
**UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS AND DIVIDEND
ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2018**

Part I Information required for announcement 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		Increase / (Decrease) %
	Six (6) months ended 30.06.18 S\$'000	30.06.17 S\$'000	
Revenue	30,965	29,883	3.6
Cost of sales	(22,397)	(21,518)	4.1
Gross profit	8,568	8,365	2.4
Other operating income	275	260	5.8
Administrative and selling expenses	(5,145)	(5,117)	0.5
Other operating expenses	(473)	(416)	13.7
Finance costs	(15)	(34)	(55.9)
Profit before tax	3,210	3,058	5.0
Income tax expense	(478)	(484)	(1.2)
Profit for the period, representing total comprehensive income for the period	2,732	2,574	6.1
Total comprehensive income attributable to:			
Owners of the Company	2,727	2,586	5.5
Non-controlling interests	5	(12)	N.M.
	2,732	2,574	6.1

N.M. : Not meaningful

1 (a)(i) Notes to the statements of comprehensive income:

	Group		Increase / (Decrease) %
	Six (6) months ended 30.06.18 S\$'000	30.06.17 S\$'000	
Profit before tax is arrived after charging/(crediting):-			
Cost of inventories included in expenses	22,174	21,302	4.1
Gain on disposal of property, plant and equipment	(115)	- *	N.M.
Allowance for doubtful debts	-	2	N.M.
Reversal of allowance for doubtful trade receivables	(4)	(18)	(77.8)
Depreciation of property, plant and equipment	341	284	20.1
Depreciation of investment properties	173	173	-
Amortisation of club membership	9	9	-
Net foreign exchange (gain)/loss	(7)	8	N.M.
Interest income	(13)	- *	N.M.
Interest expenses	15	34	(55.9)

N.M. : Not meaningful
* : Less than S\$1,000



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

	Group As at		Company As at	
	30.06.18	31.12.17	30.06.18	31.12.17
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets				
Cash and cash equivalents	14,037	12,012	272	37
Trade receivables	4,831	4,794	175	185
Other receivables and prepayments	519	741	16,007	17,893
Inventories	15,794	15,986	-	-
Total current assets	35,181	33,533	16,454	18,115
Non-current assets				
Property, plant and equipment	7,267	6,827	-	-
Investment properties	14,509	14,682	-	-
Club membership	234	243	-	-
Other receivables and prepayments	119	119	-	-
Investment in subsidiaries	-	-	2,340	2,340
Total non-current assets	22,129	21,871	2,340	2,340
Total assets	57,310	55,404	18,794	20,455
LIABILITIES AND EQUITY				
Current liabilities				
Trade payables	8,142	8,448	-	-
Other payables and accruals	1,035	1,610	29	53
Bank loans	2,356	321	-	-
Finance leases	49	47	-	-
Income tax payable	906	787	13	22
Total current liabilities	12,488	11,213	42	75
Non-current liabilities				
Bank loans	1,584	1,789	-	-
Finance leases	116	141	-	-
Deferred tax liability	121	120	-	-
Total non-current liabilities	1,821	2,050	-	-
Total liabilities	14,309	13,263	42	75
Capital, reserves and non-controlling interests				
Share capital	8,020	8,020	8,020	8,020
Retained earnings	34,916	34,061	10,732	12,360
Equity attributable to owners of the Company	42,936	42,081	18,752	20,380
Non-controlling interests	65	60	-	-
Total equity	43,001	42,141	18,752	20,380
Total liabilities and equity	57,310	55,404	18,794	20,455



- 1 (b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year

(A) Amount repayable in one year or less, or on demand

	As at 30.06.18		As at 31.12.17	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Bank loans	2,356	-	321	-
Finance leases	49	-	47	-

(B) Amount repayable after one year

	As at 30.06.18		As at 31.12.17	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Bank loans	1,584	-	1,789	-
Finance leases	116	-	141	-

(C) Details of any collaterals

As at 30.06.18 and 31.12.17

The bank loans were secured by legal mortgages over subsidiaries' leasehold and freehold properties and corporate guarantees provided by the Company.

