

Full Year Financial Statement And Dividend Announcement for the year ended 28 February 2018

PART I: INFORMATION REQUIRED FOR ANNOUNCEMENTS OF FULL YEAR RESULTS

- 1(a) **An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Consolidated Income Statement
(Amount expressed in thousands of United States dollar (“USD”))

	Group		Increase/ (Decrease)
	FY2018	FY2017	
	USD'000	USD'000	%
Revenue	13,191	13,293	(1%)
Cost of sales	(9,743)	(10,705)	(9%)
Gross profit	3,448	2,588	33%
Other income	345	99	249%
Distribution expenses	(176)	(265)	(33%)
Administrative expenses	(3,252)	(4,177)	(22%)
Results from operating activities	365	(1,755)	n.m
Finance costs	(156)	(135)	16%
Profit/(loss) before income tax	209	(1,890)	n.m
Income tax expenses	(144)	(12)	1111%
Profit/(loss) for the year	65	(1,902)	n.m
Profit/(loss) attributable to:			
Owners of the Company	34	(1,875)	n.m
Non-controlling interests	31	(27)	n.m
	65	(1,902)	n.m

Note:

n.m denotes not meaningful



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1(b) Consolidated Statement of Comprehensive Income for full year ended 28 February 2018 and 28 February 2017

	Group		Increase/ (Decrease) %
	FY 2018 USD'000	FY 2017 USD'000	
Profit/(loss) for the year	65	(1,902)	n.m
Other comprehensive income/(loss):			
<i>Item that is or may be reclassified subsequently to profit or loss:</i>			
Foreign currency translation differences - foreign operations	595	(189)	n.m
Other comprehensive income/(loss) for the year, net of tax	595	(189)	n.m
Total comprehensive income/(loss) for the year	660	(2,091)	n.m
Total comprehensive income/(loss) attributable to:			
Owners of the Company	682	(2,095)	n.m
Non-controlling interests	(22)	4	n.m
	660	(2,091)	n.m

Note:

n.m denotes not meaningful



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Notes:

Profit/(loss) for the year is arrived at after charging/(crediting) the following items:

	Group	
	FY2018	FY2017
	USD'000	USD'000
Allowance for inventory obsolescence	-	461
Amortisation of intangible assets	1	1
Bad debts	-	11
Impairment loss on trade receivables	-	49
Depreciation of property, plant and equipment	236	249
Directors' fees	91	152
Equity – settled commitment fees	-	178
Foreign exchange (gain)/loss, net	(190)	60
Interest expense	156	135
Interest income from bank deposits	(1)	(1)
Key management remuneration included in staff costs	542	559
Gain on disposal of property, plant and equipment	(45)	-
Fair value gain from long term investment	(59)	-
Operating lease expenses	247	238
Property, plant and equipment written off	-	14
Staff costs	1,579	1,551



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1(c)(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.

Statements of Financial Position

(Amounts expressed in thousands of United States dollar (“USD”))

	Group		Company	
	As at 28 February 2018 USD'000	As at 28 February 2017 USD'000	As at 28 February 2018 USD'000	As at 28 February 2017 USD'000
Non-current assets				
Property, plant and equipment	3,316	3,355	-	-
Investment in subsidiaries	-	-	7,697	7,697
Long-term investments	77	18	77	18
Intangible assets	3	4	-	-
Deferred tax assets	121	109	-	-
	<u>3,517</u>	<u>3,486</u>	<u>7,774</u>	<u>7,715</u>
Current assets				
Inventories	7,932	7,264	-	-
Trade and other receivables	5,592	4,263	2,377	1,831
Cash at banks and in hand	2,204	1,224	1,231	72
	<u>15,728</u>	<u>12,751</u>	<u>3,608</u>	<u>1,903</u>
Total assets	<u>19,245</u>	<u>16,237</u>	<u>11,382</u>	<u>9,618</u>
Equity				
Share capital	13,568	11,366	13,568	11,366
Reserves	(829)	(1,593)	-	-
Accumulated profits/(losses)	2,301	2,383	(2,465)	(2,044)
Equity attributable to owners of the Company	15,040	12,156	11,103	9,322
Non-controlling interests	(661)	(639)	-	-
Total equity	<u>14,379</u>	<u>11,517</u>	<u>11,103</u>	<u>9,322</u>
Non-current liabilities				
Financial liabilities	-	1	-	-
Deferred tax liabilities	10	10	-	-
	10	11	-	-
Current liabilities				
Trade and other payables	1,785	1,857	240	253
Bill payables	520	772	-	-
Bond payables	38	36	38	36
Financial liabilities	2,488	2,040	-	6
Current tax payable	25	4	1	1
	<u>4,856</u>	<u>4,709</u>	<u>279</u>	<u>296</u>
Total liabilities	<u>4,866</u>	<u>4,720</u>	<u>279</u>	<u>296</u>
Total equity and liabilities	<u>19,245</u>	<u>16,237</u>	<u>11,382</u>	<u>9,618</u>



