APPENDIX I.

# LAFE CORPORATION LIMITED

**Full Year Financial Statement and Dividend Announcement for the Year Ended 31 December 2019**
**(All in US Dollars)**

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

**1(a)(i) A statement of profit or loss and other comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

| | Year ended 31 Dec, | | |
|---|---|---|---|
| | **2019** | **2018** | Increase/ (decrease) |
| | US$'000 | US$'000 | % |
| **Revenue** | **14,715** | **14,587** | **1** |
| Cost of sales | (11,323) | (11,422) | (1) |
| **Gross profit** | **3,392** | **3,165** | **7** |
| Other net loss | (475) | (5,680) | (92) |
| Interest income | 1,308 | 1,349 | (3) |
| Administrative costs | (8,736) | (9,436) | (7) |
| Finance costs | (403) | (202) | 100 |
| **Loss before taxation** | **(4,914)** | **(10,804)** | **(55)** |
| Taxation | (15) | (45) | (67) |
| **Net loss for the year** | **(4,929)** | **(10,849)** | **(55)** |
| **Other comprehensive income/(loss)** | | | |
| Items that are or may be reclassified subsequently to profit or loss: | | | |
| Financial assets at fair value through other comprehensive income | | | |
| - fair value loss on equity instrument | (2) | (21) | (90) |
| Currency translation differences arising on consolidation | 186 | (36) | n/m |
| **Other comprehensive income/(loss) for the year** | **184** | **(57)** | **n/m** |
| **Total comprehensive loss for the year** | **(4,745)** | **(10,906)** | **(56)** |

**1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the statement of profit or loss and other comprehensive income or in the notes to the statement of profit or loss and other comprehensive income for the current financial period reported on and the corresponding period of the immediately preceding financial year:**

| | Year ended 31 Dec, | | |
|---|---|---|---|
| | **2019** | **2018** | Increase/ (decrease) |
| | US$'000 | US$'000 | % |
| Depreciation of property, plant and equipment | (187) | (145) | 29 |
| Depreciation of right-of-use assets | (814) | - | n/m |
| Gain on disposal of property, plant and equipment | 18 | 1 | 1,700 |
| Recovery gains on impaired assets | 838 | 11 | 7,518 |
| Impairment loss on Vigers trademark valuation | (1,531) | - | n/m |
| (Provision)/Reversal of provision for rental guarantee | (34) | 239 | n/m |
| Net foreign currency exchange gain/(loss) | 263 | (843) | n/m |
| Interest on other borrowings | (198) | (59) | 236 |
| Lease interest expense | (53) | - | n/m |
| Discount on provision unwound | (143) | (134) | 7 |
| Write-off of related transaction expenses and deposits due to non-completion of proposed acquisition of Fairhaven at Sophia Road | - | (5,229) | n/m |

n/m – 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.**

| | Group | | Company | |
|---|---|---|---|---|
| | As at 31/12/2019 | As at 31/12/2018 | As at 31/12/2019 | As at 31/12/2018 |
| | US$'000 | US$'000 | US$'000 | US$'000 |
| **Non-current assets** | | | | |
| Property, plant and equipment | 274 | 364 | - | - |
| Trademark | 3,667 | 5,169 | - | - |
| Investments in subsidiaries | - | - | - | - |
| Financial assets at fair value through other comprehensive income | 13 | 15 | 10 | 11 |
| Non-trade receivable from a related party | - | 43,509 | - | - |
| Right-of-use assets | 1,438 | - | - | - |
| Other non-current assets | 744 | 386 | - | - |
| | **6,136** | **49,443** | **10** | **11** |
| **Current assets** | | | | |
| Trade and other receivables | 2,648 | 4,503 | - | - |
| Other current assets | 235 | 451 | 3 | 24 |
| Non-trade receivables from subsidiaries | - | - | 43,397 | 49,856 |
| Non-trade receivable from a related party | 44,072 | - | - | - |
| Cash and cash equivalents | 1,008 | 1,008 | 2 | 3 |
| | **47,963** | **5,962** | **43,402** | **49,883** |
| **Current liabilities** | | | | |
| Trade and other payables | 2,857 | 2,601 | 323 | 308 |
| Provisions | 1,417 | 1,679 | 1,417 | 1,679 |
| Loans from holding company | 8,564 | 5,096 | 8,564 | 5,096 |
| Lease liabilities | 929 | - | - | - |
| Tax payable | 33 | 21 | - | - |
| | **13,800** | **9,397** | **10,304** | **7,083** |
| **Net current assets / (liabilities)** | **34,163** | **(3,435)** | **33,098** | **42,800** |
| **Total assets less current liabilities** | **40,299** | **46,008** | **33,108** | **42,811** |
| **Non-current liabilities** | | | | |
| Other payables | - | 108 | - | - |
| Provisions | 305 | 1,796 | - | 1,445 |
| Lease liabilities | 585 | - | - | - |
| Deferred tax liabilities | 806 | 801 | - | - |
| | **1,696** | **2,705** | **-** | **1,445** |
| **NET ASSETS** | **38,603** | **43,303** | **33,108** | **41,366** |

