

**JASON MARINE GROUP LIMITED**

(Company Registration No. 200716601W)

(Incorporated in the Republic of Singapore)

**FULL-YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2019**

*This announcement has been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch (the "Sponsor") in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalist (the "Catalist Rules"). 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. The contact person for the Sponsor is Ms Tan Cher Ting, Director, Investment Banking, CIMB Bank Berhad, Singapore Branch, at 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, Telephone (65) 6337 5115.*

**1(a)(i) An income statement (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial period.****CONSOLIDATED INCOME STATEMENTS**

	<b>Group</b>		
	<b>Year ended 31 March</b>		<b>Increase /</b>
	<b>2019</b>	<b>2018</b>	<b>(Decrease)</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Revenue	29,002	31,646	(8.4)
Cost of sales	(18,824)	(21,428)	(12.2)
Gross profit	10,178	10,218	(0.4)
<i>Other items of income</i>			
Other income	931	1,070	(13.0)
Interest income	219	126	73.8
<i>Other items of expense</i>			
Distribution costs	(4,883)	(4,080)	19.7
General and administrative expenses	(3,758)	(4,421)	(15.0)
Other expenses	(1,664)	(1,842)	(9.7)
Share of loss of associates, net of tax	(411)	(879)	(53.2)
Profit before income tax	612	192	218.8
Income tax expense	(409)	(125)	227.2
Profit for the financial year	203	67	203.0
<b>Profit attributable to:</b>			
Owners of the parent	191	45	324.4
Non-controlling interests	12	22	(45.5)
<b>Profit for the financial year</b>	<b>203</b>	<b>67</b>	<b>203.0</b>

NM: Not Meaningful


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(Incorporated in the Republic of Singapore)

**1(a)(ii) Statement of comprehensive income for the financial year ended 31 March 2019**
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

	<b>Group</b>		
	<b>Year ended 31 March</b>	<b>2018</b>	<b>Increase /</b>
	<b>2019</b>	<b>2018</b>	<b>(Decrease)</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
<b>Profit for the financial period</b>	203	67	203.0
<b>Other comprehensive income:</b>			
<u>Items that may be reclassified subsequently to</u>			
<u>profit &amp; loss account:</u>			
Foreign currency difference on translation of	85	(103)	NM
foreign operations			
<u>Items that will not be reclassified subsequently to</u>			
<u>profit &amp; loss account:</u>			
Net (loss)/gain on fair value changes of financial assets, at FVOCI	(19,643)	22,979	NM
<b>Other comprehensive income for</b>			
<b>the financial period, net of tax</b>	(19,558)	22,876	NM
<b>Total comprehensive income for</b>			
<b>the financial period, net of tax</b>	(19,355)	22,943	NM
<b>Total comprehensive income attributable to:</b>			
Owners of the parent	(19,369)	22,919	NM
Non-controlling interests	14	24	(41.7)
	(19,355)	22,943	NM

NM: Not Meaningful


**1(a)(iii) Notes to consolidated income statements**

Profit before income tax is arrived at after (charging)/crediting:

	<b>Group</b>		
	<b>Year ended 31 March</b>		
	<b>2019</b>	<b>2018</b>	<b>Increase /</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>(Decrease)</b>
			<b>%</b>
Allowance for impairment loss on doubtful trade and other receivables	(126)	(207)	(39.1)
Allowance for impairment loss on doubtful other receivables - associate	(851) <sup>(1)</sup>	-	NM
Write-back of allowance for inventory obsolescence	66	83	(20.5)
Amortisation of intangible asset	-	(6)	NM
Depreciation of plant and equipment	(347)	(395)	(12.2)
Dividend income	-	25	NM
Fair value gain on derivative financial instruments	254 <sup>(2)</sup>	955	(73.4)
Fair value loss on derivative financial instruments	(931) <sup>(3)</sup>	(1,618)	(42.5)
Foreign exchange gain/(loss), net	504	(932)	(154.1)
Government grants	213	258	(17.4)
Impairment loss on financial assets, at FVOCI	-	(34)	NM
Interest income	219	126	73.8
Gain on disposal of property and equipment	5	55	(90.9)
Sundry income	90	496	(81.9)
Write-back of allowance for impairment loss on doubtful third parties			
trade receivables	41	131	(68.7)
Written off of plant and equipment	(4)	(6)	(33.3)
Write-back of trade payables	6	22	(72.7)

NM: Not Meaningful

**Notes:**

- (1) Relates to the allowance for impairment loss of S\$791,000 (comprising principal plus accrued interest) for the convertible loans drawn down by Sense Infosys Pte. Ltd and allowance for impairment loss on non-trade receivables of S\$60,000.
- (2) Mainly relates to the fair value of the put option to sell the Group's entire investment in eMarine Global Inc., which was based on a valuation performed by an independent valuation firm.
- (3) Relates to the fair value loss of S\$931,000 in respect of the fair value of the profit guarantee arising from investment in Sense Infosys Pte. Ltd recognised in the previous financial year.



