

**UNAUDITED RESULTS FOR SIX MONTHS ENDED 30 SEPTEMBER 2017**

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4) HALF YEAR AND FULL YEAR RESULTS**

The Directors of Leren Bio-Chem Ltd wish to announce the unaudited results of the Group for the six months period ended 30 September 2017.

- 1(a) 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.

**Income Statements**

	<b>Group</b>			<b>Group</b>		
	<b>3 months ended 30.09.17</b>	<b>3 months ended 30.09.16</b>	<b>+/( - )</b>	<b>6 months ended 30.09.17</b>	<b>6 months ended 30.09.16</b>	<b>+/( - )</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Other income	1	30	(98)	2	32	(95)
Total revenue	1	30	(98)	2	32	(95)
<b>Items of expense</b>						
Staff costs	583	2	NM	568	(187)	NM
Other expenses	(114)	(236)	(52)	(198)	(326)	(39)
Finance costs	-	-	-	-	-	-
<b>Profit/(Loss) before taxation</b>	<b>470</b>	<b>(204)</b>	<b>NM</b>	<b>371</b>	<b>(481)</b>	<b>NM</b>
Taxation	-	-	-	-	-	-
<b>Profit/(Loss) for the period</b>	<b>470</b>	<b>(204)</b>	<b>NM</b>	<b>371</b>	<b>(481)</b>	<b>NM</b>

**Consolidated Statement of Comprehensive Income for the 2nd Quarter ended 30 September 2017**

	<b>Group</b>			<b>Group</b>		
	<b>3 months ended 30.09.17</b>	<b>3 months ended 30.09.16</b>	<b>+/( - )</b>	<b>6 months ended 30.09.17</b>	<b>6 months ended 30.09.16</b>	<b>+/( - )</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
<b>Profit/(Loss) for the period, net of tax</b>	<b>470</b>	<b>(204)</b>	<b>NM</b>	<b>371</b>	<b>(481)</b>	<b>NM</b>
<b>Other comprehensive income(taken directly to equity)</b>						
Exchange (loss) / gain on foreign currency translation	-	93	NM	-	93	NM
<b>Total comprehensive loss for the period</b>	<b>470</b>	<b>(111)</b>	<b>NM</b>	<b>371</b>	<b>(388)</b>	<b>NM</b>

**Notes to Income Statements**

The following items were (charged)/credited to the income statement:

	<b>Group</b>			<b>Group</b>		
	<b>3 months ended 30.09.17</b>	<b>3 months ended 30.09.16</b>	<b>+/( - )</b>	<b>6 months ended 30.09.17</b>	<b>6 months ended 30.09.16</b>	<b>+/( - )</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Depreciation of property, plant and equipment	(0)	(3)	(89)	(3)	(5)	(33)
Exchange gain / (loss)	-	-	-	-	-	-

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.

**STATEMENT OF FINANCIAL POSITION**

	Group		Company	
	Unaudited	Audited	Unaudited	Audited
	30 Sep 2017	31 Mar 2017	30 Sep 2017	31 Mar 2017
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Non current assets</b>				
Property, plant and equipment	-	14	-	14
Other assets	-	-	-	-
	-	14	-	14
<b>Current assets</b>				
Other receivables	33	22	33	22
Prepayments	21	20	21	20
Amount owing by subsidiaries	-	-	37	-
Amount owing by related parties	7	7	7	7
Cash and bank balances	20	23	14	18
	81	72	112	67
<b>Current liabilities</b>				
Other payables	5,913	6,289	5,830	6,211
Amounts owing to related parties	36	36	36	36
	5,949	6,325	5,866	6,247
<b>Net current liabilities</b>	(5,868)	(6,253)	(5,754)	(6,180)
<b>Non current liabilities</b>	-	-	-	-
<b>Net liabilities</b>	(5,868)	(6,239)	(5,754)	(6,166)
<b>Equity attributable to equity holders of the parent</b>				
Share capital	36,827	36,827	36,827	36,827
Accumulated losses	(42,695)	(43,066)	(42,581)	(42,993)
<b>Total equity</b>	(5,868)	(6,239)	(5,754)	(6,166)

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

Amount repayable in one year or less, or on demand

As At 30 Sep 2017	
Secured S\$'000	Unsecured S\$'000
-	-

As At 31 Mar 2017	
Secured S\$'000	Unsecured S\$'000
-	-

Amount repayable after one year

As At 30 Sep 2017	
Secured S\$'000	Unsecured S\$'000
-	-

As At 31 Mar 2017	
Secured S\$'000	Unsecured S\$'000
-	-

- 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.

