PROCURRI CORPORATION LIMITED
(Registration No: 201306969W)
UNAUDITED FINANCIAL STATEMENTS ANNOUNCEMENT
FOR THE PERIOD ENDED 31 March 2018 ("1Q2018")

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

1(a) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group	Note	1Q2018 $'000	1Q2017 $'000	Change %
Revenue		49,492	38,303	29.2
Cost of sales		(31,568)	(25,440)	24.1
Gross profit		**17,924**	**12,863**	39.3
Other items of income				
Other income		332	543	(38.9)
Other items of expense				
Selling expenses		(3,173)	(2,461)	28.9
Administrativ e expenses		(12,124)	(9,816)	23.5
Finance costs		(196)	(162)	21.0
Other charges		(784)	(943)	(16.9)
Profit/(loss) before tax		**1,979**	**24**	NM
Income tax expense		(977)	140	NM
Profit/(loss), net of tax		**1,002**	**164**	511.0
Profit/(loss) attributable to:				
Owners of the Company		1,002	164	511.0
Profit/(loss) for the period		**1,002**	**164**	511.0
Other comprehensive income				
Items that may be reclassified subsequently to profit or loss:				
Foreign currency translation	1	313	(593)	NM
Other comprehensiv e income for the period		**313**	**(593)**	NM
Total comprehensive income for the period		**1,315**	**(429)**	NM
Profit/(loss) for the period attributable to:				
Owners of the Company		1,002	164	511.0
Comprehensive income attributable to:				
Owners of the Company		**1,315**	**(429)**	NM

	Note	1Q2018 $'000	1Q2017 $'000	Change %
Other income				
Interest income		47	55	(14.5)
Others		285	488	(41.6)
		332	543	
Other charges				
Allowance for stock obsolescence	2	629	461	36.4
Allowance for trade receivables	3	11	121	(90.9)
Foreign exchange loss	4	144	361	(60.1)
		784	943	
Other items				
Depreciation of plant and equipment	5	2,139	1,260	69.8
Amortisation of intangible assets		189	189	-
Interest expense		196	162	21.0

N.M. - Not meaningful

1. The increase in foreign currency translation for foreign operations was mainly due to the movement of Sterling Pound ("GBP") and US Dollar ("USD") against Singapore Dollar ("S$"). The GBP strengthened 2.4% in 1Q2018 from S$1.80/GBP in December 2017 to S$1.85/GBP in March 2018. The USD weakened 1.9% in 1Q2018, from S$1.34/USD in December 2017 to S$1.31/USD in March 2018.
2. The allowance for stock obsolescence increased mainly due to increase in aged inventories and the Group's policy to mark down multi-generational inventories to net realisable value.
3. The allowance for doubtful trade receivables decreased mainly due to a reduction in the average age of the receivables.
4. The foreign exchange loss mainly arose from the revaluation of USD denominated receivables. The USD weakened from S$1.34/USD in December 2017 to S$1.31/USD in March 2018.
5. The increase in depreciation of plant and equipment was mainly due to the additional depreciation charge on the maintenance parts equipment procured in the set-up of the Global Parts Centre.

