



SECOND QUARTER FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE PERIOD ENDED 31 DECEMBER 2019

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

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

Group	6 months ended 31.12.19 \$'000	6 months ended 31.12.18 \$'000
Revenue	165,110	171,515
Cost of sales	(137,176)	(147,188)
Gross profit	27,934	24,327
Other operating income	3,013	1,027
Selling and distribution expenses	(9,883)	(9,455)
Administrative expenses	(9,966)	(9,367)
Other operating expenses	(606)	(821)
Finance costs	(562)	(559)
Share of profit of associates	259	550
Profit before income tax	10,189	5,702
Income tax expense	(1,871)	(905)
Profit for the period	8,318	4,797
Other comprehensive income (loss):		
<u>Items that may be reclassified subsequently to profit or loss</u>		
Exchange difference on translation of foreign operations	160	(802)
Changes in share of other comprehensive (loss) income of associates	(20)	40
Other comprehensive income (loss) the period, net of tax	140	(762)
Total comprehensive income for the period	8,458	4,035
Profit for the period attributable to:		
Shareholders of the Company	8,109	4,633
Non-controlling interests	209	164
	8,318	4,797
Total comprehensive income attributable to :		
Shareholders of the Company	8,250	3,862
Non-controlling interests	208	173
	8,458	4,035

1(a)(ii) Notes to the statement of profit or loss (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group	6 months ended 31.12.19 \$'000	6 months ended 31.12.18 \$'000
Interest income	9	8
Bad debts (written off) recovered	(5)	6
Loss allowance for trade receivables	(517)	(417)
Gain on revaluation of investment in quoted shares	3	-
Fair value adjustments on derivative financial instruments taken to profit or loss	1,746	(394)
Foreign exchange gain	183	45
Adjustment for (under) over provision of income tax in respect of prior years	(33)	139
Gain on disposal of property, plant and equipment	8	89
Property, plant and equipment written off	(84)	(10)
Depreciation of property, plant and equipment	(2,764)	(2,535)
Depreciation of investment property	(25)	(26)
Depreciation of right-of-use assets	(514)	-
Amortisation of intangible assets	(116)	(116)

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

	GROUP		COMPANY	
	As at 31.12.19 \$'000	As at 30.06.19 \$'000	As at 31.12.19 \$'000	As at 30.06.19 \$'000
ASSETS				
Current assets:				
Cash and bank balances	24,206	16,822	6,742	5,092
Trade receivables	90,018	90,643	41,275	45,638
Other receivables	3,257	3,544	5,124	3,993
Contract assets	3,290	3,736	-	-
Derivative financial instruments	2,183	437	2,183	437
Inventories	69,047	68,202	44,360	42,270
Total current assets	192,001	183,384	99,684	97,430
Non-current assets:				
Other receivables	16	111	1,211	1,806
Subsidiaries	-	-	42,671	42,671
Associates	9,376	9,137	-	-
Investment in quoted shares	3	-	-	-
Property, plant and equipment	39,815	40,329	14,184	14,143
Investment property	3,001	3,003	-	-
Right-of-use assets	11,714	-	5,144	-
Leasehold prepayments	-	124	-	-
Intangible assets	275	391	-	-
Deferred tax assets	107	106	-	-
Total non-current assets	64,307	53,201	63,210	58,620
Total assets	256,308	236,585	162,894	156,050
LIABILITIES AND EQUITY				
Current liabilities:				
Short-term bank borrowings	26,025	25,611	11,617	10,494
Trade payables	22,905	22,223	8,227	9,650
Other payables	5,984	6,765	1,969	2,101
Contract liabilities	1,626	1,236	13	27
Current portion of finance leases	128	113	-	-
Current portion of lease liabilities	841	-	317	-
Income tax payable	2,660	1,986	1,135	868
Total current liabilities	60,169	57,934	23,278	23,140
Non-current liabilities:				
Other payables	117	115	-	-
Non-current portion of finance leases	107	136	-	-
Non-current portion of leases liabilities	10,699	-	4,859	-
Deferred tax liabilities	1,552	1,587	655	660
Total non-current liabilities	12,475	1,838	5,514	660

	GROUP		COMPANY	
	As at 31.12.19 \$'000	As at 30.06.19 \$'000	As at 31.12.19 \$'000	As at 30.06.19 \$'000
Capital, reserves and non-controlling interests:				
Share capital	63,712	58,641	63,712	58,641
Treasury shares	(950)	(950)	(950)	(950)
Reserves	119,458	117,858	71,340	74,559
Equity attributable to the shareholders of the Company	182,220	175,549	134,102	132,250
Non-controlling interests	1,444	1,264	-	-
Total equity	183,664	176,813	134,102	132,250
Total liabilities and equity	256,308	236,585	162,894	156,050

