

## ACROMEK LIMITED

(Company registration number: 201544003M)



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### UNAUDITED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 MARCH 2017

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*This announcement has been prepared by ACROMEK Limited (the "Company") and its contents have been reviewed by the Company's Sponsor, SAC Capital Private Limited for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST"). The Sponsor has not independently verified the contents of this announcement.*

*This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.*

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#### **Background**

ACROMEK Limited (together with its subsidiaries, the "Group") was listed on Catalist of the SGX-ST on 18 April 2016, pursuant to an initial public offering (the "IPO") exercise. The Group is a Singapore-based specialist engineering services provider in the field of controlled environments. It currently serves mainly the healthcare, biomedical science, research and academia, and electronics sectors.

The Company was incorporated in Singapore on 22 December 2015 under the Singapore Companies Act as a private company limited by shares, under the name ACROMEK Pte. Ltd. The Company was incorporated pursuant to the restructuring exercise (the "Restructuring Exercise") as disclosed in the Company's offer document dated 6 April 2016 (the "Offer Document"). The Company was converted into a public limited company on 16 March 2016 and its name was changed to ACROMEK Limited. Please refer to the Offer Document for further details on the Restructuring Exercise.

For the purpose of this announcement, the financial results of the Group for the half-year ended 31 March 2017 and its comparative figures for the half-year ended 31 March 2016 have been prepared on the assumption that the Group's structure had been in place since 1 October 2014.

**ACROMECH LIMITED**

(Company registration number: 201544003M)

**ACROMECH****PART I: INFORMATION REQUIRED FOR HALF-YEAR ANNOUNCEMENT**

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

	<b>Group</b>		Increase/ (Decrease)  %
	<b>Half-year ended 31 Mar</b>		
	<b>2017</b> <b>S\$'000</b>	<b>2016</b> <b>S\$'000</b>	
Revenue	21,009	23,231	(10)
Cost of sales	(20,603)	(18,459)	12
Gross profit	<u>406</u>	<u>4,772</u>	<u>(92)</u>
Other operating income	75	78	(4)
	<u>481</u>	<u>4,850</u>	<u>(90)</u>
Administrative expenses	(2,607)	(2,301)	13
Other operating expenses	(215)	(127)	69
IPO expenses	-	(463)	N.M.
Finance costs	<u>(29)</u>	<u>(3)</u>	<u>&gt;100</u>
(Loss)/Profit before income tax	(2,370)	1,956	N.M.
Income tax expenses	<u>-</u>	<u>(350)</u>	<u>N.M.</u>
(Loss)/Profit for the period, representing total comprehensive income for the period	<u>(2,370)</u>	<u>1,606</u>	<u>N.M.</u>
(Loss)/Profit attributable to:			
Owners of the Company	(2,379)	1,606	N.M.
Non-controlling interests	<u>9</u>	<u>-</u>	<u>N.M.</u>
Total comprehensive (loss)/income attributable to:			
Owners of the Company	(2,379)	1,606	N.M.
Non-controlling interests	<u>9</u>	<u>-</u>	<u>N.M.</u>

N.M. : not meaningful

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**1(a)(ii) Notes to the statement of comprehensive income**

	<b>Group</b>		Increase/ (Decrease) %
	<b>Half-year ended 31 Mar</b>		
	<b>2017</b>	<b>2016</b>	
	<b>S\$'000</b>	<b>S\$'000</b>	
Profit for the financial period is arrived at after (charging)/crediting the following:			
Depreciation of property, plant and equipment	(120)	(47)	>100
Interest income	14	11	27
Foreign exchange gain/(loss)	<u>26</u>	<u>(5)</u>	N.M.