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

**STATEMENTS OF FINANCIAL POSITION**

	<b>Group</b>		<b>Company</b>	
	<b>As at 31.03.19 S\$'000</b>	<b>As at 31.03.18 S\$'000</b>	<b>As at 31.03.19 S\$'000</b>	<b>As at 31.03.18 S\$'000</b>
<b>Non-current assets</b>				
Plant and equipment	771	1,138	-	-
Investments in subsidiaries	-	-	15,555	15,480
Investments in associates	77	488	-	-
Financial assets, at FVOCI	3,893	-	-	-
Available-for-sale financial assets	-	23,537	-	-
Trade receivables	-	57	-	-
Deferred tax assets	-	1	-	-
<b>Total non-current assets</b>	<b>4,741</b>	<b>25,221</b>	<b>15,555</b>	<b>15,480</b>
<b>Current assets</b>				
Inventories	4,632	3,071	-	-
Trade and other receivables	11,918	11,983	25	694
Derivative financial instrument	254	955	-	-
Prepayments	235	236	21	23
Current income tax recoverable	-	2	-	-
Cash and cash equivalents	14,165	17,881	7,452	7,278
<b>Total current assets</b>	<b>31,204</b>	<b>34,128</b>	<b>7,498</b>	<b>7,995</b>
Less:				
<b>Current liabilities</b>				
Trade and other payables	8,544	12,107	269	298
Deferred revenue	476	602	-	-
Current income tax payable	464	137	4	1
<b>Total current liabilities</b>	<b>9,484</b>	<b>12,846</b>	<b>273</b>	<b>299</b>
<b>Net current assets</b>	<b>21,720</b>	<b>21,282</b>	<b>7,225</b>	<b>7,696</b>
Less:				
<b>Non-current liabilities</b>				
Deferred tax liabilities	3	51	-	-
	3	51	-	-
<b>Net assets</b>	<b>26,458</b>	<b>46,452</b>	<b>22,780</b>	<b>23,176</b>
<b>Capital and reserves</b>				
Share capital	17,967	17,967	17,967	17,967
Treasury shares	(255)	(255)	(255)	(255)
Fair value adjustment reserve	3,336	22,979	-	-
Foreign currency translation account	(60)	(143)	-	-
Retained earnings	5,402	5,850	5,068	5,464
<b>Equity attributable to the owners of the parent</b>	<b>26,390</b>	<b>46,398</b>	<b>22,780</b>	<b>23,176</b>
Non-controlling interests	68	54	-	-
<b>Total equity</b>	<b>26,458</b>	<b>46,452</b>	<b>22,780</b>	<b>23,176</b>

The Group has adopted the new Singapore Financial Reporting Standards (International) ("SFRS(I)") framework for the financial year ended 31 March 2019. Please refer to Paragraph 5 of this announcement for details.

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

Amount repayable in one year or less, or on demand

As at 31.03.19		As at 31.03.18	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	-	-	-

Amount repayable after one year

As at 31.03.19		As at 31.03.18	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	-	-	-

**Details of any collateral**

As at 31 March 2019, the Group did not have any secured or unsecured borrowings.



**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.**

**CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>Group</b>	
	<b>Year ended 31 March</b>	
	<b>2019</b>	<b>2018</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Operating activities</b>		
Profit before income tax	612	192
Adjustments for:		
Allowance for impairment loss on doubtful trade and other receivables	977	207
Amortisation of intangibles asset	-	6
Fair value loss on derivative financial instruments	677	663
Depreciation of plant and equipment	347	395
Dividend income	-	(25)
Impairment loss on financial assets, at FVOCI	-	34
Interest income	(219)	(126)
Gain on disposal of property and equipment	(5)	(55)
Plant and equipment written off	4	6
Share of loss of associates	411	879
Unrealised exchange (gain)/loss	(546)	579
Write-back of allowance for inventory obsolescence	(66)	(83)
Write-back of trade payables	(6)	(22)
Write-back of allowance for impairment loss on doubtful third parties trade receivables	(41)	(131)
Operating cash flows before working capital changes	2,145	2,519
Working capital changes:		
Inventories	(1,132)	1,364
Trade and other receivables	(892)	(4,617)
Prepayments	1	(24)
Trade and other payables	(3,558)	(717)
Deferred revenue	(126)	(127)
Cash used in operations	(3,562)	(4,779)
Interest received	183	126
Income tax paid	(127)	(484)
Net cash used in operating activities	(3,506)	(5,137)
<b>Investing activities</b>		
Purchase of plant and equipment	(347)	(188)
Acquisition of shares in an associate company	-	(200)
Dividend received	-	25
Proceeds from disposal of plant and equipment	5	189
Net cash used in investing activities	(342)	(174)
<b>Financing activities</b>		
Dividend paid	(525)	-
Net cash used in financing activities	(525)	-
Net change in cash and cash equivalents	(4,373)	(5,311)
Cash and cash equivalents at beginning of financial year	17,881	23,874
Effects of foreign exchange rate changes on cash and cash equivalents	657	(682)
<b>Cash and cash equivalents at end of financial period</b>	<b>14,165</b>	<b>17,881</b>
Cash and cash equivalents comprise of the following:		
Fixed deposits	9,844	12,840
Cash and bank balances	4,321	5,041
Cash and cash equivalents included in the consolidated statement of cash flows	14,165	17,881