**Statement of Cash Flows**

	Group		Group	
	3 months ended	3 months ended	6 months ended	6 months ended
	30.09.17	30.09.16	30.09.17	30.09.16
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Cash flows from operating activities</b>				
Loss before taxation	470	(204)	371	(481)
Adjustments for:				
Depreciation of property, plant and equipment	-	2	3	4
Write back of accrued directors fees	(600)	-	(600)	-
Write off of property, plant and equipment	11	-	11	-
<b>Operating loss before changes in working capital</b>	(119)	(202)	(215)	(477)
Decrease / (Increase) in receivables	(11)	1	(11)	(8)
(Increase) / Decrease in prepayments	(7)	6	(1)	18
Increase in payables	1	(62)	(46)	70
Increase in amount owing by related parties	-	0	-	0
<b>Cash flows used in operations</b>	(136)	(257)	(273)	(397)
Interest paid	-	-	-	-
<b>Net cash flows used in operating activities</b>	(136)	(257)	(273)	(397)
<b>Cash flows from investing activities</b>				
Purchase of property, plant and equipment	-	-	-	-
<b>Net cash flows generated from / (used in) investing activities</b>	-	-	-	-
<b>Cash flows from financing activities</b>				
Payment made to hire purchase creditors	-	-	-	-
Loan from a director	136	162	270	300
Proceeds from Issuance of shares for warrants conversion	-	-	-	-
<b>Net cash flows generated from financing activities</b>	136	162	270	300
Net (decrease) / increase in cash and cash equivalents	-	(95)	(3)	(97)
Cash and cash equivalents at beginning of the period	20	17	23	18
Effect of exchange differences on opening balances	-	93	-	93
Cash and cash equivalents at end of the period	20	15	20	14

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 3 MONTHS PERIOD ENDED 30 SEPTEMBER 2017**

Changes in equity Group (\$S'000)	Attributable to equity holders of the Company				Non - Controlling Interest	Total Equity
	Share Capital	Translation Reserve	Accum. Losses	Total		
As at 1 Jul 2017	36,827	-	(43,165)	(6,338)	-	(6,338)
Total comprehensive income /(loss) for the period	-	-	470	470	-	470
As at 30 Sep 2017	36,827	-	(42,695)	(5,868)	-	(5,868)

	Attributable to equity holders of the Company				Non- Controlling Interest	Total Equity
	Share Capital	Translation Reserve	Accum. Losses	Total		
As at 1 Jul 2016	36,827	(96)	(42,602)	(5,871)	-	(5,871)
Total comprehensive income /(loss) for the period	-	93	(204)	(111)	-	(111)
As at 30 Sep 2016	36,827	(3)	(42,806)	(5,982)	-	(5,982)

Changes in equity Company (\$S'000)	Attributable to equity holders of the Company			
	Share Capital	Capital Reserve	Accum. Losses	Total
As at 1 Jul 2017	36,827	-	(43,072)	(6,245)
Total comprehensive loss for the period	-	-	491	491
As at 30 Sep 2017	36,827	-	(42,581)	(5,754)
As at 1 Jul 2016	36,827	-	(42,595)	(5,768)
Total comprehensive loss for the period	-	-	(100)	(100)
As at 30 Sep 2016	36,827	-	(42,695)	(5,868)

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 or 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.

**Shares granted to directors and staff under the Employee Share Award**

	3 months ended 30 Sep 2017	3 months ended 30 Sep 2016
Balance at beginning of the year/period	-	-
Shares granted during the year/period	-	-
Shares issued during the year/period	-	-
Balance at end of the year/period	-	-

**Warrants**

	3 mths ended 30 Sep 2017	3 mths ended 30 Sep 2016
Balance at beginning of the year/period	-	-
Converted during the period	-	-
Warrants expired	-	-
Warrants cancelled during the period	-	-
Balance at end of the year/period	-	-

**Number of ordinary shares**

	3 mths ended 30 Sep 2017	3 mths ended 30 Sep 2016
Balance at beginning of the year/period	73,631,858	73,631,858
Share consolidation exercise	-	-
Shares issued to pay directors/officers	-	-
Balance at end of the year/period	73,631,858	73,631,858

There are no treasury shares in issue.

There were no subsidiary holdings as at 30 September 2017.

- 1d(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 number of issued shares as at 30 September 2017 was 73,631,858 (31 March 2017: 73,631,858).

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

Not applicable.

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

Not applicable. There were no subsidiary holdings.

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

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

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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 financial statements have been prepared in compliance with the same accounting policies and method of computation adopted in the audited financial statements of the last financial year.

