



**Ellipsiz Ltd and its Subsidiaries
Registration Number: 199408329R**

Third Quarter Financial Information and
Dividend Announcement for the period

31 March 2017

Statements of Financial Position

	Note	31 March 2017 \$'000	Group 30 June 2016 \$'000	Var. %	31 March 2017 \$'000	Company 30 June 2016 \$'000	Var. %
Non-current assets							
Property, plant and equipment	2	10,509	11,840	(11)	6	4	50
Intangible assets	3	41,561	41,213	1	–	–	–
Subsidiaries		–	–	–	79,786	79,602	–
Associates	4	825	8,385	(90)	–	4,868	(100)
Joint ventures		70	68	3	–	–	–
Financial assets		4,478	5,203	(14)	4,249	4,970	(15)
Deferred tax assets		2,940	3,374	(13)	84	84	–
		<u>60,383</u>	<u>70,083</u>	(14)	<u>84,125</u>	<u>89,528</u>	(7)
Current assets							
Inventories		7,914	9,115	(13)	–	–	–
Trade and other receivables		35,607	37,157	(4)	203	187	9
Amounts due from related parties		–	–	–	426	361	18
Cash and cash equivalents	5	48,371	40,036	21	23,172	16,938	37
		<u>91,892</u>	<u>86,308</u>	6	<u>23,801</u>	<u>17,486</u>	36
Total assets		<u>152,275</u>	<u>156,391</u>	(3)	<u>107,926</u>	<u>107,014</u>	1
Equity attributable to Owners of the Company							
Share capital	6	89,566	89,566	–	89,566	89,566	–
Reserves		37,803	38,171	(1)	15,481	15,815	(2)
		<u>127,369</u>	<u>127,737</u>	–	<u>105,047</u>	<u>105,381</u>	–
Non-controlling interests		413	385	7	–	–	–
Total equity		<u>127,782</u>	<u>128,122</u>	–	<u>105,047</u>	<u>105,381</u>	–
Non-current liabilities							
Provisions		216	214	1	–	–	–
Interest-bearing borrowings	7	231	471	(51)	–	–	–
Deferred tax liabilities		57	581	(90)	–	–	–
		<u>504</u>	<u>1,266</u>	(60)	<u>–</u>	<u>–</u>	–
Current liabilities							
Trade and other payables		20,237	22,572	(10)	1,104	1,426	(23)
Provisions		332	231	44	–	–	–
Amounts due to related parties		74	72	3	550	–	100
Interest-bearing borrowings	7	1,035	3,347	(69)	–	–	–
Current tax payable		2,311	781	196	1,225	207	492
		<u>23,989</u>	<u>27,003</u>	(11)	<u>2,879</u>	<u>1,633</u>	76
Total liabilities		<u>24,493</u>	<u>28,269</u>	(13)	<u>2,879</u>	<u>1,633</u>	76
Total equity and liabilities		<u>152,275</u>	<u>156,391</u>	(3)	<u>107,926</u>	<u>107,014</u>	1

The accompanying notes form an integral part of these financial information.

Consolidated Statement of Comprehensive Income

	1 January 2017 to 31 March 2017 \$'000	1 January 2016 to 31 March 2016 \$'000	Var. %	1 July 2016 to 31 March 2017 \$'000	1 July 2015 to 31 March 2016 \$'000	Var. %
Revenue	29,455	30,903	(5)	86,773	88,542	(2)
Cost of revenue	(19,086)	(19,662)	(3)	(56,497)	(57,963)	(3)
Gross profit	<u>10,369</u>	<u>11,241</u>	(8)	<u>30,276</u>	<u>30,579</u>	(1)
Other income	1,357	564	141	2,278	2,755	(17)
Distribution expenses	(2,859)	(3,438)	(17)	(9,063)	(10,360)	(13)
Administrative expenses	(4,574)	(4,631)	(1)	(12,583)	(12,600)	-
Research & development expenses	(860)	(1,011)	(15)	(2,365)	(2,933)	(19)
Other expenses	(21)	(1)	2,000	(1,612)	(421)	283
Results from operating activities	<u>3,412</u>	<u>2,724</u>	25	<u>6,931</u>	<u>7,020</u>	(1)
Finance income	25	25	-	75	57	32
Finance expenses	(16)	(38)	(58)	(56)	(128)	(56)
Net finance income/(expenses)	<u>9</u>	<u>(13)</u>	(169)	<u>19</u>	<u>(71)</u>	(127)
Share of results of associates (net of tax)	44	54	(19)	190	266	(29)
Share of results of joint ventures (net of tax)	-	(15)	(100)	-	54	(100)
Profit before income tax	<u>3,465</u>	<u>2,750</u>	26	<u>7,140</u>	<u>7,269</u>	(2)
Income tax expenses	(1,219)	(551)	121	(2,573)	(1,496)	72
Profit for the period	<u><u>2,246</u></u>	<u><u>2,199</u></u>	2	<u><u>4,567</u></u>	<u><u>5,773</u></u>	(21)
Other comprehensive income						
Items that are or may be reclassified subsequently to profit or loss						
Exchange differences arising from:						
- liquidation of subsidiaries reclassified to profit or loss	-	-	-	(206)	-	100
- disposal of an associate reclassified to profit or loss	41	-	100	41	-	100
- monetary items forming part of net investments in foreign operations	36	(165)	(122)	438	(176)	(349)
- translation of financial statements of foreign operations	(1,726)	(2,031)	(15)	1,149	768	50
Net change in fair value of available-for-sale financial assets	858	68	1,162	(721)	(1,817)	(60)
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	-	-	-	1,578	401	294
Tax effect	-	-	-	-	-	-
Other comprehensive income for the period, net of income tax	<u>(791)</u>	<u>(2,128)</u>	63	<u>2,279</u>	<u>(824)</u>	377
Total comprehensive income for the period	<u><u>1,455</u></u>	<u><u>71</u></u>	1,949	<u><u>6,846</u></u>	<u><u>4,949</u></u>	38
Profit attributable to:						
Owners of the Company	2,253	2,202	2	4,574	5,769	(21)
Non-controlling interests	(7)	(3)	(333)	(7)	4	(275)
Profit for the period	<u><u>2,246</u></u>	<u><u>2,199</u></u>	2	<u><u>4,567</u></u>	<u><u>5,773</u></u>	(21)

The accompanying notes form an integral part of these financial information.

