



TRITECH GROUP LIMITED

(COMPANY REGISTRATION No: 200809330R)

(INCORPORATED IN THE REPUBLIC OF SINGAPORE ON 13 MAY 2008)

UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2019

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") in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist. This announcement has not been examined or approved by the SGX-ST.

The SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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PART I INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2, Q3 & Q4), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

1(a) An income statement and statement of comprehensive income or a statement of comprehensive income (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year

	Second quarter ended 30 September			half year ended 30 September		
	2019	2018 ⁽¹⁾	Change	2019	2018 ⁽¹⁾	Change
	(Unaudited)	(Re-presented)		(Unaudited)	(Re-presented)	
	\$'000	\$'000	%	\$'000	\$'000	%
Continuing operations						
Revenue	7,438	8,816	(15.6)	14,407	15,998	(9.9)
Cost of sales	(4,357)	(6,827)	(36.2)	(9,711)	(12,505)	(22.3)
Gross profit	3,081	1,989	54.9	4,696	3,493	34.4
Other income	39	169	(76.9)	99	245	(59.6)
Distribution expenses	(104)	(125)	(16.8)	(218)	(246)	(11.4)
Administrative expenses	(1,022)	(849)	20.4	(1,925)	(2,136)	(9.9)
Other expenses	(953)	(1,183)	(19.4)	(2,259)	(2,091)	8.0
Finance costs	(700)	(325)	115.4	(1,172)	(664)	76.5
Share of results of associates	1,699	-	n.m.	1,699	-	n.m.
Profit/(Loss) before taxation	2,040	(324)	(729.6)	920	(1,399)	(165.8)
Income tax credit	5	50	(90.0)	9	43	(79.1)
Profit/(Loss) from continuing operations, net of income tax	2,045	(274)	(846.4)	929	(1,356)	(168.5)
Discontinued operation						
Gain on disposal of 100% interest in a subsidiary ⁽²⁾	-	-	-	4,409	-	n.m.
Gain on disposal of 60% interest in a subsidiary ⁽³⁾	9,396	-	n.m.	9,396	-	n.m.
Loss from discontinued operation, net of income tax	(317)	(1,578)	(79.9)	(931)	(2,507)	(62.9)
Profit/(Loss) for the financial period	11,124	(1,852)	(700.6)	13,803	(3,863)	(457.3)
Other comprehensive income:						
Items that may be reclassified subsequently to profit or loss:						
Exchange differences realised on disposal of investment in subsidiaries reclassified to profit or loss	(109)	-	n.m.	(109)	-	n.m.
Exchange differences on translating foreign operations, net of tax	97	(231)	(142.0)	(1)	(333)	(99.7)
Total comprehensive income for the financial period	11,112	(2,083)	(633.5)	13,693	(4,196)	(426.3)
Profit/(Loss) attributable to:						
Owners of the Company						
Profit/(Loss) from continuing operations	2,064	(256)	(906.3)	965	(1,326)	(172.8)
Profit/(Loss) from discontinued operation	9,079	(1,578)	(675.3)	12,874	(2,507)	(613.5)
Profit/(Loss) for the financial period attributable to owners of the Company	11,143	(1,834)	(707.6)	13,839	(3,833)	(461.0)
Non-controlling interest						
Loss from continuing operations	(19)	(18)	5.6	(36)	(30)	20.0
Loss for the financial period attributable to non-controlling interests	(19)	(18)	5.6	(36)	(30)	20.0
Profit/(Loss) for the financial period	11,124	(1,852)	(700.6)	13,803	(3,863)	(457.3)
Total comprehensive income attributable to:						
Owners of the Company	11,131	(2,065)	(639.0)	13,729	(4,166)	(429.5)
Non-controlling interest	(19)	(18)	5.6	(36)	(30)	20.0
Total comprehensive income for the financial period	11,112	(2,083)	(6.3)	13,693	(4,196)	(426.3)

n.m. not meaningful

⁽¹⁾ The comparative figures have been re-presented to report separately profit and loss items for continuing and discontinued operations.

⁽²⁾ Disposal of 100% interest in a subsidiary relates to Presscrete Engineering Pte. Ltd.

⁽³⁾ Disposal of 60% interest in a subsidiary relates to Trittech Environmental Group Co., Ltd.

