



HATTEN LAND LIMITED

(Company Registration No: 199301388D)
(Incorporated in the Republic of Singapore)

Unaudited Financial Statements Announcement For First Quarter Ended 30 September 2019

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

	Notes	Group 3 Months Ended		%
		30/9/2019	30/9/2018	
		RM'000	RM'000 (Restated)	Change
Revenue	8a	82,959	53,656	54.6
Cost of sales	8b	(52,293)	(39,285)	33.1
Gross profit		30,666	14,371	113.4
Other operating income	8c	2,583	1,868	38.3
Other income/gains	8d	5,949	9,638	(38.3)
Other items of expense				
Other operating expense	8e	(13,778)	(6,618)	108.2
Selling and marketing expenses	8f	(1,008)	(2,763)	(63.5)
General and administrative expenses	8g	(12,238)	(8,169)	49.8
Finance costs	8h	(8,550)	(6,391)	33.8
Profit before tax		3,624	1,936	87.2
Income tax expenses		(1,085)	(1,512)	(28.2)
Profit after tax		2,539	424	498.8
Other comprehensive income:				
<u>Items that may be reclassified</u> <u>subsequently to profit or loss</u>				
Foreign currency translation		(12)	-	N/M
Total comprehensive income		2,527	424	496.0
Profit for the period attributable to:				
Owners of the Company		2,550	424	501.4
Non-controlling interests		(11)	-	N/M
		2,539	424	498.8
Total comprehensive income for the period attributable to:				
Owners of the Company		2,550	424	501.4
Non-controlling interests		(11)	-	N/M
		2,539	424	498.8

N/M - Not Meaningful

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

	Group		
	3 Months Ended		
	30/9/2019	30/9/2018	%
	RM'000	RM'000	Change
Profit for the period is arrived at after charging/(crediting):			
Depreciation of property, plant and equipment	1,172	867	35.2
Gain on disposal of property, plant and equipment	(1,077)	(77)	1,298.7
Interest expense	8,550	6,391	33.8
Interest income	(343)	(422)	(18.7)

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.**

	Note	<u>Group</u>		<u>Company</u>	
		30/9/2019 RM'000	30/6/2019 RM'000	30/9/2019 RM'000	30/6/2019 RM'000
Assets					
Non-current assets					
Property, plant and equipment		246,089	242,872	-	-
Investment in subsidiaries		-	-	1,203,315	1,203,315
Other receivable		600	605	-	-
		<u>246,689</u>	<u>243,477</u>	<u>1,203,315</u>	<u>1,203,315</u>
Current assets					
Development properties	8i	664,126	681,542	-	-
Contract Assets		5,969	4,859	-	-
Trade and other receivables	8j	571,980	591,730	278,656	278,240
Prepayments		4,321	4,503	263	131
Cash and bank balances		17,907	28,477	619	269
		<u>1,264,303</u>	<u>1,311,111</u>	<u>279,538</u>	<u>278,640</u>
Total assets		<u>1,510,992</u>	<u>1,554,588</u>	<u>1,482,853</u>	<u>1,481,955</u>
Liabilities					
Current liabilities					
Loans and borrowings	8k	310,232	328,832	188,474	186,055
Income tax payable		53,130	54,142	-	-
Trade and other payables	8l	316,872	343,384	1,485	2,452
Provisions		53,416	57,277	-	-
Contract liabilities		249,893	256,053	-	-
		<u>983,543</u>	<u>1,039,688</u>	<u>189,959</u>	<u>188,507</u>
Net current assets		280,760	271,423	89,579	90,133
Non-current liabilities					
Loans and borrowings	8k	97,967	87,692	-	-
Other payables		29,670	29,925	-	-
Deferred tax liabilities		12,398	12,415	-	-
		<u>140,035</u>	<u>130,032</u>	<u>-</u>	<u>-</u>
Total liabilities		<u>1,123,578</u>	<u>1,169,720</u>	<u>189,959</u>	<u>188,507</u>
Net assets		<u>387,414</u>	<u>384,868</u>	<u>1,292,894</u>	<u>1,293,448</u>
Equity					
Share capital		252,719	252,719	1,285,223	1,285,223
Retained earnings		217,577	215,029	7,671	8,225
Translation reserve		12	5	-	-
Merger reserve		(79,513)	(79,513)	-	-
Other reserves		(3,220)	(3,222)	-	-
		<u>387,575</u>	<u>385,018</u>	<u>1,292,894</u>	<u>1,293,448</u>
Non-controlling interest		(161)	(150)	-	-
Total equity		<u>387,414</u>	<u>384,868</u>	<u>1,292,894</u>	<u>1,293,448</u>
Total equity and liabilities		<u>1,510,992</u>	<u>1,554,588</u>	<u>1,482,853</u>	<u>1,481,955</u>

