

Unaudited Second Quarter Financial Statement and Dividend Announcement for the period ended 30 September 2019

Part 1 INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

1(a) An income statement and statement of comprehensive income, or a statement of comprehensive income for the group, together with a comparative statement for the corresponding period of the immediate preceding financial year.

Note	GROUP			GROUP			
	3 months ended			6 months ended			
	30 Sep 2019	30 Sep 2018	Increase/ (Decrease)	30 Sep 2019	30 Sep 2018	Increase/ (Decrease)	
	S\$'000	S\$'000	%	S\$'000	S\$'000	%	
Revenue	8(a)	(14)	453	(103.1)	200	1,176	(83.0)
Cost of sales	8(a)	(241)	(306)	(21.2)	(241)	(675)	(64.3)
Gross (loss)/ profit	8(a)	(255)	147		(41)	501	
Other income	8(b)	41	7	485.7	41	16	156.3
Expenses							
- Administrative	8(c)	(1,769)	(625)	183.0	(2,558)	(1,442)	77.4
Loss before taxation		(1,983)	(471)		(2,558)	(925)	
Taxation		-	-	n.m	-	-	n.m
Loss after taxation		(1,983)	(471)		(2,558)	(925)	
Other comprehensive loss, net of tax:							
- Currency translation differences arising from consolidation		6	5	20.0	-	98	(100.0)
Total comprehensive loss		(1,977)	(466)		(2,558)	(827)	
Loss after taxation attributable to:							
- Parent		(1,765)	(358)	393.0	(2,299)	(816)	181.7
- Non-controlling interests		(218)	(113)	92.9	(259)	(109)	137.6
Loss after taxation		(1,983)	(471)		(2,558)	(925)	
Loss before tax has been arrived at after (charging)/crediting:							
- Other income							
Interest income		3	-		3	-	
Other income		38	7		38	16	
		41	7	485.7	41	16	156.3
- Foreign exchange loss, net		(7)	(8)	(12.5)	(7)	-	n.m
- Impairment on investment in associated company		-	(13)	n.m	-	(13)	n.m
- Depreciation of property, plant and equipment		(81)	(11)	n.m	(162)	(23)	n.m
- Operating leases		-	(71)	n.m	-	(142)	n.m

For Notes (a) to (c) above, please refer to item 8 – Review of the performance of the Group.

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

	Note	GROUP		COMPANY	
		30 Sep 2019	31 March 2019	30 Sep 2019	31 March 2019
		S\$'000	S\$'000	S\$'000	S\$'000
ASSETS					
Non-current assets					
Property, plant and equipment	8(d)	44	49	4	-
Right-of-use assets	8(e)	172	-	-	-
Investments in subsidiaries	8(f)	-	-	2,986	2,409
Financial assets, at FVOCI	8(g)	2,170	2,143	-	-
		<u>2,386</u>	<u>2,192</u>	<u>2,990</u>	<u>2,409</u>
Current assets					
Trade, other receivables and prepayments	8(h)	262	487	154	195
Cash and cash equivalents		1,378	3,443	520	3,033
		<u>1,640</u>	<u>3,930</u>	<u>674</u>	<u>3,228</u>
Current liabilities					
Trade and other payables	8(i)	707	421	106	376
Deferred revenue	8(j)	173	92	-	-
		<u>880</u>	<u>513</u>	<u>106</u>	<u>376</u>
Net current assets		<u>760</u>	<u>3,417</u>	<u>568</u>	<u>2,852</u>
Non-current liabilities					
Borrowings	8(k)	2,477	2,700	2,477	2,700
Provision for reinstatement costs	8(l)	71	71	-	-
		<u>2,548</u>	<u>2,771</u>	<u>2,477</u>	<u>2,700</u>
Net assets		<u>598</u>	<u>2,838</u>	<u>1,081</u>	<u>2,561</u>
Equity					
Share capital		25,400	25,400	25,400	25,400
Capital reserves	8(m)	223	-	223	-
Accumulated losses		(26,302)	(24,003)	(24,542)	(22,839)
Currency translation reserve		30	-	-	-
Fair value reserve	8(n)	1,317	1,316	-	-
		<u>668</u>	<u>2,713</u>	<u>1,081</u>	<u>2,561</u>
Non-controlling interests		(70)	125	-	-
		<u>598</u>	<u>2,838</u>	<u>1,081</u>	<u>2,561</u>

For Notes (d) to (n) above, please refer to item 8 – Review of the performance of the Group.

