

## Unaudited Results for The Second Quarter And Six Months Ended 30 June 2018 Financial Statements and Dividend Announcement

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

1(a) Consolidated statement of profit or loss and other comprehensive loss (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	GROUP		%	GROUP		%
	S\$'000	S\$'000		S\$'000	S\$'000	
	2Q2018	2Q2017	Increase/ (Decrease)	1H2018	1H2017	Increase/ (Decrease)
Revenue	905	861	5	1,797	1,730	4
Other gains/(losses) – net	107	(1,887)	NM	1,116	(1,744)	NM
Expenses						
Raw materials and consumables used	(13)	(26)	(50)	(31)	(44)	(30)
Employee benefits	(476)	^(491)	(3)	(945)	^(919)	3
Others	(817)	(555)	47	(1,215)	(1,094)	11
Impairment loss on financial assets , available-for-sale	* (-)	(2)	(100)	* (-)	(4)	(100)
Finance costs	(100)	(1)	99	(150)	(1)	100
<b>Total expenses</b>	<b>(1,406)</b>	<b>(1,075)</b>		<b>(2,341)</b>	<b>(2,062)</b>	
<b>(Loss)/Profit before income tax</b>	<b>(394)</b>	<b>(2,101)</b>		<b>572</b>	<b>(2,076)</b>	
Income tax	7	10	(30)	21	24	(13)
<b>(LOSS)/PROFIT FOR THE PERIOD</b>	<b>(387)</b>	<b>(2,091)</b>		<b>593</b>	<b>(2,052)</b>	
<b>Other comprehensive (loss)/income:</b>						
<i>Items that may be reclassified subsequently to profit or loss:</i>						
Foreign currency translation loss						
- on translating foreign operations	(49)	(27)	81	(1,897)	(261)	100
- reclassified to profit or loss on dissolution of a dormant subsidiary	-	907	NM	882	907	(3)
Cumulative gain in fair value of financial assets, available-for-sale reclassified to profit or loss	-	-	NM	* (-)	-	NM
<b>Other comprehensive (loss)/income for the period, net of tax</b>	<b>(49)</b>	<b>880</b>		<b>(1,015)</b>	<b>646</b>	
<b>TOTAL COMPREHENSIVE LOSS FOR THE PERIOD</b>	<b>(436)</b>	<b>(1,211)</b>		<b>(422)</b>	<b>(1,406)</b>	
<b>(Loss)/Profit for the period attributable to:</b>						
Owners of the Company	(470)	(2,158)	(78)	394	(2,209)	NM
Non-controlling interests	83	67	24	199	157	27
	<b>(387)</b>	<b>(2,091)</b>		<b>593</b>	<b>(2,052)</b>	
<b>Total comprehensive (loss)/income for the period attributable to:</b>						
Owners of the Company	(508)	(1,274)	(60)	(597)	(1,504)	(60)
Non-controlling interests	72	63	14	175	98	79
	<b>(436)</b>	<b>(1,211)</b>		<b>(422)</b>	<b>(1,406)</b>	
<b>(Loss)/Profit per share attributable to owners of the Company (expressed in cents)</b>						
- Basic	(0.002)	(0.008)	(75)	0.001	(0.008)	NM
- Diluted	(0.002)	(0.008)	(75)	0.001	(0.008)	NM

NM: Not Meaningful

^: Adjusted and audited as at 31 December 2017

\*: < S\$1,000

Notes to the consolidated statement of profit or loss and other comprehensive (loss)/income

i) (Loss)/Profit before income tax is after (charging)/crediting:

	GROUP			GROUP		
	S\$'000	%	S\$'000	%		
	2Q2018	2Q2017	Increase/ (Decrease)	1H2018	1H2017	Increase/ (Decrease)
<b><u>Other gains/(losses) – net comprise of:</u></b>						
Net fair value gain/(loss) on financial assets, at fair value through profit or loss	40	(53)	NM	40	54	(26)
Loss on striking-off of a dormant subsidiary	-	(1,869)	NM	-	(1,869)	NM
Gain on dissolution of a dormant subsidiary	-	-	NM	882	-	NM
Net currency exchange gain	25	31	(19)	134	45	100
Miscellaneous income	45	10	100	60	32	88
<b><u>Other expenses comprise of:</u></b>						
Depreciation of property and equipment	(148)	(137)	8	(285)	(278)	3
Professional and consultancy fees	(311)	(96)	100	(324)	(160)	100
(Provision for)/Write-back of provision withholding tax expense	(13)	97	NM	(24)	97	NM
<b><u>Finance costs comprise of:</u></b>						
Interest expense	(100)	(1)	99	(150)	(1)	100
- Bank loans	(37)	-	NM	(74)	-	NM
- Shareholder's loans	(11)	-	NM	(18)	-	NM
- Shareholder's bridging loan	(52)	-	NM	(58)	-	NM
- Others	-	(1)	NM	* (-)	(1)	NM