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

	Group	
	As at 28 February 2018	As at 28 February 2017
	USD'000	USD'000
Amounts repayable in one year or less, or on demand		
Secured bank loans	2,487	2,034
Obligations under hire purchase	1	6
	2,488	2,040
Amounts repayable after one year		
Obligations under hire purchase	-	1
	-	1

Details of any collateral

- Secured bank loans are secured against trade receivables in China, amounting to USD 3,253,527 (FY 2017: USD 2,393,462), and are guaranteed by the Company.
- As at 28 February 2018, the net book value of property, plant and equipment for the Group under hire purchase arrangements were USD 707 (28 February 2017: USD 986).



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

CONSOLIDATED CASH FLOW STATEMENT
(Amounts expressed in thousands of United States dollars (“USD”))

	Group	
	FY2018 USD'000	(Restated) FY2017 USD'000
Operating activities		
Profit/(loss) before income tax, total	209	(1,890)
Adjustments for:		
Depreciation of property, plant and equipment	236	249
Allowance for inventory obsolescence	-	460
Amortisation of intangible assets	1	1
Gain on disposal of property, plant and equipment	(45)	-
Impairment loss on trade receivables	-	49
Interest expense	156	135
Dividend income	(6)	(1)
Interest income from banks	(1)	(1)
Property, plant and equipment written off	-	15
Equity-settled commitment fees	-	178
Fair value gain from long term investment	(59)	-
Operating cash flows before working capital changes	491	(805)
Changes in working capital:		
Inventories	(668)	593
Trade and other receivables	(1,328)	1,632
Trade and other payables	(76)	(392)
Bills payable	(252)	(1,089)
Secured bank loan	1,604	(621)
Currency translation adjustments	500	(100)
Cash generated from /(used in) operations	271	(782)
Income taxes paid (net)	(136)	(26)
Cash flows generated from/(used in) operating activities	135	(808)
Investing activities		
Interest received	1	1
Dividend received	6	1
Purchase of property, plant and equipment	(55)	(19)



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CONSOLIDATED CASH FLOW STATEMENT
(Amounts expressed in thousands of United States dollars (“USD”))

	Group	
	FY2018 USD'000	FY2017 USD'000
Proceeds from disposal of property, plant and equipment	45	-
Purchase of intangible assets	(1)	(1)
Cash flows used in investing activities	(4)	(18)
Financing activities		
Interest paid	(156)	(135)
Repayments of bank loans	(1,150)	(500)
Repayment of loan from affiliated companies	-	(1,126)
Repayment of loan from directors	-	(1,075)
Repayment of finance lease liabilities	(6)	(23)
Proceeds from loan from directors	-	150
Proceeds from issue of redeemable convertible bonds	2,202	2,814
Cash flows generated from financing activities	890	105
Net increase/ (decrease) in cash and cash equivalents	1,021	(721)
Cash and cash equivalents at beginning of the year	1,224	1,944
Effect of exchange rate changes on balances held in foreign currencies	(41)	1
Cash and cash equivalents at end of the year	2,204	1,224

Cash and cash equivalents included in the consolidated cash flow statement comprise the following:

	Group	
	FY2018 USD'000	FY2017 USD'000
Cash and bank balances	2,204	1,224
Cash and cash equivalents at end of the year	2,204	1,224



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1(e)(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

(Amounts expressed in thousands of United States dollars (“USD”))