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

Amount repayable in one year or less, or on demand

As at 31/12/2019		As at 30/06/2019	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
15,060	11,934	15,230	10,494

Amount repayable after one year

As at 31/12/2019		As at 30/06/2019	
Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
5,947	4,859	136	-

Details of any collateral

The other bank borrowings of the Group are secured by the following:

- i. negative pledge over all assets of a subsidiary; and
- ii. corporate guarantee by the Company.

(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	6 months ended 31.12.19 \$'000	6 months ended 31.12.18 \$'000
Operating activities		
Profit before income tax	10,189	5,702
Adjustments for:		
Depreciation of property, plant and equipment	2,764	2,535
Depreciation of investment property	25	26
Depreciation of right-of-use assets	514	-
Amortisation expenses	116	116
Interest income	(9)	(8)
Interest expense	562	559
Gain on disposal of property, plant and equipment	(8)	(89)
Property, plant and equipment written off	84	10
Bad debts written off (recovered)	5	(6)
Loss allowance for trade receivables	517	417
Gain on revaluation of investment in quoted shares	(3)	-
Fair value adjustment on derivative financial instruments taken to profit or loss	(1,746)	394
Share of profit of associates	(259)	(550)
Operating cash flows before movement in working capital	12,751	9,106
Trade receivables	221	2,233
Other receivables	56	139
Contract assets	464	(675)
Inventories	(794)	(14,193)
Trade payables	669	(1,511)
Other payables	(784)	(1,682)
Contract liabilities	397	(636)
Cash generated from (used in) operations	12,980	(7,219)
Income tax paid	(1,014)	(1,035)
Net cash from (used in) operating activities	11,966	(8,254)
Investing activities		
Acquisition of investment in quoted share	-*	-
Purchase of property, plant and equipment	(2,366)	(8,573)
Proceeds from disposal of property, plant and equipment	105	135
Interest received	9	8
Net cash used in investing activities	(2,252)	(8,430)
Financing activities		
Proceeds from short-term bank borrowings	36,977	64,697
Repayment of short-term bank borrowings	(36,616)	(40,610)
Repayment of finance lease obligations	(16)	(38)
Repayment of lease liabilities	(450)	-
Interest paid	(562)	(559)
Dividend paid to non-controlling interests	(28)	-
Dividend paid	(1,579)	(6,533)
Net cash (used in) from financing activities	(2,274)	16,957

<u>Group</u>	6 months ended 31.12.19 \$'000	6 months ended 31.12.18 \$'000
Net increase in cash and cash equivalents	7,440	273
Cash and cash equivalents at beginning of period	16,822	18,754
Effect of exchange rate changes on the balance of cash held in foreign currencies	(56)	(173)
Cash and cash equivalents at end of period	24,206	18,854

* Amount less than \$1,000.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group	Share capital \$'000	Treasury shares \$'000	Foreign currency translation reserve \$'000	Other reserve \$'000	Accumulated profits \$'000	Equity attributable to shareholders of the Company \$'000		Non-controlling interests \$'000	Total equity \$'000
						Company \$'000	Company \$'000		
Balance at 1 July 2019	58,641	(950)	(357)	(1,092)	119,307	175,549	1,264	176,813	
Total comprehensive income for the period									
Profit for the period	-	-	-	-	8,109	8,109	209	8,318	
Other comprehensive income for the period	-	-	141	-	-	141	(1)	140	
Total	-	-	141	-	8,109	8,250	208	8,458	
Transactions with owners, recognised directly in equity									
Issue of shares pursuant to scrip dividend scheme	5,071	-	-	-	(5,071)	-	-	-	
Dividend paid to non-controlling interests	-	-	-	-	-	-	(28)	(28)	
Final dividend for the previous year paid	-	-	-	-	(1,579)	(1,579)	-	(1,579)	
	5,071	-	-	-	(6,650)	(1,579)	(28)	(1,607)	
Balance at 31 December 2019	63,712	(950)	(216)	(1,092)	120,766	182,220	1,444	183,664	