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

	Group	
	30.06.18	30.06.17
	S\$'000	S\$'000
Operating activities:		
Profit before tax	3,210	3,058
Adjustments for:		
Interest expenses	15	34
Interest income	(13)	- *
Depreciation of property, plant and equipment	341	284
Depreciation of investment properties	173	173
Amortisation of club membership	9	9
Gain on disposal of property, plant and equipment	(115)	- *
Allowance for doubtful trade receivables	-	2
Reversal of allowance for doubtful trade receivables	(4)	(18)
Operating cash flows before changes in working capital	3,616	3,542
Trade receivables	(33)	391
Other receivables and prepayments	222	(47)
Inventories	192	(404)
Trade payables	(306)	274
Other payables and accruals	(575)	(311)
Cash flows generated from operations	3,116	3,445
Income tax paid	(358)	(470)
Interest received	13	- *
Net cash generated from operating activities	2,771	2,975
Investing activities:		
Purchase of property, plant and equipment (Note A)	(666)	(463)
Prepayment of property, plant and equipment	-	(55)
Net cash flows used in investing activities	(666)	(518)
Financing activities:		
Proceeds from bank loans	2,000	-
Repayment of bank loans	(170)	(173)
Repayment of finance leases	(23)	(64)
Dividends paid	(1,872)	(2,080)
Interest paid	(15)	(34)
Net cash flows used in financing activities	(80)	(2,351)
Net increase in cash and cash equivalents	2,025	106
Cash and cash equivalents at beginning of the period	12,012	8,120
Cash and cash equivalents at end of the period	14,037	8,226

* : Less than S\$1,000

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

	Group	
	Six (6) months ended	
	30.06.18	30.06.17
	S\$'000	S\$'000
Note A		
Additions to property, plant and equipment	781	589
Less:		
Proceeds from disposal of property, plant and equipment	(115)	-
Motor vehicles acquired under finance leases	-	(126)
Net cash outflow for purchase of property, plant and equipment	<u>666</u>	<u>463</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

Group	Share Capital	Retained earnings	Attributable to the owners of the Company	Non- controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 January 2018	8,020	34,061	42,081	60	42,141
Profit for the period, representing total comprehensive income for the period	-	2,727	2,727	5	2,732
<i>Transactions with owners, recognised directly in equity</i>					
Dividend declared	-	(1,872)	(1,872)	-	(1,872)
Balance as at 30 June 2018	8,020	34,916	42,936	65	43,001
Balance as at 1 January 2017	8,020	31,212	39,232	65	39,297
Profit for the period, representing total comprehensive income for the period	-	2,586	2,586	(12)	2,574
<i>Transactions with owners, recognised directly in equity</i>					
Dividend declared	-	(2,080)	(2,080)	-	(2,080)
Balance as at 30 June 2017	8,020	31,718	39,738	53	39,791

- 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 period (*cont'd*)

Company	Share capital S\$'000	Accumulated profits S\$'000	Total S\$'000
Balance as at 1 January 2018	8,020	12,360	20,380
Profit for the period, representing total comprehensive income for the period	-	244	244
<i>Transactions with owners, recognised directly in equity</i>			
Dividend declared	-	(1,872)	(1,872)
Balance as at 30 June 2018	8,020	10,732	18,752
Balance as at 1 January 2017	8,020	14,120	22,140
Profit for the period, representing total comprehensive income for the period	-	253	253
<i>Transactions with owners, recognised directly in equity</i>			
Dividend declared	-	(2,080)	(2,080)
Balance as at 30 June 2017	8,020	12,293	20,313

- 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, 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.**

Between 31 December 2017 (being the end of the previous period reported on) and 30 June 2018, there were no changes in the Company's share capital.

The Company had adopted the Choo Chiang Performance Share Plan prior to its listing on the Catalist in July 2015 and as at 31 December 2017 and 30 June 2018, there was no award granted under this performance share plan. As at 31 December 2017 and 30 June 2018, the Company did not have any outstanding options, warrants or other instrument convertible into securities of the Company.

As at 31 December 2017 and 30 June 2018, the Company had an issued and paid-up share capital of S\$8,020,000 comprising 208,000,000 ordinary shares in issue. As at 31 December 2017 and 30 June 2018, the Company did not have any general mandate to undertake share buybacks and did not hold any treasury shares and subsidiary holdings.

- 1 (d)(iii) 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.**

	Number of ordinary shares	
	As at	
	30.06.18	31.12.17
Total number of issued shares (excluding treasury shares)	<u>208,000,000</u>	<u>208,000,000</u>

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

Not applicable as the Company did not hold any treasury shares.

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 the Company did not hold any 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 nor reviewed by the auditors.

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

Not applicable.