NM: Not Meaningful  
\*: < S\$1,000

ii) Income tax attributable to results is made up of:

	GROUP			GROUP		
	S\$'000	%	S\$'000	%		
	2Q2018	2Q2017	Increase/ (Decrease)	1H2018	1H2017	Increase/ (Decrease)
Income tax comprises:						
Current income tax	* (-)	(1)	NM	* (-)	(1)	NM
Deferred tax	7	11	(36)	21	25	(16)
	<u>7</u>	<u>10</u>		<u>21</u>	<u>24</u>	

NM: Not Meaningful  
\*: < S\$1,000

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

	GROUP			COMPANY		
	S\$'000	%	S\$'000	%		
	As at 30/06/2018	As at 31/12/2017	Increase/ (Decrease)	As at 30/06/2018	As at 31/12/2017	Increase/ (Decrease)
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and bank balances	607	930	(35)	176	522	(66)
Financial assets, at fair value through profit or loss	120	80	50	120	80	50
Trade and other receivables	546	603	(9)	8	25	(68)
Other current assets	1,620	^ 992	63	1,279	84	100
Development properties	4,698	4,582	3	-	-	-
Assets held for sale	1,217	1,187	3	-	-	-
	<u>8,808</u>	<u>8,374</u>		<u>1,583</u>	<u>711</u>	
<b>Non-current assets</b>						
Investments in subsidiaries	-	-	NM	105	105	NM
Loans to subsidiaries	-	-	NM	8,091	8,016	1
Financial assets, available-for-sale	* -	1	NM	* -	1	NM
Property and equipment	4,843	4,273	13	47	18	100
Deferred tax assets	305	296	3	-	-	-
	<u>5,148</u>	<u>4,570</u>		<u>8,243</u>	<u>8,140</u>	
<b>Total assets</b>	<u>13,956</u>	<u>12,944</u>		<u>9,826</u>	<u>8,851</u>	

**LIABILITIES****Current liabilities**

Trade and other payables	2,943	^ 3,298	(11)	1,500	^ 1,895	(21)
Borrowings	4,057	^ 2,135	90	3,445	^ 1,500	100
Loan from a subsidiary	-	-	NM	3,082	2,563	20
Current income tax liabilities	-	43	NM	-	-	NM
	<b>7,000</b>	<b>5,476</b>		<b>8,027</b>	<b>5,958</b>	
<b>Net Current Assets/(Liabilities)</b>	<b>1,808</b>	<b>2,898</b>		<b>(6,444)</b>	<b>(5,247)</b>	

**Non-current liabilities**

Trade and other payables	-	-	NM	-	-	NM
Employee compensation	1,030	1,003	3	-	-	NM
Borrowings	628	745	(16)	-	-	NM
	<b>1,658</b>	<b>1,748</b>		<b>-</b>	<b>-</b>	
<b>Total liabilities</b>	<b>8,658</b>	<b>7,224</b>		<b>8,027</b>	<b>5,958</b>	
<b>Net assets</b>	<b>5,298</b>	<b>5,720</b>		<b>1,799</b>	<b>2,893</b>	

**EQUITY****Equity attributable to owners of the Company**

Share capital	127,339	127,339	NM	127,339	127,339	NM
Reserves	(5,598)	^ (4,607)	22	-	* -	NM
Accumulated losses	(119,468)	^ (119,862)	** -	(125,540)	(124,446)	1
	<b>2,273</b>	<b>2,870</b>		<b>1,799</b>	<b>2,893</b>	
Non-controlling interests	3,025	^ 2,850	6	-	-	NM
<b>Total equity</b>	<b>5,298</b>	<b>5,720</b>		<b>1,799</b>	<b>2,893</b>	

NM: Not Meaningful

^: Adjusted and audited as at 31 December 2017

\*\* : < 1%

\* : < S\$1,000

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

Amount repayable not later than one year				Amount repayable after one year			
As at 30/06/2018		As at 31/12/2017		As at 30/06/2018		As at 31/12/2017	
Secured	Unsecured	Secured	Unsecured	Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
1,112	2,945	1,135	1,000	628	-	745	-

**Details of any collateral**

Pertaining to the secured borrowings, the Group has loans from banks secured by:

- The land and building of PT Rel-ion Sterilization Services granted in favour of the lender; and
- A fixed deposit from a shareholder.