**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.** – *continued*

| | Group | | Company | |
|---|---|---|---|---|
| | As at 31/12/2019 | As at 31/12/2018 | As at 31/12/2019 | As at 31/12/2018 |
| | US$'000 | US$'000 | US$'000 | US$'000 |
| **CAPITAL AND RESERVES** | | | | |
| Share capital | 50,667 | 50,667 | 50,667 | 50,667 |
| Reserves | (12,064) | (7,364) | (17,559) | (9,301) |
| | **38,603** | **43,303** | **33,108** | **41,366** |

**1(b)(ii) In relation to the aggregate amount of 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**

| As at 31 December 2019 | |
|---|---|
| Secured | Unsecured |
| US$'000 | US$'000 |
| NIL | 8,564 |

| As at 31 December 2018 | |
|---|---|
| Secured | Unsecured |
| US$'000 | US$'000 |
| NIL | 5,096 |

**Amount repayable after one year**

| As at 31 December 2019 | |
|---|---|
| Secured | Unsecured |
| US$'000 | US$'000 |
| NIL | NIL |

| As at 31 December 2018 | |
|---|---|
| Secured | Unsecured |
| US$'000 | US$'000 |
| NIL | NIL |

**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.**

| | Year ended 31 Dec, | |
|---|---|---|
| | **2019** | **2018** |
| | US$'000 | US$'000 |
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| **Loss before taxation** | **(4,914)** | **(10,804)** |
| Adjustments for : | | |
| Depreciation of property, plant and equipment | 187 | 145 |
| Depreciation of right-of-use assets | 814 | - |
| Provision for staff benefits | 2 | 56 |
| Recovery gains on impaired assets | (838) | (11) |
| Impairment loss on Vigers trademark valuation | 1,531 | - |
| Provision for rental guarantee | 34 | (239) |
| Gain on disposal of property, plant and equipment | (18) | (1) |
| Discount on provision unwound | 143 | 134 |
| Interest expenses | 251 | 59 |
| Interest income | (1,308) | (1,349) |
| Write-off of related transaction expenses and deposits due to non-completion of proposed acquisition of Fairhaven at Sophia Road | - | 5,229 |
| Unrealised currency translation gain | (28) | (84) |
| **Operating cash flow before working capital changes** | **(4,144)** | **(6,865)** |
| **Changes in working capital** | | |
| Trade and other receivables and other current assets | 2,551 | (7,346) |
| Trade and other payables | 323 | 654 |
| Provisions | (1,905) | (2,192) |
| Currency translation adjustments | (281) | 909 |
| **Cash used in operations** | **(3,456)** | **(14,840)** |
| Taxation paid | (7) | (15) |
| Interest paid | (198) | (59) |
| Interest received | 1,308 | 1,349 |
| **Net cash used in operating activities** | **(2,353)** | **(13,565)** |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | |
| Acquisition of property, plant and equipment | (94) | (144) |
| Proceeds from disposal of property, plant and equipment | 18 | 2 |
| **Net cash used in investing activities** | **(76)** | **(142)** |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Loan proceeds from holding company | 5,686 | 5,224 |
| Repayment of loans from holding company | (2,279) | (128) |
| Repayment of lease liabilities | (920) | - |
| Interest on leases | (53) | - |
| **Net cash generated from financing activities** | **2,434** | **5,096** |