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

Save as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the six months ended 30 June 2018 as its most recently audited financial statements for the financial year ended 31 December 2017.

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

The accounting policies adopted are consistent with those of the previous financial year except in the current financial year, the Group has adopted all the new and revised standards which are effective for the financial periods beginning on or after 1 January 2018. Other than the adoption of the new standards that are effective on 1 January 2018, the Group has adopted the new financial reporting framework, Singapore Financial Reporting Standards (International) ("SFRS(I)") on 1 January 2018. The adoption of the new standards that are effective on 1 January 2018 and SFRS(I) does not result in any material changes to the Group's accounting policies and methods of computation adopted in the financial statements for the current reporting period as compared to the most recent audited financial statements as at 31 December 2017.

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.**

Earnings per ordinary share ("EPS")	Group	
	Six (6) months ended	
	30.06.18	30.06.17
Profit attributable to owners of the Company (S\$'000)	2,727	2,586
Number of ordinary shares ('000)	208,000	208,000
- Basic and diluted (Singapore cents)	<u>1.31</u>	<u>1.24</u>

EPS is calculated based on (i) the profit attributable to owners of the Company for the six months ended 30 June 2018 ("**HY2018**") and the six months ended 30 June 2017 ("**HY2017**"), and (ii) the 208,000,000 issued shares as at 30 June 2018 and as at 30 June 2017, respectively. Fully diluted EPS is the same as the basic EPS for the financial periods presented in the table above as the Company did not have any outstanding instruments convertible into rights to subscribe for, and options in respect of its shares during these financial periods.

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		As at	
	30.06.18	31.12.17	30.06.18	31.12.17
Net Asset Value ("NAV")				
Net assets (S\$'000)	42,936	42,081	18,752	20,380
Number of ordinary shares used in calculating NAV per ordinary share ('000)	208,000	208,000	208,000	208,000
NAV per ordinary share (Singapore cents)	<u>20.64</u>	<u>20.23</u>	<u>9.02</u>	<u>9.80</u>

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.**

Review of financial performance

Revenue

The Group's revenue is derived from sales and retail of electrical products and accessories in Singapore ("**Distribution Business**") and rental income from its investment properties in Singapore ("**Property Investment**").

Total revenue increased by S\$1.09 million or 3.6%, from S\$29.88 million in HY2017 to S\$30.97 million in HY2018, mainly due to an increase in the revenue from the Distribution Business segment.

Distribution Business

Revenue from the Distribution Business segment increased by S\$1.13 million or 3.8%, from S\$29.61 million in HY2017 to S\$30.74 million in HY2018. The increase was mainly due to: (i) higher sales volume of certain electrical products and accessories; and (ii) the upward adjustment in selling prices for certain electrical products and accessories in the beginning of HY2018.

Property Investment

Rental income from the Property Investment segment decreased by S\$0.04 million or 14.8%, from S\$0.27 million in HY2017 to S\$0.23 million in HY2018 mainly due to loss of rental income as there were a few months of vacancy at five (5) investment properties following the expiry of relevant leases.

Cost of sales

Cost of sales increased by S\$0.88 million or 4.1%, from S\$21.52 million in HY2017 to S\$22.40 million in HY2018.

Distribution Business

Cost of sales of the Distribution Business segment increased by S\$0.88 million or 4.1%, from S\$21.30 million in HY2017 to S\$22.18 million in HY2018, generally in line with the increase in revenue for this segment.

Property Investment

Cost of sales of the Property Investment segment remained constant at S\$0.22 million in HY2017 and in HY2018. This was due to decrease in depreciation expense and property tax of S\$8,000 and S\$3,000 respectively as a result of a few months of vacancy at the abovementioned five (5) investment properties and partially offset by an increase in finance cost.

Gross profit and gross profit margin

Gross profit increased by S\$0.20 million or 2.4% from S\$8.37 million in HY2017 to S\$8.57 million in HY2018. Gross profit margin decreased marginally from 28.0% in HY2017 to 27.7% in HY2018.

The gross profit margin of the Distribution Business segment decreased marginally from approximately 28.1% in HY2017 to 27.8% in HY2018.

The gross profit margin of the Property Investment segment decreased from approximately 22.2% in HY2017 to approximately 4.3% in HY2018. This was mainly due to higher finance cost and lower rental received from the four (4) new leases which commenced during HY2018.

