amount of approximately S\$19.0 million (31.03.2018: S\$20.5 million) and corporate guarantees executed by the Company.

The remaining secured borrowings of approximately S\$18.0 million (31.03.2018: S\$18.6 million) relate to finance lease liabilities which are secured by one or more of the following:

- a) Certain plant & machinery of the Group with carrying value of approximately S\$49.3 million (31.03.2018: S\$50.1 million)
- b) Corporate guarantees executed by the Company and a subsidiary.

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

	<b>6 months ended 30.09.2018 S\$'000</b>	<b>6 months ended 30.09.2017 S\$'000</b>
<b>Cash flows from operating activities</b>		
Profit for the period	<b>820</b>	<b>1,373</b>
Adjustments for:		
Depreciation	5,629	5,696
Gain on disposal of property, plant and equipment	(280)	(41)
Property, plant and equipment written off	-	37
Reversal of impairment on trade and other receivables	-	(51)
Interest expense	585	685
Net change in fair value of financial derivatives	112	-
Income tax expense	457	414
	<b>7,323</b>	<b>8,113</b>
<b>Changes in working capital:</b>		
Inventories	-	(7)
Trade and other receivables	(3,250)	1,949
Trade and other payables	1,424	(4,090)
<b>Net cash from operating activities</b>	<b>5,497</b>	<b>5,965</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(4,005)	(593)
Proceeds from sale of property, plant and equipment	440	380
<b>Net cash used in investing activities</b>	<b>(3,565)</b>	<b>(213)</b>
<b>Cash flows from financing activities</b>		
Interest paid	(585)	(685)
Proceeds from loans and borrowings	8,177	8,789
Repayment of loans and borrowings	(4,122)	(4,435)
Repayment of finance lease liabilities	(4,840)	(7,465)
<b>Net cash used in financing activities</b>	<b>(1,370)</b>	<b>(3,796)</b>
<b>Net increase in cash and cash equivalents</b>	<b>562</b>	<b>1,956</b>
Cash and cash equivalents at beginning of the period	3,451	2,262
Effect of exchange rate changes on balances held in foreign currencies	157	(16)
<b>Cash and cash equivalents at end of the period</b>	<b>4,170</b>	<b>4,202</b>

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**

	Share capital	Merger reserve	Foreign currency translation reserve	Retained earnings	Total	Non- controlling interest	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>At 1 April 2018</b>	24,450	(1,670)	-	61,399	84,179	(126)	84,053
Additional impairment allowance on trade and other receivables on adoption of SFRS(I) 9 (NOTE 5)	-	-	-	(160)	(160)	-	(160)
<b>At 1 April 2018 restated</b>	24,450	(1,670)	-	61,239	84,019	(126)	83,893
<b>Total Comprehensive income for the period</b>							
Profit for the period	-	-	-	842	842	(22)	820
<b>Other comprehensive income</b>							
Translation differences relating to financial statements of foreign subsidiaries	-	-	24	-	24	-	24
Total other comprehensive income	-	-	24	-	24	-	24
<b>Total comprehensive income for the period</b>	-	-	24	842	866	(22)	844
<b>At 30 September 2018</b>	24,450	(1,670)	24	62,081	84,885	(148)	84,737

**Group**

	Share capital	Merger reserve	Foreign currency translation reserve	Retained earnings	Total	Non- controlling interest	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>At 1 April 2017</b>	24,450	(1,670)	51	60,223	83,054	(92)	82,962
<b>Total comprehensive income for the period</b>							
Profit for the period	-	-	-	1,373	1,373	-	1,373
<b>Other comprehensive income</b>							
Translation differences relating to financial statements of foreign subsidiaries	-	-	(16)	-	(16)	-	(16)
Total other comprehensive income	-	-	(16)	-	(16)	-	(16)
<b>Total comprehensive income for the period</b>	-	-	(16)	1,373	1,357	-	1,357
<b>At 30 September 2017</b>	24,450	(1,670)	35	61,596	84,411	(92)	84,319

**Company**

	<b>Share capital S\$'000</b>	<b>Retained Earnings S\$'000</b>	<b>Total attributable to equity holders of the Company S\$'000</b>
<b>At 1 April 2018</b>	24,450	(979)	23,471
<b>Total comprehensive income for the period</b>			
Loss for the period	-	(787)	(787)
<b>Total comprehensive income for the period</b>	-	(787)	(787)
<b>At 30 September 2018</b>	24,450	(1,766)	22,684
<b>At 1 April 2017</b>	24,450	(974)	23,476
<b>Total Comprehensive income for the period</b>			
Loss for the period	-	(760)	(760)
<b>Total comprehensive income for the period</b>	-	(760)	(760)
<b>At 30 September 2017</b>	24,450	(1,734)	22,716



**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 Company's share capital for the six-month period ended 30 September 2018.