**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.** - *continued*

| | Year ended 31 Dec, | |
|---|---|---|
| | **2019** | **2018** |
| | US$'000 | US$'000 |
| **NET DECREASE IN CASH AND CASH EQUIVALENTS** | **5** | **(8,611)** |
| Cash and cash equivalents at beginning of year | 1,008 | 9,621 |
| Effects of exchange rate changes on cash and cash equivalents | (5) | (2) |
| **CASH AND CASH EQUIVALENTS AT END OF YEAR** | **1,008** | **1,008** |

**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 | Share premium | Capital reserve | Fair value reserve | PRC Statutory reserve | Exchange reserve | Accumulated losses | Total |
|---|---|---|---|---|---|---|---|---|
| | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 |
| Balance at 1 January 2018 | 50,667 | 27,171 | 24 | 22 | - | 216 | (23,891) | 54,209 |
| Effect of adoption of new accounting standards | - | - | - | (2,295) | - | - | 2,295 | - |
| Balance at 1 January 2018, restated | 50,667 | 27,171 | 24 | (2,273) | - | 216 | (21,596) | 54,209 |
| Total comprehensive loss | - | - | - | (21) | - | (36) | (10,849) | (10,906) |
| **Balance at 31 December 2018** | **50,667** | **27,171** | **24** | **(2,294)** | **-** | **180** | **(32,445)** | **43,303** |
| Balance at 1 January 2019 | 50,667 | 27,171 | 24 | (2,294) | - | 180 | (32,445) | 43,303 |
| Effect of adoption of new accounting standards | - | - | - | - | - | - | 45 | 45 |
| **Balance at 1 January 2019, restated** | **50,667** | **27,171** | **24** | **(2,294)** | **-** | **180** | **(32,400)** | **43,348** |
| Total comprehensive income / (loss) | - | - | - | (2) | - | 186 | (4,929) | (4,745) |
| Transfer to statutory reserve | - | - | - | - | 7 | - | (7) | - |
| **Balance at 31 December 2019** | **50,667** | **27,171** | **24** | **(2,296)** | **7** | **366** | **(37,336)** | **38,603** |

**COMPANY**

| | Share capital | Share premium | Fair value reserve | Accumulated losses | Total |
|---|---|---|---|---|---|
| | US$'000 | US$'000 | US$'000 | US$'000 | US$'000 |
| Balance at 1 January 2018 | 50,667 | 27,171 | 16 | (29,388) | 48,466 |
| Total comprehensive loss | - | - | (15) | (7,085) | (7,100) |
| **Balance at 31 December 2018** | **50,667** | **27,171** | **1** | **(36,473)** | **41,336** |
| Balance at 1 January 2019 | 50,667 | 27,171 | 1 | (36,473) | 41,366 |
| Total comprehensive loss | - | - | (1) | (8,257) | (8,258) |
| **Balance at 31 December 2019** | **50,667** | **27,171** | **-** | **(44,730)** | **33,108** |

**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 share for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles 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.**

Not applicable.

**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 preceding year.**

The total number of issued shares excluding treasury shares as at both 31 December 2019 and 31 December 2018 was 25,333,333.

The Company did not have any treasury shares as at 31 December 2019 and 31 December 2018.

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation, and/or use of treasury shares 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.**

The figures have not been audited nor reviewed by the auditors.

**3 Where the figures have been audited or reviewed, the auditor's 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 adopted all the new and revised International Financial Reporting Standards ("IFRS") that are effective for annual periods beginning on or after 1 January 2019 and are relevant to its operations.

The adoption of these new/revised IFRS does not result in any material changes to the Group's accounting policies and methods of computation adopted in the financial statements for the current reporting year as compared to the most recently audited financial statements as at 31 December 2019, except as described below:

IFRS 16 – Leases

IFRS 16 – Leases introduces a single lessee accounting model. A lessee is required to recognise all leases on its statements of financial position to reflect its rights to use the leased assets and a corresponding lease liability except for certain short-term leases (less than 12 months) and leases of low-value assets.

The Group has applied IFRS 16 using the modified retrospective approach.

The Group recognises a right-of-use ("ROU") asset and a lease liability at the lease commencement date. The ROU asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The ROU asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if the rate cannot be readily determined, the Group's incremental borrowing rate. Generally, the Group uses its incremental borrowing rate as the discount rate.

Each lease payment is allocated between the liability and finance cost. The finance cost is charged to profit and loss over the lease period at a constant periodic rate of interest on the remaining balance of the liability for each period.

