

## **SUNRISE SHARES HOLDINGS LTD.**

Incorporated in the Republic of Singapore  
(Company Registration Number: 198201457Z)

---

### **UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019**

---

*This announcement has been prepared by Sunrise Shares Holdings Ltd. (the “**Company**”) and reviewed by the Company’s sponsor, Novus Corporate Finance Pte. Ltd. (the “**Sponsor**”), in compliance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual Section B: Rules of Catalyst.*

*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 Mr Pong Chen Yih, Chief Operating Officer, at 9 Raffles Place, #17-05 Republic Plaza Tower 1, Singapore 048619, telephone (65) 6950 2188.*

---



## PART 1 – INFORMATION REQUIRED FOR FULL YEAR RESULTS ANNOUNCEMENT

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		
		Year ended 31.12.2019 ("FY2019") S\$'000	Year ended 31.12.2018 ("FY2018") S\$'000	Increase/ (Decrease) %
	Note	(Unaudited)	(Audited)	
<b>Continuing operations</b>				
Revenue		1,421	4,848	(71)
Sales agent fees		(142)	(1,825)	(92)
Staff Cost		(632)	(608)	4
Other Expenses	1	(557)	(660)	(16)
Finance income, net	4	43	251	(83)
Profit before tax		133	2,006	(93)
Tax expense	3	(295)	(755)	(61)
<b>(Loss)/ profit for the year</b>		<b>(162)</b>	<b>1,251</b>	<b>(NM)</b>
<b>Discontinued operations</b>				
Loss from discontinued operations, net of tax	2	(1,065)	(5,034)	(79)
<b>Loss for the year</b>		<b>(1,227)</b>	<b>(3,783)</b>	<b>(68)</b>
<b>Loss attributable to:-</b>				
Owners of the Company		(1,227)	(3,783)	(68)
<b><u>Statement of Comprehensive Income</u></b>				
<b>Loss for the year</b>		<b>(1,227)</b>	<b>(3,783)</b>	<b>(68)</b>
<b>Other comprehensive income</b>				
<b>Item that are or may be reclassified subsequently to profit or loss:</b>				
Foreign currency translation difference arising from the translation of foreign operations				
- Continuing operations		(131)	(136)	(4)
- Discontinued operations		-	40	NM
Foreign currency translation difference arising from disposal of subsidiaries		1,075	-	NM
<b>Other comprehensive income, net of tax</b>		<b>944</b>	<b>(96)</b>	<b>NM</b>
<b>Total comprehensive income for the period</b>		<b>(283)</b>	<b>(3,879)</b>	<b>(93)</b>

NM denotes not meaningful

**Total comprehensive income attributable to :-**  
Owners of the Company

(283)

(3,879)

(93)

## 1(a)(ii) Notes to Consolidated Statement of Profit or Loss

The Group's net profit was arrived after crediting / (charging) the following:

GROUP		
FY2019 S\$'000 (Unaudited)	FY2018 S\$'000 (Audited)	Increase/ (Decrease) %

### 1(a)(ii) Notes to the Income Statement

#### Note 1

Other expenses include the following:-

1) Lawyer and corporate secretary fees	329	277	19
2) Audit fees paid to auditors of company	109	80	36
3) Non audit fees paid to other auditors	6	7	(14)
4) Others (Office expense, travel and entertainment)	113	297	(62)
	557	660	(16)

#### Note 2

Loss from discontinued operation include the following:-

1) Loss on disposal of subsidiaries	(1,205)	-	NM
2) Operation Gain / (loss)	140	(5,034)	NM
	(1,065)	(5,034)	NM

#### Note 3

Income tax expenses include:

Current year Income tax	295	755	(61)
	295	755	(61)

#### Note 4

Finance income include the following:-

1) Interest Income on loans to third party	-	251	NM
2) Bank Interest	47	-	NM
3) Interest Expense on Shareholder's loan	(4)	-	NM
	43	251	(83)