**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		GROUP	
	2Q2018	2Q2017	1H2018	1H2017
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Cash Flows from Operating Activities</b>				
(Loss)/Profit before income tax	(394)	^(2,101)	572	^(2,076)
<b>Adjustments for:</b>				
Unrealised foreign exchange gain	(27)	(21)	(58)	(47)
Depreciation of property and equipment	148	137	285	278
Interest expense	100	1	150	1
Interest income	(1)	(1)	(2)	(1)
Loss on disposal of financial assets, available-for-sale	-	(5)	-	(5)
Net fair value (gain)/loss on financial assets, at fair value through profit or loss	(40)	53	(40)	(54)
Allowance for impairment loss on financial assets, available-for-sale	* -	2	* -	4
Gain on disposal of property and equipment	-	(2)	* (-)	(2)
Property and equipment written off	4	-	4	-
Gain on dissolution of a dormant subsidiary	-	-	(882)	-
Loss on striking-off of a dormant subsidiary	-	1,869	-	1,869
Share-based compensation expenses	-	^45	-	^45
<b>Operating cash flows before working capital changes</b>	<b>(210)</b>	<b>(23)</b>	<b>29</b>	<b>12</b>
<b>Changes in operating assets and liabilities</b>				
Receivables	(1,267)	(28)	(1,359)	(75)
Payables	106	(103)	96	(62)
<b>Cash used in operations</b>	<b>(1,371)</b>	<b>(154)</b>	<b>(1,234)</b>	<b>(125)</b>
Income tax and withholding tax paid	(241)	(201)	(538)	(201)
<b>Net cash used in operating activities</b>	<b>(1,612)</b>	<b>(355)</b>	<b>(1,772)</b>	<b>(326)</b>
<b>Cash Flows from Investing Activities</b>				
Purchase of property and equipment	(114)	(236)	(292)	(392)

Interest received	1	1	2	1
Proceeds from disposal of property and equipment	-	2	*	2
Proceeds from disposal of financial assets, available-for-sale	-	32	-	32
<b>Net cash used in investing activities</b>	<b>(113)</b>	<b>(201)</b>	<b>(290)</b>	<b>(357)</b>
<b>Cash Flows from Financing Activities</b>				
Repayment of finance lease liabilities	-	(8)	-	(16)
Repayment of borrowings	(51)	-	(140)	-
Interest paid	(32)	(1)	(65)	(1)
Proceeds from borrowings	1,245	1,044	1,945	1,044
<b>Net cash generated from financing activities</b>	<b>1,162</b>	<b>1,035</b>	<b>1,740</b>	<b>1,027</b>
Net (decrease)/increase in cash and cash equivalents	(563)	479	(322)	344
Cash and cash equivalents at the beginning of the period	1,153	358	930	498
Effect of changes in foreign exchange rates on cash and cash equivalents	17	3	(1)	(2)
<b>Cash and cash equivalents at the end of the period</b>	<b>607</b>	<b>840</b>	<b>607</b>	<b>840</b>

\*: < S\$1,000

^: Adjusted and audited as at 31 December 2017

The reconciliation of movements of the Group's liabilities to the Group's cash flows arising from financing activities is presented below:

	At 1 January 2018 S\$'000	Cash flows Proceeds S\$'000	Repayments S\$'000	Non-cash changes S\$'000	At 30 June 2018 S\$'000
Loans from banks	1,880	-	(140)	-	1,740
Loans from a shareholder	1,000	1,245	-	-	2,245
Bridging loan	-	700	-	-	700
	<u>2,880</u>	<u>1,945</u>	<u>(140)</u>	<u>-</u>	<u>4,685</u>
<b>Classified as:</b>					
Current borrowings	2,135				4,057
Non-current borrowings	745				628
	<u>2,880</u>				<u>4,685</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.**