The adoption of IFRS 16 does not have any material impact on the financial position and results of the Group. It also does not have a material impact on other comprehensive income or the Group's operating, investing and financing cash flows.

**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.**

Save as disclosed in Paragraph 4 above, there are no other changes in accounting policies and methods of computation.

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:-**

| | Year ended 31 Dec, | |
|---|---|---|
| | **2019** | **2018** |
| Loss per ordinary share for the year based on net loss attributable to shareholders: - | | |
| (i) Based on the weighted average number of ordinary shares in issue | (US 19.46 cents) | (US 42.83 cents) |
| (ii) On a fully diluted basis | (US 19.46 cents) | (US 42.83 cents) |

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 period reported on and (b) immediately preceding financial year:-**

| | Group | | Company | |
|---|---|---|---|---|
| | **31/12/2019** | **31/12/2018** | **31/12/2019** | **31/12/2018** |
| Net asset value per ordinary share | US 152.4 cents | US 170.9 cents | US 130.7 cents | US 163.3 cents |

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.**

Statement of Profit or Loss and Other Comprehensive Income

The Group's revenue increased by US$0.13 million from US$14.59 million for 2018 to US$14.72 million for 2019. The increase was mainly attributable to the increase in revenue generated from the Vigers operations.

Cost of sales decreased by US$0.10 million from US$11.42 million for 2018 to US$11.32 million for 2019. The decrease was mainly attributable to the lower contracted manpower costs in the Vigers operations.

The Group recorded a gross profit of US$3.39 million for 2019 as compared to US$3.17 million for 2018, an increase of US$0.22 million as explained in the preceding paragraphs.

The Group had other net loss of US$0.48 million for 2019 as compared to US$5.68 million for 2018. In 2019, the other net loss comprised mainly the net foreign currency exchange gain of US$0.26 million arising from translating the monetary items denominated in foreign currencies, the recovery gains on impaired assets of US$0.84 million, the increase in provision for rental guarantee of US$0.03 million and the impairment loss of US$1.53 million on Vigers trademark valuation. In 2018, the other net loss comprised mainly the write-off of acquisition and other incidental costs of approximately US$5.23 million in consequence of the non-completion of the proposed acquisition of all the strata lots and the common area of Fairhaven at Sophia Road in District 9 as more fully disclosed in the Company's Announcements dated 9 October 2018 and 16 October 2018, the net foreign currency exchange loss of US$0.84 million arising from translating the monetary items denominated in foreign currencies and the decrease in provision on rental guarantee of US$0.24 million.

Administrative costs decreased by US$0.70 million from US$9.44 million for 2018 to US$8.74 million for 2019. The higher administrative costs for 2018 was mainly attributable to the payment of an outside-the-court settlement of US$0.30 million in respect of a legal proceedings involving the Company and its former subsidiary, Lafe Technology (Hong Kong) Limited, as more fully disclosed in the Company's announcement dated 21 September 2018.

Finance costs increased by US$0.20 million from US$0.20 million for 2018 to US$0.40 million for 2019. The increase was mainly attributable to the increase in the ultimate holding company loan interest of US$ 0.14 million and increase in interest on lease liabilities of US$0.05 million.

As a result of the above, the Group's loss before taxation for 2019 was US$4.91 million, as compared to US$10.80 million for 2018, a decrease of US$5.89 million as explained in the preceding paragraphs.

The tax expense decreased by US$0.03 million from US$0.05 million from 2018 to US$0.02 million for 2019. The tax expense for both years was mainly represented by the profits tax on the net assessable profits of the Vigers Group companies in their respective jurisdictions.

As a result of the above, the Group's net loss for 2019 was US$4.93 million, as compared to US$10.85 million for 2018, a decrease of US$5.92 million as explained in the preceding paragraphs.

Other comprehensive income of US$0.18 million in 2019 comprised mainly the currency translation gain arising on consolidation of foreign subsidiaries, as compared to a loss of US$0.04 million in 2018.

As a result of the above, the Group's total comprehensive loss for the year was US$4.75 million as compared to US$10.91 million for 2018, decrease of US$6.16 million, as explained in the preceding paragraphs.

Statement of Financial Position

Property, plant and equipment slightly decreased by US$0.09 million from US$0.36 million as at 31 December 2018 to US$0.27 million as at 31 December 2019.