	Share capital	Merger deficit	Currency translation reserve	Statutory surplus reserve	Accumulated profits	Total	Non-controlling interests	Total equity
<u>The Group</u>	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000
At 1 March 2016	8,410	(2,825)	1,071	381	4,258	11,295	(643)	10,652
Total comprehensive loss for the period								
Loss for the year	-	-	-	-	(1,875)	(1,875)	(27)	(1,902)
Other comprehensive loss								
Foreign currency translation differences	-	-	(220)	-	-	(220)	31	(189)
	-	-	(220)	-	(1,875)	(2,095)	4	(2,091)
Transactions with owners, recognised directly in equity								
Equity-settled commitment fee	178	-	-	-	-	178	-	178
Conversion shares from convertible bonds	2,778	-	-	-	-	2,778	-	2,778
At 28 February 2017	11,366	(2,825)	851	381	2,383	12,156	(639)	11,517
The Group								
At 1 March 2017	11,366	(2,825)	851	381	2,383	12,156	(639)	11,517
Total comprehensive income for the period								
Profit for the year	-	-	-	-	34	34	31	65
Transfer of Statutory surplus reserve	-	-	-	116	(116)	-	-	-
Other comprehensive income/(loss)								
Foreign currency translation differences	-	-	648	-	-	648	(53)	595
	-	-	648	116	(82)	682	(22)	660
Transactions with owners, recognised directly in equity								
Issue of ordinary shares related to redeemable convertible bonds	2,202	-	-	-	-	2,202	-	2,202
At 28 February 2018	13,568	(2,825)	1,499	497	2,301	15,040	(661)	14,379

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STATEMENT OF CHANGES IN EQUITY
(Amounts expressed in thousands of United States dollars (“USD”))

<u>The Company</u>	<u>Share capital</u>	<u>Accumulated loss</u>	<u>Total</u>
	USD'000	USD'000	USD'000
At 1 Mar 2016	8,410	(1,121)	7,289
Loss and total comprehensive loss for the year	-	(923)	(923)
Issue of ordinary shares related to redeemable convertible bonds	2,956	-	2,956
At 28 Feb 2017	11,366	(2,044)	9,322
Loss and total comprehensive loss for the year	-	(421)	(421)
Issue of ordinary shares related to redeemable convertible bonds	2,202	-	2,202
At 28 Feb 2018	13,568	(2,465)	11,103



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

The changes to the Company's issued share capital since 28 February 2017 are as following:

Date	Description	No. of shares converted	Conversion Price (S\$)
17-May-17	Update on the cancellation of 5,454,546 ordinary shares erroneously allotted by the Company (Announcement released on 17 May 2017)	-	-
15-Jun-17	Conversion of remaining fourth sub-tranche under Tranche 1 Bonds issued on 24 January 2017 Conversion of part of fifth sub-tranche under Tranche 1 Bonds issued on 13 June 2017	50,000,000	S\$0.010
16-Jun-17	Conversion of part of fifth sub-tranche under Tranche 1 Bonds issued on 13 June 2017	50,000,000	S\$0.010
29-Nov-17	Conversion of remaining fifth sub-tranche under Tranche 1 Bonds issued on 13 June 2017 Conversion of part of sixth sub-tranche under Tranche 1 Bonds issued on 28 November 2017	50,000,000	S\$0.005
30-Nov-17	Conversion of part of sixth sub-tranche under Tranche 1 Bonds issued on 28 November 2017	20,000,000	S\$0.005
20-Dec-17	Conversion of part of sixth sub-tranche under Tranche 1 Bonds issued on 28 November 2017	66,666,666	S\$0.003
21-Dec-17	Conversion of part of sixth sub-tranche under Tranche 1 Bonds issued on 28 November 2017	33,333,333	S\$0.003



