



## Sakae Holdings Ltd.

### Third Quarter and Nine months Financial Statement And Dividend Announcement

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

1(a) An income statement (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

	Group					
	Quarter ended			9 months ended		
	31 March		Increase / (Decrease)	31 March		Increase / (Decrease)
	2019 (3QFY2019)	2018 (3QFY2018)		2019 (9MFY2019)	2018 (9MFY2018)	
S\$'000	S\$'000	%	S\$'000	S\$'000	%	
Revenue	12,241	12,344	(0.8)	33,868	47,316	(28.4)
Cost of sales	(4,635)	(3,640)	27.3	(11,818)	(19,292)	(38.7)
Gross profit	7,606	8,704	(12.6)	22,050	28,024	(21.3)
Other operating income	1,278	998	28.1	3,196	2,793	14.4
Administrative expenses	(5,337)	(5,823)	(8.3)	(15,831)	(20,364)	(22.3)
Other operating expenses	(9,322)	(3,212)	100.0	(14,873)	(8,911)	66.9
Non-operating income	-	-	N.M.	-	228	N.M.
Finance cost	(382)	(349)	9.5	(1,091)	(1,059)	3.0
(Loss) Profit before income tax	(6,157)	318	N.M.	(6,549)	711	N.M.
Income tax	(70)	-	N.M.	(118)	(5)	100.0
(Loss) Profit after income tax	(6,227)	318	N.M.	(6,667)	706	N.M.
Attributable to:						
Equity holders of the company	(6,076)	306	N.M.	(6,545)	611	N.M.
Non-controlling interest	(151)	12	N.M.	(122)	95	N.M.
	(6,227)	318	N.M.	(6,667)	706	N.M.

N.M. - Not Meaningful

**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 (cont'd)**

	Group					
	Quarter ended			9 months ended		
	31 March		Increase / (Decrease)	31 March		Increase / (Decrease)
	2019 (3QFY2019)	2018 (3QFY2018)		2019 (9MFY2019)	2018 (9MFY2018)	
S\$'000	S\$'000	%	S\$'000	S\$'000	%	
Net (loss) profit for the period	(6,227)	318	N.M.	(6,667)	706	N.M.
Other comprehensive income (loss):						
Currency translation differences	11	(57)	N.M.	115	462	(75.1)
<b>Total comprehensive (loss) income for the period</b>	<b>(6,216)</b>	<b>261</b>	<b>N.M.</b>	<b>(6,552)</b>	<b>1,168</b>	<b>N.M.</b>
Attributable to:						
Equity holders of the Company	(6,036)	273	N.M.	(6,401)	1,097	N.M.
Non-controlling interests	(180)	(12)	100.0	(151)	71	N.M.
<b>Total comprehensive (loss) income for the period</b>	<b>(6,216)</b>	<b>261</b>	<b>N.M.</b>	<b>(6,552)</b>	<b>1,168</b>	<b>N.M.</b>

N.M. - Not Meaningful

(Loss) Profit before income tax is determined after charging (crediting) the following:

	Group					
	Quarter ended			9 months ended		
	31 March		Increase / (Decrease)	31 March		Increase / (Decrease)
	2019 (3QFY2019)	2018 (3QFY2018)		2019 (9MFY2019)	2018 (9MFY2018)	
S\$'000	S\$'000	%	S\$'000	S\$'000	%	
Depreciation on property, plant and equipment	240	883	(72.8)	990	2,799	(64.6)
Depreciation on investment property	6	10	(40.0)	18	10	80.0
Loss on disposal of plant and equipment (net)	-	-	N.M.	11	-	N.M.
Write off of plant and equipment	-	-	N.M.	-	418	N.M.
Impairment loss on property, plant and equipment	-	-	N.M.	-	(322)	N.M.
Impairment of goodwill	3,225	-	N.M.	3,225	-	N.M.
Impairment loss recognised on other receivable	2,800	-	N.M.	2,800	-	N.M.
Reversal of provision for early termination of leases (net)	-	-	N.M.	-	(1,537)	N.M.
Interest expense	382	349	9.5	1,091	1,059	3.0
Interest income	-	(12)	N.M.	(5)	(30)	(83.3)
Income tax expense	70	-	N.M.	118	5	100.0