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		Company	
	31-Mar-18 $'000	31-Dec-17 $'000	31-Mar-18 $'000	31-Dec-17 $'000
ASSETS				
Non-current assets				
Plant and equipment	25,661	27,378	22,628	23,007
Investments in subsidiaries	-	-	44,110	44,010
Intangible assets	13,948	13,824	1,429	1,560
Finance lease receivables	1,890	2,038	-	-
Deferred tax assets	1,181	1,190	-	-
Total non-current assets	**42,680**	**44,430**	**68,167**	**68,577**
Current assets				
Inventories	19,456	21,424	-	-
Trade and other receivables	51,564	48,267	12,345	13,073
Prepayments	9,570	5,444	29	18
Finance lease receivables	1,574	1,433	-	-
Derivative financial asset	1,017	1,044	-	-
Cash and bank balances	14,376	18,459	6,306	5,911
Total current assets	**97,557**	**96,071**	**18,680**	**19,002**
Total assets	**140,237**	**140,501**	**86,847**	**87,579**
EQUITY AND LIABILITIES				
Current liabilities				
Trade and other payables	24,766	29,154	3,757	2,900
Deferred income	23,716	20,527	-	-
Loans and borrowings	11,479	13,252	4,550	4,898
Income tax payable	4,721	3,377	704	-
	64,682	**66,310**	**9,011**	**7,798**
Non-current liabilities				
Deferred tax liabilities	475	629	80	80
Deferred income	2,219	821	-	-
Loans and borrowings	6,797	8,162	6,572	7,718
Provisions	873	807	65	-
Total non-current liabilities	**10,364**	**10,419**	**6,717**	**7,798**
Total liabilities	**75,046**	**76,729**	**15,728**	**15,596**
Equity attributable to owners of the Company				
Share capital	71,087	70,938	71,087	70,938
Retained earnings	13,842	12,840	(370)	598
Other reserves	(19,738)	(20,006)	402	447
Equity attributable to owners of the Company	**65,191**	**63,772**	**71,119**	**71,983**
Non-controlling interests *	0	0	-	-
Total equity	**65,191**	**63,772**	**71,119**	**71,983**
Total equity and liabilities	**140,237**	**140,501**	**86,847**	**87,579**

*: Less than $1,000

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.

Group	As at 31-Mar-18			As at 31-Dec-17		
	Secured	Unsecured	Total	Secured	Unsecured	Total
	$'000	$'000	$'000	$'000	$'000	$'000
Amount repayable in one year or on demand	5,836	5,643	**11,479**	7,873	5,379	**13,252**
Amount repayable after one year	109	6,688	**6,797**	271	7,891	**8,162**
	5,945	**12,331**	**18,276**	**8,144**	**13,270**	**21,414**
Borrowings comprise:						
Bank term loans	-	11,731	**11,731**	-	12,625	**12,625**
Short term trade facilities	5,200	-	**5,200**	7,244	-	**7,244**
Finance lease obligations	745	340	**1,085**	900	395	**1,295**
Bank overdrafts	-	31	**31**	-	-	**-**
Others	-	229	**229**	-	250	**250**
	5,945	**12,331**	**18,276**	**8,144**	**13,270**	**21,414**

Details of collaterals

The secured short-term trade facilities of S$5.2 million as at 31 March 2018 (31 December 2017: S$7.2 million) include trust receipts and trade receivables factoring. The finance lease obligations of S$0.7 million as at 31 March 2018 are secured by charges over the fixed assets with a carrying amount of S$1.0 million as at 31 March 2018 (31 December 2017: S$1.3 million).

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

	Group	
	1Q2018	1Q2017
	$'000	$'000
Cash flows from operating activities		
Profit before tax	**1,979**	**24**
Adjustments for:		
Depreciation of plant and equipment	2,139	1,260
Amortisation of intangible assets	189	189
Share based payment	104	156
Interest income	(47)	(55)
Interest expense	196	162
Inventories written down	629	461
Allowance for trade receivables	11	121
Exchange differences	(118)	(518)
Operating cash flows before changes in working capital	**5,082**	**1,800**
Decrease in inventories	1,755	1,028
Increase in trade and other receivables	(2,973)	(5,144)
Decrease in finance lease receivables	7	508
Increase in prepayment	(4,125)	(409)
Increase in deferred income	4,587	7,271
(Decrease)/increase in trade and other payables	(4,017)	4,041
Net cash generated from operations	**316**	**9,095**
Income taxes paid	(99)	(61)
Net cash generated from/(used in) operating activities	**217**	**9,034**
Cash flows from investing activities		
Purchase of plant and equipment	(734)	(2,463)
Proceeds from disposal of plant and equipment	81	-
Proceeds from maturity of fixed deposits	-	3,000
Net cash outflow from acquisition of subsidiaries	-	(21,645)
Interest received	47	55
Net cash used in investing activities	**(606)**	**(21,053)**
Cash flows from financing activities		
Release of fixed deposits pledged for bank facilities	-	4
Proceeds from loans and borrowings	25,649	26,807
Repayments of loans and borrowings	(28,702)	(25,967)
Decrease in amounts due to related companies	-	(10)
(Decrease)/increase in amounts due to holding company	(434)	149
Interest paid	(196)	(162)
Net cash (used in)/generated from financing activities	**(3,683)**	**821**
Net decrease in cash and cash equivalents	**(4,072)**	**(11,198)**
Effect of exchange rate changes on cash and cash equivalents	6	(92)
Cash and cash equivalents at beginning of the financial period	15,672	26,263
Cash and cash equivalents at end of the financial period	**11,606**	**14,973**
Cash and cash equivalents comprise the following:		
Cash and bank balances	14,376	15,749
Less: Bank overdraft	(31)	(585)
Less: Pledged deposits	(2,739)	(191)
Cash and cash equivalents	**11,606**	**14,973**