Group	Share capital \$'000	Treasury shares \$'000	Foreign currency translation reserve \$'000		Other reserve \$'000	Accumulated profits \$'000	Equity attributable to shareholders of the company \$'000		Non-controlling interests \$'000	Total equity \$'000
Balance at 1 July 2018	56,288	(950)	(2,818)	(1,084)	(1,084)	121,881	173,317	1,183	174,500	
Total comprehensive income (loss) for the period										
Profit for the period	-	-	-	-	-	4,633	4,633	164	4,797	
Other comprehensive income (loss) for the period	-	-	(771)	-	-	-	(771)	9	(762)	
Total	-	-	(771)	-	-	4,633	3,862	173	4,035	
Transactions with owners, recognised directly in equity										
Final dividend for the previous year paid	-	-	-	-	-	(6,533)	(6,533)	-	(6,533)	
Balance at 31 December 2018	56,288	(950)	(3,589)	(1,084)	(1,084)	119,981	170,646	1,356	172,002	

Company	Share capital \$'000	Treasury shares \$'000	Accumulated profits \$'000	Total equity \$'000
Balance at 1 July 2019	58,641	(950)	74,559	132,250
Profit for the period, representing total comprehensive income for the period	-	-	3,431	3,431
Transactions with owners, recognized directly in equity				
Issue of shares pursuant to scrip dividend scheme	5,071	-	(5,071)	-
Final dividend for the previous year paid	-	-	(1,579)	(1,579)
	5,071	-	(6,650)	(1,579)
Balance at 31 December 2019	63,712	(950)	71,340	134,102

Company	Share capital \$'000	Treasury shares \$'000	Accumulated profits \$'000	Total equity \$'000
Balance at 1 July 2018	56,288	(950)	79,602	134,940
Profit for the period, representing total comprehensive income for the period	-	-	2,572	2,572
Transactions with owners, recognized directly in equity				
Final dividend for the previous year paid	-	-	(6,533)	(6,533)
Balance at 31 December 2018	56,288	(950)	75,641	130,979

- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, subdivision, consolidation, 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.**

On 17 December 2019, the Company allotted and issued new shares 16,904,076 at an issue price of \$0.30 per share pursuant to Scrip Dividend Scheme.

The total number of issued ordinary shares excluding treasury shares as at 31 December 2019 was 460,261,841 (31 December 2018: 435,515,791).

The number of ordinary shares held as treasury shares as at 31 December 2019 was 2,727,000 (31 December 2018: 2,727,000), constituting 0.59% of the total number of ordinary shares outstanding (31 December 2018: 0.63%).

As at 31 December 2019, there were no outstanding convertibles and no subsidiary holdings (31 December 2018: Nil).

- 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 December 2019 was 460,261,841 (31 December 2018: 435,515,791).

- 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.**

There were no sales, transfers, cancellation and/or use of treasury shares during the current financial period reported on.

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

There were no sales, transfers, cancellation and/or use of subsidiary holdings during the current financial period 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 nor reviewed.

- 3. Where the figures have been audited or reviewed, the auditor's 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.

Except as disclosed in item 5 below, the Group and the Company have adopted the same accounting policies and methods of computation in the financial statements for the current reporting year as those of the audited financial statements for the 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 Group and the Company adopted SFRS(I) 16 *Leases* that is effective for annual periods beginning on or after 1 July 2019. The Group and the Company adopted the simplified transition approach and the comparative amount for the year prior to first adoption was not restated. All right-of-use ("ROU") assets are measured at the amount equal to the lease liability (adjusted for any prepaid or accrued lease payments) at the date of initial application. Under SFRS(I) 16, qualifying lease payments were no longer taken to other operating expenses but capitalised to the statement of financial position as right-of-use assets and depreciated over the term of the lease. Cash paid for the interest portion of lease liability is presented as part of financing activities, in accordance with the Group's and the Company's accounting policy.

As at 1 July 2019, the Group has recognised the ROU assets and lease liabilities of \$12.116 million and \$11.820 million respectively. The nature of expenses related to these leases has changed as SFRS(I) 16 replaces the straight-line operating lease expense with depreciation charge for ROU assets and interest expense on lease liabilities.

The Group is still finalising its assessment of impact arising from adoption of SFRS(I) 16 *Leases* and thus the finalised impact may differ from the provisional figures determined at the moment.

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.