*NM denotes 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.**

	<b>GROUP</b>		<b>COMPANY</b>	
	<b>As at 31.12.2019 S\$'000 (Unaudited)</b>	<b>As at 31.12.2018 S\$'000 (Audited)</b>	<b>As at 31.12.2019 S\$'000 (Unaudited)</b>	<b>As at 31.12.2018 S\$'000 (Audited)</b>
<b>Assets</b>				
Subsidiaries	-	-	337	2,137
Other receivables	-	1,406	-	-
<b>Non-current assets</b>	-	1,406	337	2,137
Trade and other receivables	209	449	340	270
Cash and cash equivalents	4,326	3,643	272	91
	4,535	4,092	612	361
Assets held for sale	-	3,698	-	-
<b>Current assets</b>	4,535	7,790	612	361
<b>Total assets</b>	4,535	9,196	949	2,498
<b>Equity</b>				
Share Capital	24,937	24,937	24,937	24,937
Reserves	(20,607)	(20,324)	(24,160)	(23,150)
<b>Total equity</b>	4,330	4,613	777	1,787
<b>Liabilities</b>				
Loan from shareholder	-	330	-	330
Trade and other payables	183	1,580	172	381
Current tax liabilities	22	775	-	-
	205	2,685	172	711
Liabilities directly associated with the assets held for sale	-	1,898	-	-
<b>Current liabilities</b>	205	4,583	172	711
<b>Total liabilities</b>	205	4,583	172	711
<b>Total equity and liabilities</b>	4,535	9,196	949	2,498

**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.**

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

<b>As at 31 December 2019</b>		<b>As at 31 December 2018</b>	
<b>(Unaudited)</b>		<b>(Audited)</b>	
<b>Secured</b>	<b>Unsecured</b>	<b>Secured</b>	<b>Unsecured</b>
<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
-	-	-	330

**Amount repayable after one year**

<b>As at 31 December 2019</b>		<b>As at 31 December 2018</b>	
<b>(Unaudited)</b>		<b>(Audited)</b>	
<b>Secured</b>	<b>Unsecured</b>	<b>Secured</b>	<b>Unsecured</b>
<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
-	-	-	-

**Details of any collateral**

The Group does not currently have any borrowings. In respect of its borrowings as at 31 December 2018, the Group's borrowings related to an unsecured loan 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.**

	<b>FY2019 S\$'000 (Unaudited)</b>	<b>FY2018 S\$'000 (Audited)</b>
<b><u>Cash Flows from Operating Activities</u></b>		
(Loss)/ Profit from the continuing operations	(162)	1,251
Loss from the discontinued operations	(1,065)	(5,034)
	<u>(1,227)</u>	<u>(3,783)</u>
Adjustments for:-		
Loss on disposal of subsidiaries	1,205	-
Depreciation of property, plant and equipment	-	75
Gain on disposal of property, plant and equipment	-	(16)
Finance income, net	(43)	(247)
Impairment loss on trade receivable	-	258
Impairment loss recognised on assets held for sale	-	4,594
(Write-back)/Write down of allowance for inventory obsolescence (net)	-	(17)
Tax expense	295	870
Operating cash flow before working capital changes	<u>230</u>	<u>1,734</u>
Change in working capital:		
Trade and other receivables	(150)	911
Inventories	-	130
Trade and other payables	(1,397)	935
Cash generated from operations	<u>(1,317)</u>	<u>3,710</u>
Income tax paid	(1,048)	(459)
Net cash (used in)/ generated from operating activities	<u>(2,365)</u>	<u>3,251</u>
<b><u>Cash Flows from Investing Activities</u></b>		
Interest received	43	284
Net cash flow from disposals of subsidiaries	(471)	-
Loan to third party	-	(1,383)
Acquisition of property, plant and equipment	-	(217)
Receipt of repayment of loan due from third party	1,777	-
Proceeds from disposal of property, plant and equipment	-	16
Net cash generated from /(used in) investing activities	<u>1,349</u>	<u>(1,300)</u>
<b><u>Cash Flows from Financing Activities</u></b>		
Repayment of loan from shareholder	(330)	-
Net cash from / (used in) financing activities	<u>(330)</u>	
Net (decrease)/ increase in cash and cash equivalents	(1,346)	1,951
Cash and cash equivalents at the beginning of the year	5,585	3,675
Effect of exchange rate changes on cash balances held in foreign currencies	87	(41)