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	Other Reserves	Equity attributable to owners of the Company	Non-Controlling Interests	Total Equity
	$'000	$'000	$'000	$'000	$'000	$'000
Balance as at 1 January 2018 (as previously stated)	**70,938**	**15,973**	**(23,069)**	**63,842**	**-**	**63,842**
Effect of adoption of SFRS(I)	-	(3,063)	3,063	-	-	**-**
Effect of adoption of SFRS(I) 15	-	10	-	10	-	**10**
Effect of adoption of SFRS(I) 9	-	(80)	-	(80)	-	**(80)**
Balance as at 1 January 2018 (as restated)	**70,938**	**12,840**	**(20,006)**	**63,772**	**-**	**63,772**
Total comprehensive income for the year	-	1,002	313	1,315	-	**1,315**
Issuance of new shares pursuant to performance shares plan	149	-	(149)	-		**-**
Share-based payment	-	-	104	104	-	**104**
Balance as at 31 March 2018	**71,087**	**13,842**	**(19,738)**	**65,191**	**-**	**65,191**
Balance as at 1 January 2017 (as previously stated)	**70,068**	**20,052**	**(23,038)**	**67,082**	**-**	**67,082**
Effect of adoption of SFRS(I)	-	(3,063)	3,063	-	-	**-**
Effect of adoption of SFRS(I) 15	-	(28)	-	(28)	-	**(28)**
Balance as at 1 January 2017 (as restated)	**70,068**	**16,961**	**(19,975)**	**67,054**	**-**	**67,054**
Total comprehensive income for the year	-	164	(593)	(429)	-	**(429)**
						-
Share-based payment	-	-	156	156	-	**156**
Balance as at 31 March 2017	**70,068**	**17,125**	**(20,412)**	**66,781**	**-**	**66,781**

Company	Share Capital	Retained Earnings	Other Reserves	Total Equity
	$'000	$'000	$'000	$'000
Balance as at 1 January 2018	70,938	598	447	**71,983**
Total comprehensive income for the year	-	(968)	-	**(968)**
Issuance of new shares pursuant to performance shares plan	149	-	(149)	**-**
Share-based payment	-	-	104	**104**
Balance as at 31 March 2018	**71,087**	**(370)**	**402**	**71,119**
Balance as at 1 January 2017	70,068	(1,442)	208	**68,834**
Total comprehensive income for the year	-	184	-	**184**
Share-based payment	-	-	156	156
Balance as at 31 March 2017	**70,068**	**(1,258)**	**364**	**69,174**

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 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.

A) Changes in share capital during the financial period

	Number of Ordinary Shares '000	Issued and Paid-up Share Capital $'000
As at 1 January 2018	282,057	70,938
As at 31 March 2018	282,569	71,087

B) Share options – employee share option scheme

Between 1 January 2018 and 31 March 2018, the Company did not issue any shares under the employee share option scheme.