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- 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.

**STATEMENTS OF CHANGES IN EQUITY**

Group	Share capital S\$'000	Treasury shares S\$'000	Fair value adjustment reserve S\$'000	Foreign currency translation account S\$'000	Retained earnings S\$'000	Equity attributable to owners of the parent S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
<b>Balance at 31 March 2018</b>	<b>17,967</b>	<b>(255)</b>	<b>22,979</b>	<b>(143)</b>	<b>5,850</b>	<b>46,398</b>	<b>54</b>	<b>46,452</b>
Adoption of SFRS(I) 9	-	-	-	-	(114)	(114)	-	(114)
<b>Balance restated at 1 April 2018</b>	<b>17,967</b>	<b>(255)</b>	<b>22,979</b>	<b>(143)</b>	<b>5,736</b>	<b>46,284</b>	<b>54</b>	<b>46,338</b>
<b>Profit for the financial year</b>	-	-	-	-	191	191	12	203
<b>Other comprehensive income for the financial year</b>								
Net change in fair value of equity investment at FVOCI	-	-	(19,643)	-	-	(19,643)	-	(19,643)
Foreign currency differences on translation of foreign operations	-	-	-	83	-	83	2	85
<b>Total comprehensive income for the financial year</b>	-	-	(19,643)	83	191	(19,369)	14	(19,355)
<b>Distributions to owners of the parent</b>								
Dividend paid	-	-	-	-	(525)	(525)	-	(525)
<b>Total transactions with the owners of the parent</b>	-	-	-	-	(525)	(525)	-	(525)
<b>Balance at 31 March 2019</b>	<b>17,967</b>	<b>(255)</b>	<b>3,336</b>	<b>(60)</b>	<b>5,402</b>	<b>26,390</b>	<b>68</b>	<b>26,458</b>
<b>Balance at 1 April 2017</b>	<b>17,967</b>	<b>(255)</b>	<b>-</b>	<b>(38)</b>	<b>5,805</b>	<b>23,479</b>	<b>30</b>	<b>23,509</b>
<b>Profit for the financial year</b>	-	-	-	-	45	45	22	67
<b>Other comprehensive income for the financial year</b>								
Net change in fair value of equity investment at FVOCI	-	-	22,979	-	-	22,979	-	22,979
Foreign currency differences on translation of foreign operations	-	-	-	(105)	-	(105)	2	(103)
<b>Total comprehensive income for the financial year</b>	-	-	22,979	(105)	45	22,919	24	22,943
<b>Balance at 31 March 2018</b>	<b>17,967</b>	<b>(255)</b>	<b>22,979</b>	<b>(143)</b>	<b>5,850</b>	<b>46,398</b>	<b>54</b>	<b>46,452</b>


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**STATEMENTS OF CHANGES IN EQUITY (CONTINUED)**

Company	Share capital S\$'000	Treasury shares S\$'000	Retained earnings S\$'000	Total equity S\$'000
<b>Balance at 31 March 2018</b>	<b>17,967</b>	<b>(255)</b>	<b>5,464</b>	<b>23,176</b>
Adoption of SFRS(I) 9	-	-	(202)	(202)
<b>Balance restated at 1 April 2018</b>	<b>17,967</b>	<b>(255)</b>	<b>5,262</b>	<b>22,974</b>
<b>Profit for the financial year</b>	-	-	331	331
<b>Total comprehensive income for the financial year</b>	-	-	331	331
<b>Transactions with the owners of the parent</b>				
Dividend paid	-	-	(525)	(525)
<b>Total transactions with the owners of the parent</b>	-	-	(525)	(525)
<b>Balance at 31 March 2019</b>	<b>17,967</b>	<b>(255)</b>	<b>5,068</b>	<b>22,780</b>
<b>Balance at 1 April 2017</b>	<b>17,967</b>	<b>(255)</b>	<b>5,089</b>	<b>22,801</b>
<b>Profit for the financial year</b>	-	-	375	375
<b>Total comprehensive income for the financial year</b>	-	-	375	375
<b>Balance at 31 March 2018</b>	<b>17,967</b>	<b>(255)</b>	<b>5,464</b>	<b>23,176</b>