Other operating income

Other operating income increased by S\$0.02 million or 7.7% from S\$0.26 million in HY2017 to S\$0.28 million in HY2018. The increase was mainly due to an increase in gain on disposal of property, plant and equipment, interest income and foreign exchange gain in HY2018.

Administrative and selling expenses

Administrative and selling expenses increased marginally by S\$0.03 million or 0.6% from S\$5.12 million in HY2017 to S\$5.15 million in HY2018.

Other operating expenses

Other operating expenses increased by S\$0.05 million or 11.9% from S\$0.42 million in HY2017 to S\$0.47 million in HY2018. The increase was mainly due to an increase in depreciation of property, plant and equipment. This was partially offset by foreign exchange losses in HY2018 compared to a foreign exchange gain in HY2017.

Finance costs

Finance costs decreased marginally from S\$34,000 in HY2017 to S\$15,000 in HY2018.

Profit before tax

As a result of the above, profit before tax increased by S\$0.15 million or 4.9% from S\$3.06 million in HY2017 to S\$3.21 million in HY2018.

Review of financial position

Current assets

Current assets increased by S\$1.65 million from S\$33.53 million as at 31 December 2017 to S\$35.18 million as at 30 June 2018. The increase in current assets was mainly due to an increase in an increase in cash and cash equivalents of S\$2.03 million and an increase in trade receivables of S\$0.04 million. These were offset by a decrease in other receivables and prepayments of S\$0.22 million and a decrease in inventories of S\$0.20 million.

Non-current assets

Non-current assets increased by S\$0.26 million from S\$21.87 million as at 31 December 2017 to S\$22.13 million as at 30 June 2018. The increase in non-current assets was mainly due to an increase in property, plant and equipment of S\$0.44 million. This was partially offset by the decrease in investment properties and club membership of S\$0.17 million and S\$0.01 million respectively.

Current liabilities

Current liabilities increased by S\$1.28 million from S\$11.21 million as at 31 December 2017 to S\$12.49 million as at 30 June 2018. The increase in current liabilities was mainly due to an increase in bank loans of S\$2.04 million and an increase in income tax payable of approximately S\$0.12 million. These were partially offset by the decrease in trade payables of S\$0.30 million and a decrease in other payables and accruals of S\$0.58 million.

Non-current liabilities

Non-current liabilities decreased by S\$0.23 million from S\$2.05 million as at 31 December 2017 to S\$1.82 million as at 30 June 2018. The decrease in non-current liabilities was mainly due to a decrease in bank loans of approximately S\$0.21 million and a decrease in finance leases of approximately S\$0.02 million.

Review of cash flow management

Net cash generated from operating activities

In HY2018, the Group's net cash inflow from operating activities amounted to approximately S\$2.77 million, which was a result of operating cash flows before changes in working capital of approximately S\$3.62 million, net working capital outflow of approximately S\$0.50 million, income tax paid of approximately S\$0.36 million and interest received of approximately S\$0.01 million.

Net cash used in investing activities

In HY2018, the Group's net cash outflow for investing activities amounted to approximately S\$0.67 million, which was solely due to purchases of property, plant and equipment.

Net cash used in financing activities

In HY2018, the Group's net cash outflow for financing activities amounted to approximately S\$0.08 million, mainly due to dividends paid of approximately S\$1.87 million, repayment of bank loans and finance leases of approximately S\$0.19 million and interest paid of approximately S\$0.02 million. These were partially offset by proceeds of bank loan of S\$2.00 million.

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

There has not been any forecast or prospect statement in relation to the Group's results for HY2018 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.

Subject to, *inter alia*, market conditions, availability of good location and other relevant business considerations, it is the Group's current intention to continue to expand its retail network in Singapore. The Group also intends to reinforce and strengthen its market position in Singapore by widening the range of products sold under its "CCM" and "CRM" brands. In addition, the Group plans to renovate its headquarters and central warehouse located at 10 Woodlands Loop, Singapore 738388 in second half of 2018.

With the new additional property cooling measures announced by the Singapore Government in July 2018 aiming to raise Additional Buyer's Stamp Duty rates and tightening loan-to-value limits on residential property purchases, we expect the operating environment in the electrical material sector to be challenging. In this regard, we will continue to provide good value to our customers and explore business opportunities so as to increase our revenue.

11. If a decision regarding dividend has been made:

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

No dividend has been declared or recommended for HY2018.