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

As at 30 September 2019 and 31 March 2019, the Group had unsecured borrowings of S\$2,700,000 from JMO Pte Ltd.

On 15 April 2019, the Group entered into an Amendment and Restatement Agreement with JMO Pte Ltd to modify an existing interest-free convertible loan agreement, previously entered into on 27 November 2018. The loan structure was revised from being a convertible loan to a loan without any conversion rights with a maturity period of 24 months with effect from 12 December 2018.

As at 30 September 2019		As at 31 March 2019	
Unsecured (S\$'000)	Secured (S\$'000)	Unsecured (S\$'000)	Secured (S\$'000)
Within 1 year			
NIL	NIL	NIL	NIL
More than 1 year			
2,477	NIL	2,700	NIL

(c) A statement of cash flows (for the group), with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		Group	
	3 months ended		6 months ended	
	30 Sep 2019	30 Sep 2018	30 Sep 2019	30 Sep 2018
	S\$'000	S\$'000	S\$'000	S\$'000
Cash flows from operating activities:				
Loss before taxation	(1,983)	(471)	(2,558)	(925)
Loss before tax for the year	(1,983)	(471)	(2,558)	(925)
Adjustments for :-				
Depreciation of property, plant and equipment	13	81	22	23
Depreciation of right-of-use asset	68	-	140	-
Impairment on investment in associate	-	-	-	13
Unrealised currency translation loss	6	-	5	-
	(1,896)	(390)	(2,391)	(889)
Operating cash flow before working capital changes:				
Trade, other receivables and prepayments	1,356	(4)	864	(155)
Trade and other payables	241	181	286	(1,241)
Net cash used in operating activities	(299)	(213)	(1,241)	(2,285)
Cash flows used in investing activity:				
Additions to property, plant and equipment	(12)	-	(12)	-
Net cash used in investing activity	(12)	-	(12)	-
Cash flows from financing activity:				
Proceeds from exercise of warrants, right issue and shares placement	-	-	-	1,968
Capital contribution from non-controlling interests	-	-	65	-
Net cash generated from financing activity	-	-	65	1,968
Net decrease in cash and cash equivalents	(311)	(270)	(1,188)	(317)
Beginning of the financial period	1,689	721	2,566	768
End of financial period	1,378	451	1,378	451

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

6 months ended	Attributable to equity holders of the parent						Total equity	
	Share capital	Accumulated losses	Foreign currency translation reserve	Capital reserve	Fair value reserve	Total		Non-controlling interests
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
The Group								
At 1 April 2019	25,400	(24,003)	-	-	1,316	2,713	125	2,838
Loss for the period	-	(2,299)	-	-	-	(2,299)	(259)	(2,558)
Other comprehensive income for the period	-	-	30	223	1	254	-	254
Total comprehensive (loss) / income for the period	-	(2,299)	30	223	1	(2,045)	(195)	(2,304)
Capital contribution from non-controlling interests	-	-	-	-	-	-	64	64
At 30 September 2019	25,400	(26,302)	30	223	1,317	668	(70)	598
The Group								
At 1 April 2018	20,027	(15,036)	(50)	-	898	5,839	138	5,977
Loss for the period	-	(816)	-	-	-	(816)	(108)	(924)
Other comprehensive income for the period	-	-	98	-	-	98	-	98
Total comprehensive (loss) / income for the period	-	(816)	98	-	-	(718)	(108)	(826)
Issuance of ordinary shares - Placement	1,968	-	-	-	-	1,968	-	1,968
At 30 September 2018	21,995	(15,852)	48	-	898	7,089	30	7,119