- 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.**

There were no changes in the Company's share capital since the end of the previous period reported on, being the period between 1 October 2018 and 31 March 2019.

The Company held 1,000,000 treasury shares as at 31 March 2019 (31 March 2018: 1,000,000). There were no subsidiary holdings as at 31 March 2019 (31 March 2018: Nil). The percentage of the number of treasury shares held against the total number of issued ordinary shares (excluding treasury shares) in the capital of the Company ("Shares") as at 31 March 2019 was approximately 0.9% (31 March 2018: 0.9%).

As at 31 March 2019 and 31 March 2018, the Company did not have any outstanding options or convertibles.

- 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 end of the immediately preceding year.**

	<b>As at 31.03.19</b>	<b>As at 31.03.18</b>
Total number of issued Shares	106,000,000	106,000,000
Less: Total number of treasury shares	<u>(1,000,000)</u>	<u>(1,000,000)</u>
Total number of issued Shares excluding treasury shares	<u><u>105,000,000</u></u>	<u><u>105,000,000</u></u>

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

	<b>Financial year ended 31.03.19</b>
<b>Treasury shares:</b>	
Balance at beginning of period	1,000,000
Share buy-back	-
Balance at end of period	<u><u>1,000,000</u></u>



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

Not applicable as the Company did not have any 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 nor reviewed by the auditors of the Company.

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

Not applicable as the figures have not been audited or reviewed.

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

Save as disclosed in paragraph 5 below, the Group and the Company has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period as compared to its most recent audited consolidated financial statements for the financial year ended 31 March 2018.

**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 Group and the Company has adopted a new financial reporting framework, Singapore Financial Reporting Standards (International) (SFRS(I)s) that are relevant to its operations and effective for annual periods beginning on or after 1 April 2018.

In adopting SFRS(I)s, the Group and the Company is required to apply all of the specific transition requirements in SFRS(I) 1 First-time Adoption of Singapore Financial Reporting Standards (International). The Group and the Company has also concurrently applied new major accounting standards (1) SFRS(I) 9 Financial instruments and (2) SFRS(I) 15 Revenue from Contracts with Customers. The adoption of the new financial reporting framework did not have any significant impact on the financial statements of the Group except for the following:

Adoption of SFRS(I) 9

The Group has elected to classify their non-trading equity investments as "Financial assets, at FVOCI" upon the adoption of SFRS(I) 9. These equity investments were previously classified as "Available-for-sale financial assets" under FRS 39. The changes in fair value of these equity instruments are recognised in other comprehensive income ("OCI") and will not be reclassified to profit or loss upon disposal of these financial assets. As a result, assets with a fair value of S\$23,537,000 were reclassified from "Available-for-sale financial assets" to "Financial assets, at FVOCI" on 1 April 2018.

Financial assets are subjected to the expected credit loss impairment model under SFRS(I) 9. As a result, trade and other receivables and retained earnings as at 1 April 2018 were adjusted.


Impact of SFRS(I) 9 on the Full Year 2019 Financial Statements

	<b>Group</b>	<b>Company</b>
	<b>As at</b>	<b>As at</b>
	01.04.2018	01.04.2018
	\$'000	\$'000
<b>Balance Sheet</b>		
Decrease in retained earnings	(114)	(202)
Decrease in trade and other receivables	(114)	(202)

6. **Earnings per ordinary share of the group for the current financial year reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	<b>Group</b>	
	<b>Financial year ended 31 March</b>	
	<b>2019</b>	<b>2018</b>
Profit for the financial period attributable to owners of the parent (\$'000)	191	45
Weighted average number of Shares excluding treasury shares used in the computation of EPS ('000)	105,000	105,000
EPS (cents) (Basic and diluted) <sup>(1)</sup>	0.18	0.04

**Note:**

(1) Basic and diluted EPS are the same as the Company did not have any outstanding instruments convertible into rights to subscribe for, and/or options in respect of, its Shares during these financial periods.

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 financial period reported on; and  
(b) immediately preceding financial year.