The trademark has been impaired by US$1.53 million in the year based on revised key assumptions for the value in use calculation based on current conditions as noted in paragraph 10. The revised trademark value was US$3.67 million as at 31 December 2019.

Right-of-use assets of US$1.44 million as at 31 December 2019 resulted from the Group's initial adoption of IFRS 16 on 1 January 2019 in respect of its operating leases for office premises as disclosed in Paragraph 4 above and after accounting for accumulated depreciation of US$1.08 million up to 31 December 2019.

Non-trade receivable from a related party under "Non-current assets" and "Current assets" increased by US$0.56 million from US$43.51 million as at 31 December 2018 to US$44.07 million as at 31 December 2019. The increase was attributable to the translation adjustment arising from translating the receivable denominated in foreign currency. The outstanding balance comprises a fixed long-term term loan extended to a former subsidiary, Lafe (Emerald Hill) Development Pte. Ltd. ("LEHD"). It bears interest at 3% per annum and is repayable by 27 September 2020. It is secured by a corporate guarantee given by The Ho Family Trust Limited, a related party, and a second-ranking pledge of the entire shares in LEHD.

Trade and other receivables decreased by US$1.85 million from US$4.50 million as at 31 December 2018 to US$2.65 million as at 31 December 2019. The decrease was mainly attributable to the settlement of certain outstanding receivables during the current financial period.

Other assets under "Current assets" and "Non-current assets" increased in total by US$0.14 million from US$0.84 million as at 31 December 2018 to US$0.98 million as at 31 December 2019. The increase was mainly attributable to the additional security deposits placed on certain new contracts gained by the Vigers Operations.

Provisions under "Current liabilities" and "Non-current liabilities" decreased in total by US$1.76 million from US$3.48 million as at 31 December 2018 to US$1.72 million as at 31 December 2019. The decrease was mainly attributable to the payments made during the current financial period, the translation adjustment arising from translating the provisions denominated in foreign currency and the discount unwound adjustment charged to profit or loss during the current financial period.

Lease liabilities under "Current liabilities" and "Non-current liabilities" of US$1.51 million as at 31 December 2019 was the outstanding lease payments, discounted at the Group's incremental borrowing rate of 3% per annum, over the respective terms of the Group's operating leases for its office premises following the Group's initial adoption of IFRS 16 on 1 January 2019 as disclosed in Paragraph 4 above.

Loans from holding company represented the aggregate amounts of advances extended to the Company by the Company's holding company, Sino Capital Resources Limited. The balance increased by US$3.46 million from US$5.10 million as at 31 December 2018 to US$8.56 million as at 31 December 2019 as a result of further working capital loans being extended to the Company during the current financial period. The loans are unsecured, repayable on demand and bear interest at 3% per annum.

Statement of Cash Flows

During the year, the Group's net cash used in operating activities was US$2.35 million as compared to net cash used in operating activities of US$13.57 million in 2018. The cash

movement in 2019 was mainly attributable to the payments made for rental guarantee of US$1.91 million.

**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.**

As announced by the Company on 5 June 2019, the SGX had notified the Company on 4 June 2019 that the Company will be delisted from the Official List of the SGX-ST pursuant to Rule 1315 of the Listing Manual. As required, the Company has submitted a draft exit offer proposal to the SGX for its review. The Company is waiting for the SGX's comments and further direction.

The Vigers Group, which provides property agency, appraisal and consultancy services, continues to make a positive contribution to the Group's operating results. In face of the severe competition in Hong Kong, the Vigers Group has been putting greater efforts in developing its business in the PRC and Macau with a view to expanding its professional valuation services. However, the recent outbreak of the coronavirus epidemic has substantially slowed down the activities of the entire industry in the PRC and Hong Kong and may therefore have significant impact on the Group's revenue and financial results for the next 12 months.

**11 Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported?

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 / recommended, a statement to that effect**

No dividend has been declared or recommended for the period.