#### **Statement of Changes in Equity for the Group**

	Attributable to owners of the Company					Total S\$'000	Non- controlling interests S\$'000	Total equity S\$'000
	Share capital S\$'000	Fair value reserve S\$'000	Currency translation reserve S\$'000	Other reserve S\$'000	Accumulated losses S\$'000			
<b>1Q2018</b>								
Balance at 1 January 2018	127,339	* -	(4,585)	(22)	(119,862)	2,870	2,850	5,720
Profit for the period	-	-	-	-	864	864	116	980
Other comprehensive (loss)/income, net of tax: Cumulative gain in fair value of financial assets, available- for-sale reclassified to profit or loss	-	* (-)	-	-	-	* (-)	-	* (-)
Foreign currency translation: - Loss on translating foreign operations	-	-	(1,835)	-	-	(1,835)	(13)	(1,848)
- Reclassified to profit or loss on dissolution of a dormant subsidiary	-	-	882	-	-	882	-	882
<b>Total comprehensive (loss)/income for the period</b>	-	-	<b>(953)</b>	-	<b>864</b>	<b>(89)</b>	<b>103</b>	<b>14</b>
<b>Balance at 31 March 2018</b>	<b>127,339</b>	-	<b>(5,538)</b>	<b>(22)</b>	<b>(118,998)</b>	<b>2,781</b>	<b>2,953</b>	<b>5,734</b>
<b>2Q2018</b>								
(Loss)/Profit for the period	-	-	-	-	(470)	(470)	83	(387)
Other comprehensive loss, net of tax: Foreign currency translation loss	-	-	(38)	-	-	(38)	(11)	(49)
<b>Total comprehensive (loss)/income for the period</b>	-	-	<b>(38)</b>	-	<b>(470)</b>	<b>(508)</b>	<b>72</b>	<b>(436)</b>
<b>Balance at 30 June 2018</b>	<b>127,339</b>	-	<b>(5,576)</b>	<b>(22)</b>	<b>(119,468)</b>	<b>2,273</b>	<b>3,025</b>	<b>5,298</b>

**1Q2017**

Balance at 1 January 2017	127,294	-	(5,214)	(984)	(115,999)	5,097	2,740	7,837
(Loss)/Profit for the period	-	-	-	-	(51)	(51)	90	39
Other comprehensive loss, net of tax:								
Foreign currency translation loss	-	-	(179)	-	-	(179)	(55)	(234)
<b>Total comprehensive (loss)/income for the period</b>	-	-	<b>(179)</b>	-	<b>(51)</b>	<b>(230)</b>	<b>35</b>	<b>(195)</b>
<b>Balance at 31 March 2017</b>	<b>127,294</b>	-	<b>(5,393)</b>	<b>(984)</b>	<b>(116,050)</b>	<b>4,867</b>	<b>2,775</b>	<b>7,642</b>
<b>2Q2017</b>								
(Loss)/Profit for the period	-	-	-	-	^(2,158)	(2,158)	67	(2,091)
Other comprehensive income/(loss), net of tax:								
Foreign currency translation loss	-	-	884	-	-	884	(4)	880
<b>Total comprehensive income/(loss) for the period</b>	-	-	<b>844</b>	-	<b>(2,158)</b>	<b>(1,274)</b>	<b>63</b>	<b>(1,211)</b>
Issue of shares	^45	-	-	-	-	45	-	45
Striking off a dormant subsidiary	-	-	-	962	-	962	-	962
<b>Balance at 30 June 2017</b>	<b>127,339</b>	-	<b>(4,509)</b>	<b>(22)</b>	<b>(118,208)</b>	<b>4,600</b>	<b>2,838</b>	<b>7,438</b>