Ellipsiz Ltd and its Subsidiaries
 Third quarter results ended
 31 March 2017

Note	1 January 2017 to 31 March 2017 \$'000	1 January 2016 to 31 March 2016 \$'000	Var. %	1 July 2016 to 31 March 2017 \$'000	1 July 2015 to 31 March 2016 \$'000	Var. %
Total comprehensive income attributable to:						
Owners of the Company	1,454	83	1,652	6,818	4,962	37
Non-controlling interests	1	(12)	108	28	(13)	315
Total comprehensive income for the period	1,455	71	1,949	6,846	4,949	38
Earnings per share						
11						
- Basic (cents)	1.35	1.32	2	2.74	3.45	(21)
- Diluted (cents)	1.35	1.32	2	2.74	3.45	(21)

The accompanying notes form an integral part of these financial information.

Consolidated Statement of Changes in Equity

Group	Share capital \$'000	Capital reserve \$'000	Fair value reserve \$'000	Share-based compensation reserve \$'000	Exchange translation reserve \$'000	Accumulated profits \$'000	Total attributable to Owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
31 December 2015									
Balance as at 1 July 2015	89,566	(11,648)	2,212	2,290	(12,415)	51,454	121,459	398	121,857
Total comprehensive income for the period									
Profit for the period	–	–	–	–	–	3,567	3,567	7	3,574
Other comprehensive income									
Exchange differences arising from:									
- monetary items forming part of net investments in foreign operations	–	–	–	–	(11)	–	(11)	–	(11)
- translation of financial statements of foreign operations	–	–	–	–	2,807	–	2,807	(8)	2,799
Net change in fair value of available-for-sale financial assets	–	–	(1,885)	–	–	–	(1,885)	–	(1,885)
Net change in fair value of available-for-sale financial assets, reclassified to profit or loss	–	–	401	–	–	–	401	–	401
Total other comprehensive income	–	–	(1,484)	–	2,796	–	1,312	(8)	1,304
Total comprehensive income for the period	–	–	(1,484)	–	2,796	3,567	4,879	(1)	4,878
Transactions with Owners, recorded directly in equity									
Contributions by and distributions to Owners									
Final dividend of 0.67 cents per share in respect of 2015 ⁽¹⁾	–	–	–	–	–	(1,114)	(1,114)	–	(1,114)
Special dividend of 0.67 cents per share in respect of 2015 ⁽¹⁾	–	–	–	–	–	(1,114)	(1,114)	–	(1,114)
Total contributions by and distributions to Owners	–	–	–	–	–	(2,228)	(2,228)	–	(2,228)
Total transactions with Owners	–	–	–	–	–	(2,228)	(2,228)	–	(2,228)
Balance as at 31 December 2015	89,566	(11,648)	728	2,290	(9,619)	52,793	124,110	397	124,507

⁽¹⁾ On 30 October 2015, the Group consolidated every 10 existing issued ordinary shares into 3 ordinary shares. Accordingly, retrospective adjustments have been made to the disclosure of final dividend per share and special dividend per share in respect of 2015.

The accompanying notes form an integral part of these financial information.

Consolidated Statement of Changes in Equity

Group	Share capital \$'000	Capital reserve \$'000	Fair value reserve \$'000	Share-based compensation reserve \$'000	Exchange translation reserve \$'000	Accumulated profits \$'000	Total attributable to Owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000									
31 March 2016																		
Balance as at 1 January 2016	89,566	(11,648)	728	2,290	(9,619)	52,793	124,110	397	124,507									
Total comprehensive income for the period																		
Profit for the period	-	-	-	-	-	2,202	2,202	(3)	2,199									
Other comprehensive income																		
Exchange differences arising from:																		
- monetary items forming part of net investments in foreign operations										-	-	-	-	(165)	-	(165)	-	(165)
- translation of financial statements of foreign operations										-	-	-	-	(2,022)	-	(2,022)	(9)	(2,031)
Net change in fair value of available-for-sale financial assets	-	-	68	-	-	-	68	-	68									
Total other comprehensive income	-	-	68	-	(2,187)	-	(2,119)	(9)	(2,182)									
Total comprehensive income for the period	-	-	68	-	(2,187)	2,202	83	(12)	71									
Transactions with Owners, recorder directly in equity																		
Contributions by and distributions to Owners																		
Interim dividend of 0.70 cents per share in respect of 2016																		
Total contributions by and distributions to Owners										-	-	-	-	-	(1,170)	(1,170)	-	(1,170)
Total transactions with Owners	-	-	-	-	-	(1,170)	(1,170)	-	(1,170)									
Balance as at 31 March 2016	89,566	(11,648)	796	2,290	(11,806)	53,825	123,023	385	123,408									

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Consolidated Statement of Changes in Equity