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

Amount repayable in one year or less, or on demand

As at 30/09/2019		As at 30/06/2019	
Secured RM'000	Unsecured RM'000	Secured RM'000	Unsecured RM'000
310,232	-	328,832	-

Amount repayable after one year

As at 30/09/2019		As at 30/06/2019	
Secured RM'000	Unsecured RM'000	Secured RM'000	Unsecured RM'000
29,670	-	29,925	-

The Group's loans and borrowings include obligations under finance leases and bank borrowings, guaranteed secured bonds, convertible loan and the medium-term notes issued.

Details of collaterals

The loans and borrowings are secured by the following: -

1. Joint and several guarantee by directors of the borrowing entities.
2. Legal charge over the project land under development, fixed and floating charges over all assets of the project of the borrowing entities.
3. Pledge of 400 million shares of the Company provided by Hatten Holdings Pte Ltd.
4. Third party first legal assignment over certain property assets owned by related parties of the borrowing entities.
5. Debenture over fixed and floating present and future assets of the borrowing entities.
6. Legal assignment over designated bank account and monies and legal assignment of sales proceeds from the sale of project units of the borrowing entities in favour of the lender.
7. Corporate guarantee by a related party of the borrowing entities and deed of subordination of advances due to shareholders and directors.
8. Pledge of fixed deposits with licensed banks.
9. Debenture over the 44 units of luxury residences service apartments and 11 units of penthouse suites from the development of borrowing entity.
10. Personal guarantee by a director of the Company.
11. Land charge for assets owned by related parties of the borrowing entity.

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	
	3 Months Ended	
	30/9/2019	30/9/2018
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	3,625	1,936
Adjustments for:		
Depreciation of property, plant and equipment	1,172	867
Gain on disposal of property, plant and equipment	(1,203)	(77)
Interest income	(343)	(422)
Interest expense	8,550	6,391
Amortisation of capitalised costs of obtaining contracts	-	-
Unrealised foreign exchange loss	3,000	4,087
Operating cash flows before working capital changes	14,801	12,782
Decrease/(increase) in:		
Development properties	17,416	18,180
Trade and other receivables and contract assets	18,821	(39,532)
Increase/(decrease) in:		
Trade and other payables and contract liabilities	(37,211)	36,184
Cash flow from operations	13,828	27,614
Interest paid	(8,550)	(6,391)
Interest received	343	422
Income tax paid	(2,097)	(7,499)
Net cash flows from operating activities	3,524	14,145
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	1,203	715
Additions to property, plant and equipment	(4,380)	(7,792)
Net cash flows used in investing activities	(3,177)	(7,077)
Cash flows from financing activities		
Proceeds from term loans	11,366	-
Repayment of obligations under finance leases	(591)	(1,293)
Repayment of loan and borrowings	(21,523)	(21,122)
Net cash flows used in financing activities	(10,748)	(22,415)
Net change in cash and cash equivalents	(10,401)	(15,347)
Cash and cash equivalents at the beginning of the period	27,250	56,091
Effects of exchange rate changes on cash and cash equivalents	(169)	156
Cash and cash equivalents at the end of the period	16,680	40,901
Cash and bank balances	17,907	44,285
Less: Pledged fixed deposit	(1,227)	(3,384)
Cash and cash equivalents as per above	16,680	40,901

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.

