USP Group Limited

(Incorporated in Singapore)
(Co. Reg. No: 200409104W)

UNAUDITED FINANCIAL STATEMENT ANNOUNCEMENT FOR THE FULL YEAR RESULTS ENDED 31 MARCH 2019

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENT OF FULL YEAR RESULTS

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

	Group		
	12 months ended		
	31 March 2019	31 March 2018	Change
	S$'000	S$'000	%
Revenue	40,986	38,642	6.1
Cost of Sales	(27,368)	(26,107)	4.8
Gross Profit	**13,618**	**12,535**	**8.6**
Other income (Note 1)	172	437	N.M.
Selling and distribution expenses	(1,167)	(979)	19.2
General and administrative expenses	(11,941)	(12,873)	(7.2)
Finance costs	(1,910)	(1,654)	15.5
Other losses (Note 2)	(124)	(20)	N.M
Loss before income tax from continuing operations before exceptional items	**(1,352)**	**(2,554)**	**(47.1)**
Exceptional items (Note 3)	(19,373)	1,690	N.M
Loss before income tax from continuing operations after exceptional items	**(20,725)**	**(864)**	**N.M**
Income tax	(72)	(116)	(37.9)
Net loss after income tax from continuing operations	**(20,797)**	**(980)**	N.M
Discontinued operation			
(Loss) / profit from discontinued operations, net of tax	(460)	1,245	N.M
(Loss) / profit for the year	**(21,257)**	**265**	**N.M**
(Loss) / profit attributable to:			
Owners of the Company	(21,260)	47	N.M
Non-controlling interests	3	218	(98.6)
(Loss) / profit attributable to owners of the Company	**(21,257)**	**265**	**N.M**
EBITDA excluding exceptional items	**2,916**	**2,830**	**3.1**

1(a)(ii) Notes to Group Consolidated Statement of Comprehensive Income

Profit from ordinary activities is stated after charging/(crediting):

	12 months ended	12 months ended
	31 March 2019	31 March 2018
	S$'000	S$'000
Depreciation	2,598	2,512
Amortization of intangible	67	306
Interest expenses	2,063	1,774
Gain on disposal of unquoted investment securities	-	(1,164)
Professional fees	535	1,267
Rental expenses	974	1,278
Staff costs	6,819	7,893

1(a)(ii) Notes to Group Consolidated Statement of Comprehensive Income (contd)

Breakdown of other income and expenses:

	12 months ended 31 March 2019	12 months ended 31 March 2018
	S$'000	S$'000
Note 1: Other income		
Interest income	90	51
Dividend income	-	10
Others	82	376
Other income	**172**	**437**
Note 2: Other losses		
Exchange gain, net	58	650
Gain/ (loss) on disposal of property, plant and equipment	98	(327)
Bad debt written off	(30)	(15)
Allowance for doubtful receivables	-	(376)
Impairment of intangibles	(165)	-
Loss on disposal of quoted securities	-	(91)
Others	(85)	139
Other losses	**(124)**	**(20)**
Note 3: Exceptional items		
Fair value (losses)/gains on quoted securities	(1,179)	12
Fair value gain on deferred consideration	-	508
Gain on disposal of investment properties	-	6
Write off of property, plant and equipment	(9,657)	-
Write-off of deposits	(4,573)	-
Fair value loss of investment properties	(3,500)	-
Impairment of other receivables	(464)	-
Gain on disposal of unquoted investment securities	-	1,164
Exceptional (loss) / gains	**(19,373)**	**1,690**