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

3 months ended	Attributable to equity holders of the parent							Total equity
	Share capital	Accumulated losses	Foreign currency translation reserve	Capital reserve	Fair value reserve	Total	Non-controlling interests	
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
The Group								
At 1 July 2019	25,400	(24,537)	(6)	-	1,316	2,173	148	2,321
Loss for the period	-	(1,765)	-	-	-	(1,765)	(218)	(1,983)
Other comprehensive income for the period	-	-	-	223	1	224	-	224
Total comprehensive (loss) / income for the period	-	(1,765)	-	223	1	(1,541)	(218)	(1,759)
At 30 September 2019	25,400	(26,302)	30	223	1,317	668	(70)	598
The Group								
At 1 July 2018	21,995	(15,494)	43	-	898	7,442	142	7,584
Loss for the period	-	(358)	-	-	-	(358)	(112)	(470)
Other comprehensive income for the period	-	-	5	-	-	5	-	5
Total comprehensive (loss) / income for the period	-	(358)	5	-	-	(353)	(112)	(465)
At 30 September 2018	21,995	(15,852)	48	-	898	7,089	30	7,119

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

<u>6 months ended</u>	Share Capital	Accumulated losses	Capital reserve	Total
	S\$'000	S\$'000	S\$'000	S\$'000
<u>The Company</u>				
At 1 April 2019	25,400	(22,839)	-	2,561
Loss for the period	-	(1,703)	223	(1,480)
Total comprehensive loss for the period	-	(1,703)	223	(1,480)
Issuance of ordinary shares	-	-	-	-
At 30 September 2019	25,400	(24,542)	223	1,081
<u>The Company</u>				
At 1 April 2018	20,027	(14,880)	-	5,147
Loss for the period	-	(703)	-	(703)
Total comprehensive loss for the period	-	(703)	-	(703)
Issuance of ordinary shares	1,968			1,968
At 30 September 2018	21,995	(15,583)	-	6,412

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

<u>3 months ended</u>	Share Capital	Accumulated losses	Capital reserve	Total
<u>The Company</u>	S\$'000	S\$'000	S\$'000	S\$'000
At 1 July 2019	25,400	(23,278)	-	2,122
Loss for the period	-	(1,264)	223	(1,041)
Total comprehensive loss for the period	-	(1,264)	223	(1,041)
At 30 September 2019	25,400	(24,542)	223	1,081
<u>The Company</u>	S\$'000	S\$'000	S\$'000	S\$'000
At 1 July 2018	21,995	(15,343)	-	6,652
Loss for the period	-	(240)	-	(240)
Total comprehensive loss for the period	-	(240)	-	(240)
At 30 September 2018	21,995	(15,583)	-	6,412

- (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 also 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 has been no change to the Company's share capital as at 30 September 2019 as compared to as at 31 March 2019.

The Group had on 7 May 2018 completed the Renounceable Non-Underwritten Rights and Warrants Issue exercise. A total of 787,210,747 Rights Shares and 251,907,400 Warrants were issued. Eight (8) Warrants were issued for every twenty-five (25) Rights Shares subscribed. The gross proceeds raised from the issuance of Rights Shares were approximately S\$1.968 million. If the Warrants, representing approximately 3.79% of the existing issued shares were exercised, the enlarged issued number of shares would be 6,894,813,458.

The Company has no treasury shares and no subsidiary holdings held in issue.

- (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.

	<u>30-Sep-19</u>	<u>31-Mar-19</u>
Total number of issued shares	<u>6,642,906,058</u>	<u>6,642,906,058</u>

- (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. The Company did not have treasury shares during and at the end of the current financial year reported on.

- (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 did not have any subsidiary holdings during and at the end of the current financial year reported on.

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

The figures have not been audited or reviewed by the Company's auditors.

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

Not applicable.

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

The financial information has been prepared in accordance with the same accounting policies and methods of computation adopted in the most recently audited financial statements.

Except as disclosed below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period compared with the audited financial statements as at 31 March 2019.

The Group adopted new and revised International Financial Reporting Standards ("IFRS") and interpretations of IFRS that are mandatory for financial year beginning on or after 1 April 2019. There is no significant impact to the Group except for IFRS 16 Leases.