	6 months ended 31.12.19	6 months ended 31.12.18
Earnings per ordinary share for the year after deducting any provision for preference dividends:-		
(i) Based on the weighted average number of ordinary shares in issue; and	1.82 cents	1.06 cents
(ii) On a fully diluted basis	1.82 cents	1.06 cents

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	
	As at 31.12.19	As at 30.06.19	As at 31.12.19	As at 30.06.19
Net asset backing per ordinary share based on existing issued share capital as at the end of the period reported on	39.59 cents	39.60 cents	29.14 cents	29.83 cents

Net asset value per share is calculated based on the existing number of shares in issue of 460,261,841 (30 June 2019: 443,357,765 shares).

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
 - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Statement of profit or loss

For the six months ended 31 December 2019, the Group's revenue eased by 3.73% to \$165.110 million from \$171.515 million in the last corresponding period.

The Cable & Wire ("C&W") Segment's revenue declined by \$15.754 million. The Group's cable & wire operations in Singapore, Malaysia and Vietnam registered lower revenue mainly due to lower sales volume and drop in copper prices.

Revenue from the C&W's Segment in Singapore and Malaysia were down mainly due to lower deliveries to both the Infrastructure and Commercial & Residential Sectors as some of the projects were completed. The decrease was partially offset by higher exports.

In Vietnam, revenue was down mainly due to lower deliveries to the Industrial Sector and Trading Sector, offset partially by increase in revenue from the Infrastructure and Commercial & Residential Sectors.

Electrical Material Distribution ("EMD") Segment's revenue improved by \$5.710 million, lifted mainly by the increase in the Electronic Cluster and Building & Infrastructure Cluster.

Test & Inspection ("T&I") Segment's revenue grew by \$3.556 million. Drivers for growth include higher revenue from non-destructive testing and heat treatment in Singapore, Malaysia and Indonesia. In addition, there was increased revenue for soil investigation and monitoring related work in Singapore.

Revenue was relatively stable for the Switchboard Segment, with a marginal increase of 3.40%, amounting to \$83,000, attributable to higher delivery for the local infrastructure projects.

Despite lower revenue, gross profit ("GP") for the current period climbed 14.83% or \$3.607 million to \$27.934 million from \$24.327 million in the last corresponding period. The GP margin of 16.92%, was higher by 2.74% as compared to 14.18% achieved in the last corresponding period. Higher margins were attributable to the drop in copper prices during the period and lower deliveries for the low margin infrastructure projects secured 2-3 years ago that are nearing completion.

Other operating income increased by \$1.986 million to \$3.013 million from \$1.027 million. The Group benefited from foreign exchange gain as a result of depreciation of US Dollar and fair value gain on derivative financial instruments as compared to loss in the last corresponding period.

Selling and distribution expenses increased by \$428,000 to \$9.883 million, mainly because of higher staff cost.

Administrative expenses increased by \$599,000 to \$9,966 million. This was mainly due to higher staff cost and higher depreciation of property, plant and equipment.

Other operating expenses decreased from \$821,000 to \$606,000. This was the result of absence of Group's fair value loss on derivative financial instruments offset against higher loss allowance for trade receivables and higher property, plant and equipment written off.

Finance costs increased to \$562,000 from \$559,000, mainly due to adoption of SFRS(I) 16 *Leases*. The Group's operating leases are recognised as right-of-use assets and lease liabilities on its statement of financial position. With these lease liabilities, an interest expense of \$168,000 has been charged during the period. The increase was partially alleviated by lower utilisation of short-term bank borrowings during the period.

The Group's profit before income tax ("PBT") for the period ended 31 December 2019 improved by 78.69%, which was an increase of \$4.487 million from \$5.702 million to \$10.189 million in the current period. Driven by improvement in gross profit margin and fair value gain on derivative financial instruments of \$1.746 million, the C&W Segment's PBT improved by \$3.760 million. The T&I Segment's PBT grew by \$1.156 million, moving in tandem with higher revenue achieved during the period. The Switchboard Segment's PBT improved by \$29,000. PBT from the EMD Segment, was however down by \$451,000, mainly attributable to lower share of profit from associate and higher staff cost.

The Group incurred income tax expenses of \$1.871 million for the current period. This was up \$966,000 primarily due to higher profit attained for the current period.

Statement of financial position

Cash and bank balance increased by \$7.384 million, substantially due to higher collection from customers towards period end by the C&W Segment.

Trade receivables declined by \$625,000, mainly the result of lower sales for the quarter ended 31 December 2019 as compared to the quarter ended 30 June 2019 and higher collection from customers towards period end.

Other receivables decreased by \$287,000, mainly due to lower prepayment for purchase of plant and equipment.

Contract assets was down by \$446,000, primarily attributable to issuance of billing during the period.