N.M. : Not meaningful

**ACROMEK LIMITED**

(Company registration number: 201544003M)

**ACROMEK****1(b)(i) A statement of financial position (for the issuer and the group), together with a comparative statement as at the end of the immediately preceding financial year**

	<b>Group</b>		<b>Company</b>	
	<b>31 Mar 2017</b>	<b>30 Sep 2016</b>	<b>31 Mar 2017</b>	<b>30 Sep 2016</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b>ASSETS</b>				
<b>Non-current assets</b>				
Investment in subsidiaries	-	-	7,793	6,218
Goodwill	183	-	-	-
Other intangibles	114	-	-	-
Investment property	2,184	-	-	-
Property, plant and equipment	1,570	324	-	-
<b>Total non-current assets</b>	<b>4,051</b>	<b>324</b>	<b>7,793</b>	<b>6,218</b>
<b>Current assets</b>				
Trade receivables	7,445	7,792	-	-
Other receivables, deposits and prepayments	142	103	35	40
Amounts due from contract customers	812	4,325	-	-
Amount due from subsidiary	-	-	366	3,193
Loan to subsidiary	-	-	3,300	1,800
Cash and bank balances <sup>(1)</sup>	14,311	9,142	1,192	2,152
<b>Total current assets</b>	<b>22,710</b>	<b>21,362</b>	<b>4,893</b>	<b>7,185</b>
<b>Total assets</b>	<b>26,761</b>	<b>21,686</b>	<b>12,686</b>	<b>13,403</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities</b>				
Trade and other payables	10,707	9,148	235	1,609
Bill payables	476	586	-	-
Downpayment from customers	2,927	-	-	-
Amounts due to contract customers	-	1,039	-	-
Income tax payable	59	98	30	30
Bank loans	175	-	-	-
Finance leases	95	-	-	-
<b>Total current liabilities</b>	<b>14,439</b>	<b>10,871</b>	<b>265</b>	<b>1,639</b>
<b>Net current assets</b>	<b>8,271</b>	<b>10,491</b>	<b>-</b>	<b>5,546</b>
<b>Non-current liabilities</b>				
Bank loans	2,055	-	-	-
Finance leases	223	-	-	-
Deferred taxation	88	-	-	-
<b>Total non-current liabilities</b>	<b>2,366</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net assets</b>	<b>9,956</b>	<b>10,815</b>	<b>12,421</b>	<b>11,764</b>

**ACROMEK LIMITED**

(Company registration number: 201544003M)

**ACROMEK**

	<b>Group</b>		<b>Company</b>	
	<b>31 Mar 2017</b>	<b>30 Sep 2016</b>	<b>31 Mar 2017</b>	<b>30 Sep 2016</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b>Equity attributable to the owners of the Company</b>				
Share capital	12,529	11,753	12,529	11,753
Merger reserve	(4,718)	(4,718)	-	-
Retained earnings	1,401	3,780	(108)	11
<b>Shareholders' equity</b>	<b>9,212</b>	<b>10,815</b>	<b>12,421</b>	<b>11,764</b>
<b>Non-controlling interests</b>	<b>744</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>	<b>9,956</b>	<b>10,815</b>	<b>12,421</b>	<b>11,764</b>
<b>Total liabilities and equity</b>	<b>26,761</b>	<b>21,686</b>	<b>12,686</b>	<b>13,403</b>

## Notes:

- (1) The amount stated includes fixed deposits pledged as collaterals for banking facilities. 31 March 2017: S\$3,027,000 (30 September 2016: S\$3,027,000)

**ACROMEK LIMITED**

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**1(b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year**

	31 Mar 2017		30 Sep 2016	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Amount repayable in one year or less, or on demand	746	-	586	-
Amount repayable after one year	2,278	-	-	-
Total borrowings	<u>3,024</u>	<u>-</u>	<u>586</u>	<u>-</u>

**Details of collaterals**

- i. Bill payables of S\$476,000 (30 September 2016: S\$586,000) is secured by fixed deposits pledged with banks.
- ii. Bank loans of S\$2,230,000 (30 September 2016: Nil) is secured on the Group's properties.
- iii. Finance leases of S\$318,000 (30 September 2016: Nil) is secured on the Group's motor vehicles.

