M M P RESOURCES LIMITED

(Incorporated in the Republic of Singapore)
(Registration No: 200613299H)

UNAUDITED FINANCIAL STATEMENT FOR THE THIRD QUARTER PERIOD ENDED 30 SEPTEMBER 2019 PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF YEAR AND FULL YEAR RESULTS

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

	Unaudited 3nd Quarter Ended				Unaudited Year Ended			
	30/09/2019 S$'000	30/09/2018 S$'000	(+/-) Sgd '000	%	30/09/2019 S$'000	31/12/2018 S$'000	(+/-) Sgd '000	%
Revenue	65	55	10	18%	614	370	244	66%
Cost of sales	(16)	(43)	27	-63%	(315)	(413)	98	-24%
Gross Profit	49	12	37	308%	299	(43)	342	-795%
Other items of Income								
Other income	-	(20)	20	-100%	-	277	(277)	-100%
Other items of Expense								
Administrative expenses	(596)	(422)	(174)	41%	(1,483)	(1,554)	71	-5%
Finance costs	(31)	(28)	(3)	11%	(90)	(452)	362	-80%
Other expenses	(71)	-	-	-	(86)	(460)	374	-81%
(Loss) before income tax	(649)	(458)	(120)	42%	(1,360)	(2,232)	498	-39%
(Loss) after tax for the financial period/year	**(649)**	**(458)**	(191)	42%	**(1,360)**	**(2,232)**	872	-39%
Other comprehensive (loss)/income for the financial period/year								
Foreign currency translation difference	(27)	24	(51)	-213%	(87)	(34)	(53)	-100%
Other comprehensive income for the financial period/year	(27)	24	(51)	-213%	(87)	(34)	(53)	-100%
Total comprehensive (loss) for the financial period/year	**(676)**	**(434)**	**(51)**	56%	**(1,447)**	**(2,266)**	**(53)**	-36%

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

(Loss) before tax is arrived at after charging the following items:

	Unaudited 3rd Quarter Ended	
	30/09/2019	30/09/2018
	S$'000	S$'000
Depreciation of property, plant & equipment	119	40

1(a)(iii) Other expenses

	3rd Quarter Ended	
	30/09/2019	30/09/2018
	S$'000	S$'000
Unrealised exchange gain, net	66	(116)
Other expenses	20	4,170
	86	4,054

1(b)(i) **A statement of financial position together with a comparative statement for the corresponding periods of the immediately preceding year:**

	Group		Company	
	Unaudited 2019 S$'000	Audited 2018 S$'000	Unaudited 2019 S$'000	Audited 2018 S$'000
Assets				
Non-Current assets				
Investment in subsidiary corporations	-	-	1	1
Property, plant and equipment	705	793	1	3
	705	793	2	4
Current Assets				
Inventories	25	19	-	-
Trade and other receivables	974	1,003	1,298	2,145
Other current assets	159	146	1,028	47
Financial asset, at fair value through profit or loss	*	*	*	*
Cash and bank balances	123	194	48	47
	1,281	1,362	2,374	2,239
Total Assets	**1,986**	**2,155**	**2,376**	**2,243**
Equity and Liabilities				
Equity				
Capital and reserves attribtable to equity holders of the company				
Share capital	125,783	125,783	125,783	125,783
Other reserve	(62)	(10)	-	-
Accumulated (loss)	(133,258)	(131,898)	(131,659)	(130,602)
Total Equity	(7,537)	(6,125)	(5,876)	(4,819)
Current liabilities				
Loan and borrowings				
Trade and other payables	2,158	1,864	2,063	1,624
Borrowings	7,365	6,416	6,189	5,438
Total liabilities	9,523	8,280	8,252	7,062
Total Equity and Liabilities	**1,986**	**2,155**	**2,376**	**2,243**

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

Amount repayable in one year or less, or on demand

	As at 30/09/2019		As at 30/09/2018	
	Secured	Unsecured	Secured	Unsecured
	S$'000	S$'000	S$'000	S$'000
Borrowings	-	7,365	-	5,870
	-	7,365	-	5,870

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.

	Unaudited	
	2019	**2018**
	S$'000	**S$'000**
Cash Flows from Operating Activities		
(Loss)/profit before tax	(1,360)	(2,232)
	(1,360)	(2,232)
Adjustments for:		
Depreciation of property, plant and equipment	119	131
Finance expense	90	452
Interest income	-	(92)
Unrealised currency translation (losses)/gains	(83)	(67)
Write-off of property, plant and equipment	-	4
Operating cash flows before changes in working capital	(1,234)	(1,804)
Changes in working capital:		
(Increase) in inventories	(6)	-
Decrease/(increase) in trade and other receivables	29	581
Decrease/(increase) in other current assets	(13)	45
(Decrease)/increase in trade and other payables	294	47
Cash flows used in operations	(930)	(1,131)
Interest (paid)/received	(90)	(3)
Income taxes paid	-	(7)
Net cash used in operating activities	(1,020)	(1,141)
Cash flows from Investing Activities		
Addition to property, plant and equipment	-	(149)
Proceeds from disposal of property, plant and equipment	-	-
Net cash flows used in investing activities	-	(149)
Cash flows from Financing Activities		
Proceeds from issuance of ordinary shares	-	-
Share issue expense	-	-
Proceeds from loans and borrowings	949	1,172
Net cash provided by financing activities	949	1,172
Net (decrease)/increase in cash and bank balances	(71)	(118)
Cash and bank balance at beginning of period	194	312
Cash and bank balances at end of period	123	194