**Statement of Changes in Equity for the Company**

	Share capital S\$'000	Fair value reserve S\$'000	Accumulated losses S\$'000	Total S\$'000
<b>1Q2018</b>				
Balance at 1 January 2018	127,339	* -	(124,446)	2,893
Loss for the period	-	-	(325)	(325)
Other comprehensive loss, net of tax:				
Cumulative gain in fair value of financial assets, available-for-sale reclassified to profit or loss	-	* (-)	-	* (-)
<b>Total comprehensive loss for the period</b>	-	-	<b>(325)</b>	<b>(325)</b>
<b>Balance at 31 March 2018</b>	<b>127,339</b>	-	<b>(124,771)</b>	<b>2,568</b>
<b>2Q2018</b>				
Loss for the period	-	-	(769)	(769)
<b>Total comprehensive loss for the period</b>	-	-	<b>(769)</b>	<b>(769)</b>
<b>Balance at 30 June 2018</b>	<b>127,339</b>	-	<b>(125,540)</b>	<b>1,799</b>
<b>1Q2017</b>				
Balance at 1 January 2017	127,294	-	(121,657)	5,637
Loss for the period	-	-	(466)	(466)
<b>Total comprehensive loss for the period</b>	-	-	<b>(466)</b>	<b>(466)</b>
<b>Balance at 31 March 2017</b>	<b>127,294</b>	-	<b>(122,123)</b>	<b>5,171</b>
<b>2Q2017</b>				
Loss for the period	-	-	^(573)	(573)
<b>Total comprehensive loss for the period</b>	-	-	<b>(573)</b>	<b>(573)</b>
Issue of shares	^45	-	-	45
<b>Balance at 30 June 2017</b>	<b>127,339</b>	-	<b>(122,696)</b>	<b>4,643</b>

\*: &lt; S\$1,000

^: Adjusted and audited as at 31 December 2017

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.

**Issued share capital**

	No. of shares	Amount S\$
As at 30 June 2018	27,570,762,183	127,338,850

	<b>No. of shares</b>
As at 1 April 2018 and 30 June 2018	<u>27,570,762,183</u>

As at 30 June 2018, the Company did not hold any treasury shares (30 June 2017: Nil).

**Blumont Employee Share Option 2013 (“Blumont ESOS 2013”)**

No share options under the Blumont ESOS 2013 have been granted for the second quarter and six months ended 30 June 2018 (30 June 2017: Nil).

**Performance Share Plan (“Blumont PSP”)**

No incentive share awards under the Blumont PSP have been granted for the second quarter and six months ended 30 June 2018. (30 June 2017: 45,000,000)

**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>As at 30/06/2018</b>	<b>As at 31/12/2017</b>
Total number of issued ordinary shares	27,570,762,183	27,570,762,183

**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.

**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.

**3. Where the figures have been audited or reviewed, the independent auditor’s 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 accounting policies and methods of computation applied by the Group are consistent with those used in its most recently audited financial statements, except for those as disclosed under paragraph 5.

**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.**

Singapore-incorporated companies listed on the Singapore Exchange are required to apply Singapore International Financial Reporting Standards (“SG-IFRS”) for annual periods beginning on or after 1 January 2018. The Group has adopted SG-IFRS and has prepared its first set of financial information under SG-IFRS for the financial year ending 31 December 2018.

The adoption of SG-IFRS requires the Group to apply all of the specific transition requirements in SG-IFRS 1 *First-time Adoption of International Financial Reporting Standards*.

The following are amendments of SG-IFRS that are relevant to the Group and the Company’s operations and are effective for the annual periods beginning on or after 1 January 2018:

- SG-IFRS 15 *Revenue from Contracts with Customers*
- SG-IFRS 9 *Financial Instruments*

The adoption of these SG-IFRS standards did not have any significant impact on the financial performance or financial position of the Group except for the following:

- (a) Application of SG-IFRS 1 *First time Adoption of International Financial Reporting Standards*

The Group has not elected to set the accumulated translation differences for all foreign operations to zero at the date of transition to SG-IFRS on 1 January 2017. However, on 26 March 2018, a wholly-owned subsidiary, Powerlite Ventures Limited has been dissolved. Translation gain amounting to S\$0.88 million has been recognised in profit or loss as part of gain on dissolution of a dormant subsidiary for the first quarter ended 31 March 2018.

The Group has elected not to apply SG-IFRS 3 *Business Combination*, retrospectively to business combinations occurring before the date of transition to SG-IFRS. Accordingly, there is no impact to the financial statements.

(b) *SG-IFRS 15 Revenue from Contracts with Customers*

The Group has assessed the impact of SG-IFRS 15 and concluded that there is no impact to the financial statements.

(c) *Adoption of SG-IFRS 9 Financial Instruments*

SG-IFRS 9 is effective for the financial years beginning on or after 1 January 2018. The Group has elected to apply the short term exemption under SG-IFRS 1, which exempts the Group from applying SG-IFRS 9 to comparative information. Accordingly, requirements of FRS 39 *Financial Instruments: Recognition and Measurement* will continue to apply to financial instruments up to the financial year ended 31 December 2017.