**ACROMECH LIMITED**

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

	<b>Group</b>	
	<b>Half-year ended 31 Mar</b>	
	<b>2017</b>	<b>2016</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Operating activities</b>		
(Loss)/Profit before income tax	(2,370)	1,956
Adjustments for:		
Depreciation of plant and equipment	120	47
IPO expenses	-	463
Interest income	(14)	(11)
Interest expense	29	3
Operating cash flows before movements in working capital	(2,235)	2,458
Trade receivables	877	2,840
Other receivables, deposits and prepayments	(6)	(210)
Downpayment from customers	2,927	-
Amounts due from (to) contract customers - net	2,474	2,571
Trade and other payables	1,124	(3,162)
Bill payables	(122)	(389)
Cash generated from operations	5,039	4,108
Interest paid	(29)	(3)
Income taxes paid	(39)	(394)
Net cash from operating activities	4,971	3,711
<b>Investing activities</b>		
Purchase of property, plant and equipment	(31)	(69)
Interest received	17	11
Net cash from acquisition of subsidiary	295	-
Net cash from/(used in) investing activities	281	(58)
<b>Financing activities</b>		
Dividends paid	-	(1,800)
Repayment of borrowings	-	(10)
Repayment of finance leases	(82)	-
Payment for IPO expenses	-	(463)
Net cash used in financing activities	(82)	(2,273)
Net increase in cash and cash equivalents	5,170	1,380
Cash and cash equivalents at beginning of financial period	6,114	6,394
Cash and cash equivalents at end of financial period (Note A)	11,284	7,774

**Note A:**

	<b>Group</b>	
	<b>Half-year ended 31 Mar</b>	
	<b>2017</b>	<b>2016</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Cash at bank and on hand	11,284	6,766
Fixed deposits	-	1,008
Cash and cash equivalents at end of financial period	11,284	7,774

**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**

	Attributable to Owners of the Company				Non-controlling interests	Total Equity
	Share capital	Merger reserve	Retained earnings	Total		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance as at 1 October 2016	11,753	(4,718)	3,780	10,815	-	10,815
(Loss)/Profit for the financial period, representing total comprehensive income	-	-	(2,379)	(2,379)	9	(2,370)
Non-controlling interests from acquisition of subsidiary	-	-	-	-	735	735
Issuance of new shares as consideration for acquisition of subsidiary	776	-	-	776	-	776
<b>Balance as at 31 March 2017</b>	<b>12,529</b>	<b>(4,718)</b>	<b>1,401</b>	<b>9,212</b>	<b>744</b>	<b>9,956</b>
Balance as at 1 October 2015	1,500	-	6,518	-	-	8,018
Profit for the financial period, representing total comprehensive income	-	-	1,606	-	-	1,606
Dividends	-	-	(1,800)	-	-	(1,800)
Adjustments pursuant to the Restructuring Exercise	(1,500)	(4,718)	-	-	-	(6,218)
Issuance of new shares pursuant to the Restructuring Exercise	6,218	-	-	-	-	6,218
<b>Balance as at 31 March 2016</b>	<b>6,218</b>	<b>(4,718)</b>	<b>6,324</b>	<b>-</b>	<b>-</b>	<b>7,824</b>



**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 (continued)**

**Company**

	Share capital S\$'000	Retained Earnings S\$'000	Total S\$'000
Balance as at 1 October 2016	11,753	11	11,764
Issuance of new shares as consideration for acquisition of subsidiary	776	-	776
Total comprehensive loss for the period	-	(119)	(119)
Balance as at 31 March 2017	12,529	(108)	12,421
Balance as at 22 December 2015 <sup>(1)</sup>	-	-	-
Issuance of new shares pursuant to the Restructuring Exercise	6,218	-	6,218
Total comprehensive loss for the period	-	-	-
Balance as at 31 March 2016	6,218	-	6,218

Note:

<sup>(1)</sup> Date of incorporation

**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.**

The Company issued 2,293,333 new shares on 3 January 2017 as part of the consideration in relation to the acquisition of 60% of the issued and paid up share capital of Golden Harvest Engineering Pte Ltd (“Golden Harvest”). Please refer to the announcements dated 23 November 2016, 14 December 2016 and 3 January 2017 for more details. Following the allotment and issuance of the aforesaid new shares, the total number of issued shares of the Company has increased from 120,270,645 shares to 122,563,978 shares. There were no outstanding convertibles, treasury shares and subsidiary holdings as at 31 March 2017 and 31 March 2016.

**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 ordinary shares, excluding treasury shares, as at 31 March 2017 was 122,563,978 (30 September 2016: 120,270,645). There were no treasury shares held by the Company as at 31 March 2017 and 30 September 2016.