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Unaudited 2019 - Group	Attributable to owners of the company			
	Share capital S$'000	Other reserves S$'000	Accumulated (loss) S$'000	Total equity S$'000
Balance as at 1 January 2019	***125,783***	***(10)***	***(131,898)***	***(6,125)***
Loss for the financial year	-	-	(1,360)	***(1,360)***
Other comprehensive loss				
Foreign currency translation reserve	-	(52)	-	(52)
Total comprehensive loss for the financial year	-	(52)	(1,360)	(1,412)
Balance as at 30 September 2019	***125,783***	***(62)***	***(133,258)***	***(7,537)***

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year. (cont'd)**

	Attributable to owners of the company			
Audited 2018 - Group	**Share capital S$'000**	**Other reserves S$'000**	**Accumulated (loss) S$'000**	**Total equity S$'000**
Balance as at 1 January 2018	***125,783***	***24***	***(129,666)***	***(3,859)***
Total comprehensive income for the financial year	-	(34)	(2,232)	(2,266)
Balance as at 31 December 2018	***125,783***	***(10)***	***(131,898)***	***(6,125)***

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year. (cont'd)

Unaudited 2019 - Company	Share capital S$'000	Share-based payment S$'000	Accumulated (loss) S$'000	Total S$'000
Balance as at 1 January 2019	**125,783**	**-**	**(130,602)**	**(4,819)**
Loss for the financial year	-	-	(1,055)	(1,055)
Other comprehensive income				
Foreign currency translation reserve	-	-	-	-
Total comprehensive losses for the financial year	**-**	**-**	**(1,055)**	**(1,055)**
Balance as at 30 September 2019	**125,783**	**-**	**(131,657)**	**(5,874)**

Unaudited 2018 - Company	Share capital S$'000	Share-based payment S$'000	Accumulated (loss) S$'000	Total S$'000
Balance as at 1 January 2018	**125,783**		**(129,090)**	**(3,307)**
(Loss) for the financial year	-	-	(1,512)	(1,512)
Total comprehensive income for the financial year	**-**	**-**	**(1,512)**	**(1,512)**
Balance as at 31 December 2018	**125,783**	**-**	**(130,602)**	**(4,819)**

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. The number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares 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.

Details of ordinary share capital movements are as shown below:

As at 30/09/2019		As at 30/09/2018	
No of shares	**S$**	**No of shares**	**S$**
2,343,527,950	125,783,225	2,343,527,950	125,783,225

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.

Company	**30/09/2019**	**30/09/2018**
Total number of issued shares	2,343,527,950	2,343,527,950

There are no treasury shares as at the end of the current financial year and as at the end of the immediately preceding year.

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

Not applicable.

2 Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed by the 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 same accounting policies and methods of computation adopted in the most recently audited financial statements for the financial year ended 31 December 2018 have been applied in the preparation for the financial statements for the financial year ended 30 September 2019 except that the Group has adopted the new and revised Financial Reporting Standards (FRS) and interpretations of FRS (INT FRS) which became effective for annual period beginning on 1 January 2019 or otherwise stated.

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 adoption of the new and revised FRS and INT FRS does not have any material financial impact on the Group's and Company's financial statements for the current year.

6 Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends. (a) Based on the weighted average number of ordinary shares on issue; and (b) On a fully diluted basis (detailing any adjustments made to the earnings).

	3rd Quarter Ended	
	30/09/2019	**30/09/2018**
	SGD (cents)	**SGD (cents)**
(Loss)/Profit per share		
Basic	(0.058)	(0.052)
Diluted	(0.058)	(0.052)

The basic and diluted EPS is computed using loss attributable to shareholders in the relevant periods over the weighted average number of shares as shown below:

	30/09/2019	**31/09/2018**
	No of Shares	**No of Shares**
Basic	2,343,527,950	2,343,527,950
Diluted	2,343,527,950	2,343,527,950

Net asset value per ordinary share of the Group was calculated based on the share capital of 2,343,527,950 (3QFY2018：2,343,527,950) shares.

7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current financial period reported on and (b) immediately preceding financial year.