*Classification and measurement*

The Group has assessed the business models for managing its financial assets and the contractual cash flow characteristics of such financial assets to determine the appropriate classification for each financial asset under SG-IFRS 9.

As a result, certain balance sheet items were classified as follows:

<b>Accounts</b>	<b>Per Singapore FRS 39 (Up to 31 December 2017)</b>	<b>Per SG-IFRS 9 (Effective from 1 January 2018)</b>
<b>Current assets</b>		
Cash and bank balances	Loans and receivables	Amortised cost
Trade receivables	Loans and receivables	Amortised cost
Financial assets, at fair value through profit or loss	Financial assets, at fair value through profit or loss	Financial assets, at fair value through profit or loss
<b>Non-current assets</b>		
Financial assets, available-for-sale	Financial assets, available-for-sale	Fair value through other comprehensive income

*Impairment of financial assets*

Financial assets are subject to an expected credit loss impairment model under SG-IFRS 9. The Group has assessed and concluded that the expected credit loss impairment model to have no significant impact to the financial statements.

**6. (Loss)/Profit 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>(Loss)/Profit per share for loss attributable to the owners of the Company</b>	<b>GROUP</b>		<b>GROUP</b>	
	<b>2Q2018</b>	<b>2Q2017</b>	<b>1H2018</b>	<b>1H2017</b>
(i) On the weighted average number of ordinary shares in-issue (in cents)	(0.002)	(0.008)	0.001	(0.008)
- Weighted average number of shares	27,570,762,183	27,531,696,249	27,570,762,183	27,528,745,608
(ii) On a fully diluted basis (in cents)	(0.002)	(0.008)	0.001	(0.008)
- Adjusted weighted average number of shares	27,570,762,183	27,531,696,249	27,570,762,183	27,528,745,608

**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.**

	<b>GROUP</b>		<b>COMPANY</b>	
	<b>As at 30/06/2018</b>	<b>As at 31/12/2017</b>	<b>As at 30/06/2018</b>	<b>As at 31/12/2017</b>
Net asset value per ordinary share based on issued share capital at the end of the financial year (owners of the Company) (in cents)	0.008	0.010	0.007	0.010

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.**

Commentary on the Consolidated Statement of Profit or Loss and Other Comprehensive (Loss)/Income

Consolidated Statement of Profit or Loss

Other gains/(losses) – net

Other gains was S\$0.11 million for 2Q2018, mainly due to fair value gain on financial assets of S\$0.04 million, currency exchange gain of S\$0.02 million and miscellaneous income of S\$0.05 million in 2Q2018. This was contrasted with net losses of S\$1.89 million in 2Q2017, mainly due to loss on strike-off of a dormant subsidiary.

Expenses

Raw materials and consumables used decreased by approximately S\$13,000 or 50% to S\$13,000 in 2Q2018 (2Q217 S\$26,000), mainly due to lower price on raw materials in 2018.

Other expenses increased by S\$0.26 million in 2Q2018 to S\$0.82 million in 2Q2018 (2Q2017: S\$0.56 million), mainly due to increase in legal and professional fees of S\$0.16 million, mainly incurred for acquisitions undertaken by the Company.

Allowance for impairment loss on financial assets, available-for-sale of S\$49 for 2Q2018 (2Q2017: S\$1,397) and S\$225 for 1H2018 (1H2017: S\$3,913) pertains to adjustment to impairment losses recognised due to "significant" or "prolonged" decline in the fair value of the equity investments classified as financial assets, available-for-sale.

Finance costs increased by S\$0.10 million to S\$0.10 million in 2Q2018 (2Q2017: S\$600) and by S\$0.15 million to S\$0.15 million in 1H2018 (1H2017: S\$1,300), mainly due to interest on bank loans, as well as shareholder's loans and bridging loan.

Income Tax

Income tax credit decreased by S\$3,000 to S\$7,000 in 2Q2018 (2Q2017: S\$10,000) and by S\$3,000 in 1H2018 to S\$21,000 (1H2017: S\$24,000), mainly due to utilisation of lower tax credits on tax losses in 2018.

Other Comprehensive Loss

Foreign currency translation loss on translating foreign operations of S\$0.05 million for 2Q2018 (2Q2017: S\$0.03 million) and S\$1.90 million for 1H2018 (1H2017: S\$0.26 million) relates to the translation of the results and the net assets of the Group's foreign operations from their functional currencies to the Group's presentation currency in accordance with FRS 21 *The Effects of Changes in Foreign Exchange Rate*.