IFRS 16 introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognises a right-of-use ("ROU") asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments.

The Group applied the modified retrospective approach. Therefore, the cumulative effect of adopting IFRS 16 is recognised as an adjustment to the opening balance of retained earnings at 1 April 2019, with no restatement of comparative information. The Group also applied the practical expedient to grandfather the definition of lease on transition.

As lessee, the Group chooses, on a lease-by-lease basis, to measure a ROU asset at either:

- its carrying amount as if IFRS 16 had been applied since the commencement date; or
- an amount equal to the lease liability arising from the capitalisation of the present value of future lease payments.

In addition, the Group applied the following practical expedients:

- apply a single discount rate to a portfolio of leases with reasonably similar characteristics;
- rely on previous assessments regarding whether the leases are onerous applying IAS 37 Provisions, Contingent Liabilities and Contingent Assets immediately before 1 April 2019 as an alternative to performing an impairment review;
- account for leases for which the lease term ends within 12 months from 1 April 2019 as short-term leases;
- exclude initial direct costs for the measurement of ROU assets as of 1 April 2019; and
- use hindsight in determining the lease term if the contract contains options to extend or terminate the lease.

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. Refer to Note 4 above.

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:-

	6MFY2020	6MFY2019
Loss for the period attributed to equity holders of the Company	(2,299)	(816)
Attributable to equity holders of the Company:		
LPS (cents per share) - weighted average number of share	(0.0353)	(0.0189)
LPS (cents per share) - fully diluted*	(0.0340)	(0.0180)
Weighted average number of shares for the purposes of basic loss per share ('000)	6,509,739	4,326,593
Weighted average number of shares for the purposes of diluted loss per share ('000)	6,761,647	4,536,516
Total number of shares in issue ('000)	6,642,906	4,457,795

* due to issuance of warrants

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.

	The Group		The Company	
	30 Sep 2019	31 Mar 2019	30 Sep 2019	31 Mar 2019
Net asset value per ordinary share (in S\$ cents)	0.01	0.04	0.02	0.04
Issued ordinary share (in '000)	6,642,906	6,642,906	6,642,906	6,642,906

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.

INCOME STATEMENT REVIEW

Notes:

- a) The Group's revenue for the second quarter ended 30 September 2019 ("Q2FY2020") was mainly attributed from the subsidiary, Advance Capital Partners Asset Management Private Limited ("ACPAM"), which provides financial services.

The Group's revenue declined by about 103.1% from S\$453,000 for the 3 months ended 30 September 2018 (Q2FY2019) to (S\$14,000) in Q2FY2020 due to the termination of the management agreement with the Advance Opportunities Fund I as announced on 21 March 2019 as well as the MAS direction letter dated 13 May 2019 that suspended ACPAM from all fund raising and subscription activities. In addition, during the 3 months ended 30 September 2019, prepaid management fee income recognized amounted to S\$162,000 from ACPAM but this was offset by a reversal of consultancy fee income in August 2019 of approximately S\$176,000 from Pine Ventures Management Pte Ltd ("PVM") as the collaboration with Business Securities Limited has been called off in May 2019.

INCOME STATEMENT REVIEW (cont'd)

The Group's cost of sales for the 3 months ended 30 September 2019 (Q2FY2020) decreased by about S\$65,000 or 21.2% from S\$306,000 in Q2FY2019 to S\$241,000 in Q2FY2020. For the 6 months ended 30 September 2019, the Group has recorded a decrease of S\$434,000 or 64.3% from S\$675,000 in 6MFY2019 to S\$241,000 in 6MFY2020 due to lower referral fees incurred from the past fund raising activities before the issuance of the MAS direction letter that suspended ACPAM from all fund raising and subscription activities.

- b) Other income consists mainly of interest income and unrealized foreign exchange gain.

Administrative expenses comprise of staff costs, operating leases, professional fees, client business expenses, SGX listing compliance costs, travelling expenses and general office expenses.