Group	Share capital \$'000	Capital reserve \$'000	Fair value reserve \$'000	Share-based compensation reserve \$'000	Exchange translation reserve \$'000	Accumulated profits \$'000	Total attributable to Owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
31 December 2016									
Balance as at 1 July 2016	89,566	(11,648)	60	2,290	(10,185)	57,654	127,737	385	128,122
Total comprehensive income for the period									
Profit for the period	-	-	-	-	-	2,321	2,321	-	2,321
Other comprehensive income									
Exchange differences arising from:									
- liquidation of subsidiaries reclassified to profit or loss	-	-	-	-	(206)	-	(206)	-	(206)
- monetary items forming part of net investments in foreign operations	-	-	-	-	402	-	402	-	402
- translation of financial statements of foreign operations	-	-	-	-	2,848	-	2,848	27	2,875
Net change in fair value of available-for-sale financial assets	-	-	(1,579)	-	-	-	(1,579)	-	(1,579)
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	-	-	1,578	-	-	-	1,578	-	1,578
Total other comprehensive income	-	-	(1)	-	3,044	-	3,043	27	3,070
Total comprehensive income for the period	-	-	(1)	-	3,044	2,321	5,364	27	5,391
Transactions with Owners, recorded directly in equity									
Contributions by and distributions to Owners									
Final dividend of 0.80 cents per share in respect of 2016	-	-	-	-	-	(1,337)	(1,337)	-	(1,337)
Special dividend of 1.00 cents per share in respect of 2016	-	-	-	-	-	(1,671)	(1,671)	-	(1,671)
Total contributions by and distributions to Owners	-	-	-	-	-	(3,008)	(3,008)	-	(3,008)
Total transactions with Owners	-	-	-	-	-	(3,008)	(3,008)	-	(3,008)
Balance as at 31 December 2016	89,566	(11,648)	59	2,290	(7,141)	56,967	130,093	412	130,505

The accompanying notes form an integral part of these financial information.

Consolidated Statement of Changes in Equity

Group	Share capital \$'000	Capital reserve \$'000	Fair value reserve \$'000	Share-based compensation reserve \$'000	Exchange translation reserve \$'000	Accumulated profits \$'000	Total attributable to Owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000									
31 March 2017																		
Balance as at 1 January 2017	89,566	(11,648)	59	2,290	(7,141)	56,967	130,093	412	130,505									
Total comprehensive income for the period																		
Profit for the period	-	-	-	-	-	2,253	2,253	(7)	2,246									
Other comprehensive income																		
Exchange differences arising from:																		
- disposal of an associate reclassified to profit or loss										-	-	-	-	41	-	41	-	41
- monetary items forming part of net investments in foreign operations										-	-	-	-	36	-	36	-	36
- translation of financial statements of foreign operations										-	-	-	-	(1,734)	-	(1,734)	8	(1,726)
Net change in fair value of available-for-sale financial assets	-	-	858	-	-	-	858	-	858									
Total other comprehensive income	-	-	858	-	(1,657)	-	(799)	8	(791)									
Total comprehensive income for the period	-	-	858	-	(1,657)	2,253	1,454	1	1,455									
Transactions with Owners, recorded directly in equity Contributions by and distributions to Owners																		
Interim dividend of 1.00 cents per share in respect of 2017																		
Interim special dividend of 1.50 cents per share in respect of 2017										-	-	-	-	-	(2,507)	(2,507)	-	(2,507)
Total contributions by and distributions to Owners	-	-	-	-	-	(4,178)	(4,178)	-	(4,178)									
Total transactions with Owners	-	-	-	-	-	(4,178)	(4,178)	-	(4,178)									
Balance as at 31 March 2017	89,566	(11,648)	917	2,290	(8,798)	55,042	127,369	413	127,782									

The accompanying notes form an integral part of these financial information.

Statement of Changes in Equity

Company	Share capital \$'000	Fair value reserve \$'000	Share-based compensation reserve \$'000	Accumulated profits/(losses) \$'000	Total equity \$'000
31 December 2015					
Balance as at 1 July 2015	89,566	2,212	2,290	12,248	106,316
Total comprehensive income for the period					
Loss for the period	-	-	-	(539)	(539)
Other comprehensive income					
Net change in fair value of available-for-sale financial assets	-	(1,885)	-	-	(1,885)
Net change in fair value of available-for-sale financial assets, reclassified to profit or loss	-	401	-	-	401
Total other comprehensive income	-	(1,484)	-	-	(1,484)
Total comprehensive income for the period	-	(1,484)	-	(539)	(2,023)
Transactions with Owners, recorded directly in equity					
Contributions by and distributions to Owners					
Final dividend of 0.67 cents per share in respect of 2015 ⁽¹⁾	-	-	-	(1,114)	(1,114)
Special dividend of 0.67 cents per share in respect of 2015 ⁽¹⁾	-	-	-	(1,114)	(1,114)
Total contributions by and distributions to Owners	-	-	-	(2,228)	(2,228)
Total transactions with Owners	-	-	-	(2,228)	(2,228)
Balance as at 31 December 2015	89,566	728	2,290	9,481	102,065
31 March 2016					
Balance as at 1 January 2016	89,566	728	2,290	9,481	102,065
Total comprehensive income for the period					
Profit for the period	-	-	-	755	755
Other comprehensive income					
Net change in fair value of available-for-sale financial assets	-	68	-	-	68
Total other comprehensive income	-	68	-	-	68
Total comprehensive income for the period	-	68	-	755	823
Transactions with Owners, recorded directly in equity					
Contributions by and distributions to Owners					
Interim dividend of 0.70 cents per share in respect of 2016	-	-	-	(1,170)	(1,170)
Total contributions by and distributions to Owners	-	-	-	(1,170)	(1,170)
Total transactions with Owners	-	-	-	(1,170)	(1,170)
Balance as at 31 March 2016	89,566	796	2,290	9,066	101,718

⁽¹⁾ On 30 October 2015, the Group consolidated every 10 existing issued ordinary shares into 3 ordinary shares. Accordingly, retrospective adjustments have been made to the disclosure of final dividend per share and special dividend per share in respect of 2015.