	<b>Group</b>		<b>Company</b>	
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>31.03.19</b>	<b>31.03.18</b>	<b>31.03.19</b>	<b>31.03.18</b>
NAV per Share (cents)	25.20	44.24	21.70	22.07
Number of Shares (excluding treasury shares) used in the computation of NAV per Share ('000)	105,000	105,000	105,000	105,000



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 FINANCIAL PERFORMANCE OF THE GROUP**

### **Financial year ended 31 March 2019 ("FY2019") versus financial year ended 31 March 2018 ("FY2018")**

The Group's revenue is derived from three business segments: (i) sale of goods; (ii) rendering of services; and (iii) airtime revenue. Sale of goods is mostly project-based and relates to the design, supply, integration and installation of a comprehensive range of radio and satellite communication, navigation and marine automation systems. Rendering of services relates to equipment leasing and provision of maintenance and support services including repair works, troubleshooting, commissioning, radio survey and annual performance tests. Airtime revenue relates to provision of airtime for satellite communication systems.

The Group's total revenue decreased by approximately S\$2.6 million or 8.4% from approximately S\$31.6 million in FY2018 to approximately S\$29.0 million in FY2019. The decrease came from the sale of goods segment, rendering of services segment and airtime revenue segment, which recorded a decrease of approximately S\$2.0 million, S\$0.1 million and S\$0.5 million respectively in FY2019. The Group's revenue from all three segments decreased mainly due to softer demand for goods and services in the marine and offshore oil and gas industry during FY2019.

The Group's cost of sales decreased by approximately S\$2.6 million or 12.2% from S\$21.4 million in FY2018 to S\$18.8 million in FY2019, mainly due to the reduction in revenue, as well as the Group's continued efforts to improve its operational efficiency and cost management. As a result, the Group recorded gross profit of approximately S\$10.2 million which was comparable to that in FY2018, despite the decreased in revenue for FY2019. The Group achieved a gross profit margin of approximately 35.1% in FY2019 compared to approximately 32.3% in FY2018 mainly attributable to the progress recognition of one major Singapore based contract from the information communication technology space under the sale of goods business segment during FY2019.

Other items of income (including interest income) decreased by approximately S\$46,000 or 3.8% from approximately S\$1.2 million in FY2018 to approximately S\$1.1 million in FY2019 mainly due to decrease in sundry income of approximately S\$0.4 million, decrease in write-back of allowance of impairment loss on doubtful trade receivables S\$0.1 million, as well as decrease in gain on disposal of property and equipment of S\$50,000, partially offset by forex exchange gain of S\$0.5 million with the strengthening of the US\$ against the S\$.

The Group's distribution costs increased by approximately S\$0.8 million or 19.7% from approximately S\$4.1 million in FY2018 to approximately S\$4.9 million in FY2019. This was due mainly to the increase in manpower cost for sales, marketing and support staff of approximately S\$0.9 million.

The Group's general and administrative expenses decreased by approximately S\$0.6 million or 15.0% from approximately S\$4.4 million in FY2018 to approximately S\$3.8 million in FY2019, mainly attributable to the decrease in remuneration of approximately S\$0.6 million, following the retirement of our previous CEO.

The Group's other expenses decreased by approximately S\$0.1 million or 9.7% from approximately S\$1.8 million in FY2018 to approximately S\$1.7 million in FY2019. This was mainly due to the absence of net foreign exchange loss of approximately S\$0.9 million, partially offset by the increase in allowance for doubtful trade and other receivables of approximately S\$0.8 million, arising from the impairment of a loan and other receivables to an associate company, Sense Infosys Pte. Ltd ("SIS"). For FY2019, the Group's other expenses also included the fair value loss of approximately S\$0.9 million in relation to the fair value of profit guarantee arising from investment in SIS recognised in FY2018.

The Group's share of loss from associates decreased by approximately S\$0.5 million or 53.2% from approximately S\$0.9 million in FY2018 to approximately S\$0.4 million in FY2019. This was mainly due to the Group not recognising the excess losses over its carrying amount of investment in iPromar Pte Ltd and SIS in FY2019. The Group's share of loss from associates of approximately S\$0.4 million in FY2019 relates to its share of SIS's losses such that the Group's interest in SIS was reduced to nil.

The Group's income tax expense increased by approximately S\$0.3 million or 227.2% from approximately S\$0.1 million in FY2018 to approximately S\$0.4 million in FY2019, mainly due to the absence of carry forward losses which had been utilised in FY2018.