Profit/(Loss) before income tax of the Group is arrived at after (charging)/crediting:

	Second quarter ended 30 September			Half year ended 30 September		
	2019	2018	Change	2019	2018	Change
	(Unaudited)	(Re-presented)		(Unaudited)	(Re-presented)	
	\$'000	\$'000	%	\$'000	\$'000	%
Other income						
<u>Continuing operations</u>						
Gain on disposal of plant and equipment	19	20	(5.0)	27	(5)	(640.0)
Sundry income	44	14	214.3	68	125	(45.6)
Interest income	(24)	4	(700.0)	4	9	(55.6)
Writeback of liability	-	135	(100.0)	-	135	(100.0)
<u>Discontinued operation</u>						
Gain on disposal of plant and equipment	-	58	(100.0)	-	58	(100.0)
Rental income	-	8	(100.0)	-	24	(100.0)
Sundry income	-	6	(100.0)	184	14	1,214.3
Gain on disposal of subsidiaries	9,396	-	n.m.	13,805	-	n.m.
Cost of sales, distribution, administrative and other expenses						
<u>Continuing operations</u>						
Depreciation of property, plant and equipment	(353)	(385)	(8.3)	(705)	(755)	(6.6)
Depreciation of right-of-use asset	(171)	-	n.m.	(228)	-	n.m.
Amortisation of intangible assets	(39)	(39)	-	(78)	(78)	-
Fair value loss on investment securities	(51)	(302)	(83.1)	(528)	(553)	(4.5)
Property, plant and equipment written off	-	(9)	(100.0)	-	(9)	(100.0)
<u>Discontinued operation</u>						
Depreciation of property, plant and equipment	(79)	(715)	(89.0)	(610)	(1,472)	(58.6)
Amortisation of land use right	(4)	(13)	(69.2)	(18)	(28)	(35.7)
Depreciation of right-of-use asset	-	-	-	(54)	-	n.m.
Amortisation of intangible assets	(3)	(3)	-	(6)	(6)	-

n.m. not meaningful

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.

	Group		Company	
	As at 30/9/2019 (Unaudited) \$'000	As at 31/3/2019 (Audited) \$'000	As at 30/9/2019 (Unaudited) \$'000	As at 31/3/2019 (Audited) \$'000
Non-current assets				
Property, plant and equipment	5,575	35,344	1,508	1,527
Investments in subsidiaries	-	-	34,150	70,298
Investments in associate	7,228	624	5,529	-
Land use right	-	2,412	-	-
Right-of-use assets	1,942	-	-	-
Intangible assets	2,172	1,302	-	-
	<u>16,917</u>	<u>39,682</u>	<u>41,187</u>	<u>71,825</u>
Current assets				
Inventories	44	263	-	-
Trade and other receivables	16,133	12,958	31,987	27,718
Contract assets	27,811	32,232	-	-
Tax recoverable	5	6	-	-
Prepayments	425	1,354	33	152
Investment securities	402	930	402	930
Cash and short term deposits	2,938	5,616	567	111
	<u>47,758</u>	<u>53,359</u>	<u>32,989</u>	<u>28,911</u>
Assets of disposal group classified as held for sale	-	14,825	-	-
	<u>47,758</u>	<u>68,184</u>	<u>32,989</u>	<u>28,911</u>
Total assets	<u>64,675</u>	<u>107,866</u>	<u>74,176</u>	<u>100,736</u>
Less:				
Current liabilities				
Trade and other payables	8,637	27,388	7,285	7,042
Contract liabilities	-	1,656	-	-
Bank borrowings	3,720	21,539	1,778	1,509
Finance lease payables	135	239	-	-
Lease liabilities	775	-	-	-
Liability component of convertible loan	-	3,900	-	3,900
Loan from shareholders	8,443	8,505	8,325	8,387
Current income tax payable	184	459	171	171
	<u>21,894</u>	<u>63,686</u>	<u>17,559</u>	<u>21,009</u>
Liabilities directly associated with disposal group classified as held for sale	-	13,980	-	-
	<u>21,894</u>	<u>77,666</u>	<u>17,559</u>	<u>21,009</u>
Net current assets/(liabilities)	<u>25,864</u>	<u>(9,482)</u>	<u>15,430</u>	<u>7,902</u>
Non-current liabilities				
Bank borrowings	280	291	280	291
Finance lease payables	33	71	-	-
Loan from shareholder	1,000	1,000	1,000	1,000
Lease liabilities	1,653	-	-	-
Deferred tax liabilities	447	1,949	353	353
	<u>3,413</u>	<u>3,311</u>	<u>1,633</u>	<u>1,644</u>
Total liabilities	<u>25,307</u>	<u>80,977</u>	<u>19,192</u>	<u>22,653</u>
Net assets	<u>39,368</u>	<u>26,889</u>	<u>54,984</u>	<u>78,083</u>
Equity				
Share capital	78,688	77,653	78,688	77,653
Reserves	(39,485)	(50,965)	(23,704)	430
Total equity attributable to owners of the Company	<u>39,203</u>	<u>26,688</u>	<u>54,984</u>	<u>78,083</u>
Non-controlling interests	165	201	-	-
Total equity	<u>39,368</u>	<u>26,889</u>	<u>54,984</u>	<u>78,083</u>