As at 31 March 2017, there are no outstanding options under the employee share option scheme (31 March 2017: NIL).

C) Performance share plan

As at 31 March 2018, the number of outstanding awards granted under the performance share plan was 4,076,400 (31 March 2017: 1,747,000).

The shares to be issued pursuant to the awards are subject to certain performance conditions to be satisfied by the respective participants. Once the performance conditions are satisfied, the shares to be issued pursuant to the awards shall be released to the respective participants after the respective performance periods.

D) Treasury shares and subsidiary holdings

No treasury shares and subsidiary holdings were held by the Company as at 31 March 2018 and 31 March 2017.

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

The total number of issued shares as at 31 March 2018 was 282,569,100 (31 December 2017: 282,056,600). The Company has no treasury shares.

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 does not have 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 does not have subsidiary holdings.

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

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

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

Not applicable.

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

The Group has consistently applied the same accounting policies and methods of computation in the financial statements for the financial year ended 31 March 2018 compared with those of the audited financial statements for the financial year ended 31 December 2017, except for the adoption Singapore Financial Reporting Framework (International) ("SFRS(I)"), a new financial reporting framework identical to the International Financial Reporting Standards. The Group adopted SFRS(I) on 1 January 2018, including improvements to SFRS(I) and Interpretations of SFRS(I) that are mandatory for financial years beginning on or after 1 January 2018, and in the period ended 31 March 2018, where applicable.

On transition to SFRS(I), the Group elected the option to deem cumulative translation differences for foreign operations to be zero on 1 January 2017, and accordingly, the gain or loss that will be recognised on a subsequent disposal of the foreign operations will exclude cumulative translation differences that arose before 1 January 2017. The Group reclassified the foreign currency translation reserve to the opening retained earnings as at 1 January 2017.

Other than the effects of the matter as described above and the impact on adoption of SFRS(I)15 and SFRS(I)9, the adoption of the SFRS(I) will have no material impact on the financial statements in the year of initial application.

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.

Please refer to item 4 above.

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.

Group	1Q2018	1Q2017
Basic earnings per share (cents)	0.35	0.06
Fully diluted earnings per share (cents)	0.35	0.06

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-Mar-18	31-Dec-17	31-Mar-18	31-Dec-17
Net asset value per share (cents)	23.07	22.61	25.17	25.52
Number of shares in issue ('000)	282,569	282,057	282,569	282,057

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 performance – 1Q2018 vs 1Q2017

	1Q2018	1Q2017	Change %
Revenue ($'000)			
IT Distribution	34,031	30,774	10.6
Lifecycle Services	15,461	7,529	105.4
Total	**49,492**	**38,303**	29.2
Gross Profit ($'000)			
IT Distribution	8,409	9,933	(15.3)
Lifecycle Services	9,515	2,930	224.7
Total	**17,924**	**12,863**	39.3
Gross Profit Margin (%)			
IT Distribution	24.7	32.3	(7.6)
Lifecycle Services	61.5	38.9	22.6
Total	**36.2**	**33.6**	2.6

Revenue from the IT Distribution and Lifecycle Services business segments increased by 10.6% and 105.4%, respectively. The IT Distribution business segment's revenue grew from S$30.8 million in 1Q2017 to S$34.0 million in 1Q2018, mainly attributable to better performance from North and South America (the "Americas"). The revenue from the Lifecycle Services business segment increased from S$7.5 million in 1Q2017 to S$15.5 million in 1Q2018, mainly due to the better performance across the Group.

The Group's overall gross profit increased 39.3% from S$12.9 million in 1Q2017 to S$17.9 million in 1Q2018, in line with higher revenue. The Group's overall gross profit margin increased by 2.6 percentage points from 33.6% in 1Q2017 to 36.2% in 1Q2018. The gross profit margin in the IT Distribution business segment decreased from 32.3% in 1Q2017 to 24.7% in 1Q2018 as a result of the Group's strategy to capture higher market share in the industry and diversifying the brand mix of the hardware sales at the expense of lower margins. The gross profit margin in the Lifecycle Services business segment increased from 38.9% in 1Q2017 to 61.5% in 1Q2018, mainly attributable to the shift in the delivery of maintenance services from being primarily based on outsourcing to one which is integrated with in-house capabilities.