	Attributable to owners of the Company							
	Share capital	Retained earnings	Translation reserve	Merger reserve	Premium paid on acquisition of non-controlling interests	Equity attributable to owners of the Company, total	Non-controlling interests	Total equity
	RM'000	RM'000	RM'000				RM'000	RM'000
Group								
At 1 July 2019	252,719	215,029	5	(79,513)	(3,222)	385,018	(150)	384,868
Profit/(loss) for the period	-	2,550	-	-	-	2,550	(11)	2,539
<u>Other comprehensive income</u>								
Foreign currency translation reserve			7			7		7
Total comprehensive income for the year	252,719	217,579	12	(79,513)	(3,222)	387,575	(161)	387,414
Balance as at 30 September 2019	252,719	217,579	12	(79,513)	(3,222)	387,575	(161)	387,414
At 1 July 2018	252,719	32,274	-	-	-	284,993	(54,827)	230,166
Profit for the period		404	-	-	-	404	-	404
<u>Other comprehensive income</u>								
Total comprehensive income for the period	-	404	-	-	-	404	-	404
Balance as at 30 September 2018	252,719	32,678	-	-	-	285,397	(54,827)	230,570
Company								
	Share capital	Retained earnings	Total equity					
	RM'000	RM'000	RM'000					
At 1 July 2019	1,285,223	8,225	1,293,448					
Loss for the period	-	(554)	(554)					
Balance as at 30 September 2019	1,285,223	7,671	1,292,894					
At 1 July 2018	1,285,223	6,093	1,291,316					
Profit for the period	-	3,185	3,185					
<u>Contributions by and distributions to owners</u>								
Dividend on ordinary shares	-	(1,053)	(1,053)					
	-	(1,053)	(1,053)					
Balance as at 30 September 2018	-	8,225	1,293,448					

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.

	Number of issued shares	Share capital RM
Balance as at 30 June 2019	1,378,096,353	252,718,519
Balance as at 30 September 2019	1,378,096,353	252,718,519

As at 30 September 2019 and 30 June 2019, the Company had a convertible loan due of an aggregate amount of US\$20,000,000, which may be converted into approximately 77,142,857 new fully paid ordinary shares of the Company based on a fixed conversion price of S\$0.35 per share (assuming an exchange rate of US\$1: S\$1.35). On 10 October 2019, the convertible loan had matured and the lender has decided not to convert the loan into conversion shares. For more information, please refer to the Company's announcement dated 10 October 2019.

The Company does not have any treasury shares and subsidiary holdings as at 30 September 2019 and 30 June 2019.

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.

	As at 30/9/2019	As at 30/6/2019
Total number of issued shares	1,378,096,353	1,378,096,353

The Company does not have any treasury shares as at 30 September 2019 and 30 June 2019.

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 does not have any treasury shares during and as at the end of the current financial year 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 does not have any subsidiary holdings during and as at the end of the current financial year 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 Company's auditors.

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

Not applicable.

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

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial year compared with those of the audited financial statements for the financial year ended 30 June 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.

The accounting policies adopted are consistent with those the previous financial year except in the current financial year, the Group has adopted all new and revised standards which are effective for annual financial periods beginning on or after 1 July 2019. The adoption of these standards did not have any effect on the financial performance or position of the Group and the Company, except for SFRS(I) 16 Leases.

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 3 Months Ended	
	30/9/2019	30/9/2018
Profit attributable to owners of the Company(RM'000)	2,550	424
Weighted average number of ordinary shares in issue	1,378,096,353	1,378,096,353
Basic and fully diluted earnings per share ("EPS")(RM'cents)	0.19	0.03

Note:

The diluted EPS for the period ended 30 September 2019 and 30 September 2018 were the same as the basic EPS assuming that no potential ordinary shares are to be issued under the convertible loan due to the conversion price or exercise price being higher than the prevailing market price as at 30 September 2019 and 30 September 2019 respectively.

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	
	30/9/2019	30/6/2019	30/9/2019	30/6/2019
Net asset value (RM'000)	387,414	384,868	1,292,894	1,293,448
Number of ordinary shares in issue	1,378,096,353	1,378,096,353	1,378,096,353	1,378,096,353
Net asset value per ordinary share (RM'cents)	28.11	27.93	93.82	93.86

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:-**
(i) any significant factors that affected the revenue, costs, and earnings of the Group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
(ii) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.