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

	As at 30 September 2019		As at 31 March 2019	
	Secured (Unaudited) \$'000	Unsecured (Unaudited) \$'000	Secured (Audited) \$'000	Unsecured (Audited) \$'000
Amount repayable within one year	157	12,141	23,181	11,003
Amount repayable after one year	313	1,000	362	1,000
	470	13,141	23,543	12,003

The borrowings of the Group comprised of finance lease obligations, term loans, 10% to 12% interest bearing loan from shareholders independent of the directors of the Company (of \$6.9 million) and a non-interest bearing shareholder loan (of \$2.5 million). The bank guarantees are secured by fixed deposits placed with the financial institutions and corporate guarantees from the Company. The finance lease obligations are secured by the lessors' title to the leased assets and corporate guarantee from the Company.

The term loans are secured by:-

- (i) 1st legal mortgage over leasehold property located at Food Xchange @ Admiralty and assignment of all rights and benefits over the rental income from the leasehold property;
- (ii) fixed deposits placed with the financial institutions; and
- (iii) corporate guarantees from the Company.

Convertible Loan

The Company had on 27 October 2017 entered into a convertible loan agreement ("CLA") with a private company (the "Lender") pursuant to which the Lender has agreed to grant an interest-bearing convertible loan of \$4,000,000 principal amount to the Company. The Company had drawn down \$4,000,000 of the convertible loans (the "Loan") at the same day of entering into the agreement.

On 1 October 2019, the Board announced that the Company had repaid the Loan and entered into a Deed of Release and Discharge in connection with the Loan with the Lender and accordingly, the repayment constitutes good and valid discharge of the Company's obligations to the Lender under the CLA, upon which all rights accruing to the Lender in respect of such repayment shall be fully and finally extinguished. All rights and obligations of the Company and the Lender under the CLA, including the right of conversion of the Loan Shares into new ordinary shares in the share capital of the Company have been terminated and will cease to be in effect from 30 September 2019.