Statement of Changes in Equity

Company	Share capital \$'000	Fair value reserve \$'000	Share-based compensation reserve \$'000	Accumulated profits/(losses) \$'000	Total equity \$'000
31 December 2016					
Balance as at 1 July 2016	89,566	60	2,290	13,465	105,381
Total comprehensive income for the period					
Loss for the period	-	-	-	(1,764)	(1,764)
Other comprehensive income					
Net change in fair value of available-for-sale financial assets	-	(1,579)	-	-	(1,579)
Net change in fair value of available-for-sale financial assets reclassified to profit or loss	-	1,578	-	-	1,578
Total other comprehensive income	-	(1)	-	-	(1)
Total comprehensive income for the period	-	(1)	-	(1,764)	(1,765)
Transactions with Owners, recorded directly in equity					
Contributions by and distributions to Owners					
Final dividend of 0.80 cents per share in respect of 2016	-	-	-	(1,337)	(1,337)
Special dividend of 1.00 cents per share in respect of 2016	-	-	-	(1,671)	(1,671)
Total contributions by and distributions to Owners	-	-	-	(3,008)	(3,008)
Total transactions with Owners	-	-	-	(3,008)	(3,008)
Balance as at 31 December 2016	89,566	59	2,290	8,693	100,608
31 March 2017					
Balance as at 1 January 2017	89,566	59	2,290	8,693	100,608
Total comprehensive income for the period					
Profit for the period	-	-	-	7,759	7,759
Other comprehensive income					
Net change in fair value of available-for-sale financial assets	-	858	-	-	858
Total other comprehensive income	-	858	-	-	858
Total comprehensive income for the period	-	858	-	7,759	8,617
Transactions with Owners, recorded directly in equity					
Contributions by and distributions to Owners					
Interim dividend of 1.00 cents per share in respect of 2017	-	-	-	(1,671)	(1,671)
Interim special dividend of 1.50 cents per share in respect of 2017	-	-	-	(2,507)	(2,507)
Total contributions by and distributions to Owners	-	-	-	(4,178)	(4,178)
Total transactions with Owners	-	-	-	(4,178)	(4,178)
Balance as at 31 March 2017	89,566	917	2,290	12,274	105,047

The accompanying notes form an integral part of these financial information.

Consolidated Cash Flow Statement

	1 January 2017 to 31 March 2017 \$'000	1 January 2016 to 31 March 2016 \$'000	1 July 2016 to 31 March 2017 \$'000	1 July 2015 to 31 March 2016 \$'000
Operating Activities				
Profit for the period	2,246	2,199	4,567	5,773
Adjustments for:				
(Reversal of allowance)/Allowance for:				
- doubtful debts from trade receivables	-	-	(20)	-
- inventory obsolescence	3	162	310	405
Amortisation of intangible assets	275	265	804	758
Bad debts recovered	-	-	-	(1,403)
Depreciation of property, plant and equipment	806	683	2,493	2,159
Dividend income from financial assets	(17)	(647)	(17)	(647)
Loss/(Gain) on disposal of property, plant and equipment	-	7	(133)	(11)
Gain on liquidation of subsidiaries	-	-	(206)	-
Gain on disposal of an associate	(1,249)	-	(1,249)	-
Gain on disposal of assets classified as held for sale	-	-	-	(361)
Interest income	(25)	(25)	(75)	(57)
Interest expense	16	38	56	128
Inventories (written back)/written off	-	(38)	4	-
Impairment loss on other financial asset	-	-	1,578	401
Share of results of associates and joint ventures (net of tax)	(44)	(39)	(190)	(320)
Income tax expense	1,219	551	2,573	1,496
Operating profit before working capital changes	3,230	3,156	10,495	8,321
Changes in:				
Amounts due to related parties (trade)	-	(3)	-	-
Inventories	660	247	1,023	1,667
Trade and other receivables	(1,557)	(2,866)	2,527	(2,964)
Trade and other payables	(844)	(372)	(2,690)	(464)
Release of pledged deposits with financial institutions	-	-	-	214
Cash generated from operations	1,489	162	11,355	6,774
Interest received	25	25	75	57
Interest paid	(16)	(38)	(56)	(128)
Income taxes paid	(348)	(313)	(1,060)	(1,215)
Net cash generated from/(used in) operating activities	1,150	(164)	10,314	5,488
Investing Activities				
Amounts due from related parties (non-trade)	-	18	-	33
Dividend received from associates	-	-	-	134
Dividend received from other financial asset	17	647	17	647
Purchase of intangible assets	(302)	(26)	(309)	(90)
Purchase of property, plant and equipment ⁽¹⁾⁽²⁾	(196)	(586)	(827)	(1,564)
Purchase of other financial assets	(2)	(10)	(6)	(27)
Proceeds from disposal of property, plant and equipment	-	3	141	109
Proceeds from disposal of an associate	8,641	-	8,641	-
Proceeds from disposal of assets classified as held for sale	-	-	-	1,432
Net cash generated from investing activities	8,158	46	7,657	674
Financing Activities				
Dividend paid	(4,178)	(1,170)	(7,186)	(3,398)
Proceeds from bank loans	-	15	-	873
Repayment of bank loans	(791)	(1,010)	(2,588)	(4,753)
Repayment of finance lease creditors	(5)	(12)	(16)	(32)
Net cash used in financing activities	(4,974)	(2,177)	(9,790)	(7,310)

The accompanying notes form an integral part of these financial information.