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

Not applicable. The Company did not have any treasury shares during and as at the end of the current financial period ended 31 March 2017.

**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 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 had consistently applied the same accounting policies and methods of computation for the current financial period compared to the most recently audited annual financial statements.

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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.**

Not applicable.

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	
	31-Mar-2017	31-Mar-2016
Profit attributable to owners of the Company (S\$'000)	<u>(2,379)</u>	<u>1,606</u>
Weighted average number of ordinary shares	<u>121,382,754</u>	<u>93,270,645</u>
(Loss) / Earnings per share (basic and diluted) (cents)	<u>(1.96)</u>	<u>1.72</u>

The calculation of basic and dilutive earnings per share for the half-year ended 31 March 2016 is based on number of shares issued as at 31 March 2016.

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-2017	30-Sep-2016	31-Mar-2017	30-Sep-2016
Net Asset Value per share (cents)	7.52	8.99	10.13	9.78
Net Asset Value (S\$'000)	9,212	10,815	12,421	11,764
Number of ordinary shares used	<u>122,563,978</u>	<u>120,270,645</u>	<u>122,563,978</u>	<u>120,270,645</u>

- 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 GROUP RESULTS**

Revenue for the half-year ended 31 March 2017 ("HY2017") dipped slightly by 10% or S\$2.22 million to S\$21.01 million as compared to half-year ended 31 March 2016 ("HY2016"). The decrease in revenue was in line with the current level of business activities on execution of its major projects, which is in line with a slight decrease in order book.

Cost of sales increased by 12% or S\$2.14 million from S\$18.46 million in HY2016. Accordingly, gross profit decreased by S\$4.37 million from S\$4.78 million in HY2016 to S\$0.41 million in HY2017. As reported in the previous results announcement to the Group's financial results for the financial year ended 30 September 2016 ("FY2016"), the Group was faced with executional difficulties and complexities for its major projects where the resultant escalation of costs has impacted the Group's gross profit margins. The Group had since substantially completed these projects in HY2017. In addition, the problems were compounded by the general tight margins already faced in these brown field projects as competition was keener.

The Group would continue to keep a lid on its costs, amid a tight foreign labour market and keen competition. Other income remained stable.

Increases in administrative expenses of S\$0.31 million or 13% and other operating expenses of S\$0.09 million or 69% in HY2017 as compared to HY2016 are mainly contributed by the inclusion of administrative costs and other operating expenses of the Group's 60%-owned subsidiary, Golden Harvest, which was acquired in HY2017. Likewise the Group's depreciation expense increased due to the inclusion of Golden Harvest's depreciation expense for HY2017. Finance costs increased by S\$26,000 from S\$3,000 in HY2016 to S\$29,000 in HY2017 due to an increase in borrowings, mainly from Golden Harvest, where it has taken up bank loans to finance the purchase of its office premise as well as an investment property. There is no taxation expense as the Group is in a loss position.

There were no IPO expenses in HY2017 as the Group was listed in the previous financial year. The Group recognised IPO expenses of \$463,000 in HY2016 from its IPO exercise. Non-controlling interests arose due to its share of results of Golden Harvest, the Group's 60%-owned subsidiary, which was acquired in HY2017.

Due to the above reasons, the Group reported a net loss attributable to shareholders of approximately S\$2.38 million for HY2017, as compared to a net profit of S\$1.61 million in the same period a year ago.

## **REVIEW OF GROUP'S FINANCIAL POSITION**

Non-current assets increased significantly by S\$3.73 million from S\$0.32 million as at the end of the last financial year ended 30 September 2016 to S\$4.05 million as at 31 March 2017. The increase was mainly due to an investment property and a leasehold property owned by Golden Harvest. The other increase in non-current assets was attributable to the recognition of intangible assets of S\$0.11 million and goodwill of S\$0.18 million arising from the acquisition of Golden Harvest.

Current assets increased by 6% or S\$1.35 million from S\$21.36 million as at the end of FY2016, mainly due to the increase in cash and bank balances which was offset by the decrease in trade receivables and amount due from contract customers. Trade receivables and amount due from contract customers decreased by 4.6% and 81.2% respectively due to better collections and timing difference of billings and completion of work at the end of FY2016 for execution of its major projects.