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

	Second quarter ended		Half year ended	
	30/9/2019	30/9/2018	30/9/2019	30/9/2018
	(Unaudited) \$'000	(Unaudited) \$'000	(Unaudited) \$'000	(Re-presented) \$'000
Cash flows from operating activities				
Profit/(Loss) before tax from continuing operations	2,040	(324)	920	(1,399)
Profit/(Loss) before tax from discontinued operation	9,079	(1,578)	12,874	(2,507)
Loss before taxation, total	11,119	(1,902)	13,794	(3,906)
Adjustments for:				
Amortisation of intangible assets	42	42	84	84
Amortisation of land use rights	4	13	18	28
Depreciation of property, plant and equipment	432	1,100	1,315	2,227
Depreciation of right-of-use asset	171	-	282	-
Unrealised foreign exchange gain	(167)	-	(211)	-
Fair value loss on investment securities	51	302	528	553
Net gain on disposal of plant and equipment	(20)	(78)	(25)	(53)
Gain on disposal of subsidiaries	(9,396)	-	(13,805)	-
Interest income	24	(4)	(4)	(9)
Interest on lease liability	53	-	109	-
Interest expense	500	603	1,408	1,123
Interest expense - convertible loan	256	121	375	241
Writeback of liability	-	(135)	-	(135)
Write-off of plant and equipment	-	9	-	9
Share issue expenses - introducer fees	70	-	70	-
Share of results of associates	(1,699)	-	(1,699)	-
Operating cash flow before working capital changes	1,440	71	2,239	162
Working capital changes:				
Inventories	82	355	(94)	(406)
Trade and other receivables	(12,541)	2,054	(30,558)	1,731
Contract assets	(724)	(4,088)	3,335	(4,580)
Prepayments	(39)	109	104	145
Trade and other payables	9,762	(2,878)	26,022	2,045
Contract liabilities	-	6,964	(2,287)	2,393
Cash (used in)/generated from operations	(2,020)	2,587	(1,239)	1,490
Income taxes paid	-	67	-	(10)
Interest received	(24)	4	4	9
Net cash (used in)/from operating activities	(2,044)	2,658	(1,235)	1,489
Cash flows from investing activities				
Loss of control in subsidiaries (net of cash disposed of)	4,847	-	4,290	-
Purchase of plant and equipment	(71)	(374)	(190)	(982)
Addition of intangible assets	(955)	-	(955)	-
Proceeds from disposal of plant and equipment	22	90	37	272
Net cash from/(used in) investing activities	3,843	(284)	3,182	(710)
Cash flows from financing activities				
Increase in fixed deposit pledged	(845)	-	(343)	-
Proceeds from bank borrowings	1,100	24	6,253	1,110
Loan from shareholders	-	8	2,007	15
Repayments of bank borrowings	(801)	(436)	(9,527)	(1,561)
Repayments of convertible loans interest	-	-	(240)	(240)
Repayments of finance lease obligations	(62)	(376)	(290)	(843)
Repayment of lease liability	(232)	-	(458)	-
Repayments of shareholder loan	(2,107)	-	(3,407)	-
Net proceeds from issuance of placement shares	964	-	964	-
Interest paid	(469)	(602)	(1,332)	(1,123)
Net cash used in financing activities	(2,452)	(1,382)	(6,373)	(2,642)
Net change in cash and cash equivalents	(653)	992	(4,426)	(1,863)
Cash and cash equivalents at beginning of financial period	1,257	874	4,861	3,511
Currency translation differences	(167)	165	2	383
Cash and cash equivalents at end of financial period	437	2,031	437	2,031

Cash and cash equivalents comprise:

	Half year ended	
	30/9/2019	30/9/2018
	(Unaudited)	(Re-presented)
Cash and short term deposit:		
Continuing operations	2,938	6,712
Discontinued operations	-	-
Cash and cash equivalents	2,938	6,712
Bank overdraft	(1,456)	(1,771)
Fixed deposit pledged	(1,045)	(2,910)
Cash and cash equivalents in the consolidated cash flow statement	437	2,031

(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.

	Attributable to owners of the Company						
	Share capital	Equity component of convertible loans	Gains on disposals to non-controlling interests	Foreign currency translation reserve	Accumulated losses	Equity attributable to the owners of the Company	Non-controlling interests
Group (Unaudited)	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 July 2019	77,653	2,772	34,945	(13)	(88,320)	27,037	184
Profit for the financial period	-	-	-	-	11,143	11,143	(19)
<u>Other comprehensive income</u>							
Exchange differences realised on disposal of investment in subsidiaries reclassified to profit or loss	-	-	-	(109)	-	(109)	-
Exchange differences arising from translation of foreign operations	-	-	-	97	-	97	-
Total comprehensive income for the financial period	-	-	-	(12)	11,143	11,131	(19)
<u>Contributions by and distributions to owners</u>							
Issuance of new shares pursuant to new shares placement	1,071	-	-	-	-	1,071	-
Shares issue expenses	(36)	-	-	-	-	(36)	-
	1,035	-	-	-	-	1,035	-
At 30 September 2019	78,688	2,772	34,945	(25)	(77,177)	39,203	165

(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.

	Attributable to owners of the Company						
	Share capital	Equity component of convertible loans	Gains on disposals to non-controlling interests	Foreign currency translation reserve	Accumulated losses	Equity attributable to the owners of the Company	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Group (Unaudited)							
At 1 July 2018	77,653	2,772	34,952	(120)	(63,237)	52,020	52,385
Loss for the financial period	-	-	-	-	(1,834)	(1,834)	(1,852)
<u>Other comprehensive income</u>							
Exchange differences arising from translation of foreign operations	-	-	-	(231)	-	(231)	(231)
Total comprehensive income for the financial period	-	-	-	(231)	(1,834)	(2,065)	(2,083)
<u>Changes in ownership interests in subsidiaries</u>							
Acquisition of non-controlling interests without a change in control	-	-	(7)	-	-	(7)	(41)
Total changes in ownership interests in subsidiaries	-	-	(7)	-	-	(7)	(41)
At 30 September 2018	77,653	2,772	34,945	(351)	(65,071)	49,948	50,261

(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 (continued).