**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.**

	<b>Group</b>		<b>Company</b>	
	<b>31/03/2019</b>	<b>30/06/2018</b>	<b>31/03/2019</b>	<b>30/06/2018</b>
	S\$'000	S\$'000	S\$'000	S\$'000
<b>ASSETS</b>				
<b>Current assets:</b>				
Cash and cash equivalents	1,486	4,148	452	1,282
Trade receivables	3,501	3,068	386	205
Other receivables and prepayments	7,182	10,871	2,936	3,158
Inventories	1,970	1,830	134	64
Held for trading investments	982	2,046	459	1,507
Income tax recoverable	1,251	1,209	-	-
<b>Total current assets</b>	<b>16,372</b>	<b>23,172</b>	<b>4,367</b>	<b>6,216</b>
<b>Non-current assets:</b>				
Other investment	-	105	-	-
Subsidiaries	-	-	10	10
Due from subsidiaries	-	-	24,189	18,897
Associates	10,468	10,468	6,792	6,792
Joint venture	350	350	-	-
Property, plant and equipment	73,030	73,974	61,430	61,733
Investment properties	2,848	2,920	-	-
Intangible assets	268	322	-	-
Goodwill	721	3,968	3,225	3,225
<b>Total non-current assets</b>	<b>87,685</b>	<b>92,107</b>	<b>95,646</b>	<b>90,657</b>
<b>Total assets</b>	<b>104,057</b>	<b>115,279</b>	<b>100,013</b>	<b>96,873</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>				
<b>Current liabilities:</b>				
Bank loans	49,900	51,125	47,565	48,208
Trade payables	3,939	4,053	3,199	1,819
Other payables and accruals	2,246	4,161	2,046	2,240
Provisions	586	748	131	133
Due to subsidiaries	-	-	10,687	4,640
Income tax payable	456	463	-	-
<b>Total current liabilities</b>	<b>57,127</b>	<b>60,550</b>	<b>63,628</b>	<b>57,040</b>
<b>Non-current liabilities:</b>				
Bank loans	2,569	3,873	2,569	3,873
Deferred tax liabilities	7,818	7,818	7,818	7,818
<b>Total non-current liabilities</b>	<b>10,387</b>	<b>11,691</b>	<b>10,387</b>	<b>11,691</b>
<b>Capital and reserves:</b>				
Share capital	10,736	10,736	10,736	10,736
Treasury shares	(892)	(892)	(892)	(892)
Reserves	25,417	31,848	16,154	18,298
Equity attributable to equity holders of the company	35,261	41,692	25,998	28,142
Non-controlling interests	1,282	1,346	-	-
<b>Total equity</b>	<b>36,543</b>	<b>43,038</b>	<b>25,998</b>	<b>28,142</b>
<b>Total liabilities and equity</b>	<b>104,057</b>	<b>115,279</b>	<b>100,013</b>	<b>96,873</b>

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

**Amount repayable in one year or less, or on demand**

<b>As at 31/03/2019</b>		<b>As at 30/06/2018</b>	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
48,400	1,500	49,625	1,500

**Amount repayable after one year**

<b>As at 31/03/2019</b>		<b>As at 30/06/2018</b>	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
2,569	-	3,873	-

**Details of any collateral**

The Group obtained loan facilities to finance the construction of its headquarters which was mortgaged to the lending bank as a form of collateral and short term loans for working capital.

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

Please see next page.