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22-Jan-18	Conversion of part of sixth sub-tranche under Tranche 1 Bonds issued on 28 November 2017	75,000,000	S\$0.002
23-Jan-18	Conversion of part of sixth sub-tranche under Tranche 1 Bonds issued on 28 November 2017	75,000,000	S\$0.002
26-Jan-18	Conversion of remaining of sixth sub-tranche under Tranche 1 Bonds issued on 28 November 2017	50,000,000	S\$0.002
23-Feb-18	Conversion of part of seventh sub-tranche under Tranche 1 Bonds issued on 26 January 2018	250,000,000	S\$0.001
26-Feb-18	Conversion of part of seventh sub-tranche under Tranche 1 Bonds issued on 26 January 2018	300,000,000	S\$0.001
27-Feb-18	Conversion of part of seventh sub-tranche under Tranche 1 Bonds issued on 26 January 2018	300,000,000	S\$0.001
28-Feb-18	Conversion of part of seventh sub-tranche under Tranche 1 Bonds issued on 26 January 2018	100,000,000	S\$0.001

As at 28 February 2018, SGD 50,000 of the seventh sub-tranche under Tranche 1 Bonds has yet to be converted. As at 28 February 2017, SGD 50,000 of the fourth sub-tranche under Tranche 1 Bonds had yet to be converted.

1(e)(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.

	<u>Number of shares ('000)</u>	
	<u>FY2018</u>	<u>FY2017</u>
Number of ordinary shares Issued and fully paid		
At 1 March	497,621	126,814
Issuance of new ordinary shares	1,420,000	370,807
Less: cancellation of ordinary shares erroneously allotted	(5,455)	-
At 28 February	<u>1,912,166</u>	<u>497,621</u>

There were no treasury shares as at 28 February 2018 and 28 February 2017.



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1(e)(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.

1(e)(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.

These 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 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 Group has applied the same accounting policies and methods of computation for the current financial year compared to those of the audited financial statements for the year ended 28 February 2017.

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 has applied the same accounting policies and methods of computation in the financial statements for the current financial year compared to the audited financial statements for the year ended 28 February 2017 except for the adoption of new Financial Reporting Standards (FRS) and Interpretations of FRS (INT FRS) that are mandatory for the financial year beginning on or after 1 March 2017. The adoption of these FRS and INT FRS has no significant impact to the Group.

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.

	<u>FY2018</u> USD'000	<u>FY2017</u> USD'000
Net profit/(loss) for the year attributable to Owners of the Company	34	(1,875)
	<u>Number of shares ('000)</u>	
	<u>FY2018</u>	<u>FY2017</u>
Weighted average number of ordinary shares during the year	629,650	226,943
Profit/(loss) per share (US cents) - basic and diluted	0.01	(0.01)



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7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-**
(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group		Company	
	FY2018 (USD'000)	FY2017 (USD'000)	FY2018 (USD'000)	FY2017 (USD'000)
Net assets	<u>14,379</u>	<u>11,517</u>	<u>11,103</u>	<u>9,322</u>
Net asset value per ordinary share based on the existing issued share capital as at the respective period (US cents)	2.3	5.1	1.8	4.1



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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;

REVIEW OF RESULTS OF OPERATIONS

BREAKDOWN OF GROUP REVENUE BY PRODUCT CATEGORIES

	FY2018		FY2017	
	USD'000	% of revenue	USD'000	% of revenue
Revenue from continuing operations				
Commercial Metal Alloys	2,995	22.7	2,469	18.6
Customised Metal Alloys	7,135	54.1	8,426	63.4
NICO Branded Materials	3,061	23.2	2,398	18.0
Total	<u>13,191</u>	<u>100.0</u>	<u>13,293</u>	<u>100.0</u>

The overall revenue of the Group has decreased by 0.8% from USD 13.3 million in FY 2017 to USD 13.2 million in FY 2018.

Despite the reduction in the overall Group's revenue, the Group has continued making progress in FY 2018 to promote Nico Branded Materials. The revenue arising from the sales of this product accounted for 23.2% of the Group's total revenue in FY 2018 compared to 18.0% of the Group's total revenue in FY 2017.

Geographically, China remained as the key revenue driver in FY 2018, contributing 81.9% of the Group's total revenue, as compared to 78.0% in FY 2017. Thailand contributed 13.5% to the Group's revenue in FY 2018, as compared to 18.5% in FY 2017.

GROSS PROFIT MARGIN

The Group's gross profit margin has increased from 19.5% in FY 2017 to 26.1% in FY 2018. The increase was mainly due to (i) the higher gross margin derived from the sales of NICO Branded Materials; and (ii) the Group's continued focus on higher margin value added segment and plating project.