	Share capital	Equity component of convertible loans	(Accumulated losses)/Retained profits	Total equity
	\$'000	\$'000	\$'000	\$'000
Company (Unaudited)				
At 1 July 2019	77,653	2,772	(3,109)	77,316
Loss for the financial period	-	-	(23,367)	(23,367)
Total comprehensive income for the financial period	-	-	(23,367)	(23,367)
<u>Contributions by and distributions to owners</u>				
Issuance of ordinary shares pursuant to new shares placement	1,035	-	-	1,035
At 30 September 2019	78,688	2,772	(26,476)	54,984
At 1 July 2018	77,653	2,772	2,132	82,557
Loss for the financial period	-	-	(683)	(683)
Total comprehensive income for the financial period	-	-	(683)	(683)
At 30 September 2018	77,653	2,772	1,449	81,874

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.

Details of the changes in the issued and paid-up capital of the Company from 30 June 2019 to the three months ended 30 September 2019 ("2Q2020") were as follows:-

Ordinary shares

	Number of shares	\$
Issued and fully paid ordinary shares as at 30 June 2019	907,971,182	77,653,368
Issuance of ordinary shares pursuant to new shares placement	36,896,549	1,034,396
Issued and fully paid ordinary shares as at 30 September 2019	944,867,731	78,687,764

Warrants

There were no outstanding warrants as at 30 September 2019 (30 September 2018: 386,574,593 warrants convertible into 386,574,593 ordinary shares).

Tritech Group Performance Share Plan and Tritech Group Employee Share Option Scheme

On 28 March 2019 under the Tritech Group Performance Share Plan, 40,000,000 share awards were granted to 5 eligible employees of the Group and the aggregate number of shares granted to the eligible employees is 40,000,000. The details of the said grant can be obtained from the Company's announcement dated 28 March 2019. The Company has 40,000,000 shares awards which remains unvested as at 30 September 2019. The Company did not have any share awards as at 30 September 2018.

Treasury shares and subsidiary holdings

The Company did not have any treasury shares or subsidiary holdings as at 30 September 2018 and 30 September 2019.

Convertible loan

There were no outstanding convertibles as at 30 September 2019 (30 September 2018: Interest-bearing convertible loan of \$4,000,000 convertible into 50,000,000 new shares).

1(d)(iii) 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.

	As at 30.09.2019	As at 31.03.2019
Total number of issued shares excluding treasury shares	944,867,731	907,971,182

- 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. There were no treasury shares during or as at the end of the current financial period reported on.

- 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 or as at the end of the current financial period reported on.

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

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

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

Not applicable. The figures have not been audited or reviewed by the Company's auditor.

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 paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of financial statements for the current reporting year as those used in the most recently audited annual financial statements for the financial year ended 31 March 2019.

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 the new Singapore Financial Reporting Standards (International) ("SFRS(I)") 16 Leases, which took effect on 1 April 2019, using the modified retrospective approach. SFRS(I) 16 introduces a single, on-balance sheet lease accounting model. It requires a lessee to recognise a right-of-use ("ROU") asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. In applying the modified retrospective approach, the cumulative effect of adopting SFRS(I) 16 is recognised as an adjustment to the opening balance of retained earnings at 1 April 2019, with no restatement of comparative information. Subsequent to initial recognition, the Group will depreciate the ROU assets over the lease term and recognise interest expenses on the lease liabilities. The ROU assets as at 30 June 2019 amounting to \$2.1 million were mainly related to leases of office premises occupied by the Group. Accordingly, there was a corresponding increase in lease liabilities of \$2.6 million as at 30 June 2019.

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.