Current liabilities as at 31 March 2017 increased by 33% or S\$3.57 million as compared to the end of FY2016, mainly due to downpayment received for new projects wins during the period and the increase in trade and other payables. Trade and other payables increased as at 31 March 2017 when compared to the end of FY2016 due to accruals of project costs where costs escalated on execution of a few of the Group's major projects. This was offset by a decrease in amounts due to contract customers due to completion of work.

Cash and bank balances increased by 57% or S\$5.17 million mainly due to shorter billings and collections cycles and downpayment received. The Group's bank borrowings of S\$2.23 million and finance leases of S\$0.32 million were incurred by Golden Harvest. The bank borrowings were incurred to finance the purchase of the subsidiary's investment property and its leasehold property from which it operates. The finance leases are mainly used to finance the purchase of its motor vehicles.

## **REVIEW OF GROUP'S CASH FLOWS**

Overall, the Group's cash and cash equivalents increased by 85% or S\$5.17 million for HY2017.

Cash generated from operating activities amounted to S\$4.97 million, on the back of faster billings and collections of its trade debts and downpayment received. The increase of the inflow of cash from the Group's investing activities is due to the acquisition of Golden Harvest.

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

No forecast or prospect statement was previously made to shareholders.

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

The Group continues to see activities in the healthcare, biomedical, research and academia sectors, albeit at a slower pace. The Group has also seen renewed demand in the semiconductor industry. Against this backdrop, the Group continues to actively develop its business through direct negotiations and bidding for projects, underpinned by its strong balance sheet and established track record.

The Group is cautiously optimistic about its recently announced acquisition of Golden Harvest. In line with the Group's strategy to acquire new businesses which are synergistic with its existing businesses, the acquisition presents an opportunity for the Group to expand its network of customers and its service offering. Barring unforeseen circumstances, we believe that with Golden Harvest's expertise and track record, we will be able to expand and grow our recurring income base through the provision of maintenance services to serve more and larger scale facilities. Recurring revenue augments well and adds stability to the Group's largely project-based business.

The Group may face continued pressures on its margins as competition is expected to remain keen. The Group is actively taking steps to streamline its processes and manage its costs amid a tight foreign labour market so as to achieve cost and operational optimisation.

At the date of this announcement, the order book of the Group stands at approximately S\$27 million.

**11. Dividend:**

**(a) Any dividend declared for the current financial period reported on?**

Nil.

**(b) Corresponding period of the immediately preceding financial year**

Interim one-tier tax exempt dividend of 0.3 cent per share for the financial period ended 31 March 2016.

**(c) Date payable**

Not applicable.

**(d) Book closure date**

Not applicable.

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

No dividend has been declared or recommended.

- 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.**

The Group does not have a shareholders’ mandate for interested person transactions.

- 14. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1)**

The Company has procured undertakings from all its directors and executive officers as set out in Appendix 7H under Rule 720(1).

- 15. Updates on use of IPO proceeds**

	Amount allocated	Amount utilised	Balance of net proceeds as at at the date of this announcement
	S\$ million	S\$ million	S\$ million
Expansion through acquisitions and venture into new geographical markets	1.00	0.64	0.36
General working capital	3.50	3.50	-
Net proceeds from IPO	<u>4.50</u>	<u>4.14</u>	<u>0.36</u>

The Company has applied the IPO net proceeds of S\$640,000 for payment of purchase consideration pertaining to the acquisition of 60% of the issued and paid-up share capital of Golden Harvest. Future payments of S\$360,000 will be made upon fulfillment of conditions as stated in the announcement dated 23 November 2017.

- 16. Confirmation by the Board Pursuant to Rule 705(5)**

The Board of Directors confirms, to the best of its knowledge, nothing has come to its attention which may render the unaudited financial statements for half year ended 31 March 2017 to be false or misleading in any material aspect.

**On behalf of the Board of Directors**

**Lim Say Chin**  
Executive Chairman and Managing Director  
8 May 2017

**Chew Chee Keong**  
Executive Director