Selling expenses increased by 28.9% or $0.7 million, from $2.5 million in 1Q2017 to $3,2 million in 1Q2018. The higher pay-out of sales commission, in line with the growth in revenue, resulted in the increased selling expenses.

Administrative expenses increased by S$2.3 million, from S$9.8 million in 1Q2017 to S$12.1 million in 1Q2018, mainly due to the maiden expenses of S$1.9 million from Rockland (being 1 month in 1Q2017 as compared to 3 months in 1Q2018). Staff costs, excluding Rockland, increased 22.3% or $1.1 million quarter-on-quarter as a result of the increase in headcount to support the Group's expansion plans. The overall staff cost stays relatively flat to 4Q2017's run-rate.

Other charges decreased from S$0.9 million in 1Q2017 to S$0.8 million in 1Q2018. The other charges recorded in 1Q2018 mainly arose from the foreign currency exchange losses of S$0.1 million and the provision for stock obsolescence of S$0.6 million.

As a result of the above, the Group recorded a pre-tax profit of S$2.0 million in 1Q2018 compared to S$24,000 in 1Q2017.

The Group recorded an income tax expense of S$1.0 million in 1Q2018 and a profit after tax of S$1.0 million in 1Q2018 as compared to S$0.2 million in 1Q2017.

Review of financial position

Non-current assets

a) Plant and equipment decreased by S$1.7 million from S$27.4 million as at 31 December 2017 to S$25.7 million as at 31 March 2018. The addition of lease equipment in the America for the equipment rental business and the maintenance parts equipment acquired to support the Group's third-party maintenance business was offset by depreciation charges of S$2.1 million.

   At the Company level, the plant and equipment decreased by S$0.4 million from S$23.0 million as at 31 December 2017 to S$22.6 million as at 31 March 2018. The purchase of maintenance parts to support the Group's third-party maintenance business was offset by depreciation charges of S$1.5 million.

b) Intangible assets decreased by S$0.1 million, mainly due to the amortisation charge of S$0.2 million and partially offset by the translation gain of S$0.1 million on the balance of intangible assets as at 31 March 2018. The intangible assets were primarily denominated in foreign currencies.

c) Finance lease receivables (both current and non-current) remains flat at $3.5 million as at 31 March 2018. The new leases secured during the period was partially offset by the repayments.

Current assets

d) Inventories decreased by S$2.0 million to S$19.5 million as at 31 March 2018.

e) Trade and other receivables increased by 6.8% or S$3.3 million to S$51.6 million as at 31 March 2018.

f) Prepayments increased by S$4.1 million mainly due to higher advance payments made to suppliers.

g) The movement in cash and bank balances is illustrated in the statement of cash flows and review of cash flows.

Liabilities

h) The decrease in loans and borrowings (both current and non-current) of S$3.1 million was mainly due to the repayment of term loans, short-term trade facilities and finance leases.

i) Deferred income (both current and non-current) principally comprised deferred maintenance revenue from signed maintenance contracts. Deferred income increased by S$4.6 million to S$25.9 million as at 31 March 2018.

j) Trade and other payables decreased by S$4.4 million to S$24.8 million as at 31 March 2018.

Net current position

The Group recorded a positive working capital of S$32.9 million as at 31 March 2018 compared to S$29.8 million as at 31 December 2017.

Review of cash flows

Net cash generated from operating activities in 1Q2018 amounted to S$217,000 as compared to S$9.0 million in 1Q2017. The decrease was mainly due to decrease in trade and other payable of S$4.0 million and increase in trade and other receivables and prepayments of S$3.0 million and S$4.1 million respectively. This was partially offset by the increase in deferred income of S$4.6 million and the decrease in inventories of S$1.8 million.