As a result of the foregoing, profit after income tax attributable to owners of the parent increased by approximately S\$146,000 or 324.4% from approximately S\$45,000 in FY2018 to approximately S\$191,000 in FY2019. Excluding the foreign exchange gains and losses, allowance for impairment of other receivables as well as fair value loss on derivative financial instruments in relation to the Group's investment in SIS, net profit would have been S\$1.2 million for FY2019 as compared to S\$1.7 million for FY2018, representing a decrease of 26.2%.

	Group		Increase / (Decrease) %
	Year ended 31 March		
	2019 S\$'000	2018 S\$'000	
Profit for the financial year	203	67	203.0
Adjustments:			
Allowance for impairment of other receivables in SIS	851	-	NM
Fair value (gain)/loss on derivative financial instruments, put option in eMarine	(249)	1,618	NM
Fair value loss/(gain) on derivative financial instruments, profit guarantee in SIS	931	(931)	NM
Fair value gain on derivative financial instruments, others	(5)	(24)	(79.2)
Foreign exchange (gain)/loss, net	(504)	932	NM
	1,227	1,662	(26.2)

## REVIEW OF FINANCIAL POSITION OF THE GROUP

Total non-current assets decreased by approximately S\$20.5 million, from approximately S\$25.2 million as at 31 March 2018 to approximately S\$4.7 million as at 31 March 2019. This was mainly due to a decrease in available-for-sale financial assets of approximately S\$23.5 million, a decrease in investment in associates of approximately S\$0.4 million, a decrease in plant and equipment of approximately S\$0.4 million as well as a decrease in trade receivables of approximately S\$0.1 million, offset by an increase in financial assets, at FVOCI of approximately S\$3.9 million. The Group has elected to classify its equity investments not held for trading as financial assets, at FVOCI upon the adoption of SFRS(I) 9. These assets were previously classified as available-for-sale financial assets under FRS 39.

The change in fair value of financial assets at FVOCI mainly relates to the Group's equity interest of approximately 6.0% in eMarine Global Inc. ("eMarine"), a company which is listed on the OTC market in the United States of America. As stated in Note 8 of the annual report for FY2018, the fair value of the Group's investment in eMarine, as reported in the Group's audited consolidated financial statements of FY2018, was based on the closing quoted market price on the last market trading day of FY2018 of US\$13.00.



As at 31 March 2019, the fair value of the investment in eMarine amounted to S\$3.5 million based on the market price of eMarine of US\$1.90 on the last market trading day of FY2019 and the Group recognised a net fair value loss of S\$19.7 million which was accounted for in the Group's consolidated statement of comprehensive income for FY2019.

Total current assets decreased by approximately S\$2.9 million, from approximately S\$34.1 million as at 31 March 2018 to approximately S\$31.2 million as at 31 March 2019. This was due mainly to the decrease in cash and cash equivalents of approximately S\$3.7 million, decrease in derivative financial instruments of approximately S\$0.7 million mainly due to a reduction in the fair value of the profit guarantee relating to the Group's investment in SIS of approximately S\$0.9 million, decrease in trade and other receivables of approximately S\$0.1 million, offset by an increase in inventories of approximately S\$1.6 million. As announced by the Company on 18 January 2019, the Group holds a put option to sell its entire investment in eMarine for KRW 759 per share plus accrued interest and the exercise period of the put option has been extended from 31 December 2019 to 31 December 2022. As at 31 March 2019, the fair value of the put option was S\$249,000 which was based on a valuation performed by an independent valuation firm.

Total current liabilities decreased by approximately S\$3.3 million, from approximately S\$12.8 million as at 31 March 2018 to approximately S\$9.5 million as at 31 March 2019. This was due mainly to a decrease in trade and other payables of approximately S\$3.5 million, decrease in deferred revenue of approximately S\$0.1 million, offset by an increase in income tax payable of approximately S\$0.3 million.

Total non-current liabilities, comprising only deferred tax liabilities, was approximately S\$3,000 in FY2019 as compared to S\$51,000 in FY2018.

As at 31 March 2019, capital and reserves amounted to approximately S\$26.4 million comprising mainly share capital of approximately S\$18.0 million, retained earnings of approximately S\$5.4 million and fair value adjustment reserve of approximately S\$3.3 million, which were partially offset by treasury shares held of approximately S\$0.3 million.

## **REVIEW OF STATEMENT OF CASH FLOWS OF THE GROUP**

In FY2019, net cash inflow from operating activities before working capital changes was approximately S\$2.1 million. Net cash used in working capital amounted to approximately S\$5.7 million which was due mainly to a decrease in trade and other payables of approximately S\$3.6 million, an increase in inventory of approximately S\$1.1 million, an increase in trade and other receivables of approximately S\$0.9 million and a decrease in deferred revenue of approximately S\$0.1 million. After payment of income tax expenses of approximately S\$0.1 million, offset by interest received of approximately S\$0.2 million, the net cash used in operating activities amounted to approximately S\$3.5 million in FY2019 as compared to approximately S\$5.1 million in FY2018.