	1 January 2017 to 31 March 2017 \$'000	1 January 2016 to 31 March 2016 \$'000	1 July 2016 to 31 March 2017 \$'000	1 July 2015 to 31 March 2016 \$'000
Net increase/(decrease) in cash and cash equivalents	4,334	(2,295)	8,181	(1,148)
Cash and cash equivalents at beginning of period	45,009	41,975	40,036	40,065
Effect of exchange rate changes on balances in foreign currencies	(972)	(610)	154	153
Cash and cash equivalents at end of period	5	48,371	39,070	48,371
		39,070	48,371	39,070

(1) Property, plant and equipment amounting to \$Nil (31 March 2016: \$60,000) was acquired through finance leases.

(2) The Group accrued reinstatement cost of S\$126,000 (31 March 2016: \$Nil) under property, plant and equipment.

The accompanying notes form an integral part of these financial information.

Notes to the Financial Information

These notes form an integral part of the financial information.

The announcement was authorised for issue by the directors on 8 May 2017.

1. Basis of Preparation

The Group has applied the same accounting policies and methods of computation in the financial information for the current reporting period as those used in the audited financial statements for the year ended 30 June 2016.

In the current financial period, the Group and the Company have adopted all the new and revised Financial Reporting Standards (FRSs) and Interpretations of FRSs (INT FRSs) that are relevant to its operations and effective for annual periods beginning on 1 July 2016. The adoption of these new/revised FRSs and INT FRSs does not result in substantial changes to the Group's and the Company's accounting policies and has no material effect on the amounts reported for the current or prior periods.

The financial information were not audited or reviewed by the auditors.

2. Property, Plant and Equipment

Group	Freehold land and building \$'000	Leasehold land and building \$'000	Leasehold improve- ment \$'000	Furniture and fittings \$'000	Office equipment \$'000	Computers \$'000	Motor vehicles \$'000	Plant and machinery \$'000	Assets under construct- ion \$'000	Total \$'000
31 March 2017										
Cost										
At 1 July 2016	1,986	2,205	3,857	559	1,235	3,825	361	32,764	69	46,861
Additions	–	18	155	16	21	172	29	356	186	953
Disposals	–	(13)	–	(5)	(87)	(517)	(29)	(1,806)	–	(2,457)
Reclassification	(19)	–	19	–	–	–	–	–	–	–
Translation difference on consolidation	(143)	74	94	2	(22)	137	3	1,210	18	1,373
At 31 March 2017	1,824	2,284	4,125	572	1,147	3,617	364	32,524	273	46,730
Accumulated depreciation and impairment losses										
At 1 July 2016	218	524	2,231	482	802	3,382	176	27,206	–	35,021
Depreciation charge for the period	54	55	689	42	116	236	29	1,272	–	2,493
Disposals	–	(13)	–	(5)	(84)	(514)	(29)	(1,804)	–	(2,449)
Reclassification	(3)	–	3	–	–	–	–	–	–	–
Translation difference on consolidation	(12)	17	67	2	(7)	113	3	973	–	1,156
At 31 March 2017	257	583	2,990	521	827	3,217	179	27,647	–	36,221
Carrying amounts										
At 1 July 2016	1,768	1,681	1,626	77	433	443	185	5,558	69	11,840
At 31 March 2017	1,567	1,701	1,135	51	320	400	185	4,877	273	10,509

Company	Furniture and fittings \$'000	Office equipment \$'000	Computers \$'000	Total \$'000
31 March 2017				
Cost				
At 1 July 2016	9	5	12	26
Additions	1	–	2	3
At 31 March 2017	10	5	14	29
Accumulated depreciation				
At 1 July 2016	9	5	8	22
Depreciation charge for the period	*	–	1	1
At 31 March 2017	9	5	9	23
Carrying amounts				
At 1 July 2016	–	–	4	4
At 31 March 2017	1	–	5	6

* Amount less than \$1,000

Leasehold land and building and plant and machinery of the Group with carrying amounts of \$1,074,000 (30 June 2016: \$1,477,000) and \$362,000 (30 June 2016: \$530,000) respectively, have been pledged to banks as securities for certain bank loans (note 7).

The carrying amounts of property, plant and equipment include amounts totalling \$60,000 (30 June 2016: \$76,000) for the Group in respect of assets acquired under finance leases (note 7).

3. Intangible Assets

Group	Computer software \$'000	Technology licence \$'000	Intellectual property \$'000	Development expenditure \$'000	Goodwill \$'000	Total \$'000
31 March 2017						
Cost						
At 1 July 2016	842	2,106	10,447	6,738	27,371	47,504
Additions	309	–	–	–	–	309
Translation difference on consolidation	5	69	348	225	389	1,036
At 31 March 2017	<u>1,156</u>	<u>2,175</u>	<u>10,795</u>	<u>6,963</u>	<u>27,760</u>	<u>48,849</u>
Accumulated amortisation and impairment losses						
At 1 July 2016	695	1,119	3,586	891	–	6,291
Amortisation for the period	53	84	413	254	–	804
Translation difference on consolidation	5	37	121	30	–	193
At 31 March 2017	<u>753</u>	<u>1,240</u>	<u>4,120</u>	<u>1,175</u>	<u>–</u>	<u>7,288</u>
Carrying amounts						
At 1 July 2016	147	987	6,861	5,847	27,371	41,213
At 31 March 2017	<u>403</u>	<u>935</u>	<u>6,675</u>	<u>5,788</u>	<u>27,760</u>	<u>41,561</u>

4. Associate

On 15 November 2016, the Company entered into a share purchase agreement with unrelated third party, to dispose its entire 40% shareholding in Kita Manufacturing Co., Ltd for a cash consideration of US\$6,000,000 (approximately \$8,641,000).