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	
	S$'000		S$'000	
	Unaudited	Audited	Unaudited	Audited
	31 March 2019	31 March 2018	31 March 2019	31 March 2018
Non-current assets				
Property, plant and equipment	18,533	38,793	162	198
Investment properties	31,626	35,138	-	-
Investment in subsidiaries	-	-	1,097	1,358
Intangible assets	1,143	1,834	-	-
Deferred tax assets	-	533	-	-
	51,302	**76,298**	**1,259**	**1,556**
Current assets				
Development property	4,372	4,483	-	-
Inventories	15,085	13,862	-	-
Trade and other receivables	7,304	5,550	17,953	38,301
Other assets	1,321	6,720	78	24
Investment securities	-	1,178	-	1,178
Cash and short-term deposits	3,258	3,103	359	330
	31,340	**34,896**	**18,390**	**39,833**
Assets of disposal group classified as held for sale	9,749	-	-	-
	41,089	**34,896**	**18,390**	**39,833**
Current liabilities				
Trade payables and other payables	6,556	6,371	2,219	2,205
Other liabilities	828	681	-	-
Other financial liabilities	18,415	16,607	-	-
Tax payable	555	163	-	-
	26,354	**23,822**	**2,219**	**2,205**
Liabilities directly associated with disposal group classified as held for sale	3,966	-	-	-
	30,320	**23,822**	**2,219**	**2,205**
Net current assets	**10,769**	**11,074**	**16,171**	**37,628**
Non-current liabilities				
Other payables and accruals	258	383	-	-
Other financial liabilities	28,191	31,064	**-**	**-**
Deferred tax liabilities	1,118	2,065	**-**	**-**
	29,567	**33,512**	**-**	**-**
Net assets	**32,504**	**53,860**	**17,430**	**39,184**
Equity attributable to owners of the Company				
Share capital	50,913	50,913	50,913	50,913
Other reserves	4,848	1,886	(454)	(454)
Accumulated losses	(23,287)	(2,033)	(33,029)	(11,275)
	32,474	**50,766**	**17,430**	**39,184**
Non-controlling interests	30	3,094	-	-
Total equity	**32,504**	**53,860**	**17,430**	**39,184**

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

Amount repayable in one year or less, or on demand

As at 31 March 2019		As at 31 March 2018	
Secured	Unsecured	Secured	Unsecured
S$'000	S$'000	S$'000	S$'000
19,445	-	16,607	-

Amount repayable after one year

As at 31 March 2019		As at 31 March 2018	
Secured	Unsecured	Secured	Unsecured
S$'000	S$'000	S$'000	S$'000
28,914	-	31,064	-

Details of any collateral

Borrowings are secured by properties, shares of the subsidiaries, corporate guarantees of the Company, personal guarantees given by a director of the Group and fixed deposits pledged to the banks.

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	
	S$'000	
	Unaudited	Audited
	31 March 2019	31 March 2018
Operating activities:	**S$'000**	**S$'000**
Loss before tax from continuing operations	(20,725)	(864)
(Loss)/profit before tax from discontinued operations	(460)	808
Adjustments for:		
Depreciation of property, plant and equipment	2,598	2,495
Amortization of intangibles	67	306
Fair value gain on quoted securities	1,179	(12)
Fair value gain on deferred consideration	-	(508)
Interest income	(90)	(51)
Interest expenses, net	2,063	1,774
Dividend	-	(10)
Gain/(Loss) on disposal of fixed assets	(98)	340
Loss on disposal of investment securities	-	91
Gain on disposal of investment properties	-	(6)
Value of employee services received for issue of performance shares	-	12
Inventories written off	-	2
Cost related to issuance of share pursuant to PSP	-	200
Deferred rental	-	133
Gain on sale of investment in unquoted investment securities	-	(1,164)
Write off of property, plant and equipment	9,657	-
Write off of deposits	4,573	-
Impairment of other receivables	464	-
Impairment of investment properties	3,500	-
Impairment of intangibles	165	-
Bad debt written off	30	15
Allowance for doubtful receivables	-	376
Foreign currency translation	(154)	(1,171)
Operating cash flows before working capital changes	**2,769**	**2,766**
(Increase)/decrease in receivables and prepayments	(1,899)	(2,633)
Increase in inventories	(1,600)	(4,511)
Decrease in payables	1,520	3,282
Reversal of costs/(Expenditure) on development properties	110	(837)
Cash flows generated from/(used in) operations	**900**	**(1,933)**
Income tax refund/(paid)	163	(323)
Net cash flows generated from/(used in) operating activities	**1,063**	**(2,256)**
Investing activities:		
Purchase of property, plant and equipment	(160)	(3,220)
Receivables, non-current	-	759
Proceeds on sale of fixed assets	232	200
Proceeds from disposal of investment properties	-	567
Proceeds from disposal of investment in unquoted investment securities	-	1,358
Proceeds from disposal of marketable securities	-	333
Interest income	90	51
Dividend received	-	10
Net cash flows generated from investing activities	**162**	**58**

	Group	
	S$'000	
	Unaudited	Audited
	31 March 2019	31 March 2018
	S$'000	S$'000
Financing activities:		
Proceeds from loans and borrowings	188	4,540
Repayment of obligations under finance leases	(148)	(160)
Share buy back	-	(99)
Payable, non-current	-	(1,592)
Interest paid	(2,063)	(1,774)
Net cash flows (used in)/generated from financing activities	**(2,023)**	**915**
Net decrease in cash and cash equivalents	(798)	(1,283)
Cash and cash equivalents at beginning of the year	(268)	1,015
Cash and cash equivalents at end of the year	**(1,066)**	**(268)**

