

Unaudited Full Year Financial Statement and Related Dividend Announcement for the Financial Year Ended 30 September 2018

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

1(a)(i) 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 immediately preceding financial year

Consolidated Statement of Profit or Loss and Other Comprehensive Income (Unaudited financial year ended 30 September 2018 "FY2018" vs Audited financial year ended 30 September 2017 "FY2017")

	FY2018 Unaudited S\$'000	FY2017 ⁽¹⁾ Audited S\$'000	Increase/ (Decrease) %
Continuing operations			
Revenue	3,292	2,634	25
Other income	111	21	429
Changes in inventories	19	(6)	NM
Purchase of materials ⁽²⁾	(1,480)	(439)	237
Employee benefits expense	(1,341)	(1,170)	15
Depreciation and amortisation expense	(47)	(12)	292
Rental expenses	(149)	(60)	148
Other operating expenses	(944)	(792)	20
(Loss) Profit before tax from continuing operations	(539)	176	NM
Income tax expense	(34)	(46)	(26)
(Loss) Profit for the year from continuing operations, net of tax	(573)	129 ⁽³⁾	NM
Discontinued operations			
(Loss) Profit for the year from discontinued operations	(1,426)	3,318	NM
(Loss) Profit for the year	(1,999)	3,447	NM
Other comprehensive income (loss): <i>Items that may be reclassified subsequently to profit or loss</i>			
Exchange differences on translation of foreign operation	1	(9)	NM
Other comprehensive income (loss) for the year, net of tax	1	(9)	NM
Total comprehensive (loss) income for the year	(1,998)	3,439⁽³⁾	NM
(Loss) Profit attributable to:			
Owners of the Company			
(Loss) Profit from continuing operations, net of tax	(591)	104	NM
(Loss) Profit from discontinued operations, net of tax	(1,426)	3,318	NM
	(2,017)	3,421⁽³⁾	NM
Non-controlling interests			
Profit from continuing operations, net of tax	18	26	(31)
	18	26	(31)
	(1,999)	3,447	NM

Consolidated Statement of Profit or Loss and Other Comprehensive Income

	FY2018 Unaudited S\$'000	FY2017 ⁽¹⁾ Audited S\$'000	Increase/ (Decrease) %
Total comprehensive (loss) income attributable to:			
Owners of the Company			
Total comprehensive (loss) income from continuing operations, net of tax	(590)	95	NM
Total comprehensive (loss) income from discontinued operations, net of tax	(1,426)	3,318	NM
	(2,016)	3,413	NM
Non-controlling interests			
Total comprehensive income from continuing operations, net of tax	18	26	(31)
	18	26	(31)
	(1,998)	3,439	NM

⁽¹⁾ FY2017 figures have been reclassified in accordance to Financial Reporting Standard ("FRS") 105 Non-current Assets Held for Sale and Discontinued Operations.

⁽²⁾ Purchase of materials excluded intercompany purchases from discontinued operations of approximately \$781,000 and \$1,285,000 in FY2018 (for the period from 1 October 2017 to 20 April 2018) and FY2017 respectively. These purchases were eliminated with profit residing in discontinued operations.

⁽³⁾ As a result of rounding differences, numbers or percentages may not add up to the total.

NM – Not Meaningful

Notes to Consolidated Statement of Profit or Loss and Other Comprehensive Income

	FY2018 Unaudited S\$'000	FY2017 ⁽¹⁾ Audited S\$'000	Increase/ (Decrease) %
Continuing operations			
Interest Income	109	19	474
Gain on disposal of property, plant and equipment	2	-	NM
Net foreign exchange gain	-	2	NM
Discontinued operations			
Interest income	164	333	(51)
Interest expense	(18)	(42)	(57)
Gain (Loss) on disposal of property, plant and equipment	4	(2)	NM
Loss on disposal of investments in subsidiaries	(2,763)	-	NM
Property, plant and equipment written off	(22)	-	NM
Government grant income	160	278	(42)
Allowance for doubtful trade receivables, net	(11)	(1)	1,000
Biological assets written off	(885)	(1,278)	(31)
Net foreign exchange (loss) gain	(25)	155	NM