For the three months ended 30 September 2019 (Q2FY2020), administrative expenses increased by S\$1,144,000 or 183.0% from S\$625,000 in Q2FY2019 to S\$1,769,000 in Q2FY2020. Similarly, administrative expenses also increased by S\$1,116,000 or 77.4 % from S\$1,442,000 in 6MFY2019 to S\$2,558,000 in 6MFY2020 which was mainly attributable to higher professional fees incurred for the legal proceedings against the previous management of ACPAM.

Overall, the Group recorded loss for the 3 months and 6 months ended 30 September 2019 of S\$1,983,000 and S\$2,558,000 respectively.

BALANCE SHEET REVIEW

Notes:

- c) Decrease in property, plant and equipment by S\$5,000 from S\$49,000 in FY2019 to S\$44,000 in Q2FY2020 was due to depreciation charges of S\$17,000 for the financial period, which was partially offset by additions to office equipment of S\$12,000.
- d) The increase in right-of-use assets were due to the adoption of IFRS 16.
- e) The increase in investment in subsidiaries by S\$577,000 from S\$2,409,000 in FY2019 to S\$2,986,000 in Q2FY2020 was mainly due to an increase in investment cost in ACPAM of approximately S\$67K to maintain minimum capital requirements during the period ended 30 September 2019 and S\$510K in a new subsidiary, Pinnacle Asia Pacific Pte Ltd ("PinAP").
- f) FVOCI investment refers to the acquisition of 9.98% equity share of Pine Asia Assets Management Inc, which was under its subsidiary, Pine Ventures Management Pte Ltd. Increase in FVOCI investment by S\$27,000 or 1.3% from S\$2,143,000 in FY2019 to S\$2,170,000 in Q2FY2020 was due to exchange rate differences arising from the strengthening of United States Dollar (USD) against Singapore Dollar (SGD).
- g) The Company's trade and other receivables comprise of prepayments and amount due from a subsidiary, PVM.

The Group's trade and other receivables comprise of accrued billing, prepayments and deposits, and other receivables. Decrease in trade and other receivables by S\$225,000 or 46.2% from S\$487,000 FY2019 to S\$262,000 in Q2FY2020 was mainly due to the refund of security deposits held by ACPAM's vendors.

BALANCE SHEET REVIEW (Cont'd)

Notes:

- h) Trade and other payables comprise of trade payables, accrued expenses, advances received from clients and other payables.

The Group's trade and other payables increased by S\$286,000 or 67.9% from S\$421,000 in FY2019 to S\$707,000 in Q2FY2020, while the Company's trade and other payables decreased by S\$270,000 or 71.8% from S\$376,000 in FY2019 to S\$106,000 in Q2FY2020.

The increase in the Group's trade and other payables was mainly attributed to an increase in lease liability of about S\$182,000 as a result of adopting IFRS 16 and an increase in accruals of referral fees and other payables of approximately S\$98,000. On the other hand, the decrease in the Company's other payables was due to the reduction of accruals of about S\$270,000.

- i) The increase in the Group's deferred revenue of S\$81,000 or 88.0% is mainly attributable to the advance billing of Advance Credit Fund SPC ahead of services rendered.
- j) On 27 November 2018, the Company has entered into interest-free convertible loan agreement with its controlling shareholder, JMO Pte. Ltd. with a nominal value of \$2,700,000. All the convertible loan shall be converted into 1,000,000,000 conversion shares at \$0.0027 conversion price 24 months after the draw down date.

Subsequently, the Company has entered into an Amendment and Restatement Agreement with JMO Pte Ltd to modify an existing interest-free convertible loan agreement, previously entered on 27 November 2018. The loan structure was revised from being a convertible loan to a loan without any conversion rights with maturity period of 24 months with effect from 12 December 2018.

- k) Provision for reinstatement cost amounting to S\$71,000 was in relation to operating lease attributed to the consolidation of its subsidiary, ACPAM.

Capital reserves refers to the unwinding of the effective interest on the interest-free shareholder's loan as mentioned in Note 8(k).

- l) Fair value reserve refers to fair value gain on FVOCI investment as mentioned in Note 8(g).