	Group			
	Quarter ended		9 months ended	
	31 March		31 March	
	2019 (3QFY2019)	2018 (3QFY2018)	2019 (9MFY2019)	2018 (9MFY2018)
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Operating activities</b>				
(Loss) Profit before income tax	(6,157)	318	(6,549)	711
Adjustments for:				
Depreciation of property, plant and equipment	240	883	990	2,799
Depreciation of investment property	6	10	18	10
Loss on disposal of property, plant and equipment	-	-	11	-
Write-off of property, plant and equipment	-	-	-	418
Impairment of goodwill	3,225	-	3,225	-
Impairment loss on property, plant and equipment	-	-	-	(322)
Impairment loss recognised on other receivable	2,800	-	2,800	-
Dividend income from held for trading investments	(2)	-	(46)	(27)
Fair value loss on held for trading investments	134	-	168	-
Reversal of provision for early termination of leases	-	-	-	(1,537)
Unrealised foreign exchange loss (gain)	8	(89)	10	(74)
Interest expense	382	349	1,091	1,059
Interest income	-	(12)	(5)	(30)
Operating cash flows before movements in working capital	636	1,459	1,713	3,007
Trade receivables	575	(621)	(365)	(3,406)
Other receivables and prepayments	401	1,119	852	1,245
Inventories	1,099	(557)	(140)	(7,501)
Trade payables	(1,403)	(314)	(117)	1,923
Other payables and accruals	(911)	(210)	(2,007)	394
Cash from (used in) operations	397	876	(64)	(4,338)
Interest paid	(382)	(349)	(1,091)	(1,059)
Interest received	-	12	5	30
Income taxes and withholding taxes (paid) refund	(78)	-	(126)	38
Net cash (used in) from operating activities	(63)	539	(1,276)	(5,329)
<b>Investing activities</b>				
Purchase of property, plant and equipment	-	(203)	-	(671)
Proceeds from disposal of property, plant and equipment	-	-	109	-
Purchase of intangible asset	-	(325)	-	(325)
Investment in joint venture	-	-	-	(80)
Dividend income from held for trading investments	2	-	46	27
Proceeds from disposal of held for trading investments	444	-	985	-
Net cash generated from (used in) investing activities	446	(528)	1,140	(1,049)
<b>Financing activities</b>				
Proceeds from bank loans	-	-	-	12,634
Repayment of bank loans	(508)	(1,043)	(2,529)	(5,727)
Net cash (used in) from financing activities	(508)	(1,043)	(2,529)	6,907
Net decrease in cash and cash equivalents	(125)	(1,032)	(2,665)	529
Cash and cash equivalents at beginning of period	1,612	7,468	4,148	6,005
Effects on exchange rate changes on the balance of cash held in foreign currencies	(1)	87	3	(11)
<b>Cash and cash equivalents at end of period</b>	<b>1,486</b>	<b>6,523</b>	<b>1,486</b>	<b>6,523</b>

**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.**

	Issued capital	Treasury shares	Capital reserve	Currency translation reserve	Revaluation reserve	Accumulated profits	Attributable to equity holders of the company	Non-controlling interests	Total
	S\$'000	S\$'000		S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Group</b>									
Balance at July 1, 2017	10,736	(892)	166	(2,369)	41,559	(15,235)	33,965	1,547	35,512
Profit for the period						206	206	66	272
Other comprehensive income for the period	-	-	-	25	-	-	25	-	25
Balance at September 30, 2017	10,736	(892)	166	(2,344)	41,559	(15,029)	34,196	1,613	35,809
Balance at October 1, 2017	10,736	(892)	166	(2,344)	41,559	(15,029)	34,196	1,613	35,809
Profit for the period						97	97	17	114
Other comprehensive income for the period	-	-	-	494	-	-	494	-	494
Balance at December 31, 2017	10,736	(892)	166	(1,850)	41,559	(14,932)	34,787	1,630	36,417
Balance at January 1, 2018	10,736	(892)	166	(1,850)	41,559	(14,932)	34,787	1,630	36,417
Profit for the period						306	306	12	318
Other comprehensive loss for the period	-	-	-	(57)	-	-	(57)	-	(57)
Balance at March 31, 2018	10,736	(892)	166	(1,907)	41,559	(14,626)	35,036	1,642	36,678
Balance at July 1, 2018	10,736	(892)	166	(854)	43,035	(10,499)	41,692	1,346	43,038
Profit for the period	-	-	-	-	-	75	75	-	75
Other comprehensive (loss) income for the period	-	-	-	(68)	-	-	(68)	58	(10)
Balance at September 30, 2018	10,736	(892)	166	(922)	43,035	(10,424)	41,699	1,404	43,103
Balance at October 1, 2018	10,736	(892)	166	(922)	43,035	(10,424)	41,699	1,404	43,103
Loss for the period	-	-	-	-	-	(545)	(545)	29	(516)
Other comprehensive income for the period	-	-	-	172	-	-	172	-	172
Balance at December 31, 2018	10,736	(892)	166	(750)	43,035	(10,969)	41,326	1,433	42,759
Balance at January 1, 2019	10,736	(892)	166	(750)	43,035	(10,969)	41,326	1,433	42,759
Loss for the period	-	-	-	-	-	(6,076)	(6,076)	(151)	(6,227)
Other comprehensive income for the period	-	-	-	11	-	-	11	-	11
Balance at March 31, 2019	10,736	(892)	166	(739)	43,035	(17,045)	35,261	1,282	36,543