The transaction was completed on 5 January 2017.

5. Cash and Cash Equivalents

	Group		Company	
	31 March 2017 \$'000	30 June 2016 \$'000	31 March 2017 \$'000	30 June 2016 \$'000
Cash at banks and in hand	38,376	32,434	16,067	9,871
Deposits with financial institutions	9,995	7,602	7,105	7,067
Cash and cash equivalents in the consolidated statement of cash flows	<u>48,371</u>	<u>40,036</u>	<u>23,172</u>	<u>16,938</u>

6. Share Capital

	Group and Company 31 March 2017		Group and Company 30 June 2016	
	No. of shares '000	Share capital \$'000	No. of shares '000	Share capital \$'000
Fully paid ordinary shares, with no par value:				
Ordinary shares				
At 1 July 2016 and 1 July 2015	167,128	89,566	557,094	89,566
Reduction in number of share arising from share consolidation	–	–	(389,966)	–
At 31 March 2017 and 30 June 2016	<u>167,128</u>	<u>89,566</u>	<u>167,128</u>	<u>89,566</u>

The Group had not acquired any treasury shares for the financial period ended 31 March 2017. There were no treasury shares held by the Group as at 31 March 2017 and 30 June 2016.

During its annual general meeting on 19 October 2015, the Company obtained approval from its members to consolidate every 10 existing issued ordinary share in the capital of the Company into 3 consolidated shares ("share consolidation"). The exercise was completed on 30 October 2015. The number of issued shares of the Company following the share consolidation exercise was 167,128,185.

7. Interest-Bearing Borrowings

Interest-bearing borrowings consist of the following:

	Group	
	31 March 2017 \$'000	30 June 2016 \$'000
Non-current liabilities		
Secured bank loans	–	44
Unsecured bank loans	185	366
Obligations under hire purchase agreements and finance leases	46	61
	231	471
Current liabilities		
Secured bank loans	73	838
Unsecured bank loans	946	2,492
Obligations under hire purchase agreements and finance leases	16	17
	1,035	3,347
	1,266	3,818

Maturity of liabilities (excluding finance lease liabilities)

	Group	
	31 March 2017 \$'000	30 June 2016 \$'000
Within 1 year	1,019	3,330
After 1 year but within 5 years	185	410
	1,204	3,740

The borrowings are secured on the following assets:

	Note	Group	
		31 March 2017 \$'000	30 June 2016 \$'000
Leasehold land and building	2	1,074	1,477
Plant and machinery	2	362	530
Total carrying amount		1,436	2,007

Obligations under finance leases

Group	31 March 2017			30 June 2016		
	Principal \$'000	Interest \$'000	Total \$'000	Principal \$'000	Interest \$'000	Total \$'000
Repayable within 1 year	16	3	19	17	4	21
Repayable after 1 year but within 5 years	46	2	48	61	5	66
	62	5	67	78	9	87

8. Results from Operating Activities

Group	Note	1 January 2017 to 31 March 2017 \$'000	1 January 2016 to 31 March 2016 \$'000	1 July 2016 to 31 March 2017 \$'000	1 July 2015 to 31 March 2016 \$'000
Other income					
Bad debts recovered		–	–	–	1,403
Dividend income from financial assets ⁽¹⁾		17	647	17	647
Exchange (loss)/gain, net		(351)	(194)	111	103
(Loss)/Gain on disposal of property, plant and equipment		–	(7)	133	11
Gain on liquidation of subsidiaries		–	–	206	–
Gain on disposal of an associate		1,249	–	1,249	–
Gain on disposal of asset classified as held for sale		–	–	–	361
Rental income		15	12	50	20
Sundry income		427	106	512	210
		1,357	564	2,278	2,755
Other expenses					
Reversal of allowance for doubtful debts from trade receivables		–	–	(20)	–
Allowance for inventory obsolescence		3	162	310	405
Amortisation of intangible assets	3	275	265	804	758
Depreciation of property, plant and equipment	2	806	683	2,493	2,159
Impairment loss on other financial asset		–	–	1,578	401
Inventories (written back)/written off		–	(38)	4	–
		–	(38)	4	–

Increase in the depreciation expenses during the period was mainly due to expansion of certain facilities for probe card Solutions business and purchase of new equipment since the financial year ended 30 June 2016.

⁽¹⁾ In FY2016, one of the quoted shares that the Company invested in, had delisted its shares and proceeded with the voluntary liquidation process. The income received in FY2016 and FY2017 were the dividend distributions during the liquidation process.

9. Net Finance Income/(Expenses)

Group	1 January 2017 to 31 March 2017 \$'000	1 January 2016 to 31 March 2016 \$'000	1 July 2016 to 31 March 2017 \$'000	1 July 2015 to 31 March 2016 \$'000
Finance income				
Interest income from:				
- financial institutions	25	22	75	48
- joint venture	–	1	–	4
- third parties	–	2	–	5
	25	25	75	57
Finance expenses				
Interest expenses to:				
- finance leases	(1)	*	(3)	(2)
- financial institutions	(15)	(38)	(53)	(126)
	(16)	(38)	(56)	(128)
Net finance income/(expenses)	9	(13)	19	(71)

* Amount less than \$1,000

10. Income Tax Expenses

Group	1 January 2017 to 31 March 2017 \$'000	1 January 2016 to 31 March 2016 \$'000	1 July 2016 to 31 March 2017 \$'000	1 July 2015 to 31 March 2016 \$'000
Current tax				
- current period	1,589	571	2,680	1,619
- withholding tax	49	115	230	115
- under/(over) provision in prior year	73	(19)	84	(32)
- utilisation of previously unrecognised deferred tax assets	(100)	(101)	(485)	(460)
	1,611	566	2,509	1,242
Deferred tax				
- origination and reversal of temporary differences	(392)	8	64	279
- over provision in prior year	-	(23)	-	(25)
	(392)	(15)	64	254
Total income tax expenses	1,219	551	2,573	1,496

On 7 July 2016, one of the shareholders of the Company made mandatory conditional cash offer for 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 the shareholder. On 24 August 2016, the shareholder had acquired 54.41% of the total number of issued shares.