Consolidated Statement of Comprehensive Income

Review of Group performance for the first quarter ended 30 September 2019 ("1Q FY2020") as compared to the first quarter ended 30 September 2018 ("1Q FY2019")

- (a) The Group recorded revenue of RM82.9 million for 1Q FY2020, which was RM29.3 million higher than 1Q FY2019. The increase in revenue was mainly attributed to higher revenue recognised from Harbour City and Satori projects in accordance with the percentage of completion method and a result of the acquisition of Unicity Project completed in December 2018.
- (b) The Group's cost of sales increased by RM13.0 million from RM39.3 million in 1Q FY2019 to RM52.3 million in 1Q FY2020. This is in line with the increase in revenue. Gross profit increased by

RM16.3 million in 1Q FY2020 was due to lower discount, promotion rebates to purchaser and lower sales commission in 1Q FY2020 as compared with the last corresponding period.

- (c) Other operating income decreased by RM0.7million was due to rental income from Hatten Place.
- (d) Other income/gains decreased by RM3.7 million mainly due to a non-recurring backcharged of expenses to third party property management office in 1Q FY2019.
- (e) Other operating expense increased by RM7.2 million in 1Q FY2020 mainly due to leaseback payment made to purchasers of Hatten City Phase 2 and Unicity projects.
- (f) Selling and marketing expenses decreased by RM1.8 million in 1Q FY2020 mainly due to lower sales and marketing activity for the ongoing and completed projects.
- (g) General and administrative expenses increased by RM4.1 million in 1Q FY2020 mainly due to advisory fees paid to consultant for Harbour City theme park project, depreciation of property, plant and equipment and unrealized exchange loss due to weak in Malaysia Ringgit.
- (h) Finance costs increased by RM2.1 million in 1Q FY2020 mainly due to higher usage of banking facilities.

Consolidated Statement of Financial Position

Review for the financial position of the Group as at 30 September 2019 as compared to 30 June 2019

- (i) Development properties decreased by RM17.4 million to RM664.2 million as at 30 September 2019 compared to RM681.5 million was mainly due to decrease in inventories for completed project.
- (j) Trade and other receivables decreased by RM19.8 million to RM571.9 million as at 30 September 2019 as compared to RM591.7 million was mainly due to routine collections during the financial period.
- (k) Loans and borrowings (current and non-current) decreased by RM8.3 million to RM408.2 million as at 30 September 2019 from RM416.5 million as at 30 June 2019 mainly due to repayment during the financial period. The decreased was partially offset by the proceed from bank loans.
- (l) Trade and other payables decreased by RM26.5 million to RM316.9 million as at 30 September 2019 from RM343.4 million as at 30 June 2019 mainly due repayment to suppliers.

Consolidated Statement of Cash Flows

Review of Statement of Cash Flows for 30 September 2019 as compared to 30 September 2018

The Group reported net cash flows from operating activities of RM3.5 million mainly due to decrease in development properties and trade and other receivables and trade and other payables.

The Group recorded net cash flows used in investing activities of RM3.2 million mainly due additional construction work in progress for car park and theme park for ongoing projects.

The Group recorded net cash flows used in financing activities of RM10.7 million mainly due to repayment of loan and borrowings and partially offset by proceed from term loan.

As a result of the above, the Group's cash and cash equivalents decreased to RM16.7 million as at 30 September 2019.

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

Not applicable. The Group has not previously disclosed any forecast or prospect statements to its 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.

Malaysia's gross domestic product (GDP) is expected to grow at 4.8 per cent in 2020 according to the Ministry of Finance of Malaysia¹. In addition, with the recent announcement of Budget 2020², several measures were unveiled to boost the property sector including but not limited to reduction of threshold for foreigners to purchase urban high-rise properties from RM1mil to RM600,000, Rent-to-Own scheme and incentives to encourage first-home buyers. As at 30 September 2019, unsold residential units at Hatten City Phase 2 with gross development value of RM87 million would be available to tap this buyer's market. Melaka's status as a favourite destination for historical and medical/wellness tourism is expected to further underpin the demand for the Group's projects.