OTHER INCOME

Other income increased by 248.5% from USD 99,000 in FY 2017 to USD 345,000 in FY 2018. This was mainly due to the Group has recognized an exchange gain of USD 190,000 in FY 2018 due to the movement in market exchange rates.

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DISTRIBUTION, ADMINISTRATIVE, OTHER OPERATING AND FINANCE EXPENSES

Distribution costs decreased by 33.6% from USD 265,000 in FY 2017 to USD 176,000 in FY 2018. This was mainly due to the Group's increased efforts in place to monitor the freight charges and other selling expenses.

Administrative expenses decreased by 21.4% from USD 4.2 million in FY 2017 to USD 3.3 million in FY 2018. The decrease was mainly contributed by tighter cost control measures implemented by the Group to minimize administrative expenses.

Finance costs increased by 15.6% from USD 135,000 in FY 2017 to USD 156,000 in FY 2018. The increase was mainly due to a subsidiary in China taking up additional bank loans in FY 2018.

Tax expenses increased by 1100.0% from USD 12,000 in FY 2017 to USD 144,000 in FY 2018. The increase was mainly due to some subsidiaries within the Group making profit in FY 2018.

UTILIZATION OF THE NET PROCEEDS FROM THE BONDS ISSUED ON 15 MARCH 2016, 29 NOVEMBER 2016, 10 JANUARY 2017, 24 JANUARY 2017, 13 JUNE 2017, 28 NOVEMBER 2017 AND 26 JANUARY 2018

USE OF PROCEEDS - BOND ISSUE	Amount S\$'000	Amount S\$'000
Net Proceeds from the Initial Bond#		6,658
Less:		
Repayment of loans from Parot Tovot LLC	260	
Repayment of loans from Nico Steel Solutions (S) Pte Ltd	300	
Repayment of loans from Affiliated Companies	340	
Group's general working capital*	4,099	
Legal and professional fee in relation to RCB issued	247	
Total usage of proceeds		(5,246)
Balance of Net Proceeds		1,412

Net Proceeds from the Initial Bond of SGD 6,658,000 was after deduction of transaction costs amounting to SGD 342,000, including arranger's fee and legal fee of VCAM incurred.

* Funds used for the Group's general working capital were for staff costs and other operating costs.



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(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Property, plant and equipment decreased by 2.9% from USD 3.4 million as at 28 February 2017 to USD 3.3 million as at 28 February 2018.

Trade and other receivables increased by 30.2% from USD 4.3 million as at 28 February 2017 to USD 5.6 million as at 28 February 2018. The increase was mainly due to some subsidiaries within the Group increased sales volume in FY 2018 towards the year end.

Cash at bank and in hand increased by 83.3% from USD 1.2 million as at 28 February 2017 to USD 2.2 million as at 28 February 2018. The increase was mainly due to the proceeds from the Bonds issued by the Company in FY 2018.

Inventories increased by 8.2% from USD 7.3 million as at 28 February 2017 to USD 7.9 million as at 28 February 2018. The increase was mainly due to increased purchases by a subsidiary in China towards the year end in FY 2018 to meet customers' order.

Trade and other payables, and bills payable decreased by 11.5% from USD 2.6 million as at 28 February 2017 to USD 2.3 million as at 28 February 2018. The decrease was mainly due to the Group's efforts to manage its subsidiary in Singapore to repay its bills payable promptly to reduce the Group's reliance on bank trade facilities.

The Group's financial liabilities increased by 25.0% from USD 2.0 million as at 28 February 2017 to USD 2.5 million as at 28 February 2018. The increase was mainly due to the additional borrowings taken by a subsidiary in China in FY 2018.

REVIEW OF CASH FLOW STATEMENT

The Group recorded a net cash inflow from its operating activities of USD 135,000 in FY 2018 (FY 2017: net cash outflow of USD 808,000). This was mainly due to cash inflow from operating profits in FY 2018 and additional secured bank loan taken up by a subsidiary in China in FY 2018 for purchases purpose, partially offset by the increase in trade and other receivables and inventories.