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	Treasury Shares	Other reserves	Retained profits / Accumulated (losses)	Equity attributable to owners of the Company	Non-controlling interests	Total Equity
	S$'000		**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**
Opening Balance at 1 April 2017	**50,713**	**-**	**2,098**	**(2,080)**	**50,731**	**2,876**	**53,607**
Total comprehensive income for the year	-	-	75	47	122	218	340
Issuance of shares pursuant to PSP	200	-	-	-	200	-	200
Transfer of other reserves pursuant to PSP	-	-	(200)	-	(200)	-	(200)
Purchase of treasury shares	-	(99)	-	-	(99)	-	(99)
Value of employee services received for issue of performance shares	-	-	12	-	12	-	12
Closing balance at 31 March 2018	**50,913**	**(99)**	**1,985**	**(2,033)**	**50,766**	**3,094**	**53,860**

Group	Share capital	Treasury shares	Other Reserves	Retained profits / Accumulated (losses)	Equity attributable to owners of the Company	Non-controlling interests	Total Equity
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Opening Balance at 1 April 2018	**50,913**	**(99)**	**1,985**	**(2,033)**	**50,766**	**3,094**	**53,860**
Total comprehensive income for the year	-	-	-	(21,260)	(21,260)	3	(21,257)
Foreign currency translation	-	-	(31)	6	(25)	(74)	(99)
Transfer of non-controlling interest to other reserves	-	-	2,993	-	2,993	(2,993)	-
Closing balance at 31 March 2019	**50,913**	**(99)**	**4,947**	**(23,287)**	**32,474**	**30**	**32,504**

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. (contd)

Company	Share capital	Other reserves	Accumulated losses	Total Equity
	S$'000	S$'000	S$'000	S$'000
Opening Balance at 1 April 2017	**50,713**	**(167)**	**(9,436)**	**41,110**
Total comprehensive loss for the year	-	-	(1,839)	(1,839)
Issuance of shares pursuant to PSP	200	-	-	200
Transfer of other reserves pursuant to PSP	-	(200)	-	(200)
Purchase of treasury shares	-	(99)	-	(99)
Value of employee services received for issue of performance shares	-	12	-	12
Closing balance at 31 March 2018 and 1 April 2018	**50,913**	**(454)**	**(11,275)**	**39,184**
Loss for the financial year	-	-	(21,754)	(21,754)
Closing balance at 31 March 2019	**50,913**	**(454)**	**(33,029)**	**17,430**

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.

Ordinary Shares

The Company did not issue any new shares for the 12 months ended 31 March 2019 (2018: Nil).

Performance Shares

The Company did not issue any performance shares for the 12 months ended 31 March 2019 (2018: Nil).

Treasury Shares

The Company did not acquire any treasury shares for the 12 months ended 31 March 2019 (2018: Nil). As of 31 March 2019, the Company has 634,600 treasury shares (2018: 634,600) accounting for 0.698% of the total number of shares outstanding as of the end of the reported period.

None of the Company's subsidiaries hold any shares in the Company at the end of the period under review.

1(d)(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 preceeding year.

	31 March 2019	31 March 2018
Total number of issued ordinary shares excluding treasury shares	90,287,403	90,287,403

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

Not applicable.

1(d)(v) A statement showing all sales, transfers, disposal, 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 neither been audited nor reviewed by the Company's auditor.

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.

Other than the adoption of Singapore Financial Reporting Standards (International) ("SFRS(I)") as mentioned in paragraph 5 below, there were no changes in the accounting policies and methods of computation adopted in the financial statements of the Group for the current reporting period as compared to the most recently audited financial statements for the reporting year ended 31 March 2019.

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.

On 1 April 2018, the Group adopted SFRS(I), the equivalent to the International Financial Reporting Standards, as required by the listing requirements of the Singapore Exchange. Accordingly, the financial statements have been prepared based on this new reporting framework. The adoption of SFRS(I) did not result in any substantial change to the Group's accounting policies as the accounting policies adopted by the Group under the previous accounting framework are consistent with SFRS(I).