For geographical diversification purposes, the Company's maiden overseas expansion is the mixed-use development in Melbourne Australia which the Group intends to develop a mixed-use development comprising retail and hospitality units. Melbourne has been an increasingly popular overseas property destination for high net-worth Singaporeans and Malaysians who favour the city for its good yield, liquid markets and promising prospects for rental yield. We believe Australia is an attractive country for local investors due to its relatively close proximity to Singapore, while offering a similar four-season lifestyle that can be found in the UK and Europe. The project is expected to achieve a significant milestone of obtaining the revision of planning permit for the development in FY2020. The Group will leverage on this project as a stepping stone to explore other property development opportunities in Australia.

The Company had recently setup a joint venture company Hatten Wellness China Pte. Ltd. to explore project opportunity in China. We intend to tap on the experiences and network of our joint venture partner Billion Celestial Holdings Ltd for potential projects in China. Headwinds currently faced by the Chinese developers in China have created a rare opportunity for foreign real estate players like our Group to expand into China. We are hopeful that Hatten Wellness China Pte. Ltd. will deliver some attractive property development opportunities in FY2020 for the Group's consideration.

As at 30 September 2019, the Group has unbilled sales of development properties amounting to approximately RM349.3 million and this amount is expected to be recognised as the ongoing projects reach completion stage. As Harbour City is expected to complete in FY2020, we expect a substantial amount of the unbilled sales to be recognised beyond FY2019. Therefore, barring any unforeseen circumstances, we are cautiously optimistic about the Group's financial performance for FY2020.

The Group will continue to pursue value-accretive growth opportunities to enhance shareholders' value within as well as beyond Melaka and Malaysia.

Source:

1. The Edge Markets
2. The StarOnline

11. Dividend

If a decision regarding dividend has been made:-

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

No.

(b) Amount per share (cents) and previous corresponding period (cents).

Nil.

- (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 the dividend is payable.**

Not applicable.

- (e) **The date on which Registrable Transfer receive by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined.**

Not applicable.

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

No dividend has been declared for 1Q FY2020 as the Group wishes to conserve its cash for the purpose of the Group's development and operations.

- 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 had obtained a general mandate from its shareholders for IPTs at an annual general meeting of the Company held on 25 October 2018. For details, please refer to the Company's Appendix to the Annual Report 2018. Save as disclosed below, there were no IPTs that exceeded S\$100,000 during the financial period ended 30 September 2019.

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)	Aggregate value of all interested person transactions conducted under shareholder's mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
	Group RM'000	Group RM'000
Hatten Properties Sdn. Bhd. ¹	-	765
Montane Construction Sdn. Bhd. ²	-	14,774
Hatten Place Sdn Bhd ³	-	2,207

Note:

- (1) Hatten Properties Sdn. Bhd. is a company wholly owned by Dato' Tan June Teng Colin @ Chen JunTing and Dato' Tan Ping Huang Edwin @ Chen BingHuang and their associates.
- (2) Montane Construction Sdn. Bhd. is a company wholly owned by Tan Ler Choo, the aunt of Dato' Colin and Dato' Edwin. Transactions with Montane Construction Sdn Bhd were included under the IPT general mandate for prudence and good corporate governance although these transactions do not fall within the ambit of "interested person transactions" under Chapter 9 of the Catalyst Rules.
- (3) Hatten Place Sdn Bhd is a company wholly owned by Dato' Tan June Teng Colin @ Chen JunTing and Dato' Tan Ping Huang Edwin @ Chen BingHuang and their associates.

- 14. Confirmation pursuant to Rule 705(5) of the Catalyst Listing Manual**

The Board of Directors of the Company hereby confirm that to the best of their knowledge, nothing has come to their attention which may render the unaudited financial statements of the Company and the Group for the first quarter ended 30 September 2019 to be false or misleading in any material aspect.

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

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7H) pursuant to Rule 720(1) of the Catalist Listing Manual.

By Order of the Board
HATTEN LAND LIMITED

Dato' Tan June Teng, Colin
Executive Chairman and Managing Director
12 November 2019

Dato' Tan Ping Huang, Edwin
Executive Director and Deputy Managing Director

This announcement has been prepared by Hatten Land Limited (the "Company") and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "Sponsor") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalist.

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 accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Lance Tan, Senior Vice President, at 8 Anthony Road, #01-01, Singapore 229957, telephone (65) 6590 6881.