CASH FLOW STATEMENT REVIEW

Cash flow used in operating activities decreased by S\$1,044,000 or 45.7% from S\$2,285,000 in 6MFY2019 to S\$1,241,000 in 6MFY2020. This was mainly due to a decrease in trade receivables of about S\$1,019,000.

The Group invested about S\$12,000 in office equipment. Net cash generated from financing activities was S\$65,000 in Q2FY2020 which was attributed to the capital contribution from non-controlling interests pertaining to the base capital requirements of ACPAM.

As at 30 September 2019, the Group's cash and cash equivalents was S\$1,378,000.

Based on the information and documents available, to the best of their knowledge and belief, the Board believes that the Group is able to operate on a going concern. In this regard, the Board is of the view that the impact arising from the loss of the one management share of ACF to ACPAM's revenues is minimal.

At the same time, the Group is working to generate revenues from Pine Capital (Shanghai) Group Limited ("PCS") and the new subsidiary, PinAP. In addition, the Board is also looking at the possibility of conducting placement exercises to raise funds for working capital purposes once the trading suspension is lifted.

Taking into account (i) the cash resources available to the Group, cash used in operating activities for the Group, (ii) rationalization of some of the overseas subsidiaries and (iii) the Company's plan to resume trading and raise working capital, the Board is of the view that the Group is able to continue operating as a going concern.

Use of proceeds

Proceeds from Placement of 799,000,000 Shares	2,157
<u>Use of proceeds</u>	
Subscription of additional shares in ACPAM	(257)
Introducer fees	(240)
Administrative and operational expenses	(970)
Total payments	<u>(1,467)</u>
Balance as at 30 September 2019	<u>690</u>

The usage of the placement was consistent with the original intended usage per the announcement made on 27 November 2018.

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

Not applicable.

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 will continue to focus on enhancing shareholder value with a strategy for steady and sustainable growth in its financial services business.

The Group has appointed a new management team to lead the Group to continue growing its current core business to provide fund and investment management services. At the same time, the management has received a draft report from KordaMentha, the independent reviewer appointed to investigate numerous allegations which the Group had received since January

2019. The draft report has been submitted to SGX for review and/or comments.

Subsequently, the Group has resolved all outstanding litigation matters and as of 6 November 2019, the Group does not have any on-going litigations except for the injunction case brought by ACPAM against Adam Wang & Pan KR for the transfer of management share of ACF. To date, a report had been lodged with CAD, and the Injunction hearing is scheduled to be held on end November 2019. Shareholders should take note and refer to announcements on various developments, *inter alia*, litigations and claims, MAS Directives for ACPAM, outcome from the Independent Reviewer, termination of management agreement between ACPAM and AOF I, and suspension of the trading of the Shares. The Group will make timely announcements when there are any further updates where appropriate.

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 cents

Not applicable.

(b) (ii) Previous corresponding period cents

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 Registrable 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 and the reason(s) for the decision.

No dividend has been declared or recommended for the financial period 6 months ended 30 September 2019 as the Group is in a loss making position.

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 Group does not have Interested Person Transaction during the period ended 30 September 2019. As such, the Group has not obtained general mandate from shareholders for Interested Person Transaction.

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

We, Tomi-Jae Wanlun Tjio, David Sarkis, Andy Chan and Gan Wah Kwan being directors of

Pine Capital Group Limited
(Company Registration No. 196800320E)

Pine Capital Group Limited (the “Company”), do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the financial statements of the Company and its subsidiaries for the financial period six months ended 30 September 2019 to be false or misleading in any material aspect.

15 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 officer (in the format set out in Appendix 7H of the Catalist Rules) under Rule 720(1) of the Catalist Rules.

BY ORDER OF THE BOARD

Tomi-Jae Wanlun Tjio
Executive Chairman

David Sarkis
Executive Director

Andy Chan
Director

Gan Wah Kwan
Director

14 November 2019

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Asian Corporate Advisors Pte. Ltd. (“Sponsor”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“Exchange”). The Sponsor has not independently verified the contents of this announcement, including the correctness of any of the figures used, statements or opinions made.

This announcement has not been examined or approved by the Exchange and the Exchange 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 Mr Liao H.K.
Telephone number: 6221 0271*