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

**13 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.**

**By Business Segments**

| | Property US$'000 | Consolidated US$'000 |
|---|---|---|
| **2019** | | |
| **Revenue** | | |
| Revenue | 14,715 | 14,715 |
| **Result** | | |
| Segment result | (4,511) | (4,511) |
| Finance costs | (403) | (403) |
| Loss before taxation | (4,914) | (4,914) |
| Taxation | (15) | (15) |
| Loss after taxation | (4,929) | (4,929) |
| **Assets** | | |
| Segment assets | 54,099 | 54,099 |
| **Liabilities** | | |
| Segment liabilities | 15,496 | 15,496 |
| **Other information** | | |
| Depreciation of property, plant and equipment | 187 | 187 |
| Capital expenditure: Property, plant and equipment | 94 | 94 |
| Gain on disposal of property, plant and equipment | 18 | 18 |
| Impairment on trademark | 1,531 | 1,531 |
| Provision for rental guarantee | 34 | 34 |

13 **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.** - *continued*

**By Business Segments**

| | Property US$'000 | Consolidated US$'000 |
|---|---|---|
| **2018** | | |
| **Revenue** | | |
| Revenue | 14,587 | 14,587 |
| **Result** | | |
| Segment result | (10,602) | (10,602) |
| Finance costs | (202) | (202) |
| Loss before taxation | (10,804) | (10,804) |
| Taxation | (45) | (45) |
| Loss after taxation | (10,849) | (10,849) |
| **Assets** | | |
| Segment assets | 55,405 | 55,405 |
| **Liabilities** | | |
| Segment liabilities | 12,102 | 12,102 |
| **Other information** | | |
| Depreciation of property, plant and equipment | 145 | 145 |
| Write-off of related transaction expenses and deposit due to non-completion of proposed acquisition of Fairhaven | 5,229 | 5,229 |
| Capital expenditure: Property, plant and equipment | 144 | 144 |
| Gain on disposal of property, plant and equipment | 1 | 1 |
| Reversal of provision for rental guarantee | (239) | (239) |

**13 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.** - *continued*

**By Geographical Segments**

The revenue by geographical segment is based on the billing location of customers. All assets and capital expenditure of the Group are significantly located in the Asia Pacific region.

The following table provides an analysis of the Group's revenue and results by geographical market, which is analysed based on the billing address of each individual customer:

| | Revenue | | Results | | Non-current assets | |
|---|---|---|---|---|---|---|
| | 2019 US$'000 | 2018 US$'000 | 2019 US$'000 | 2018 US$'000 | 2019 US$'000 | 2018 US$'000 |
| Hong Kong | 13,877 | 13,679 | (5,529) | (5,068) | 3,799 | 5,514 |
| PRC | 610 | 649 | 142 | (163) | 133 | 9 |
| Macau | 228 | 259 | 24 | - | - | - |
| Singapore | - | - | 434 | (5,618) | 9 | 10 |
| | 14,715 | 14,587 | (4,929) | (10,849) | 3,941 | 5,533 |

**14 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 paragraph 8.

**15 A breakdown of sales:-**

| | Group | | |
|---|---|---|---|
| | Latest Financial Year 2019 US$'000 | Previous Financial Year 2018 US$'000 | Increase/ (decrease) % |
| a) Sales reported for first half year | 7,552 | 7,391 | 2 |
| b) Operating loss after tax before deducting minority interests reported for first half year | (957) | (2,822) | (66) |
| c) Sales reported for second half year | 7,163 | 7,196 | - |
| d) Operating loss after tax before deducting minority interests reported for second half year | (3,972) | (8,027) | (51) |

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

| | Latest Full Year 2019 US$'000 | Previous Full Year 2018 US$'000 |
|---|---|---|
| Ordinary | N/A | N/A |
| Preference | N/A | N/A |
| Total: | N/A | N/A |

**17 Aggregate value of interested persons transactions conducted pursuant to a shareholders' general mandate**

The Group has not obtained a general mandate from the shareholders for the interested person transactions for the year ended 31 December 2019, as the value of the transactions falls below the required 5% of the Group's latest audited net tangible assets. The aggregate value of all interested person transactions during the financial year 2019, which fall under the listing manual, were as follows:

| **Name of Interested Person** | **Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S$100,000 and transactions conducted under shareholders mandate pursuant to Rule 920)** | **Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S$100,000)** |
|---|---|---|
| | US$'000 | |
| Associates of Mr. Christopher Ho Wing-On: | | |
| Conducted with shareholders' approval | 3,212 | - |
| Conducted under review | 1,708 | - |
| | 4,920 | - |

**18 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) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Company confirms 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, Chief Executive Officer or substantial Shareholder of the Company.

**19 Confirmation pursuant to Rule 720(1) of the Listing Manual**

The Company confirms that the undertakings from all its directors and executive officers as required in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual were procured.