Derivative financial instruments increased by \$1.746 million from \$437,000, mainly due to fair value gain on foreign currency forward contracts and fair value gain on copper contracts in December 2019.

Inventories increased by \$845,000, mainly due to lower sales in the C&W Segment towards period end.

Following the adoption of SFRS (I) 16 *Leases*, the Group's operating leases are recognised as right-of-use assets with corresponding lease liabilities recorded on the balance sheet.

Short-term bank borrowings increased by \$414,000 primarily because of higher bank borrowing by the C&W Segment for purchases of copper.

Trade payables increased by \$682,000, mainly due to slower payment to suppliers by the C&W Segment towards period end.

Statement of cash flows

The cash and cash equivalent at the end of the period increased to \$24.206 million compared with \$16.822 million at the end of the previous period.

The Group's net cash from operating activities of \$11.966 million was attributable to operating profit before working capital changes, decrease in trade and other receivables and contract assets, increase in trade payables and contract liabilities, offset partially by an increase in inventories and decrease in other payables as well as income tax paid.

The net cash used in investing activities of \$2.252 million was mainly for purchase of property, plant and equipment, net of proceeds from disposal of plant and equipment and interest received.

The net cash used in financing activities of \$2.274 million was mainly due to repayment of short-term bank borrowings, finance lease, lease liabilities following the adoption of SFRF(I) 16, dividends and interest paid, net of proceeds from bank borrowings.

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 a prospect statement 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 the operating landscape to remain challenging amid rising business uncertainties from the recent outbreak of the novel coronavirus and the continuing trade tensions between US and China.

The Group's financial performance is also influenced by other factors such as volatility in copper prices, foreign exchange rates and intensifying industry competition that leads to pressure on selling prices.

Notwithstanding the challenging business conditions, the Group will intensify efforts to optimize the operational efficiency and focus on developing businesses in the Industrial and Infrastructure Sector for all our business segments.

11. Dividend

(a) Current Financial Period Reported On

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

Name of Dividend	Interim
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.75 cent per ordinary share
Tax Rate	Exempt One-tier

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared (recommended) for the corresponding period of the immediately preceding financial year? **Yes**

Name of Dividend	Interim
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.75 cent per ordinary share
Tax Rate	Exempt One-tier

(c) Date payable

The Interim Exempt One-tier Dividend of 0.75 cent per ordinary share will be paid on 6 March 2020.

(d) Books closure date

NOTICE IS HEREBY GIVEN that the Share Transfer Books and Register of Members of the Company will be closed on 28 February 2020 for the purpose of preparing dividend warrants.

Duly completed transfers received by the Company's Share Registrars, B.A.C.S. Private Limited of 8 Robinson Road #03-00 ASO Building, Singapore 048544 up to 5.00 p.m. on 27 February 2020 will be registered before entitlements to the Interim Dividend are determined.

Members whose Securities Accounts with The Central Depository (Pte) Limited are credited with ordinary shares in the capital of the Company at 5.00 p.m. on 27 February 2020 will be entitled to the Interim Dividend.

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

Not applicable.

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.**

No IPT mandate has been obtained from shareholders.

14. **Negative confirmation pursuant to Rule 705(5). (Not required for announcement on full year results).**

See last page.

15. **Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).**

The Company has procured undertakings from all its directors and executive officer(s) required under Rule 720(1) of the Listing Manual.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

16. **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.**

Not applicable.

17. **In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

Not applicable.

18. **A breakdown of sales.**

Not applicable.

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

Not applicable.

20. **Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(11) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Not applicable.

BY ORDER OF THE BOARD

Tan Shou Chieh
Secretary

Singapore, 12 February 2020



Tai Sin[®]

The Electric Solutions Specialist For Asia Since 1958



CERT. NO.: 96-2-0545
SS ISO 9001: 2000

**CONFIRMATION BY THE BOARD OF DIRECTORS
PURSUANT TO RULE 705(5) OF THE LISTING MANUAL**

We, the undersigned, being two Directors of Tai Sin Electric Limited (the "Company"), do hereby confirm on behalf of the Directors of the Company that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the interim financial statements for the second quarter ended 31 December 2019 to be false or misleading in any material aspect.

On behalf of the Board of Directors,

Mr. Lim Chye Huat @
Bobby Lim Chye Huat
Chairman

Mr. Lim Boon Hock Bernard
Chief Executive Officer

Singapore, 12 February 2020

Tai Sin Electric Limited

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