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

Statement of Financial Position	Group		Company	
	30/09/2018 Unaudited S\$'000	30/09/2017 Audited S\$'000	30/09/2018 Unaudited S\$'000	30/09/2017 Audited S\$'000
ASSETS				
Current assets				
Cash and bank balances	22,580	44,932	22,312	3,072
Trade receivables	1,014	5,250	-	-
Other receivables	85	412	18	985
Inventories	62	1,394	-	-
Total current assets	23,740 ⁽¹⁾	51,988	22,329 ⁽¹⁾	4,057
Non-current assets				
Other receivables	-	149	-	-
Property, plant and equipment	111	3,606	-	18
Land use rights	-	3,912	-	-
Biological assets	-	7,634	-	-
Investment in subsidiary corporations	-	-	-	10,284
Total non-current assets	111	15,301	-	10,301 ⁽¹⁾
Total assets	23,852⁽¹⁾	67,289	22,329	14,358
LIABILITIES AND EQUITY				
Current liabilities				
Current portion of bank loans	-	1,081	-	-
Trade payables	387	1,985	-	9
Other payables	9,125	8,158	8,679	560
Current portion of finance leases	-	172	-	-
Income tax payable	7	703	-	-
Total current liabilities	9,519	12,098 ⁽¹⁾	8,679	569
Non-current liabilities				
Bank loans	-	13	-	-
Other payables	31	390	-	-
Finance leases	-	34	-	-
Deferred tax liabilities	8	16	-	-
Total non-current liabilities	40 ⁽¹⁾	453	-	-
Capital, reserves and non-controlling interests				
Share capital	13,292	13,292	13,292	13,292
Capital reserve	2	2	-	-
Foreign exchange translation deficit	(17)	(18)	-	-
Retained earnings	966	41,430	358	497
Equity attributable to owners of the Company	14,243	54,706	13,650	13,789
Non-controlling interests	50	32	-	-
Total equity	14,293	54,738	13,650	13,789
Total liabilities and equity	23,852	67,289	22,329	14,358

⁽¹⁾ As a result of rounding differences, numbers or percentages may not add up to the total.

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

Amount repayable in one year or less, or on demand

As at 30/09/2018 (Unaudited)		As at 30/09/2017 (Audited)	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	-	1,253	-

Amount repayable after one year

As at 30/09/2018 (Unaudited)		As at 30/09/2017 (Audited)	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
-	-	47	-

Obligations under finance leases as at 30 September 2017 were secured over the leased assets and corporate guarantees provided by the Company to the financial institutions. Obligations under the bank loans as at 30 September 2017 were secured over the property at 8A Admiralty Street #07-18 Singapore 757437 and corporate guarantees provided by the Company. These corporate guarantees provided by the Company to the disposed subsidiaries were released by the financial institutions in the months of August and September 2018.