	Group		Company	
	30/09/2019 SGD (cents)	30/09/2018 SGD (cents)	30/09/2019 SGD (cents)	30/09/2018 SGD (cents)
Net asset value per ordinary shares	(0.32)	(0.22)	(0.25)	(0.17)

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss 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 INCOME STATEMENT

The Group reported a net loss of S$0.649 million for 3Q2019. An analysis of the statement of comprehensive income is as follows:

Revenue

The Group's total revenue of S$0.065 million for the 3Q2019 increased by 18% compared to the Prior Corresponding Period ("PCP") (3Q2018: S$0.055 million) mainly due to increase in food and beverage operations.

Cost of Sales

The Group recorded a total cost of sales of S$0.016 million for 3Q2019, decreased by 27% compared to the PCP (3Q2018: S$0.043 million). The reason for the decrease between 3Q2019 and 3Q2018 was largely due to lower cost options used.

Administrative Expenses

Total administrative expenses for 3Q2019 were increased by 41% to S$0.596 million as compared to the PCP (3Q2018: S$0.422 million). The increase in administrative expenses was mainly due to increase in professional fees and administrative fees.

Finance Expenses

Finance expenses of S$0.031 million recorded for the 3Q2019 as compared to S$0.028 million for 3Q2018. The increase of 11% was largely due to interest incurred due to additional loans undertaken during the year.

Other Expenses

Other expenses of S$0.071 million recorded for the 3Q2019 as compared to nil for 3Q2018. The increase was largely due to foreign exchange difference.

REVIEW OF STATEMENT OF FINANCIAL POSITION

Non-Current assets

Property, Plant and Equipment

All items of property, plant and equipment are initially recorded at cost, subsequently measured at cost less accumulated depreciation.

Property, plant and equipment decreased by S$0.088 million from S$0.793 million as at 31 December 2018 to S$0.705 million as at 30 September 2019. The decrease was due to depreciation of assets and minimal additions to property, plant and equipment during 3Q2019.

Current assets

Trade and other Receivables

The Group's Trade and other receivables at the Group level decreased from S$1.003 million as at 31 December 2018 to S$0.976 million in 3Q2019. This was due to receivables being received during the quarter.

Current liabilities

Trade and other Payables

The Group's current trade and other payables as at 3Q2019 were S$2.158 million (31 December 2018: S$1.864 million). This increase was due to payables incurred but not paid during the quarter and also in relation to the increase in professional fees and administrative expenses during the period.

Borrowings

The Group has a total borrowing of S$7.365 million as at 3Q2019 as compared to S$6.416 million as at 31 December 2018. The increase was due to additional loans undertaken by the Group during the quarter.

REVIEW OF STATEMENT OF CASH FLOW

As at 30 September 2019, there was net cash used in operating activities amounting to S$1.02 million as compared to FY2018 of S$1.141 million. The decrease as compared to FY2018 was mainly due to:

- decrease in trade receivables;
- increase in current assets mainly prepaid operating expenses; and
- increase in trade payables for the Group.

The Group has a net cash inflow from financing activities of S$0.949 million due to a loan undertaken during 3Q2019.

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

There was no forecast or prospect statement 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.

Barring any unforeseen circumstances, there are no significant changes in the trends and competitive conditions of the industry in which the Group operates and no major known factors or events that may adversely affect the Group in the next reporting period and the next twelve months.

11 If a decision regarding dividend has been made:-

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

None.

(b) (i) Amount per share
(ii) Previous corresponding period

Not applicable.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable

Not applicable.

(e) The date on which Registered Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

12 If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared or recommended for the period ended 30 September 2019 as the Company has incurred a net loss for 3Q2019.

13 If the Group has obtained a general mandate from shareholders for 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 Company does not have a shareholders' mandate under Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited.

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than $100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than $100,000)
Maiora Asian Structured Finance Segregated Portfolio *	S$182,362	-

* Maiora Asian Structured Finance Segregated Portfolio is a controlling shareholder of the Company and is therefore an "interested person" (as defined in Chapter 9 of the Listing Manual of the SGX-ST). Jason N Block, a director of the Company, is a shareholder of Maiora Asset Management Pte. Ltd., which is a registered fund management company based in Singapore. The aforesaid director holds 25% of the issued and paid up share capital of Maiora Asset Management Pte. Ltd. (excluding treasury shares). Maiora Asset Management Pte. Ltd. manages Maiora Asian Structured Finance Segregated Portfolio.

14 Use of proceeds from placement

There are no recent placement exercises.

15 Confirmation of undertakings from directors and executive officers.

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

16 Negative assurance confirmation of interim financial results pursuant to Rule 705(5) of the listing manual.

The Directors confirm to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited interim financial results for the second quarter ended 30 September 2019 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Chong Chee Meng Gerard
Lead Independent Director

Singapore
4 November 2019