	Issued capital	Treasury shares	Capital reserve	Currency translation reserve	Revaluation reserve	Accumulated profits	Attributable to equity holders of the company	Non-controlling interests	Total
	S\$'000	S\$'000		S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Company</b>									
Balance at July 1, 2017	10,736	(892)	-	-	40,744	(21,597)	28,991	-	28,991
Profit for the period	-	-	-	-	-	114	114	-	114
Balance at September 30, 2017	10,736	(892)	-	-	40,744	(21,483)	29,105	-	29,105
Balance at October 1, 2017	10,736	(892)	-	-	40,744	(21,483)	29,105	-	29,105
Loss for the period	-	-	-	-	-	(917)	(917)	-	(917)
Balance at December 31, 2017	10,736	(892)	-	-	40,744	(22,400)	28,188	-	28,188
Balance at January 1, 2018	10,736	(892)	-	-	40,744	(22,400)	28,188	-	28,188
Loss for the period	-	-	-	-	-	(995)	(995)	-	(995)
Balance at March 31, 2018	10,736	(892)	-	-	40,744	(23,395)	27,193	-	27,193
Balance at July 1, 2018	10,736	(892)	-	-	42,196	(23,898)	28,142	-	28,142
Loss for the period	-	-	-	-	-	(627)	(627)	-	(627)
Balance at September 30, 2018	10,736	(892)	-	-	42,196	(24,525)	27,515	-	27,515
Balance at October 1, 2018	10,736	(892)	-	-	42,196	(24,525)	27,515	-	27,515
Loss for the period	-	-	-	-	-	(890)	(890)	-	(890)
Balance at December 31, 2018	10,736	(892)	-	-	42,196	(25,415)	26,625	-	26,625
Balance at January 1, 2019	10,736	(892)	-	-	42,196	(25,415)	26,625	-	26,625
Loss for the period	-	-	-	-	-	(627)	(627)	-	(627)
Balance at March 31, 2019	10,736	(892)	-	-	42,196	(26,042)	25,998	-	25,998

- 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 also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

Treasury shares

The changes in the Company's Treasury shares are set out below.

	<b>31 March 2019</b>		<b>30 June 2018</b>	
	No. of shares ('000)	(\$'000)	No. of shares ('000)	(\$'000)
At beginning and end of period/year	2,528	892	2,528	892

- 1(d)(iii) To show the number of shares held as treasury shares, if any, against 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.**

	<b>31/03/2019</b>	<b>30/06/2018</b>
Number of shares held as treasury shares	2,528,000	2,528,000
Total no. of issued shares (excluding treasury shares)	139,472,000	139,472,000

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

Not applicable.

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

During the financial period, there were no transaction pertaining to subsidiary holdings.

- 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 Company has followed the same accounting policies and methods of computation in the financial statements for the current period with those adopted in the most recent audited financial statements for the financial year ended 30 June 2018.

**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.

**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.**

	Quarter ended 31 March 2019 (3QFY2019)	Quarter ended 31 March 2018 (3QFY2018)	9 months ended 31 March 2019 (9MFY2019)	9 months ended 31 March 2018 (9MFY2018)
Earnings per ordinary share for the period				
(a) Based on weighted average number of ordinary shares in issue (cents)	(4.36)	0.22	(4.69)	0.44
(b) On a fully diluted basis (cents)	(4.36)	0.22	(4.69)	0.44

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

	Group		Company	
	31/03/2019	30/06/2018	31/03/2019	30/06/2018
Net asset value per ordinary share based on issued share capital as at the end of period (cents)	20.96	29.89	18.64	20.18

**8. Review of the performance of the Group**

Financial performance (3QFY2019 vs 3QFY2018)

Group revenue for the quarter ended 31 March 2019 ("3QFY2019") totalled \$12.2 million, a decrease of 0.8% as compared to \$12.3 million in the corresponding period of the previous year ("3QFY2018"). Group revenue decreased due to the steamlining of outlets and the slow sales contribution from overseas market.

Despite the rising prices of the high quality raw materials used, the Group has effectively managed the use of the raw materials for its restaurant business and maintained its gross profit margin at about 62.1%.

Streamlining of Group operations have also resulted in reductions in administrative expenses decreased by 8.3%, from \$5.8 million in 3QFY2018 to \$5.3 million in 3QFY2019. Labour costs decreased by 2.2%, from \$4.5 million in 3QFY2018 to \$4.4 million in 3QFY2019. Other administrative expenses including depreciation charges and other expenses also declined.

Other operating expenses have increased by 100%, from \$3.2 million in 3QFY2018 to \$9.3 million in 3QFY2019, due significantly to a goodwill impairment of \$3.2 million together with an impairment loss on other receivable of \$2.8 million.

The Group had on 6 March 2016, purchased a 51% equity interest in a Chilean based frozen seafood production and trading company called Cocosa Export S.A. ("Cocosa Export"). The Group has assessed the business performance and future prospects of Cocosa Export, and is of the view that the value of the investment, in longer term, may not be recoverable. As such, taking a prudent approach, the Company has provided a goodwill impairment of \$3.2 million in connection with the purchase of 51% equity interest in Cocosa Export. Along with this, there is an impairment loss of \$2.8 million under other receivables.