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

	FY2018 Unaudited S\$'000	FY2017 Audited S\$'000
Operating activities		
(Loss) Profit before income tax from continuing operations	(539)	176
(Loss) Profit before income tax from discontinued operations	(833)	4,097
(Loss) Profit before income tax from continuing and discontinued operations	(1,372)	4,273
Adjustments for:		
Interest expense	18	42
Interest income	(273)	(352)
Biological assets written off, net	885	1,278
Depreciation of property, plant and equipment	152	318
Amortisation of land use rights	60	136
Amortisation of biological assets	8,211	15,166
Allowance for doubtful trade receivables, net	11	1
(Gain) Loss on disposal of property, plant and equipment, net	(6)	2
Loss on disposal of investments in subsidiaries ⁽⁵⁾	2,763	-
Property, plant and equipment written off, net	22	-
Government grant income	(160)	(278)
Operating cash flows before movements in working capital	10,312 ⁽¹⁾	20,586
Trade receivables	540	(762)
Other receivables	(617)	(56)
Inventories	(324)	(194)
Trade payables	1,651	167
Other payables ⁽³⁾	(179)	98
Cash generated from operations	11,383	19,838 ⁽¹⁾
Interest paid	(18)	(42)
Income tax paid	(255)	(2,177)
Net cash from operating activities	11,110	17,620⁽¹⁾
Investing activities		
Proceeds from disposal of property, plant and equipment	20	11
Purchases of property, plant and equipment ⁽²⁾	(211)	(101)
Deposits for property, plant and equipment	-	(112)
Proceeds from disposal of biological assets	249	575
Purchases of biological assets	(9,957)	(17,693)
Disposal of subsidiaries ⁽⁵⁾	6,489	-
Interest received	273	352
Net cash used in investing activities	(3,136)⁽¹⁾	(16,968)

Consolidated Statement of Cash Flows

	FY2018 Unaudited S\$'000	FY2017 Audited S\$'000
Financing activities		
Repayments of bank loans	(225)	(428)
Repayments of obligation under finance leases	(107)	(179)
Decrease in pledged fixed deposits	103	-
Dividends paid ⁽³⁾	(29,997)	(414)
Net cash used in financing activities	(30,226)	(1,022)⁽¹⁾
Net decrease in cash and cash equivalents	(22,251) ⁽¹⁾	(370)
Cash and cash equivalents at beginning of the period	44,829	45,207
Effects of exchange rate changes on the balance of cash held in foreign currencies	2	(9)
Cash and cash equivalents at end of the year⁽⁴⁾	22,580	44,829⁽¹⁾

Notes:

- (1) As a result of rounding differences, numbers or percentages may not add up to the total.
- (2) During FY2018, the Group acquired property, plant and equipment at an aggregate cost of \$312,886, of which \$76,000 was acquired under finance lease arrangements, capitalised \$26,215 for reinstatement cost and \$210,671 was paid in cash. In FY2017, the Group acquired property, plant and equipment at an aggregate cost of \$100,767 fully paid in cash.
- (3) On 26 September 2018, the Company declared an interim one-tier dividend of \$0.10 per ordinary share amounting to \$8,449,800 which was unpaid and recorded as Other Payables as at the end of FY2018, and was subsequently paid on 12 October 2018
- (4) Cash and cash equivalents as at 30 September 2018 and 30 September 2017 comprised fixed deposits and cash and bank balances as below.

	FY2018 Unaudited S\$'000	FY2017 Audited S\$'000
Cash at bank	22,580	44,829
Fixed deposits	-	103
Cash and bank balances	22,580	44,932
Less: Pledged fixed deposits	-	(103)
Cash and cash equivalents in the consolidated statement of cash flows	22,580	44,829

Consolidated Statement of Cash Flows

⁽⁵⁾ Details of the disposal of subsidiaries are as follows:

Carrying amounts of net assets over which control was lost

	FY2018 Unaudited S\$'000
<u>ASSETS</u>	
Current assets	
Cash and bank balances	2,582
Trade receivables	3,686
Other receivables	1,093
Inventories	1,656
Total current assets	9,017
Non-current assets	
Property, plant and equipment	3,392
Land use rights	3,852
Biological assets	8,470
Total non-current assets	15,714
Total assets	24,731
<u>LIABILITIES AND EQUITY</u>	
Current liabilities	
Current portion of bank loans	869
Trade payables	3,248
Other payables	1,799
Current portion of finance leases	92
Income tax payable	1,003
Total current liabilities	7,011
Non-current liabilities	
Other payables	5,730
Finance leases	83
Deferred tax liabilities	73
Total non-current liabilities	5,886
Total liabilities	12,897
Net assets derecognised	11,834
Consideration received	
Cash	12,501
Loss on disposal	
Consideration received	12,501
Net asset derecognised	(11,834)
Expenses incurred for disposal	(3,430)
	2,763
Net cash inflow arising on disposal	
Consideration received	12,501
Expenses incurred for disposal	(3,430)
Cash and cash equivalent disposed of	(2,582)
	6,489