Cash and cash equivalents at the end of the year	4,326	5,585
Represented by:-		
Cash at bank and in hand	4,326	4,665
Fixed deposits	-	920
Transferred to assets held for sale	-	(1,942)
	4,326	3,643

**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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Attributable to equity holders of the Company					
	Foreign currency					Total equity
	Share Capital	translation reserve	Statutory reserves	Other reserves	Accumulated losses	
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Group (Unaudited)</b>						
At 1 January 2019	24,937	(1,215)	302	77	(19,488)	4,613
<b>Total comprehensive income</b>						
Loss for the year	-	-	-	-	(1,227)	(1,227)
<b>Other comprehensive income:</b>						
Foreign currency translation differences arising from the translation of foreign operations	-	(131)	-	-	-	(131)
Foreign currency translation differences arising from disposal of subsidiaries	-	1,075	-	-	-	1,075
<b>Total other comprehensive income, net of tax</b>	-	944	-	-	(1,227)	(283)
Disposal of subsidiary	-	-	-	(77)	77	-
At 31 December 2019	24,937	(271)	302	-	(20,638)	4,330

	Share Capital S\$'000	Foreign currency translation reserve S\$'000	Statutory reserves S\$'000	Other reserves S\$'000	Accumulated losses S\$'000	Total equity S\$'000
<b>Group (Audited)</b>						
At 1 January 2018	24,937	(1,119)	87	77	(15,490)	8,492
<b>Total comprehensive income</b>						
Profit for the period	-	-	-	-	(3,783)	(3,783)
Other comprehensive loss:						
Foreign currency translation differences arising from the translation of foreign operations	-	(96)	-	-	-	(96)
<b>Total comprehensive income, net of tax</b>	-	(96)	-	-	(3,783)	(3,879)
Transfer to statutory reserve			215		(215)	
At 31 December 2018	24,937	(1,215)	302	77	(19,488)	4,613

<b>COMPANY (Unaudited)</b>	Share Capital S\$'000	Accumulated losses S\$'000	Total S\$'000
At 1 January 2019	24,937	(23,150)	1,787
Loss for the period/representing total comprehensive loss for the period	-	(1,010)	(1,010)
At 31 December 2019	24,937	(24,160)	777
At 1 January 2018	24,937	(17,685)	7,252
Loss for the period/representing total comprehensive loss for the period	-	(5,465)	(5,465)
At 31 December 2018	24,937	(23,150)	1,787

**1(d)(ii) Details of any changes in the company's share capital arising from rights issues, bonus issues, subdivision, consolidation, 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.

<b>Issued share capital</b>	<b>Number of shares</b>	<b>Share capital (\$'000)</b>
As at 30 June 2019 and 31 December 2019	178,337,290	24,937

There was no change in the Company's share capital since the last reported financial period, being 30 June 2019

The Company did not have any outstanding convertibles, treasury shares and subsidiary holdings as at 31 December 2019 and 31 December 2018.

**1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of current financial period and as at the end of the immediately preceding year.**

	<b>As at 31 December 2019</b>	<b>As at 31 December 2018</b>
Total number of issued shares excluding treasury shares	178,337,290	178,337,290

**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. The Company did not have any treasury shares during and as at the end of the current financial period reported on.

**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. The Company did not have any subsidiary holdings during and as at the end of the current financial period reported on.

**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 of the Company.

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

Not applicable.