In 1H2018, the Group reclassified foreign translation of S\$0.88 million (1H2017: S\$0.91 million) resulting from dissolution of a dormant subsidiary to profit or loss in accordance with FRS 21 *The Effects of Changes in Foreign Exchange Rate*.

Commentary on the Statement of Financial Position

Cash and bank balances decreased by S\$0.32 million or 35% from S\$0.93 million as at 31 December 2017 to S\$0.61 million as at 30 June 2018. The decrease was mainly due to payment of IRAS withholding taxes and purchase of property and equipment.

Financial assets, at fair value through profit or loss increased by S\$0.04 million or 50% from S\$0.08 million as at 31 December 2017 to S\$0.12 million as at 30 June 2018. The increase of S\$0.04 million in financial assets, at fair value through profit or loss was mainly due to mark-to-market adjustment of quoted equity shares held. Financial assets, at fair value through profit or loss were stated at their fair value at the end of each reporting period.

Other current assets increased by S\$0.63 million or 63% from S\$0.99 million as at 31 December 2017 to S\$1.62 million as at 30 June 2018, mainly due to increase in deposit of S\$1.20 million (see point 10(b)) offset against the decrease in prepayments for cobalt of S\$0.57 million as cobalt was capitalized under property and equipment.

Property and equipment increased by S\$0.57 million or 13% from S\$4.27 million as at 31 December 2017 to S\$4.84 million as at 30 June 2018, mainly due to acquisition of additional cobalt for the operations of PT Rel-ion Sterilization Services.

Trade and other payables decreased by S\$0.36 million or 11% from S\$3.30 million as at 31 December 2017 to S\$2.94 million as at 30 June 2018, mainly due to repayment of withholding taxes of S\$0.50 million to IRAS, partly offset by increase in interest payable of S\$0.15 million due to additional loans taken by the Company in 2018.



Current and non-current borrowings increased by S\$1.81 million from S\$2.88 million as at 31 December 2017 to S\$4.69 million as at 30 June 2018, mainly due to draw down of total shareholder's loans of S\$1.95 million during the period, offset by repayment of bank borrowings amounting to S\$0.14 million during the period.

The movement in reserves of S\$0.99 million or 22% was attributed to foreign currency translation loss of S\$1.90 million on translation of foreign operations, offset by foreign currency translation reclassified to profit or loss of S\$0.88 million on dissolution of a dormant subsidiary.

**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 there is no forecast or prospect statement previously disclosed 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.**

The performance of the sterilisation segment of the Group has been consistent. Barring any unforeseen circumstances, we do not expect any substantial variation in its performance.

The Group's investment holding segment including quoted equity investment classified as the portfolio of quoted financial assets, available-for-sale, including the portfolio under the mineral and energy resources ties to the changes in the financial market and global economy with uncertainty and volatility in the investment outlook. The mineral and energy resources segment is a highly risky business and requires time, effort, investment and development.

Below are updates on the Group's operations:

**(a) Proposed acquisition of Solid Base Limited ("SBL")**

On 6 August 2018, Tria Holdings Pte. Ltd. ("Tria Holdings"), a wholly-owned subsidiary of the Company, has entered into a conditional sale and purchase agreement with Sim Kiang Chiok, in respect of the proposed acquisition of 100 ordinary shares representing the entire issued and paid-up capital of SBL for an aggregate consideration of S\$1.055 million.

SBL is an investment holding company incorporated in Seychelles as an International Business Company, which holds 1,610,000 ordinary shares, representing 35.0% of the shares of Trackplus Sdn. Bhd. ("Trackplus"). The 35.0% shares that SBL holds is its sole asset. Tria Holdings is the legal and beneficial owner of the balance 2,990,000 ordinary shares, representing 65.0% of the issued and paid-up capital of Trackplus.

The amount payable by Tria Holdings for the acquisition shall be satisfied in cash, and Tria Holdings intends to use internal resources, external borrowings and/or such other sources to finance the proposed acquisition.

SBL and Trackplus will both become indirect wholly-owned subsidiaries of the Company upon completion of the proposed acquisition, which is in line with the Company's objective of consolidating its interest in Trackplus.