	Amount per share (Singapore cents)
(i) Current financial period reported on	Nil
(ii) Previous corresponding period	Nil

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

Not applicable as no dividend has been declared or recommended for HY2018.

(c) The date the dividend is payable

Not applicable as no dividend has been declared or recommended for HY2018.

(d) The date on which Registrable Transfers received by the company (up to 5.00 p.m.) will be registered before entitlements to the dividend are determined

Not applicable as no dividend has been declared or recommended for HY2018.

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

No dividend has been declared or recommended for HY2018.

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 Group did not obtain any general mandate from the Company's shareholders in respect of interested person transactions.

As at 30 June 2018, the following remained subsisting:

- (i) Lim Teck Chuan had provided personal guarantees to the Housing & Development Board in order that the Group may secure lease agreements;
- (ii) the Company, CCM Australia Pty Ltd ("**CCM Australia**")⁽¹⁾ and Lim Teck Chuan had entered into a call option agreement on 26 June 2015 ("**TL Call Option Agreement**") pursuant to which Lim Teck Chuan granted the Company a call option to acquire all the shares that he may from time to time hold in CCM Ventures;
- (iii) the Company and CCM Australia had entered into a call option agreement on 26 June 2015 pursuant to which CCM Australia granted the Company a call option to purchase from CCM Australia the trademark that is used by CCM Australia in Australia;
- (iv) each of CCM Ventures and CCM Australia had provided a non-competition deed in favour of the Company;
- (v) Lim Teck Chuan had provided an undertaking pursuant to which he would *inter alia* (aa) within two (2) years from 29 July 2015 (being the date of listing of the Company on the Catalist), divest his shareholding in CCM Ventures to persons other than his Associates such that he will no longer be a shareholder of CCM Ventures; and (bb) grant the Company a right of first refusal of any sale of any shares in CCM Ventures by himself; and
- (vi) CCM Ventures had provided an undertaking pursuant to which, amongst others, (aa) in the event of any proposed issue by CCM Ventures of any shares to any Associate of Lim Teck Chuan, it shall be a condition precedent to such share issue that the proposed subscriber enters into a call option agreement with the Company on the same terms and conditions as the TL Call Option Agreement; and (bb) CCM Ventures granted the Company a right of first refusal of any sale of any shares in CCM Australia by CCM Ventures.

On 21 July 2017, the Company announced that Lim Teck Chuan had informed the Company of his intention for the business of CCM Australia to be discontinued and consequently for both CCM Ventures and CCM Australia to be struck off and that the Company had entered into various side letters with each of Lim Teck Chuan, CCM Ventures and CCM Australia pursuant to which the relevant documents referred to under (ii) to (vi) in this paragraph above would be terminated upon the effective date of striking off of CCM Ventures and CCM Australia. As at 30 June 2018 and as at the date of this announcement, CCM Ventures and CCM Australia are still in the process of striking off.

Note:

- (1) CCM Ventures Pte. Ltd. ("**CCM Ventures**") owns 100% of the issued and paid-up share capital of CCM Australia. The Company's Executive Chairman and Chief Executive Officer, Lim Teck Chuan owns an interest of 65.3% in CCM Ventures and is also the sole director of CCM Ventures and a director of CCM Australia. Accordingly, CCM Australia is an associate of Lim Teck Chuan and transactions between the Group and CCM Australia (if any) are interested person transactions within the ambit of Chapter 9 of the Catalist Rules.

14. Negative confirmation pursuant to Rule 705(5) (not required for announcement of full year results). This confirmation must be signed by two (2) directors on behalf of the board of directors.

We, Lim Teck Chuan and Lim Teck Seng, being Directors of the Company, hereby confirm on behalf of the board of Directors that, to the best of the Directors' knowledge, nothing has come to the attention of the board of Directors which may render the unaudited consolidated financial statements of the Group for the six (6) months ended 30 June 2018 to be false or misleading in any material aspect.

Lim Teck Chuan
Executive Chairman and Chief Executive Officer

Lim Teck Seng
Executive Director

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 of its Directors and relevant 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

Lim Teck Chuan
Executive Chairman and Chief Executive Officer

Singapore

13 August 2018

This announcement has been reviewed by the Company's sponsor, SAC Capital Private Limited ("Sponsor") for compliance with the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalist ("Catalist Rules"). 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. The contact person for the Sponsor is Mr Ong Hwee Li, at 1 Robinson Road #21-00 AIA Tower Singapore 048542, Telephone: +65 6532 3829.