	2Q2020	2Q2019	1H2020	1H2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Earnings/(Loss) per share from continuing operations				
(a) Basic earnings/(loss) per share (SGD cents)	0.22	(0.03)	0.10	(0.15)
(b) Diluted earnings/(loss) per share (SGD cents)	0.22	(0.03)	0.10	(0.15)
Earnings/(Loss) per share from continuing and discontinued operations				
(a) Basic earnings/(loss) per share (SGD cents)	1.19	(0.20)	1.5	(0.42)
(b) Diluted earnings/(loss) per share (SGD cents)	1.19	(0.20)	1.5	(0.42)

(a) Basic earnings/(loss) per share of the Group for the 3 months financial period ended 30 September 2019 ("2Q2020") is calculated based on the weighted average number of ordinary shares in issue of 938,049,890.

(b) Basic earnings/(loss) per share of the Group for the half year financial period ended 30 September 2019 ("1H2020") is calculated based on the weighted average number of ordinary shares in issue of 923,092,718.

Basic loss per share of the Group for the 3 months financial period ended 30 September 2018("2Q2019") and the half year financial period ended 30 September 2018 ("1H2019") is calculated based on the weighted average number of ordinary shares in issue of 907,971,182.

(c) Diluted earnings/(loss) per share of the Group in 2Q2020, 1H2020, 2Q2019 and 1H2019 are the same as the basic earnings/(loss) per share assuming that no potential ordinary shares are to be issued under CLA and the bonus warrants as the conversion price or exercise price respectively were higher than the prevailing market price at the relevant date.

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	
	2Q2020	FY2019	2Q2020	FY2019
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Net asset value per ordinary share based on issued share capital (SGD cents)	4.15	2.94	5.82	8.60

The net asset value per ordinary share of the Group and the Company as at 30 September 2019 were calculated based on the total issued number of ordinary shares (excluding treasury shares) of 944,867,731 (31 March 2019: 907,971,182).

8. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. It must include a discussion of the following:-
- a) any significant factors that affected the turnover, costs, and earnings of the Group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
 - b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.

REVIEW OF INCOME STATEMENT OF THE GROUP

A. Continuing operations 2Q2020 compared with 2Q2019

The Group's revenue decreased mainly due to the decrease in engineering business from the completion of certain projects.

The Group's gross profit increased, as a result of cost cutting measures implemented by the Group. Correspondingly, gross profit margin increased from 22.6% to 41.4%.

The decrease in the Group's other income was mainly due to a one-off liability written back in 2Q2019.

The Group's administrative expenses increased mainly due to the reinstatement of directors' salaries.

The Group's other operating expenses decreased mainly due to lower loss on fair value of investment securities.

The Group's finance costs increased mainly due to loan interest from shareholders' loan and interest on convertible loan.

Share of results of associates arose from the 40% interest in Trittech Environmental Group Co Ltd ("Trittech Environmental") following the partial disposal of Trittech Environmental as explained in section B below.

As a result of the above, the Group recorded a profit after tax of \$2.0 million in 2Q2020 as compared to a loss after tax of \$0.3 million in 2Q2019.

B. Discontinued operations - Trittech Environmental and Presscrete Engineering Pte Ltd ("Presscrete")

On 26 July 2019, the Company announced the disposal of 60% of the issued share capital of Trittech Environmental and its shareholdings in its four direct wholly-owned China subsidiaries namely Trittech (Qingdao) Membrane Technologies Co. Ltd, Anhui Clean Environmental Biotechnology Co Ltd, Trittech Vavie (Qingdao) Health Care Technologies Co Ltd and Beijing Wisetec Technologies Co Ltd (the "Disposal").

The share transfer of Trittech Environmental had occurred on 5 August 2019. As of today, the outstanding payment by Rongtai Construction Group Ltd ("Rongtai") has not been made as they are still in the midst of obtaining the relevant necessary consents and approvals in accordance with its company constitution. The Company is liaising with Rongtai and will update shareholders of the outcome upon receipt of the outstanding payments. Pursuant to the SPA, for the delays in payment, Rongtai shall compensate the Company at 0.03% per day (limited to 10% of accumulated compensation) of the outstanding amount.

Following the share transfer, Trittech Environmental has ceased to be subsidiary of the Company and is considered an associate of the Company.

In accordance with SFRS(I)5, the results of Tritech Environmental have been presented separately on the Consolidated Income Statement as discontinued operations.

Tritech Environmental recorded loss of \$0.3 million and loss of \$0.7 million in 2Q2020 and 2Q2019 respectively. The Group recorded a gain of \$9.4 million from the disposal of 60% interest of Tritech Environmental.