**3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion (other than a material uncertainty related to going concern):-**

**(a) Updates on the efforts taken to resolve each outstanding audit issue.**

Not applicable.

**(b) Confirmation from the Board that the impact of all outstanding issues on the financial statements have been adequately disclosed.**

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 adopted the same accounting policies and methods of computation as those in the audited financial statements for the financial year ended 31 December 2018.

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

The Group has adopted all the new and revised accounting standards where relevant to its operations and effective for the periods beginning on or after 1 January 2019.

The adoption of the new and revised accounting standards which are relevant to its operations did not result in any significant financial impact on the results of 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:-**

- (a) based on the weighted average number of ordinary shares on issue; and  
(b) on a fully diluted basis (detailing any adjustments made to the earnings).

	Group	
	FY2019	FY2018
(Loss) for the period (S\$'000)	(1,227)	(3,783)
Weighted average number of shares	178,337,290	178,337,290
Basic earnings per share (Singapore cents)	(0.69)	(2.12)
Diluted earnings per share (Singapore cents)	(0.69)	(2.12)

The Group did not have any preferred, convertible, option, warrants or other dilutive shares in FY2019 and FY2018.

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	
31.12.2019	31.12.2018	31.12.2019	31.12.2018
Singapore cents	Singapore cents	Singapore cents	Singapore cents
2.43	2.60	0.44	1.00

The net asset value per ordinary share is calculated based on the Company's issued share capital of 178,337,290 ordinary shares as at 31 December 2019 and 31 December 2018.

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.

(a) **REVIEW OF THE GROUP'S PERFORMANCE**

On 18 June 2019, the Company completed the disposal of the entire issued and paid-up share capital of ITE Electric Systems Co Pte. Ltd., Electech Distribution Systems Sdn. Bhd., Electech Manufacturing Sdn. Bhd., and ITE Lumens Pte. Ltd. (the "**Disposal Group**") ("**Disposal**"). Accordingly, the financial results of the Disposal Group had been recorded by the Group as discontinued operations in FY2019 and FY2018. Subsequent to the Disposal, the Group's business comprises primarily property consultancy and management in China, representing the continuing operations in FY2019 and FY2018.

Revenue from continuing operations decreased by approximately 71% or S\$3.4 million, from S\$4.8 million in FY2018 to S\$1.4 million in FY2019, mainly due to the completion of one of the property consultancy contracts in FY2018.

Sales agent fees decreased by 92% or approximately S\$1.7 million from S\$1.8 million in FY2018 to S\$0.1 million in FY2019. This relates to the fees paid to a sales agent engaged for the property consultancy contract in FY2018 and FY2019.

Other expenses decreased by 16% or S\$103,000, mainly due to the decrease in office expenses.

Finance income of approximately S\$43,000 in FY2019 relates to the interest earned from money placed in fixed deposits in banks and S\$251,000 in FY2018 relates to interest income on loans to a third party.

Tax expense amounted to approximately S\$295,000 in FY2019, as compared to S\$755,000 in FY2018. This relates to the tax accrued pursuant to the Group's consultancy segment.

Loss from discontinued operation, net of tax of approximately S\$1.1 million in FY2019 (FY2018: Loss of S\$5.0 million) relates to exchange translation loss on disposal.

As a result of the above, the Group reported net loss for the period of approximately S\$1.2 million in FY2019, as compared to net loss for the period of S\$3.8 million in FY2018.

**(b) REVIEW OF THE GROUP'S FINANCIAL POSITION**

**(i) Non-Current Assets**

Other receivables decreased by approximately S\$1.4 million, from S\$1.4 million as at 31 December 2018 to nil as at 31 December 2019, due to the receipt of full settlement of a loan extended by the Company's subsidiary, namely Shenzhen Zhongtong Consultancy Management Pte. Ltd to Hebei Mucun Construction Company of S\$1.8 million as at 31 December 2019.