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

	Share capital S\$'000	Capital reserve S\$'000	Foreign exchange translation deficit S\$'000	Retained earnings S\$'000	Attributable to owners of the Company S\$'000	Non-controlling interests S\$'000	Total S\$'000
Group							
Balance at 1 October 2017	13,292	2	(18)	41,430	54,706	32	54,738
Total comprehensive income for the year							
(Loss) Profit for the year	-	-	-	(2,017)	(2,017)	18	(1,999)
Other comprehensive income for the year	-	-	1	-	1	-	1
Total	-	-	1	(2,017)	(2,016)	18	(1,998)
Transactions with owners, recognised directly in equity:							
Dividends declared	-	-	-	(38,447)	(38,447)	-	(38,447)
Total	-	-	-	(38,447)	(38,447)	-	(38,447)
Balance at 30 September 2018	13,292	2	(17)	966	14,243	50	14,293
Group (Audited)							
Balance at 1 October 2016	13,292	2	(9)	38,423	51,707 ⁽¹⁾	6	51,713
Total comprehensive income for the year							
Profit for the year	-	-	-	3,421	3,421	26	3,447
Other comprehensive loss for the year	-	-	(9)	-	(9)	-	(9)
Total	-	-	(9)	3,421	3,413 ⁽¹⁾	26	3,439 ⁽¹⁾
Transactions with owners, recognised directly in equity:							
Dividends paid	-	-	-	(414)	(414)	-	(414)
Total	-	-	-	(414)	(414)	-	(414)
Balance at 30 September 2017	13,292	2	(18)	41,430	54,706	32	54,738

	Share capital S\$'000	Retained earnings S\$'000	Total S\$'000
Company (Unaudited)			
Balance at 1 October 2017	13,292	497	13,789
Profit for the year, representing total comprehensive income for the year	-	38,308	38,308
Dividends declared, representing transactions with owners recognised directly in equity	-	(38,447)	(38,447)
Balance at 30 September 2018	13,292	358	13,650
Company (Audited)			
Balance at 1 October 2016	13,292	528	13,820
Profit for the year, representing total comprehensive income for the year	-	383	383
Dividends paid, representing transactions with owners recognised directly in equity	-	(414)	(414)
Balance at 30 September 2017	13,292	497	13,789

Note:

⁽¹⁾ As a result of rounding differences, numbers or percentages may not add up to the total.

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 was no change in the Company's share capital since 31 March 2018. The issued and paid-up capital of the Company as at 30 September 2018 and 31 March 2018 was \$13,292,106 comprising 84,498,000 shares.

There were no outstanding options, convertibles, treasury shares or subsidiary holdings as at 30 September 2018 and 30 September 2017.

1(d)(iii) To show the 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>Company 30/9/2018</u>	<u>Company 30/09/2017</u>
Total number of issued shares excluding treasury shares	84,498,000	84,498,000

There were no treasury shares as at 30 September 2018 and 30 September 2017.

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

Not applicable. The Company did not have treasury shares during and as at the end of the financial year ended 30 September 2018.

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

Not applicable. There were no subsidiary holdings during and as at the end of the financial year ended 30 September 2018.

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 independent 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

Save as disclosed in item 5 below, the FY2018 financial results have been prepared using the same accounting policies and methods of computation as presented in the Group's audited financial statements for the financial year ended 30 September 2017.

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 has adopted all new and/or revised Singapore Financial Reporting Standards ("**FRSs**") and interpretation of FRSs ("**INT FRSs**") that are relevant to its operations and effective for the financial period beginning on or after 1 October 2017.

The adoption of these new/revised FRSs and INT FRSs does not result in changes in the Group's accounting policies and has no material impact on the financial statements reported for the current financial period or prior financial periods.