Net proceeds from the issuance of Redeemable Convertible Bonds of USD 2.2 million, partially offset by the repayment of the short term loan amounting to USD 1.2 million by a subsidiary in Singapore, contributed to the net cash generated from financing activities of the Group in FY 2018.

Overall, the Group generated net cash inflows of USD 1.0 million in FY 2018 compared to net cash outflow of USD 0.7 million in FY 2017.

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

No forecast or prospect statement has been disclosed to shareholders previously.

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 Group will continue to push ahead with the success it has had with its in-house developed Nico Branded Materials for 5G (the fifth generation of wireless technology) devices and related IOT products. The Group's abilities to innovate and customize materials that satisfy stringent requirements in terms of weight control, heat dissipation, electromagnetic interference and radio frequency that designers of 5G device have demanded have recently attracted global leaders in the



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drone and aerial surveillance technology and electric car industries to seek out the Group for discussions in developing new materials for such uses.

Owing to increasing human labour costs and environmental control issues in Suzhou as well as availability of tax incentive programs outside Suzhou, the Group is exploring opportunities to potentially shift the entire factory operation to a new location in northern region in Jiangsu province. In the event such a decision is taken, the Company will notify shareholders in an announcement which will detail factors taken into consideration in coming to such a decision and any impact such a move will have on its financial and operational position.

As part of the Company's strategy to improve its financial position, it continues to explore opportunities for growth within its core business as well as opportunistic investments which it considers to have good potentials. Opportunities the Company has looked into have included potentially acquiring a machining house to complement its current business and investment into China's liberalising financial industry. In accordance with the continuing obligations of the Company under the listing rules, if and when the Company concludes any agreement in respect of such potential acquisition and/or investment, it will inform shareholders in an announcement.

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 for the year under review.

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 has not obtained a general mandate from shareholders for interested person transactions pursuant to Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST").

There was no interested person transaction, as defined in Charter 9 of the Listing Manual of the SGX-ST, entered into by the Group or by the Company during the financial year ended 28 February 2018.



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PART II: ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

14. **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

BREAKDOWN OF GROUP REVENUE BY GEOGRAPHICAL REGIONS

	FY2018		FY2017	
	USD'000	%	USD'000	%
Singapore	221	1.7	96	0.7
PRC	10,808	81.9	10,371	78.0
Malaysia	278	2.1	55	0.4
Thailand	1,779	13.5	2,454	18.5
USA	-	-	265	2.0
Other Countries *	105	0.8	52	0.4
Total	13,191	100.0	13,293	100.0

* Other Countries comprise mainly Japan, Indonesia, Taiwan and Hong Kong.

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).

16. **In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

Please refer to the section on "Review of Results of Operations" in paragraph 8 of this announcement for details.

17. **A breakdown of sales.**

	FY2018 USD'000	FY2017 USD'000	Change %
(a) Sales reported for first half year	6,135	7,207	(15%)
(b) Operating profit/(loss) after tax for first half year	32	(648)	n.m
(c) Sales reported for second half year	7,056	6,086	16%
(d) Operating profit/(loss) after tax for second half year	33	(1,254)	n.m

Note:

n.m denotes not meaningful



Full Year Financial Statement And Dividend Announcement for the year ended 28 February 2018

18. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

Not Applicable.

19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Ang Bee Choo	53	<p>Wife of Tan Chee Khiong, Executive Director/Chairman and President of the Company</p> <p>Sister-in-law of Tang Chee Wee, Executive Directors of the Company</p> <p>Daughter-in-law of Tang Hee Kya, substantial shareholder of the Company</p> <p>Sister-in-law of Tang Chee Bian, substantial shareholder of the Company</p>	Administrative Manager since 7 July 1995, responsible for office administration and human resource matters.	NIL

Tan Chee Khiong, Tang Chee Bian, Tang Chee Wee and Tang Hee Kya are substantial shareholders of the Company. Tan Chee Khiong (Executive Chairman & President), Tang Chee Bian (Executive Director) and Tang Chee Wee (Executive Director) are siblings. Tang Hee Kya is their father.

Save as disclosed above, there are no other persons holding managerial positions in the Group who are related to the Directors, Chief Executive Officer or substantial shareholders of the Company or of any of its principal subsidiaries.

By order of the Board

Tan Chee Khiong
Chairman and President
25 April 2018