This substantial change in the Company's shareholdings may affect the ability of the Company and its subsidiaries residing in Singapore and the United States of America to carry forward its recognised deferred tax assets of \$3,108,000 arising from unutilised tax losses and credits, unabsorbed wear and tear allowances and other temporary differences as well as the unrecognised temporary differences amounting to \$13,473,000.

For subsidiaries in Singapore, the Group is applying to the relevant tax authorities for a waiver on the basis that the change in shareholdings was not for the purpose of obtaining any tax advantage. In United States of America, the subsidiary is seeking advice from the local tax legal counsel on its position with regards to the subject matter. The full impact to the financial statements is subject to the outcome of the waiver appeal and the advice from professionals.

11. Earnings Per Share

Group	1 January 2017 to 31 March 2017 \$'000	1 January 2016 to 31 March 2016 \$'000	1 July 2016 to 31 March 2017 \$'000	1 July 2015 to 31 March 2016 \$'000
Basic earnings per share is based on:				
Profit for the period attributable to Owners of the Company	2,253	2,202	4,574	5,769
	2,253	2,202	4,574	5,769
Weighted average number of:				
- Shares outstanding during the period	167,128	167,128	167,128	167,128
	167,128	167,128	167,128	167,128

Diluted earnings per share is the same as basic earnings per share as there are no potentially dilutive ordinary shares for both current and previous financial period.

12. Net Asset Values Per Ordinary Share

	Group cents	Company cents
Net asset values per ordinary share based on issued share capital of the Company as at		
(a) 31 March 2017	76.21	62.85
(b) 30 June 2016	76.43	63.05

13. Dividends

There were no dividend declared or recommended for the current financial period (1 January 2017 to 31 March 2017) reported on or the correspondence period of the immediately preceding financial year.

Interim and Special interim dividends totaling 2.50 cents per share declared during second quarter results reporting were paid in March 2017 (FY2016: 0.70 cents per share).

14. Significant Related Party Transactions

Significant transactions with related parties are as follows:

Group	1 January 2017 to 31 March 2017 \$'000	1 January 2016 to 31 March 2016 \$'000	1 July 2016 to 31 March 2017 \$'000	1 July 2015 to 31 March 2016 \$'000
Rental expenses paid to a director	(31)	(33)	(92)	(99)

15. Interested Person Transactions

The Company does not have any general mandate from shareholders for interested person transactions (IPT).

During the financial period, the total transactions with interested person are as follows:

Name of interested person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholder's 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)
<u>Chan Wai Leong (Director)</u>	\$'000	\$'000
Rental expenses	92	-

The total value of interested person transactions of \$92,000 is approximately 0.11% of the Group audited consolidated net tangible assets of FY2016.

16. Commitments

Lease commitments

As at 31 March 2017, commitments of the Group for minimum lease payments under non-cancellable operating leases are as follows:

	Group	
	31 March 2017 \$'000	30 June 2016 \$'000
Payable:		
Within 1 year	1,942	1,785
After 1 year but within 5 years	3,620	2,543
After 5 years	-	21
	5,562	4,349

Capital commitments

Capital commitments contracted but not provided for

-	256
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Corporate guarantees

As at 31 March 2017, the Company provided corporate guarantees amounting to \$17,109,000 (30 June 2016: \$16,678,000) to banks for banking facilities made available to its subsidiaries, of which the subsidiaries have utilised \$869,000. (30 June 2016: \$2,439,000).

17. Other Information

Reportable segments

Group	Distribution & Services solutions		Probe Card solutions		Eliminations		Consolidated	
	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue and Expense								
Total revenue from external customers	30,433	32,392	56,340	56,150	-	-	86,773	88,542
Inter-segment revenue	905	656	-	3	(905)	(659)	-	-
	<u>31,338</u>	<u>33,048</u>	<u>56,340</u>	<u>56,153</u>			<u>86,773</u>	<u>88,542</u>
Segment results	1,409	1,282	8,113	6,348	(36)	-	9,486	7,630
Unallocated corporate results							(2,555)	(610)
							<u>6,931</u>	<u>7,020</u>
Share of results of associates and joint ventures - allocated to reportable segments	105	193	85	127	-	-	190	320
							<u>7,121</u>	<u>7,340</u>
Finance income							75	57
Finance expenses							(56)	(128)
Income tax expenses							(2,573)	(1,496)
Non-controlling interests							7	(4)
Profit for the period attributable to Owners of the Company							<u>4,574</u>	<u>5,769</u>