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

	Group	
	FY2018	FY2017
(Loss) Profit attributable to owners of the Company (S\$'000)	(2,017)	3,421
Basic and diluted (loss) / earnings per share (" EPS ") in Singapore cents ⁽¹⁾	(2.39)	4.05

Note:

⁽¹⁾ The basic and diluted EPS are computed based on the total number of issued shares in the Company of 84,498,000.

The basic and diluted EPS were the same as there were no potentially dilutive ordinary shares existing during the respective financial periods.

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	
	30/09/2018 Unaudited	30/09/2017 Audited	30/09/2018 Unaudited	30/09/2017 Audited
Net asset value per ordinary share based on total number of issued shares excluding treasury shares (Singapore cents)	16.86	64.74	16.15	16.32
Number of ordinary share in issue	84,498,000	84,498,000	84,498,000	84,498,000

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 the Financial Performance of the Group (FY2018 vs FY2017)

We refer to the announcement issued by the Company on 20 April 2018, on the completion of the disposal (the "Disposal") of the entire issued and paid-up share capital of the Company's four wholly-owned Singapore subsidiaries, namely Chew's Agriculture Pte Ltd, Chew's Engineering Services Pte Ltd, Chew's Group Investment Pte Ltd and Chew's Group Marketing Pte Ltd (collectively, the "Disposed Subsidiaries") to HL Plus Pte Ltd. Based on FRS 105, the Disposal shall be considered and accounted for as non-current assets held for sale and discontinued operations with effect from 8 March 2018, being the date of the sale and purchase agreement for the Disposal. The comparative statement of profit or loss and other comprehensive income for FY2017 is re-presented as if the operations had been discontinued from the start of FY2017.

Continuing Operations:

The Group's continuing operations comprise of the operations of the Company and its subsidiary in Hong Kong.

The Group recorded revenue of approximately \$3.3 million, representing an increase of \$0.7 million or 25% as compared to \$2.6 million in FY2017. The increase is mainly due to the increase in the sales of eggs by \$0.4 million and increase in trading revenue of \$0.2 million as the Group increased the number of trading products such as dried rice noodles, fishball and food paste in Hong Kong.

Other income of the Group increased by \$90,000 from \$21,000 in FY2017 to \$111,000 in FY2018 (comprised mainly interest income derived from bank balances in Singapore) as we placed the proceeds from the Disposal with a bank.

The Group's changes in inventories increased by approximately \$25,000, to support new products traded in Hong Kong.

Purchase of materials increased by \$1.1 million from \$0.4 million in FY2017 to \$1.5 million in FY2018. The increase is mainly due to (i) purchases of material of \$1.3 million in FY2017 as compared to \$0.8 million in FY2018 (for the period from 1 October 2017 to 20 April 2018) from the discontinued operations were excluded as these were eliminated with profit residing in discontinued operations; and (ii) increase in purchase of eggs of \$0.3 million and other trading products of \$0.2 million, in tandem with the increase in revenue.

Employee benefits expenses increased by \$0.1 million, from \$1.2 million in FY2017 to \$1.3 million in FY2018 as the Group paid one-off special bonus to its employees following the Disposal.

Depreciation and amortisation expense increased by \$35,000 and rental expense increased by \$89,000, mainly due to the shifting of the Hong Kong office cum warehouse to a larger space to support growth.

Other operating expenses increased by \$152,000, mainly due to one-time product listing fee for new products launched in Hong Kong, higher insurance charges, increase in professional fees and increase in the employment of part-time promoters in Hong Kong to drive revenue.

Income tax expense, mainly from the Hong Kong subsidiary, decreased to \$34,000 in FY2018 from \$46,000 in FY2017.

As a result of the above, profit for the year from continuing operations decreased by \$0.7 million, from a profit of \$0.1 million in FY2017 to a loss of \$0.6 million in FY2018.