**(ii) Current Asset**

Trade and other receivables decreased by approximately S\$240,000, from S\$450,000 as at 31 December 2018 to S\$209,000 as at 31 December 2019, mainly due to the decrease in service revenue receivables from the consultancy segment.

Cash and cash equivalents increased from approximately S\$3.6 million as at 31 December 2018 to S\$4.3 million as at 31 December 2019. The increase of



approximately S\$0.7 million was mainly due to the proceeds of S\$1.8 million from disposals of assets held for sale and the receipt of S\$1.7 million from third party for the repayment of loan. The increase in cash was partly offset by tax payable of S\$1.0 million and the decrease of approximately \$1.4 million in trade and other payables and the use of approximately S\$0.3 million used in repayment of the shareholders loan. Please refer the section entitled “Review of Cash Flow Statement” below for more details.

Assets held for sale of approximately S\$3.7 million as at 31 December 2018 relate to the assets of the Disposal Group, including the impairment loss recognized of approximately S\$4.6 million. The Disposal was completed on 18 June 2019. Please refer to the Company’s announcements dated 18 June 2019 and 15 July 2019 for further information.

**(iii) Current Liabilities**

Loan from shareholder decreased from approximately S\$0.3 million as at 31 December 2018 to nil as at 31 December 2019. This relates to a loan provided by the controlling shareholder of the Company, Mr Wong Siu Fai, to the Group, which bears an interest of 1.2% per annum. The loan together with the interest of S\$3,684 was fully repaid as at the date of this announcement.

Trade and other payables decreased by approximately S\$1.4 million, from approximately S\$1.6 million as at 31 December 2018 to approximately S\$0.2 million as at 31 December 2019. This decrease was mainly due to the settlement of agent fee payable under the property management segment.

Current tax liabilities decreased by approximately S\$753,000, from S\$775,000 as at 31 December 2018 to S\$22,000 as at 31 December 2019, mainly due to the settlement of the tax payable balance.

Liabilities directly associated with the assets held for sale of approximately S\$1.9 million comprised the liabilities of the Disposal Group. The disposal was completed on 18 June 2019.

The Group recorded a positive working capital of S\$4.3 million as at 31 December 2019, as compared to a positive working capital of approximately S\$1.4 million as at 31 December 2018 (excluding assets held for sale and liabilities directly associated with the assets held for sale).

**(c) REVIEW OF CASH FLOW STATEMENT**

Net cash used in operating activities amounted to approximately S\$2.4 million in FY2019, due to operating cash inflow before working capital changes of approximately S\$0.2 million, net cash used for working capital of approximately S\$1.5 million and income tax paid of approximately S\$1.0 million. Net cash used for working capital was due to decrease in trade and other receivables of approximately S\$0.2 million, and decrease in trade and other payables of approximately S\$1.4 million.

Net cash from investing activities amounted to approximately S\$1.3 million in FY2019, mainly due to the cash outflow from the disposal of subsidiary of approximately S\$0.5 million, due to the cash held in the disposed subsidiary of S\$2.3 million, which was partly offset by the proceeds from the disposals of assets held for sale, as well as the receipt of the loan extended by the Group to a third party (namely, Hebei Mucun Construction Company) of approximately S\$1.8 million.

Net cash used in financing activities of approximately S\$0.3 million in FY2019 relates to the loan from the controlling shareholder of the Company, Mr Wong Siu Fai. This loan has been fully repaid by the Group as at the date of this announcement.

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

Not applicable. No forecast or prospect statement has been 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.**

As the group has completed the Disposal on 18 June 2019, the principal business has been shifted from electrical manufacturing and trading to property consultancy and management.