Net cash used in investing activities in FY2019 was approximately S\$0.3 million, mainly attributable to the purchase of plant and equipment.

Net cash used in financing activities in FY2019 was approximately S\$0.5 million, due to payment of dividend during the current reporting period.

**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 in relation to the Group's full year results for FY2019 has been previously disclosed 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 expects market conditions to remain challenging and its financial performance will continue to be affected by the uncertainties and developments in the marine and offshore oil and gas industry. Soft demand for goods and services coupled by intense market competition will continue to exert pressure on margins.

The Group will focus on strengthening its existing business and look for opportunities to increase business activities by creating value for customers and leveraging on technology. At the same time, the Group will continue to monitor the current US and China trade tensions which may have a potential impact on the business and actively exercise prudence in managing operational costs.

**11. Dividend**

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

Yes. The first and final dividend in respect of FY2019, as proposed below, is subject to the approval of shareholders at the Company's annual general meeting to be held in July 2019.

Name of dividend	First and Final Dividend
Dividend type	Cash
Dividend rate	0.5 cent per share
Tax rate	Tax exempt (One-tier)
Total annual dividend	S\$525,000

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Name of dividend	First and Final Dividend
Dividend type	Cash
Dividend rate	0.5 cent per share
Tax rate	Tax exempt (One-tier)
Total annual dividend	S\$525,000

**(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)**

Tax exempt (one-tier).

**(d) Date payable**

To be announced at a later date.

**(e) Book closure date**

To be announced at a later date.





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

Not applicable. The Company's board of directors is recommending to declare a dividend in respect of FY2019.

**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**

Business Segments

The Group is primarily engaged in three business segments namely:

- (i) Sale of marine communication, navigation and automation systems (sale of goods);
- (ii) Provision of maintenance and support services (rendering of services); and
- (iii) Resale of airtime services (airtime revenue).

The Group adopts these three business segments for its primary segment information.

Financial year ended 31 March 2019

Group	Sale of goods	Rendering of services	Airtime revenue	Unallocated	Eliminations	Total
<b>Revenue</b>						
External revenue	20,860	6,151	1,991	-	-	29,002
Inter-segment revenue	887	898	1	-	(1,786)	-
	<u>21,747</u>	<u>7,049</u>	<u>1,992</u>	<u>-</u>	<u>(1,786)</u>	<u>29,002</u>
<b>Results</b>						
Fair value loss on derivative financial instruments, net	-	-	-	(677)	-	(677)
Gain on disposal of plant and equipment	-	5	-	-	-	5
Write-back of allowance for impairment loss on doubtful third parties	14	10	17	-	-	41
Allowance for impairment loss doubtful trade and other receivable	(20)	(83)	(44)	(830)	-	(977)
Write-back of allowance for inventory obsolescence	66	-	-	-	-	66
Depreciation of plant and equipment	(57)	(244)	(6)	(40)	-	(347)
Share of loss of associates	-	-	-	-	(411)	(411)
Segment profit/(loss)	<u>2,684</u>	<u>315</u>	<u>(289)</u>	<u>(1,646)</u>	<u>(452)</u>	<u>612</u>
<b>Capital expenditure</b>						
Plant and equipment	<u>189</u>	<u>75</u>	<u>39</u>	<u>44</u>	<u>-</u>	<u>347</u>
<b>Assets and liabilities</b>						
Segment assets	14,521	3,020	802	30,576	(16,944)	31,975
Financial assets, at FVOCI	-	-	-	3,893	-	3,893
Investments in associates	-	-	-	77	-	77
						<u>35,945</u>
Segment liabilities	7,231	4,458	691	6,050	(9,407)	9,023
Current income tax payable	<u>341</u>	<u>92</u>	<u>27</u>	<u>4</u>	<u>-</u>	<u>464</u>
						<u>9,487</u>




**JASON MARINE GROUP LIMITED**

(Company Registration No. 200716601W)

(Incorporated in the Republic of Singapore)