Discontinued operations:

Loss after tax from discontinued operations amounted to approximately \$1.4 million in FY2018 as compared to a profit of \$3.3 million in FY2017, representing a decrease of \$4.7 million. The decrease is mainly due to (a) loss on disposal of \$2.8 million recognised in FY2018 arising from the Disposal and (b) FY2018 included operating results for the period from 1 October 2017 to the date of completion of the Disposal, being 20 April 2018 only, whilst FY2017 included the full year results of the Disposed Subsidiaries.

Review of the Financial Position of the Group

The Group's total assets decreased by approximately \$43.4 million, from \$67.3 million as at 30 September 2017 to \$23.9 million as at 30 September 2018. The Group's current assets as at 30 September 2018 was \$23.7 million which accounted for 99.5% of the Group's total assets and represents a reduction of \$28.3 million from \$52.0 million as at 30 September 2017. The reduction is mainly due to (i) payment of cash dividends of approximately \$30.0 million in FY2018; and (ii) decrease in current assets (excluding intercompany receivables) from the Disposal of \$7.0 million which was partially offset by the net cash proceeds of \$9.1 million received from the Disposal. The Group's non-current assets reduced by \$15.2 million, from \$15.3 million as at 30 September 2017 to \$0.1 million as at 30 September 2018, mainly due to the Disposal.

The Group's total liabilities decreased by \$3.0 million, from \$12.6 million as at 30 September 2017 to \$9.6 million as at 30 September 2018, mainly due to reduction in liabilities owing to third parties of \$11.4 million from the Disposal and partially offset by the dividends payable of \$8.4 million.

The Group maintained a positive working capital of approximately \$14.2 million as at 30 September 2018.

Review of the Statement of Cash Flows for the Group

The Group's cash and cash equivalents decreased by \$22.2 million, from \$44.8 million as at 30 September 2017 to \$22.6 million as at 30 September 2018

The Group recorded net cash from operating activities of \$11.1 million in FY2018, a reduction of \$6.5 million as compared to \$17.6 million in FY2017, mainly due to FY2018 includes operating results for the period from 1 October 2017 to 20 April 2018 only whilst FY2017 comprised of a full year operating activity which resulted in a reduction of \$10.3 million and offset by (i) an improvement of working capital movement of \$1.8 million and (ii) reduction in tax payment of \$1.9 million.

Net cash used in investing activities decreased by \$13.9 million, from \$17.0 million in FY2017 to \$3.1 million in FY2018, primarily due to (i) decrease in purchases of biological assets of \$7.7 million since the Group ceased to operate its farming business on 20 April 2018; and (ii) net cash inflow of \$6.5 million arising from the Disposal which was offset by the reduction in proceeds received from the disposal of biological assets of \$0.3 million.

Net cash used in financing activities amounted to \$30.2 million in FY2018 and \$1.0 million in FY2017. The increase of \$29.2 million is mainly due to the payment of special dividend of \$29.6 million in May 2018 and offset by the reduction in the repayment of bank loans and finance leases of \$0.3 million due to the Disposal.

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 has been previously disclosed.

10. A commentary at the date of the announcement of the 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

We refer to the circular to shareholders dated 5 November 2018, in relation to the Mandatory Unconditional Cash Offer by Hong Leong Finance Limited for and on behalf of Goldhill Trust Pte. Ltd. to acquire all the issued and paid-up ordinary shares in the capital of the Company, other than those already owned, controlled or agreed to be acquired by Goldhill Trust Pte. Ltd. and parties acting or deemed to be acting in concert with it (the "Circular"). The Offeror's intention for the Company has been extracted from the Offer Document and reproduced on pages 7 and 8 of the Circular as follows:

Offeror's Future Plans for the Company. *Following the completion of the Acquisition and the close of the Offer, the Offeror intends to undertake a review of the business of the Group with a view to strengthening the Group's financial position and identifying areas in which potential may be optimised. This includes, amongst others, seeking Shareholders' approval for the Group to diversify its business and enter into the property management and investments sector or any other business should the Offeror decide to enter into. Depending on the outcome of such review, the Offeror may make changes to the operations and business of the Group. Accordingly, the Offeror retains the flexibility at any time to consider any options with respect to making any major changes to the business of the Group (including any redeployment of the fixed assets of the Group) and with respect to the continued employment of the employees of the Group, in addition to any changes which may be made in the ordinary course of business.*

We further refer to the Offeror's announcement on 14 November 2018 that as at 5.00 p.m. (Singapore time) on 13 November 2018, the percentage of the total number of Shares which are held in public hands is approximately 9.84% and no longer meets the free float requirement prescribed by Rule 723 of the Catalist Rules. Accordingly, trading of the Company's Shares will be suspended after the close of the Offer on 20 November 2018.

The Offeror had reiterated that *"it is the current intention of the Offeror to retain the listing of the Company on the Catalist board of the SGX-ST. Accordingly, the Offeror does not intend to exercise any right of compulsory acquisition under Section 215(1) of the Companies Act and the Offeror intends to work together with the Company and take such steps which are necessary to restore the free float of the Company in order to maintain the listing status of the Company after the close of the Offer. However, there is no assurance that timely and appropriate actions can be taken as these are dependent on, inter alia, prevailing market conditions at the relevant time. In the event that the Free Float Requirement cannot be met, trading in the Shares may be suspended and/or the Company may be delisted."*

The Company will provide further updates on the aforementioned via SGXNET as and when there are any material developments.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Name of Dividend	Special Dividend	Interim Dividend
Dividend type	Cash	Cash
Dividend amount per ordinary share	S\$0.35	S\$0.10
Tax rate	One-tier tax exempt	One-tier tax exempt
Payment date	10 May 2018	12 October 2018

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Name of Dividend	Final Dividend
Dividend type	Cash
Dividend amount per ordinary share	0.50 Singapore cents
Tax rate	One-tier tax exempt

(c) Date payable: Not applicable

(d) Books closure date: Not applicable

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

Not applicable.

13. On-going Interested Person Transactions

There were no interested person transactions for FY2018. The Company does not have a general mandate from its shareholders for recurrent interested person transactions.

14. Confirmation pursuant to Rule 720 (1) of the SGX-ST Listing Manual

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7H) pursuant to Rule 720 (1) of the SGX-ST Listing Manual.

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

15. **Segmented revenue and results for operating 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 Information

Continuing Operations

FY2018 (Unaudited) (\$'000)	Designer & generic eggs	Liquid Eggs	Spent Grains	Food Processing	Others	Total
REVENUE						
External revenue	2,833	-	-	-	459	3,292
RESULT						
Segment result	894	-	-	-	238	1,132
Unallocated other income						111
Unallocated corporate expenses						(1,782)
Loss before income tax						(539)
SEGMENT ASSETS						
Segment assets	1,022	-	-	-	54	1,076
Unallocated corporate assets						22,776
Total assets						23,852
SEGMENT LIABILITIES						
Segment liabilities	367	-	-	-	7	375 ⁽¹⁾
Unallocated corporate liabilities						9,184
Total liabilities						9,559

FY2017 (Audited) (\$'000):	Designer & generic eggs	Liquid Eggs	Spent Grains	Food Processing	Others	Total
REVENUE						
External revenue	2,402	-	-	-	232	2,634
RESULT						
Segment result	1,541	-	-	-	125	1,666
Unallocated other income						18
Unallocated corporate expenses						(1,508)
Profit before income tax						176
SEGMENT ASSETS						
Segment assets	930	-	-	-	58	988
Unallocated corporate assets						3,598
Total assets						4,586
SEGMENT LIABILITIES						
Segment liabilities	535	-	-	-	-	535
Unallocated corporate liabilities						625
Total liabilities						1,160