As at the date of this announcement, due to the influence of domestic policies, regulations and market environment in China, the Group has terminated three property consultancy management service contracts previously entered into. The change in the policies and regulations directly affect the revenue of the Group (for example, due to the change in policy, the Company's clients were unable to obtain the necessary licenses required for real estate development in time and thus the Group was unable to proceed with its service contracts). Further, due to the recent outbreak of COVID-19, potential new contracts have been delayed as the majority of the Group's business partners are affected by the temporary suspension of business. Existing projects are also affected as the real estate market have been frozen for the first two months of 2020, as a result of the extended lunar new year holiday that was imposed by the China government due to the outbreak of COVID-19. The Group foresees the effect to continue into the first half of 2020.

In order to diversify the risks faced in the slowdown of the Chinese property market, the Group has intensified its efforts to seek opportunities to expand new co-operations or other new businesses outside of China. The Group is also working closely with its existing clients to seek other possible business opportunities.

The board of directors have established investment processes for the Group's investment business. In view of the uncertainties brought about by the prolonged Sino-US trade wars and the outbreak of COVID-19, which enlarged the economic risk in the global market as well as the slowdown of the Chinese economy in the first half of 2020, the Group will continue to take a more cautious attitude in exploring investing opportunities in the PRC and in other countries.

**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 FY2019.

**(b) (i) Amount per share (cents)**

Not applicable.

**(ii) Previous corresponding period (cents)**

Not applicable.

**(c) 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.

**(d) The date of the dividend is payable.**

Not applicable.

---

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

Not applicable.

**12. If no dividend has been declared/recommended, a statement to the effect and the reason(s) for the decision.**

No dividend has been declared or recommended for the financial year ended 31 December 2019 as the Group incurred a loss in FY2019.

**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.**

The Group has not obtained a general mandate from shareholders for interested person transactions.

**14. 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 confirms that all the required undertakings under Rule 720(1) of the Catalist Rules have been obtained from all its directors and executive officers in the format set out in Appendix 7H of the Catalist Rules.

**15. Use of proceeds**

(A) Proceeds from the Disposal

The Company had, on 18 June 2019, completed the Disposal (“**Proceeds from Disposal**”). As at the date of this report, the Proceeds from Disposal has been partially utilised as follows:

	Amount (S\$ million)
<b>Proceeds from Disposal</b>	<b>1.80</b>
Less:	
Repayment of shareholder loan	0.83
General working capital <sup>(2)</sup>	0.97
<b>Balance</b>	<b>-</b>

Note:

- (1) Comprised directors’ remuneration, staff costs and professional fees.

**16. Segmented Revenue and results for operating 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.**

**By Business Activity**

<b><u>31 December 2019</u></b>	<b>Property Management S\$’000</b>	<b>Electrical Trading S\$’000</b>	<b>Electrical Manufacturing S\$’000</b>	<b>Total S\$’000</b>
Revenue				
External revenue	1,421	-		1,421
Inter-segment revenue	-	-	-	-
<b>Total revenue</b>	<b>1,421</b>	<b>-</b>	<b>-</b>	<b>1,421</b>
Finance income	47	-	-	-
- Depreciation charge on property, plant and equipment	-	-	-	-

Reportable segment profit/(loss) before tax	1,121	-	-	1,121
Tax expense	(295)	-	-	(295)
Reportable segment Profit/(loss) for the year	826	-	-	826

Reportable segment assets	4,136	-	-	4,136
Reportable segment liabilities	268	-	-	268

	Property Management	Electrical Trading	Electrical Manufacturing	Total
<b><u>31 December 2018</u></b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>

Revenue				
External revenue	4,848	12,880	57	17,784
Inter-segment revenue		252	695	947
Total revenue	4,848	13,132	752	18,732

Finance income	250	(21)	17	246
- Depreciation charge on property, plant and equipment	-	(73)	(3)	(75)
Reportable segment profit/(loss) before tax	2,902	(287)	(37)	2,578
Tax expense				-
Reportable segment profit/(loss) for the year	2,902	(287)	(37)	2,578

Other material non-cash items				
- Allowance for obsolete stocks	-	(12)	(5)	(17)
- Allowance for doubtful receivables	-	258	(0)	258
- Impairment loss recognized on assets held for sale		4,122	472	
	-	4,368	467	241