6. (Losses)/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	
	31 March 2019	31 March 2018
Earnings per ordinary share from continuing operations of the group, after deducting any provision for preference dividends (in SGD cents):		
(a) Based on weighted average number of ordinary shares on issue; and	(0.24)	0.05
Weighted average number of ordinary shares for basic earnings/(losses) per share computation	90,287,403	90,287,403
(b) Based on a fully diluted basis	(0.24)	0.05
Weighted average number of ordinary shares adjusted for the effect for dilution	90,287,403	90,287,403

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 March 2019	31 March 2018	31 March 2019	31 March 2018
Net asset value per ordinary share based on issued share capital at the end of the respective periods (in SGD cents):	35.97	56.23	19.30	43.40
No. of ordinary shares used in computing net asset value	90,287,403	90,287,403	90,287,403	90,287,403

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

Revenue

Consolidated revenue for the full grew slightly by 6.1% to $41.0 million as against the same corresponding period last year. The increase was driven by stronger performance of our Marine sector which grew 12.4% when compared to the corresponding period last year. This is partially offset by lower revenue from our calibration business which dropped by 38.4% year on year.

Selling and distribution expenses

S&D expenses increased $0.2 million to $1.2 million mainly due to increase in Marine sales.

General and administrative expenses

Compared to FY2018, G&A expenses decreased 7.2% to $11.9 million mainly due to the cost savings measures arising from lower staff costs.

Finance costs

Overall finance costs increased by 15.5% from S$1.7 to $1.9 million due to the higher usage utilization of trade facilities coupled with the interest rate hikes by our bankers.

Exceptional items

The significant amount of other losses is mainly due to the write off of the oil blending machines and write off of deposits with the vendor of the oil blending machines under our oil trading segment totaling $14.1 million and full impairment of our quoted share investment in Huan Hsin amounting to $1.2 million. During the year, the Group also made a fair value adjustment on its investment property at Woodlands resulting in a fair value loss by $3.5m based on the latest valuation report issued by Valuer.

Loss for the year

The Group recorded a loss after tax of $21.3 million, compared to a profit after tax of $0.3 million in FY2018 mainly due to the significant amount of one-off impairment losses and write offs as recorded under exceptional items. Had it not for the one-off impairment and write offs, the Group will have a loss after tax from continuing operations of approximately $1.4 million as compared to a loss after tax of approximately $2.6 million in FY2018.

REVIEW OF FINANCIAL POSITION

Non-current assets

Non-current assets decreased by 32.8% mainly due to the write off of the oil blending machines amounting to $9.7 million and the reclassification of Biofuel's non-current assets to current assets as assets held for sale.

Current assets

Inventories increased 8.8% to $15.1 million in anticipation of the increased sales with the market expansion in Indonesia as we cover more markets in Sumatra and steady improvement in East Malaysia markets.

Other assets decreased from $6.7 million to $1.3 million mainly due to write off of deposits amounting to $4.6 million relating to deposits made on the purchase of the oil blending machine.

Investment securities decreased from $1.2 million to nil due to the full impairment for the investment in Huan Hsin as mentioned earlier.

Current liabilities

Total current liabilities increased to $30.3 million from $23.8 million mainly due to the increased in trade payables and other financial liabilities arising from the inventory buildup as well as the reclassification of Biofuel's non-current liabilities to current.

Non current liabilities

Non current liabilities decreased to $29.6 million from $33.5 million largely due to the repayment of loans and borrowings.

REVIEW OF CASH FLOW

Operating cash flows before working capital changes amounted to $2.8 million, almost the same as compared to FY2018.

Net cash generated from investing activities amounted to $0.2 million higher than last year. Net cash used for financing activities amounted to S$2.0 million as compared to cashflows generated of S$0.9 million in the prior year. This is mainly due to lesser borrowings by the Group.

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

Not applicable.

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

The Group will continue to review and manage its investment portfolio; actively explore new opportunities for growth and expansion so as to maximise shareholder value.

Distributorship

Based on the momentum for 2019, our Marine business will continue to be our revenue driver. However, there is also a worldwide supply crunch of engines from our key principal, Mercury Marine due to the popularity of its new V6 and V8 engines launched last year. The Group is working closely with its principal to replenish its inventory. Meanwhile, the Marine business will also continue to explore new markets and opportunities, investing in R&D for other marine products to increase our product range.

Recycling of waste oil

The Group is currently in discussion with potential buyer to dispose of Biofuel Research as announced on 24 May 2019. The Company will provide as and when there is material information. Meanwhile, with the impending exit of the Biofuel Research business and the continued poor oil prices (as compared to 2014 prices), the Group had decided that the oil blending business which the Group invested in 2014 to supplement the oil recycling business is not viable and has proceeded to write-off the investment and related deposits. Subject to the successful disposal of Biofuel Research, the Group will not have any further contribution from this segment.