Net cash used in investing activities decreased to S$0.6 million in 1Q2018 as compared to S$21.1 million in 1Q2017. This was mainly attributable to the lower purchase of plant and equipment amounting to S$0.7 million. The cash used in investing activities in 1Q2017 was mainly due to the acquisition of subsidiaries and the purchase of plant and equipment amounting to S$21.6 million and S$2.5 million respectively, partially offset by the proceed from maturity of fixed deposit.

Net cash used in financing activities in 1Q2018 amounted to S$3.7 million compared to cash generated from financing activities of S$0.8 million in 1Q2017. The cash used in financing activities was primarily due to the repayment of borrowings of S$28.7 million, partially offset by net proceeds from loans and borrowings of S$25.6 million.

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

The unaudited financial results for the financial year ended 31 March 2018 set out in this announcement are in line with the corporate and business update announcement released by the Company on 30 January 2018.

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 announced in the Company's corporate and business update on 30 January 2018, the Group has outlined a four-strategy roadmap to sharpen its value proposition.

A key element of this roadmap is to grow the higher-margin recurring income from its Lifecycle Services business segment, which has started to show up in 1Q2018's results (revenue growth of 105.4% and gross profit growth of 224.7%, leading to gross profit margin improvement of 22.6 percentage points).

At the same time, investments into infrastructure and acquisitions since 2016 have started to contribute to internal efficiency as certain maintenance functions previously outsourced have been migrated in-house. Management is building on the momentum of these strategies to validate the Group's return to profitability for the full year ending 31 December 2018 ("FY2018").

Barring unforeseen circumstances, the Group expects the financial results for the second quarter ending 30 June 2018 to be profitable.

11 If a decision regarding dividend has been made:

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

No dividends have been declared or recommended for the current reporting period.

(b) Any dividend declared for the corresponding period of the immediately preceding financial year?

None.

(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 the shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) Book closure date

Not applicable.

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

No dividends have been declared or recommended for the current financial period reported on.

13 If the Group has obtained a general mandate from shareholders for Interested Person Transactions (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.

Name of Interested Person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) 1 January 2018 to 31 March 2018 $'000	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S$100,000) 1 January 2018 to 31 March 2018 $'000
Provision of shared services by the DeClout Group		
DeClout Limited	NA	109

14 Use of IPO proceeds

The Company received net proceeds (after deducting IPO expenses of approximately S$3.8 million) from the IPO of approximately S$34.8 million (the "Net Proceeds"). As at the date of this announcement, the Net Proceeds have been utilised as follows:

Use of Proceeds	Estimated amount (as disclosed in the Prospectus) S$ million	Net Proceeds utilised as at the date of this announcement S$ million	Balance of Net Proceeds as at the date of this announcement S$ million
Merger and acquisitions, joint ventures and partnerships	17.0	16.1	0.9
Enhancement of infrastructure	5.0	1.9	3.1
Repayment of the DeClout loans	6.1	6.1	-
Working capital purposes	6.7	6.7	-
	34.8	30.8	4.0

15 Negative confirmation by the Board pursuant to Rule 705(5).

The directors of the Company confirm that, to the best of their knowledge, nothing has come to the attention of the Board which may render the unaudited financial results for the first quarter and three-month period ended 31 March 2018 to be false or misleading in any material aspect.

16 Confirmation pursuant to Rule 720 (1) of the Listing Manual.

The Company confirms that it has procured the Undertakings from all its Directors and Executive Officers in the format set out in Appendix 7.7 pursuant to Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD
Thomas Sean Murphy
Chairman and Global Chief Executive Officer
25 April 2018

DBS Bank Ltd. was the issue manager and underwriter (the "Issue Manager and Underwriter") for the initial public offering of shares in, and listing of, Procurri Corporation Limited on the Main Board of the Singapore Exchange Securities Trading Limited. The Issue Manager and Underwriter assumes no responsibility for the contents of this announcement.