Capital expenditure	-	216	1	217
Reportable segment assets	4,857	3,274	375	8,505
Reportable segment liabilities	1,191	1,778	130	3,099

### **By Business Activity (Continued)**

Reconciliation of reportable segment revenue, profit or loss, assets and liabilities and other material items

	Full Year Ended 31.12.2019 S\$'000	Full Year Ended 31.12.2018 S\$'000
Revenue		
Total revenues for reportable segments	1,421	18,732
Elimination of inter-segment revenue	-	(947)
Consolidated revenue	1,421	17,784
Profit or loss before tax		
Total profit/(loss) before tax for reportable segments	1,121	2,578
Unallocated	(901)	(904)
Elimination of inter-segment profits	-	7
Consolidated profit/(loss) before tax	220	1,681
Assets		
Total assets for reportable segments	4,136	8,505
Unallocated assets		
- Other Receivables	64	-

- Cash and cash equivalents	336	641
Deferred tax assets	-	50
Consolidated total assets	4,536	9,196
Liabilities		
Total liabilities for reportable segments	37	3,099
Loan from shareholder	-	330
Unallocated liabilities		
- Other payables	146	389
Current tax liabilities	22	766
Consolidated total liabilities	205	4,583

### **Geographical Information**

The Property Management segment operates mainly in China. The electrical trading and manufacturing segments were previously managed in Singapore but operate in two principal countries namely Singapore and Malaysia and had since been disposed of in 2019.

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers. Segment assets are based on the geographical location of the assets.

	External Revenue	Non-current assets
<b><u>31 December 2019</u></b>	<b><u>S\$'000</u></b>	<b><u>S\$'000</u></b>
China	1,421	-
Singapore	-	-
Malaysia	-	-
Other countries	-	-
	1,421	-

### **31 December 2018**



China	4,848	-
Singapore	9,369	227
Malaysia	2,907	117
Other countries	661	-
	<hr/> 17,785	<hr/> 344

**17 In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.**

After the Group disposed of the electrical trading and manufacturing segments in 2019, the Property Management segment became the only business segment to be reported. Please refer paragraph 10 above for more details.

**18. A breakdown of sales**

--

	Full Year ended 31.12.2019	Full Year ended 31.12.2018	% increase/ (decrease)
	S\$'000	S\$'000	
Sales reported for first half year	937	2,182	(57)
Operating profit after tax before deducting non-controlling interest reported for first half year	97	563	(83)
Sales reported for second half year	484	2,666	(82)
Operating profit/(loss) after tax before deducting non-controlling interest reported for second half year	(174)	687	NM

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

Not applicable. There is no annual dividend for FY2019 and FY2018

**20. 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(10). If there are no such person, 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 held	Details of changes in duties and position held, if any, during the year
Huang Anna Yi	32	Daughter of substantial shareholder, Wong Sui Fai	Non-Executive Director since 2018	Nil
Huang Angela On Yee	27	Daughter of substantial shareholder, Wong Sui Fai	Vice President of SSHL since 2019 Director of Hong Kong Sunrise Development Limited since 2016	Nil

			Director of Sunrise Investment Limited since 2017	
Huang Rui	33	Nephew of substantial shareholder, Wong Sui Fai	Vice President of SSSL since 2019	Nil
Liang Yongdong	42	Nephew-in-law of substantial shareholder, Wong Siu Fai	Legal Representative of Shenzhen Sunrise Consultancy Management Limited, Shenzhen Sunrise Construction Project Management Limited and Shenzhen Sunrise Development Limited since 2019	Nil
Ng Clarence Kar Lung	33	Son-in-law of substantial shareholder, Wong Siu Fai	Director of Hong Kong Sunrise Development Limited since 2016 Director of Sunrise Investment Limited since 2017	Nil

**BY ORDER OF THE BOARD**

**Director**

**28th February 2020**