Group	Distribution & Services solutions		Probe Card solutions		Eliminations		Consolidated	
	31 March 2017	30 June 2016	31 March 2017	30 June 2016	31 March 2017	30 June 2016	31 March 2017	30 June 2016
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Assets and liabilities								
Segment assets	38,650	39,344	82,322	83,280	-	-	120,972	122,624
Investments in associates - allocated to reportable segments	825	682	-	7,703	-	-	825	8,385
Investments in joint ventures - allocated to reportable segments	70	68	-	-	-	-	70	68
Tax receivables	-	1	-	-	-	-	-	1
Deferred tax assets	722	947	2,134	2,343	-	-	2,856	3,290
Unallocated corporate assets							<u>27,552</u>	<u>22,023</u>
Total assets							<u>152,275</u>	<u>156,391</u>
Segment liabilities	7,033	8,819	12,722	12,844	-	-	19,755	21,663
Interest-bearing borrowings	-	-	1,266	3,818	-	-	1,266	3,818
Income tax liabilities	196	203	947	952	-	-	1,143	1,155
Unallocated corporate liabilities							<u>2,329</u>	<u>1,633</u>
Total liabilities							<u>24,493</u>	<u>28,269</u>

Group	Distribution & Services solutions		Probe Card solutions		Eliminations		Consolidated	
	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Capital expenditure - allocated to reportable segments	67	255	1,192	1,459	-	-	1,259	1,714
unallocated corporate expenses							3	-
							<u>1,262</u>	<u>1,714</u>
Other Items								
Amortisation of intangible assets - allocated to reportable segments	4	8	800	750	-	-	804	758
Bad debts recovered - allocated to reportable segments	-	-	-	(1,403)	-	-	-	(1,403)

Ellipsiz Ltd and its Subsidiaries
Third quarter results ended
31 March 2017

Group	Distribution & Services solutions		Probe Card solutions		Eliminations		Consolidated	
	31 March 2017 \$'000	31 March 2016 \$'000	31 March 2017 \$'000	31 March 2016 \$'000	31 March 2017 \$'000	31 March 2016 \$'000	31 March 2017 \$'000	31 March 2016 \$'000
Depreciation of property, plant and equipment								
- allocated to reportable segments	241	256	2,251	1,899	-	-	2,492	2,155
- unallocated corporate expenses							1	4
							<u>2,493</u>	<u>2,159</u>
(Gain)/Loss on disposal of property, plant and equipment								
- allocated to reportable segments	(132)	(17)	(1)	6	-	-	(133)	(11)
Loss/(Gain) on disposal of subsidiaries								
- allocated to reportable segments	248	-	(454)	-	-	-	(206)	-
Gain on disposal of an associate								
- allocated to reportable segments	-	-	(1,249)	-	-	-	(1,249)	-
Gain on disposal of assets classified as held for sale								
- allocated to reportable segments	-	-	-	(361)	-	-	-	(361)
Inventories written off								
- allocated to reportable segments	4	-	-	-	-	-	4	-
Impairment of other financial asset								
- unallocated corporate expenses							1,578	401
Reversal of allowance for doubtful trade receivables								
- allocated to reportable segments	(20)	-	-	-	-	-	(20)	-
(Reversal of allowance)/ Allowance for inventory obsolescence								
- allocated to reportable segments	(4)	(40)	314	445	-	-	310	405

Geographical segments

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers. Segment assets are based on the geographical location of the assets.

Group	Singapore		Malaysia		China		Taiwan		USA		Japan		Europe		Other Regions		Consolidated	
	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Total revenue from external customers	20,354	16,299	2,985	5,053	19,827	22,070	9,534	13,067	12,419	14,778	14,798	9,824	2,430	2,693	4,426	4,758	86,773	88,542
Group	Singapore		Malaysia		China		Taiwan		USA		Japan		Europe		Other Regions		Consolidated	
	31 March 2017	30 June 2016	31 March 2017	30 June 2016	31 March 2017	30 June 2016	31 March 2017	30 June 2016	31 March 2017	30 June 2016	31 March 2017	30 June 2016	31 March 2017	30 June 2016	31 March 2017	30 June 2016	31 March 2017	30 June 2016
	\$'000	S\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Non-current segment assets	40,715	40,527	26	30	587	712	2,120	2,195	845	1,212	2,644	3,153	22	3	5,111	5,221	52,070	53,053
Investments in associates	-	-	-	-	-	-	-	-	-	-	-	7,703	-	-	825	682	825	8,385
Investments in joint ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	70	68	70	68
Investments in other financial assets	4,209	4,910	-	-	-	-	-	-	-	-	229	233	40	60	-	-	4,478	5,203
Deferred tax assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,940	3,374
Total non-current assets	44,924	45,437	26	30	587	712	2,120	2,195	845	1,212	2,873	11,089	62	63	6,006	5,971	60,383	70,083
Group	Singapore		Malaysia		China		Taiwan		USA		Japan		Europe		Other Regions		Consolidated	
	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016	31 March 2017	31 March 2016
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Capital expenditure	62	66	7	14	185	56	427	630	300	335	59	392	-	-	222	221	1,262	1,714

**CONFIRMATION BY THE BOARD
PURSUANT TO RULE 705(5) OF THE SGX-ST LISTING MANUAL**

We, Chan Wai Leong and Kelvin Lum Wen-Sum being Chief Executive Office and Executive Director of Ellipsiz Ltd (the "Company"), do hereby confirm on behalf of the Board of Directors of the Company, that to the best of our knowledge, nothing has come to our attention which may render the interim financial information of the Company and of the Group for the 3rd quarter results ended 31 March 2017 to be false or misleading in any material aspect.

PURSUANT TO RULE 720(1) OF THE SGX-ST LISTING MANUAL

We further confirm that the Company has procured undertakings from the Company's directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the SGX-ST Listing Manual.

On behalf of the Board of Directors



Chan Wai Leong
Chief Executive Officer



Kelvin Lum Wen-Sum
Executive Director

Singapore
8 May 2017