Presscrete recorded a loss of \$0.9 million in 2Q2019 and ceased to be a subsidiary in 1Q2020. Accordingly, there were no contributions from Presscrete in 2Q2020.

Overall, the Group recorded a profit after tax of \$11.1 million in 2Q2020 as compared to a loss after tax of \$1.9 million in 2Q2019.

REVIEW OF FINANCIAL POSITION OF THE GROUP

Non-current assets of the Group decreased mainly due to the Disposal, which was partially offset with the increase in recognition of a right-of-use asset amounting to \$1.9 million from the adoption of SFRS(I) 16 and recognition of investment in associate amounting to \$7.2 million as a result of the Disposal.

The decrease in current assets, excluding the assets held for sale, as at 31 March 2019 was mainly due to the Disposal. This was partially offset by an increase in trade and other receivables arising from the amount due from Tritech Environmental following the disposal of the subsidiary.

Non-current liabilities increased slightly due to the increase in lease liabilities arising from the adoption of SFRS(I) 16 which was partially offset with the decrease in bank borrowings, finance lease payables and deferred tax liabilities arising from the Disposal.

The Group had a positive working capital of \$25.9 million as at 30 September 2019 as compared to a negative working capital of \$9.5 million as at 31 March 2019.

REVIEW OF CASH FLOW STATEMENT OF THE GROUP

The net cash outflow used was mainly due to increase in trade and other payables and partially offset with the increase in trade and other receivables.

Net cash generated from investing activities was mainly due to cash inflow from proceeds arising from the Disposal and the disposal of plant and equipment. This was partially offset with the cash outflow for purchase of plant and equipment and intangible assets.

Net cash used in financing activities was mainly due to the increase in fixed deposit pledged, repayment of bank borrowings, finance lease, shareholder loan, lease liability and loan interest. This was partially offset with the cash inflows from bank borrowings and share placement which has been utilised as explained under paragraph 14.

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 issued.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The engineering business has continued to focus on projects with a higher technology content which have less competition and generate reasonable profit margin. Good progress is made on marketing our in-house construction related technologies where we are a leading player in the market.

The water and environmental business, following the successful introduction of the state wholly-owned company of Qingdao local government (namely Qingdao Ocean Group Finance Holdings Co Ltd) as the major shareholder of Trittech Environmental has provided us with greater marketing and business development opportunities in the China market. As part of a state-owned enterprise, Trittech Environmental Group has more ready access to financing options from banks and other sources in China. This will allow Trittech Environmental to secure more working capital and speed up its business development and become a leading water treatment company in China.

The remaining two Singapore subsidiaries (namely, Trittech Water Technologies Pte Ltd and Trittech Syseng (S) Pte Ltd) are actively marketing our water and environmental related products and services in Singapore and the South-East Asian market.

11. If a decision regarding dividend has been made:-

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

Nil

- (b)(i) Amount per share (cents)
(Optional) Rate (%)

Nil

- (b)(ii) Previous corresponding period (cents)
(Optional) Rate (%)

Nil

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

Not applicable

- (d) The date the dividend is payable.

Not applicable

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

Not applicable

12. If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.

No dividend has been declared or recommended for the financial period ended 30 September 2019 as the Group would like to conserve cash for working capital purposes.

13. Interested Person Transactions

If the group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Company has not obtained a general mandate from its shareholders for interested person transactions. There were no interested person transaction of \$100,000 and above during the financial period reported on.

14. Update on use of placement proceeds

As at the date of this announcement, the net proceeds raised from the issuance of placement shares has been fully utilised by the Group according to the intended uses as follows:

	Allocated \$'000	Utilised \$'000	Balance \$'000
General working capital	964	(964) ⁽¹⁾	-

⁽¹⁾ The amount allocated for working capital had been utilised for the payment of staff related cost and suppliers.

15. Confirmation pursuant to Rule 720(1) of the Catalist Listing Manual.

The Company has procured undertakings from all its directors and executive officer under Rule 720(1).

16. Confirmation pursuant to Rule 705(5) of the Catalist Listing Manual.

The Board of Directors of the Company hereby confirms that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial statements for the three months and six months ended 30 September 2019 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Dr Wang Xiaoning

Managing Director

13 November 2019