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

Not applicable.

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:

	3 months ended 30.09.17	3 months ended 30.09.16	6 months ended 30.09.17	6 months ended 30.09.16
	Cents	Cents	Cents	Cents
<b>Profit/(Loss) per ordinary share(cent)</b>				
Basic	0.64	(0.28)	0.50	(0.65)
Diluted	0.64	(0.28)	0.50	(0.65)
<b>Weighted average number of shares</b>				
Basic	73,631,858	73,631,858	73,631,858	73,631,858
Diluted	73,631,858	73,631,858	73,631,858	73,631,858

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	
	As at 30 Sep 2017	As at 31 Mar 2017	As at 30 Sep 2017	As at 31 Mar 2017
Net asset value per ordinary share (cents)	(8.78)	(8.47)	(8.63)	(8.37)

Net asset value per ordinary share for the Group and Company is computed based on 73,631,858 ordinary shares as at 30 September 2017 (73,631,858 ordinary shares as of 31 March 2017) in issue.

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.**

**STATEMENT OF COMPREHENSIVE INCOME**

The Group registered a profit of S\$371,000 for 6 months period ended September 2017 as compared a loss of S\$481,000 for 6 months period ended September 2016. This is due to the write back of accrued directors fees of \$600,000 which were approved in FY2015.

**STATEMENT OF FINANCIAL POSITION AND STATEMENT OF CASH FLOWS**

The Group's net current liabilities decreased from S\$6.253 million as at 31 March 2017 to S\$5.868 million as at 30 September 2017 and thus an decrease in the Group's negative shareholders' equity from S\$6.239 million as at 31 March 2017 to S\$5.868 million as at 30 September 2017. The decrease in net liabilities is mainly due to the write back of accrued directors fees of \$600,000 which were approved in FY2015.

There is an increase of cash and cash equivalents from S\$15,000 as at 30 September 2016 to S\$20,000 as at 30 September 2017.

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

Not applicable.

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

Following the termination of the Keyalang Acquisition, the Company and Mr Lim Siau Hing @ Lim Kim Hoe have entered into a conditional put and call option agreement dated 27 Septmeber 2017 ("Agreement") to acquire the entire issued share capital of Knit Textile and Apparel Pte. Ltd. for an aggratate consideration of S\$26,400,000, subject to adjustment in accordance with the Agreement ("Consideration") ("Proposed Acquisition"). The Consideration will be satisfied in full by the allotment and issue of ordinary shares in the capital of the Company. The due diligence is in progress.

In anticipation of the Proposed Acquisition, the Board proposes to change the current financial year end of the Company to 31 December so as to align with the financial year end of the Target Group. This will facilitate the preparation of the proforma combined financial statements of the Company and the Target Group, as required for the purpose of the Proposed Acquisition. With this change, the financial year of the Company will end on 31 December of each year and the next set of full year financial statements of the Company will cover a period of nine (9) months from 1 April 2017 to 31 December 2017.

The Company will announce any material developments in connection with the Proposed Acquisition when necessary.

The Company's controlling shareholder will continue to provide financial support to the Group until the Proposed Acquisition has been completed.

11. **Dividend**

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

Any dividend declared for the current financial period reported on? 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) **Tax on dividend**

Whether the dividend is before tax, net of tax or tax exempt? Not applicable

- (d) **Date payable**

Not applicable

- (e) **Books closure date**

Not applicable

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

No dividend has been declared/recommendeded.

13. **Interested Person Transactions**

The aggregate value of interested person transactions is as follows:-

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transaction conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	Financial period ended 30 September 2017 S\$'000  Nil	Financial period ended 30 September 2017 S\$'000  Nil

The Group has not obtained a general mandate from shareholders for IPTs.

14. **Confirmation pursuant to Rule 705(5) of the SGX Listing Manual**

We, ONG PUAY KOON and ONG CHOON LUI, being two directors of Lereno Bio-Chem Ltd ("the Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the financial statements for the period ended 30 September 2017 unaudited financial results to be false or misleading.

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

The Company hereby confirms that it has procured undertakings from all the directors and executive officers under Rule 720(1).

On behalf of the Board of Directors  
**LERENO BIO-CHEM LTD**

**ONG PUAY KOON**  
Managing Director and Chief Executive Officer  
13 November 2017

**ONG CHOON LUI**  
Executive Director

**Review by Catalyst Sponsor**

This announcement has been reviewed by the Company's Sponsor, RHT Capital Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Company's Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes 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.

The contact person for the Sponsor is:

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