As at 30 September 2018 and 30 September 2017, the Company did not have any outstanding options or convertibles.

**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.**

	<b>30.09.2018 No. of shares</b>	<b>31.03.2018 No. of shares</b>
Total number of issued shares (excluding treasury shares) of the Company	308,065,282	308,065,282

The Company had no treasury shares as at 30 September 2018 and 31 March 2018.

**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 as the Company does not have any treasury shares.

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

Not applicable as the Company does not have any subsidiary holdings.

**2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)**

The figures have not been audited or reviewed by the Company's independent 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 as those of the audited financial statements for the financial year ended 31 March 2018.

**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 adopted Singapore Financial Reporting Standards (International) ("SFRS(I)"), that is equivalent to the International Financial Reporting Standards ("IFRS") with effect from 1 April 2018. Accordingly, the financial statements have been prepared based on the new reporting framework.

**SFRS (I) 9**

The Group adopted SFRS(I) 9 and elected to apply the standard prospectively from the effective date 1 April 2018, and recognised the difference between the previous carrying amount and the carrying amount at 1 April 2018 in opening accumulated earnings. Arising from the adoption of SFRS(I) 9, additional impairment allowance amounting to S\$160,000 has been recognised on trade and other receivables in the Group. As not all transition work have been finalised, the assessment made by the Group is preliminary and may be subject to adjustments.

**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.**

	<b>Group</b>	
	<b>6 months ended 30.09.2018</b>	<b>6 months ended 30.09.2017</b>
	<b>(cents)</b>	<b>(cents)</b>
Earnings per ordinary share of the group, after deducting any provision for preference dividends (in cents):		
(a) Based on weighted average number of ordinary shares in issue	0.27	0.45
(b) On a fully diluted basis	0.27	0.45

Basic earnings per share and fully diluted earnings per share for the six-month period ended 30 September 2018 were computed based on net profit attributable to shareholders of S\$842,210 (30 September 2017: S\$1,372,643) and weighted average number of shares of 308,065,282 (30 September 2017: 308,065,282) respectively.

**7. Net asset value (for the issuer and group) per ordinary share based on the 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**

	<b>Group</b>		<b>Company</b>	
	<b>30.09.2018 (cents)</b>	<b>31.03.2018 (cents)</b>	<b>30.09.2018 (cents)</b>	<b>31.03.2018 (cents)</b>
Net asset value per ordinary share based on issued share capital at the end of the period	27.55	27.32	7.36	7.62

As at 30 September 2018, the number of issued ordinary shares is 308,065,282 (31 March 2018: 308,065,282).

**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, assets or liabilities of the group during the current financial period reported on**

## **Review of Group Performance**

### **Revenue**

Revenue increased by approximately S\$0.9 million or 3.6% from approximately S\$24.4 million for the six months ended 30 September 2017 (“HY2018”) to approximately S\$25.3 million for the six months ended 30 September 2018 (“HY2019”). The increase was mainly attributed to an increase in the Port Services revenue during the period, partially offset by a decrease in the leasing business.

#### **Leasing business**

Leasing income decreased by S\$2.1 million or 10.0% from S\$21.0 million in HY2018 to S\$18.9 million in HY2019. The decrease was mainly due to lower contribution from the Exxon project as compared to the previous period.

#### **Port Services business**

Port Services income increased by S\$3.0 million or 88.2% from S\$3.4 million in HY2018 to S\$6.4 million in HY2019. The increase was mainly due to higher number of cranes servicing PSA at the port.

#### **Trading business**

There was no trading income for the period.

### **Cost of sales and gross profit**

Cost of sales increased by S\$1.4 million or 7.7% from S\$19.1 million for HY2018 to S\$20.5 million for HY2019, mainly due to higher salary-related costs from the Port Services business.

Gross profit decreased by S\$0.6 million or 10.9% from S\$5.3 million (representing a gross margin of 21.8%) for HY2018 to S\$4.7 million (representing a gross margin of 18.7%) for HY2019. The decrease in gross profit was mainly due to the decrease in revenue from the leasing business whilst salary-related cost from the Ports Services business increased.

### **Other income**

Other income increased by S\$0.1 million or 12.6% from S\$1.2 million for HY2018 to S\$1.3 million for HY2019, mainly due to an increase in gain from disposal of equipment of S\$0.2 million. This was partly offset by a decrease in sundry income of S\$0.1 million.

### **Distribution expenses**

Distribution expenses of S\$90,000 for HY2019 is comparable to HY2018.

### **Administrative expenses**

Administrative expenses decreased by S\$0.1 million or 3.6% from S\$4.0 million for HY2018 to S\$3.9 million for HY2019. The decrease was mainly due to lower salary related costs.