Business Information

Discontinued Operations

FY2018 (Unaudited) (\$\$'000)	Designer & generic eggs	Liquid Eggs	Spent Grains	Food Processing	Others	Total
REVENUE						
External revenue	15,727	513	1,211	7	270	17,727 ⁽¹⁾
RESULT						
Segment result	2,141	278	71	(82)	54	2,463 ⁽¹⁾
Unallocated other income						418
Unallocated corporate expenses						(3,696)
Finance costs						(18)
Loss before income tax						(833)
Other Information						
Biological assets written off net	885	-	-	-	-	885
Depreciation of property, plant and equipment	24	-	-	51	-	76 ⁽¹⁾
Amortisation of biological assets	8,211	-	-	-	-	8,211
Allowance for doubtful trade receivables, net	11	-	-	-	-	11
SEGMENT ASSETS						
Segment assets	-	-	-	-	-	-
Unallocated corporate assets						-
Total assets						-
SEGMENT LIABILITIES						
Segment liabilities	-	-	-	-	-	-
Unallocated corporate liabilities						-
Total liabilities						-

FY2017 (Audited) (\$\$'000):	Designer & generic eggs	Liquid Eggs	Spent Grains	Food Processing	Others	Total
REVENUE						
External revenue	27,311	739	2,804	12	423	31,289
RESULT						
Segment result	4,356	31	161	(210)	108	4,446
Unallocated other income						922
Unallocated corporate expenses						(1,229)
Finance costs						(42)
Profit before income tax						4,097
Other Information						
Biological assets written off net	1,278	-	-	-	-	1,278
Depreciation of property, plant and equipment	142	1	-	150	3	295 ⁽¹⁾
Amortisation of biological assets	15,166	-	-	-	-	15,166
Allowance for doubtful trade receivables, net	-	-	-	-	-	1 ⁽¹⁾
SEGMENT ASSETS						
Segment assets	13,885	102	173	2,245	422	16,828 ⁽¹⁾
Unallocated corporate assets						45,875
Total assets						62,703
SEGMENT LIABILITIES						
Segment liabilities	1,972	4	236	1,146	149	3,507
Unallocated corporate liabilities						7,884
Total liabilities						11,391

Geographical Information:

FY2018 (Unaudited) (S\$'000) ⁽²⁾	Singapore	Hong Kong	Total
REVENUE			
External revenue	17,727	3,292	21,019
NON-CURRENT ASSETS			
Non-current assets	-	111	111

FY2017 (Audited) (S\$'000)	Singapore	Hong Kong	Total
REVENUE			
External revenue	31,289	2,634	33,923
NON-CURRENT ASSETS			
Non-current assets	15,213	88	15,301

Notes:

⁽¹⁾ As a result of rounding differences, numbers or percentages may not add up to the total.

⁽²⁾ FY2018's financial information includes operating results of the discontinued operations for the period from 1 October 2017 till the completion of the Disposal on 20 April 2018, whilst the financial information of FY2017 comprised of a full-year's operational results.

16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

Please refer to paragraph 8.

17. A breakdown of sales.

	FY2018 (Unaudited) S\$'000	FY2017 (Audited) S\$'000	Increase/ (Decrease) %
Continuing operations			
Sales reported in the first half year	1,470	1,215	21
Sales reported in the second half year	1,822	1,419	28
Profit after tax for first half year	58	158	(63)
Loss after tax for second half year	(631)	(29)	NM

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

	FY2018	FY2017
Ordinary	S\$	S\$
Final and Total	38,024,100	422,490

Note:

⁽¹⁾ FY2018's dividend of S\$38,024,100 was calculated based on dividend declared of S\$0.45 per share in FY2018 and the number of ordinary shares in issue as at 30 September 2018.

19. 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) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

As at the date of this announcement, there is no person occupying a managerial position who is a relative of a director or chief executive officer or substantial shareholder.

By Order of the Board
Chew Chee Bin
Executive Chairman
19 November 2018

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") for compliance with the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Jennifer Tan, Senior Manager, Continuing Sponsorship (Mailing address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).