Despite the allowance for impairment loss on other receivables, the Company will continue to work on its recovery.

For 3QFY2019, Group loss before tax was \$6.16 million (as compared to Group profit before tax of \$0.3 million for 3QFY2018); and Group net loss after tax was \$6.23 million (as compared to Group net profit after tax of \$0.3 million for 3QFY2018).

#### Financial performance (9MFY2019 vs 9MFY2018)

Group revenue for the nine months ended 31 March 2019 ("9MFY2019") totalled \$33.9 million, a decrease of 28.4% as compared to \$47.3 million in the corresponding period of the previous year ("9MFY2018"). Group revenue decreased as a result of streamlining of Group operations, resulting in reduction of revenue, whilst cost of sales and labour costs have also declined accordingly. Gross profit margin has increased by 5.9%, from 59.2% in 9MFY2018 to 65.1% in 9MFY2019, due to effective management of operations.

Streamlining of Group operations have also resulted in reductions in administrative expenses by 22.3%, from \$20.4 million in 9MFY2018 to \$15.8 million in 9MFY2019. Labour costs decreased by 10.4%, from \$14.4 million in 9MFY2018 to \$12.9 million in 9MFY2019. Other administrative expenses including depreciation charges and other expenses also declined.

Other operating expenses have increased by 66.9%, from \$8.9 million in 9MFY2018 to \$14.9 million in 9MFY2019, due significantly to a goodwill impairment of \$3.2 million together with an impairment loss on other receivable of \$2.8 million.

For 9MYF2019, Group loss before tax was \$6.55 million (as compared to Group profit before tax of \$0.7 million for 9MYF2018); and Group net loss after tax was \$6.67 million (as compared to Group net profit after tax of \$0.7 million for 9MFY2018).

#### Financial position and cash flow

Group and Company cash and bank balances as at 31 March 2019 ("9MFY2019") stood at \$1.5 million and \$0.5 million respectively as compared to \$4.1 million and \$1.3 million respectively as at 30 June 2018 ("FY2018"). The Group continues its efforts to grow its businesses, including partnering with potential strategic business partners, both locally and globally, for both raw materials supply as well as in business expansion. The Group continues to be cautious and will take reasonable steps to manage its cash flow effectively.

Total trade payables decreased by 2.8%, from \$4.1 million in FY2018 to \$3.9 million in 9MFY2019. Other payables and accruals as well as provisions of the Group have decreased by 42.3%, from \$4.9 million in FY2018 to \$2.8 million in 9MFY2019, following the streamlining of Food & Beverage businesses.

Total Group and Company bank loan balances have declined due to the repayment of term loans over the period.

Shareholders' equity for the Group and Company stood at \$35.3 million and \$26.0 million respectively as at 9MFY2019, as compared with \$41.7 million and \$28.1 million respectively as at FY2018.

The Group had negative operating cash flows of \$0.1 million in 3QFY2019. The Group will continue to be cautious and take reasonable steps to ensure the continuous growth in the operations and managing its operating costs effectively.

#### Matters concerning GREIH & GCM

The Company will provide the necessary update upon notification of any material development by the Liquidators of GREIH, concerning the recovery process pursuant to the legal proceedings.

#### Matters concerning sugar trade business

Investigations are still on-going and in light of the same, the Company will provide further updates as and when it is appropriate to do so.

**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 issued previously.

**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.**

Due to intense competition within the Food & Beverage industry, in addition to acute labour shortages, the Group expects operating conditions to be challenging as food, labour, rental and utilities costs continue to rise in the foreseeable next 12 months. The Group continues to work hard to manage the challenging operating conditions in the Food & Beverage industry.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on?

No.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

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

No.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

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

No dividend has been declared or recommended for current financial period in order to conserve cash for future operations in view of prevailing business conditions of the Group.

**13. Disclosure of interested person transactions**

No general mandate has been obtained from shareholders for IPTs.

**14. Confirmation Pursuant to Rule 705(5) of the Listing Manual**

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited financial results of the Company for the nine months ended 31 March 2019 presented in this announcement, to be false or misleading in any material respect.

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

The Company confirmed that it has procured undertakings from all its directors and executive officer (in the format set out in Appendix 7.7) under Rule 720(1).

**BY ORDER OF THE BOARD**

Douglas Foo Peow Yong  
Executive Chairman

15 May 2019