**Financial year ended 31 March 2018**

Group	Sale of goods	Rendering of services	Airtime revenue	Unallocated	Eliminations	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Revenue</b>						
External revenue	22,860	6,271	2,515	-	-	31,646
Inter-segment revenue	1,412	938	6	-	(2,356)	-
	<u>24,272</u>	<u>7,209</u>	<u>2,521</u>	<u>-</u>	<u>(2,356)</u>	<u>31,646</u>
<b>Results</b>						
Fair value loss on derivative financial instruments	-	-	-	(663)	-	(663)
Gain on disposal of plant and equipment	-	54	-	1	-	55
Write-back of allowance for impairment loss on doubtful third parties trade and other receivable	81	-	-	50	-	131
Allowance for impairment loss doubtful third parties trade and other receivable	(162)	(7)	(38)	-	-	(207)
Write-back of allowance for inventory obsolescence	83	-	-	-	-	83
Interest income	-	-	-	126	-	126
Depreciation of plant and equipment	(61)	(301)	(6)	(27)	-	(395)
Amortisation of intangible asset	-	-	-	(6)	-	(6)
Share of loss of associates	-	-	-	-	(879)	(879)
Allowance for impairment loss in investment in financial asset - FVOCI	-	-	-	(34)	-	(34)
Segment profit/(loss)	<u>2,295</u>	<u>414</u>	<u>(34)</u>	<u>(641)</u>	<u>(1,842)</u>	<u>192</u>
<b>Capital expenditure</b>						
Plant and equipment	<u>48</u>	<u>158</u>	<u>3</u>	<u>-</u>	<u>-</u>	<u>209</u>
<b>Assets and liabilities</b>						
Segment assets	18,517	4,534	1,573	36,015	(25,315)	35,324
Available-for-sale financial assets	-	-	-	23,537	-	23,537
Investments in associates	-	-	-	488	-	488
						<u>59,349</u>
Segment liabilities	9,924	5,263	1,092	6,151	(9,670)	12,760
Current income tax payable	99	25	12	1	-	137
						<u>12,897</u>

**JASON MARINE GROUP LIMITED**

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Geographical Segments

The Group's three business segments operate in six main geographical areas. Revenue is based on the country in which the customer is located.

	<b>FY2019</b>	<b>FY2018</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Revenue from external customers</b>		
Singapore	11,328	14,126
People's Republic of China	5,506	6,341
Indonesia	2,648	3,698
Germany	1,127	1,020
Malaysia	1,060	1,194
Denmark	690	594
Others	6,643	4,673
	<u>29,002</u>	<u>31,646</u>
<b>Non-current assets</b>		
Singapore	760	1,051
People's Republic of China	10	13
Others	1	74
	<u>771</u>	<u>1,138</u>

Non-current assets information presented above excludes financial assets, at FVOCI, available-for-sale financial assets, deferred tax assets, trade and other receivables and investments in associates.

**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 Section 8 of this announcement.

Overall decrease in revenue of approximately S\$2.6 million was mainly due to decrease in revenue in Singapore, People's Republic of China and Indonesia of approximately S\$2.8 million, S\$0.8 million and S\$1.0 million respectively, partially offset by increase in revenue in other geographical segments of approximately S\$2.0 million.

**15. A breakdown of sales**

	<b>Group</b>		<b>Increase /</b>
	<b>FY2019</b>	<b>FY2018</b>	<b>(Decrease)</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Sales reported for first half-year	10,920	13,583	(19.6)
Loss for first half-year	(3,225)	(1,697)	90.0
Sales reported for second half-year	18,082	18,063	0.1
Profit for second half-year	3,428	1,764	94.3

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

Total annual ordinary dividend	Latest Full Year (FY2019) (S\$)	Previous Full Year (FY2018) (S\$)
Interim (Tax exempt one-tier)	-	-
Final (Tax exempt one-tier)	525,000	525,000
<b>Total</b>	<b>525,000</b>	<b>525,000</b>

**17. Interested Person Transactions**

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 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)
	<b>S\$'000</b>	<b>S\$'000</b>
Foo Chew Tuck		
Lease of office premises from:		
(i) JE Holdings Pte Ltd	161	
(ii) Unity Consultancy Pte. Ltd.	13	
(iii) Jason Harvest Pte Ltd	47	
<b>Total:</b>	<b>221</b>	<b>Not applicable</b>

The Group did not obtain any general mandate from shareholders for interested person transactions.

**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(10). If there are no such persons, the issuer must make an appropriate negative statement**

Pursuant to Rule 704(10) of the Catalist Rules, the Company confirms that there were no persons 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.

**19. Confirmation pursuant to Appendix 7H of Rule 720(1) of the Listing Manual**

The Company confirms that it has already procured signed undertakings from all its directors and relevant executive officers in the format as set out in Appendix 7H of the Catalist Rules in accordance with Rule 720(1) of the Catalist Rules.

**BY ORDER OF THE BOARD**

Foo Chew Tuck  
Executive Chairman and CEO  
23 May 2019