### **Net Finance costs**

Net Finance costs increased by S\$0.2 million or 33.8% from S\$0.6 million for HY2018 to S\$0.8 million for HY2019. The increase was mainly due to an increase in exchange loss.

## **Income tax**

Income tax expense increased by S\$0.1 million or 10.4% from S\$0.4 million for HY2018 to S\$0.5 million for HY2019 mainly due to higher taxable income from the leasing segment in Singapore.

## **Profit for the period**

Net profit for HY2019 decreased by S\$0.6 million or 40.3% from S\$1.4 million for HY2018 to S\$0.8 million for HY2019 due to the reasons explained above.

## **Review of Financial Position**

### **Non-Current Assets**

The Group's non-current assets as at 30 September 2018 amounted to S\$134.7 million or 87.1% of total assets of S\$154.5 million. The increase in non-current assets of S\$10.7 million or 8.6% compared to as at 31 March 2018 was due to an increase in property, plant and equipment of S\$16.6 million mainly relating to the purchase of cranes.

### **Current Assets**

As at 30 September 2018, the Group's current assets amounted to S\$19.9 million or 12.9% of total assets of S\$154.5 million.

The increase in current assets of S\$3.9 million or 24.6% compared to as at 31 March 2018 was mainly due to an increase in trade and other receivables of S\$3.2 million as well as cash and cash equivalents of S\$0.7 million.

### **Non-Current Liabilities**

As at 30 September 2018, the Group's non-current liabilities amounted to S\$32.7 million or 46.8% of total liabilities of S\$69.8 million. The decrease in non-current liabilities of S\$2.7 million or 7.6% compared to as at 31 March 2018 was mainly due to a decrease in loans and borrowings of S\$3.2 million. This was partly offset by an increase in deferred tax liabilities of S\$0.5 million.

### **Current Liabilities**

As at 30 September 2018, the Group's current liabilities amounted to S\$37.1 million or 53.2% of total liabilities of S\$69.8 million. The increase in current liabilities of S\$16.6 million or 80.9% compared to as at 31 March 2018 was due to an increase in trade and other payables of S\$11.2 million as well as loans and borrowings of S\$5.4 million mainly due to the purchase of cranes.

The Group's net current liabilities increased from S\$4.6 million as at 31 March 2018 to S\$17.3 million as at 30 September 2018 mainly due to amount owing to equipment supplier and trust receipts of about S\$13.0 million. This amount will mainly be financed by hire purchase facility when they are due.

## **Review of Cash flow Statement**

The Group's net cash from operating activities for HY2019 decreased by S\$0.5 million as compared to HY2018. This was mainly due to the decrease in profit for the period.

The Group's net cash used in investing activities for HY2019 increased by S\$3.4 million as compared to HY2018. This was mainly due to an increase in acquisition of property, plant and equipment.

The Group's net cash used in financing activities for HY2019 decreased by S\$2.4 million compared to HY2018. This was mainly due to a decrease in repayment of finance lease, loans and borrowings.

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

The financial results of the Group for HY2019 was principally in line with the commentary stated in paragraph 10 of the previous result announcement of the Group for the financial year ended 31 March 2018 dated 25 May 2018.

**10. A commentary at the date of the announcement of the 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 Group expects the Leasing business generally to remain competitive due to price competition and rising costs, especially in the Singapore market.

In respect of our expansion plans into Malaysia - there have been in the past few months a number of publicly announced changes in the timing of infrastructural investment projects that have affected our near term business performance in that market. However, we remain cautiously optimistic about the longer term prospects of this market.

In the Port Services business, we are seeing good revenue growth and expect this segment to continue to contribute positively to our total revenue.

The Group's trading business is expected to remain weak for the next twelve months.

**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/recommendeded, a statement to that effect**

No dividend has been declared or recommended in respect of HY2019.

**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.**

The Company does not have a general mandate from shareholders for interested person transactions.

**14. Confirmation by Directors pursuant to Rule 705(5) of the Catalist Rules**

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited financial results of the Group for the six-month financial period ended 30 September 2018 to be false or misleading in any material respect.

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

The Company hereby confirms that it has already procured undertakings from all its Directors and executive officers in the format as set out in Appendix 7H of the Catalist Rules in accordance with Rule 720(1) of the Catalist Rules.

**BY ORDER OF THE BOARD**

**Ong Lim Wan @ Ong Teck Meng**  
Executive Chairman and Chief Executive Officer

**Ong Boon Tat**  
Executive Director

**12 November 2018**

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"), this being the SGX-ST Listing Manual Section B: Rules of Catalist. The Sponsor has not independently verified the contents of this announcement.*

*This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.*

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