**(b) Proposed acquisition of 6,823 ordinary shares of PT Rel-ion Sterilization Services ("PTRI")**

On 8 May 2018, the Company announced that a wholly-owned subsidiary of the Company, Asphere Holdings Pte. Ltd. ("Asphere") had on 8 May 2018 entered into a sale and purchase agreement with Net Data Investments Limited (the "Vendor"), a shareholder of PTRI, for the acquisition of 6,823 ordinary shares in the issued and paid up share capital of PTRI, representing 22.29% of the entire issued and paid up capital of PTRI.

With the acquisition, the Group will increase its percentage shareholding in PTRI from approximately 77.71% to 100% of the total issued share capital of PTRI held via the Company's two wholly-owned subsidiaries, Asphere and Adroit Innovations Investment Pte Ltd. The aggregate cash consideration for the acquisition of S\$1,200,000 (the "Consideration") was arrived at on a willing-buyer willing-seller basis, taking into consideration, inter alia, the net profits of PTRI for the last three (3) financial years ended 31 December 2015, 31 December 2016 and 31 December 2017, as well as for the three months ended 31 March 2018. The Consideration would be funded by Asphere's internal resources and/or funding.

On 18 July 2018, the proposed acquisition has been successfully completed.

**(c) Proposed acquisition of Samadhi Retreats Pte Ltd**

On 16 July 2018, the Company has entered into a conditional sale and purchase agreement with Asaro Federico and Baffyn International Corp in respect of the proposed acquisition of all the 100 ordinary shares representing the entire issued and paid-up capital of Samadhi Retreats Pte Ltd (the "Sale Shares") for an aggregate consideration of S\$43.8 million (the "Proposed Acquisition").

The Proposed Acquisition constitutes a major transaction under Chapter 10 of the listing manual of the Singapore Exchange Securities Trading Limited, and may change profile of the Company as it represents a diversification of the scope of the existing business of the Group (the "Proposed Diversification"). Accordingly, the Proposed Acquisition is subject to the approval of the shareholders of the Company ("Shareholders").

The Company will convene an extraordinary general meeting ("EGM") to seek the approval of Shareholders for the Proposed Acquisition. The circular containing inter alia, further information on the Proposed Acquisition and the Proposed Diversification and enclosing the notice of EGM therewith, will be despatched by the Company to Shareholders in due course.

The Company will make such further announcements at the appropriate juncture, as and when there are material developments in relation to the Proposed Acquisition.

**(d) Updates on Legal Proceeding in relation to Raintree Rock Sdn Bhd ("Raintree")**

On 26 April 2016, the Company announced via SGXNET that Raintree, a wholly owned subsidiary of Blumont Group Ltd., had been notified that it had on 22 April 2016, been served with a writ of summons and state of claim filed in the high court of Malaya in Kuala Lumpur to take steps to effect rectification of the strata title to the property, an order for specific performance by Raintree, subject to the Court varying certain terms of the Agreement dated 15 September 2015 for the sale of a property in Kuala Lumpur, including the purchase price, or, in lieu of specific performance, a refund of deposits paid by the Plaintiffs, together with liquidated damages of RM600,000 and damages for misrepresentation.

The Group is currently seeking legal advice and will, in consultation with its solicitors, take such necessary steps to defend the Legal Proceedings. The Group reserves all its rights on the matter. The Company will disclose any updates or further information on the legal proceedings when it is appropriate to do so.

**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.**

The Board of Directors does not recommend any payment of dividends for the second quarter and six months ended 30 June 2018.

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

No general mandate for IPT has been obtained from the shareholders.

**14. Confirmation pursuant to Rule 705(5) of the listing manual.**

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited consolidated financial results for the second quarter and six months ended 30 June 2018 to be false or misleading.

On behalf of the Board of Directors

Siaw Lu Howe  
Executive Chairman  
and Chief Executive Officer

Calvin Lim Huan Kim  
Lead Independent Director

**15. Confirmation that the issuer has procured undertakings from all its directors and executive officer under Rule 720(1) of the listing manual.**

The Company hereby confirms that it has procured undertakings from all its directors and executive officer under Rule 720(1) of the listing manual.

**16. Please disclose the status on the use of proceeds raised from IPO and any offerings pursuant to Chapter 8 and whether the use of proceeds is in accordance with the stated use. Where the proceeds have been used for working capital purposes, a breakdown with specific details on how the proceeds have been applied must be disclosed.**

Not applicable.

**BY ORDER OF THE BOARD  
Blumont Group Ltd.**

Siaw Lu Howe  
Executive Chairman and Chief Executive Officer  
8 August 2018