Property Investments

71 Blandford Drive project is currently in the process of building up from an existing two storey semi-detached unit to a two and a half storey semi-detached so that the Group can command a better selling price. Meanwhile, its property investment in Koon Cheng Development Pte Ltd has continued to exhibit high occupancy and good cashflow.

Investment in Huan Hsin

Huan Hsin was delisted on 18 January 2019 as per their announcement on 21 January 2019. Due to the lack of visibility of receiving an exit offer in the near future, as such, the Group has made full impairment of its investment in Huan Hsin.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No dividend has been declared.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

None.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared or recommended for the financial period ended 31 March 2019.

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 Company does not have any IPT mandate.

14. Confirmation that the Issuer has procured undertakings from all its Directors and Executive Officers (In the format set out in Appendix 7.7) under Rule 720(1).

The Company has received undertakings from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

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

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

(a) Analysis by business segments

2019	Property	Marine trading	Calibration of Environmental Equipment	Others	Sub Total	(Discontinued operation) Oil trading	Total
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Revenue							
-Sales to external customers	3,616	35,007	2,363	-	40,986	2,129	43,115
Interest income	-	83	-	5	88	2	90
Depreciation of property, plant and equipment	(15)	(1,260)	(172)	(45)	(2,598)	(1,106)	(1,106)
Write off of property, plant and equipment	-	-	-	(9,657)	(9,657)	-	(9,657)
Impairment of other receivables	(464)	-	-	-	(464)	-	(464)
Impairment of investment properties	(3,500)	-	-	-	(3,500)	-	(3,500)
Write off of deposits	-	-	-	(4,573)	(4,573)	-	(4,573)
Impairment on quoted securities	-	-		(1,179)	(1,179)	-	(1,179)
Segment profit/(loss)	(3,823)	335	(447)	(16,862)	(20,797)	(460)	(21,257)
EBITDA	571	1,594	486	(534)	2,117	800	2,917
Assets:							
Segment assets	35,240	45,154	2,031	217	82,642	9,749	92,391
Liabilities:							
Segment liabilities	24,464	28,772	1,870	815	55,921	3,966	59,887
Capital expenditure on property, plant and equipment	56	65	253	-	374	100	474

2018							
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Revenue							
-Sales to external customers	3,652	31,155	3,835	-	38,642	3,332	41,974
Interest income	-	51	-	-	51	-	-
Depreciation of property, plant and equipment	(6)	(1,183)	(142)	(59)	(2,495)	(1,105)	(1,105)
Fair value loss on quoted securities	-	-		12	12	-	-
Gain on disposal of investment securities	-	-	1,164	-	1,164	-	-
Segment profit/(loss)	1,945	(1,827)	1,282	(857)	(543)	808	265
EBITDA	1,467	422	(847)	(671)	371	2,459	2,830
Assets:							
Segment assets	39,231	27,893	3,417	29,900	100,441	10,753	111,194
Liabilities:							
Segment liabilities	25,119	25,066	2,098	1,377	53,660	3,674	57,334
Capital expenditure on property, plant and equipment	-	2,846	366	1,228	4,440	156	4,596

(b) Analysis by geographical segments

	China/Hong Kong/ Indonesia/ India	Malaysia	Singapore	Sub Total	Discontinued operations	Total
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
2019						
Segment revenue						
-external	5,262	21,894	13,830	40,986	2,129	43,115
Segment non-current assets	2,036	4,300	44,966	51,302	-	51,302
Capital expenditure on property, plant and equipment and development property	20	25	329	374	100	474
2018						
Segment revenue						
-external	4,416	20,672	13,554	38,642	3,332	41,974
Segment non-current assets	6,774	5,649	63,875	76,298	-	76,298
Capital expenditure on property, plant and equipment and development property	172	140	4,128	4,440	156	4,596

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.

Refer to paragraph 8 above.

17. A breakdown of sales.

	12 months ended 31 March 2019 S$'000	12 months ended 31 March 2018 S$'000	% Increase/ (Decrease)
	Group	Group	Group
(a) Sales reported for first half year	22,169	19,409	14.2
(b) Operating profit/(loss) after tax before deducting minority interests reported for first half year	(698)	(1,796)	N.M.
(c) Sales reported for second half year	18,817	19,233	(2.2)
(d) Operating profit after tax before deducting minority interests reported for second half year	(20,099)	816	N.M

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

No dividends were declared or paid in the latest full year and the previous full year.

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

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

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(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

We confirm that there is no person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD
Nah Ee Ling
Executive Director

30 May 2019
Singapore