



## **SYSMA HOLDINGS LIMITED**

Company Registration No: 201207614H  
(Incorporated in the Republic of Singapore on 28 March 2012)  
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### **FINANCIAL STATEMENTS ANNOUNCEMENT**

**UNAUDITED FULL-YEAR FINANCIAL RESULTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR  
ENDED 31 JULY 2019**

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**PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF FULL YEAR RESULTS**

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

	Group		
	Year ended		
	31/07/2019 Unaudited	31/07/2018 Unaudited (Restated)*	Increase/ (Decrease)
	S\$'000	S\$'000	%
<b>Revenue</b>	30,328	74,908	(59.5)
Cost of sales	(24,531)	(79,203)	(69.0)
<b>Gross profit/ (loss)</b>	<b>5,797</b>	<b>(4,295)</b>	<b>n.m.</b>
Other gain- net			
- Other income	2,491	1,906	30.7
Expenses			
- Other operating expenses	(2,780)	(4,949)	(43.8)
- Administrative expenses	(3,223)	(3,316)	(2.8)
- Finance costs	(25)	(178)	(85.9)
Share of losses of associate	^	-	n.m.
<b>Profit/ (loss) before income tax</b>	<b>2,260</b>	<b>(10,832)</b>	<b>n.m.</b>
Income tax expense	(1,484)	(537)	176.3
<b>Profit/ (loss) for the year, representing total comprehensive income/ (loss) for the year</b>	<b>776</b>	<b>(11,369)</b>	<b>n.m.</b>
<b>Profit/ (loss) attributable to:</b>			
Owners of the company	1,101	(11,634)	n.m.
Non-controlling interests	(325)	265	n.m.
	<b>776</b>	<b>(11,369)</b>	<b>n.m.</b>
<b>Total comprehensive income/ (loss) attributable to:</b>			
Owners of the company	1,101	(11,634)	n.m.
Non-controlling interests	(325)	265	n.m.
	<b>776</b>	<b>(11,369)</b>	<b>n.m.</b>
<b>Basic and diluted earnings per share (cent) [Section 6]</b>	<b>0.44</b>	<b>(4.61)</b>	<b>n.m.</b>

n.m.: not meaningful

^: amount below S\$50

\* The 2018 comparatives are restated as the Group has adopted the new financial reporting framework - Singapore Financial Reporting Standard (International) ("SFRS(I)") and SFRS(I) 15 Revenue from Contracts with Customers with the date of initial application on 1 August 2017.

**SYSMA HOLDINGS LIMITED**  
**UNAUDITED RESULTS FOR THE YEAR ENDED 31 JULY 2019**

Profit/ (loss) after tax is arrived at:	Group		
	Year ended		
	31/07/2019 Unaudited	31/07/2018 Unaudited (Restated)	Increase/ (Decrease)
	S\$'000	S\$'000	%
<b>After charging:</b>			
Depreciation of property, plant and equipment	420	791	(46.9)
Operating lease expenses	449	604	(28.6)
Interest expense	25	178	(85.9)
Net foreign exchange losses	73	-	n.m.
Loss allowance	-	322	n.m.
Provisions	-	8,797	n.m.
Property, plant and equipment written off	-	7	n.m.
<b>and crediting:</b>			
Rental income	604	835	(27.7)
Interest income	1,391	687	102.5
Net foreign exchange gains	-	50	n.m.
Write back of provisions	3,006	-	n.m.
Write back of loss allowance	-	463	n.m.
Gain on disposal of property, plant and equipment	-	87	n.m.

*n.m.: not meaningful*

**SYSMA HOLDINGS LIMITED**  
**UNAUDITED RESULTS FOR THE YEAR ENDED 31 JULY 2019**

**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	
	31/07/2019 Unaudited S\$'000	31/07/2018 Restated* S\$'000	31/07/2017 Restated* S\$'000	31/07/2019 Unaudited S\$'000	31/07/2018 Audited S\$'000
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents	63,618	71,576	54,388	34,277	42,110
Pledged bank deposits	992	997	995	-	-
Properties held for sale	3,350	4,459	43,974	-	-
Trade and other receivables	4,824	2,980	21,824	7,797	2,259
Contract assets	8,389	8,882	11,906	-	-
Total current assets	81,173	88,894	133,087	42,074	44,369
<b>Non-current assets</b>					
Investment in subsidiaries	-	-	-	8,186	9,850
Investment in associate	^	-	-	-	-
Deferred tax assets	203	-	-	-	-
Property, plant and equipment	646	774	1,154	-	-
Total non-current assets	849	774	1,154	8,186	9,850
<b>Total assets</b>	<b>82,022</b>	<b>89,668</b>	<b>134,241</b>	<b>50,260</b>	<b>54,219</b>
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Trade and other payables	16,393	18,066	27,606	2,852	10,834
Contract liabilities	517	573	557	-	-
Provisions	6,140	9,206	409	-	-
Bank loans	-	-	27,000	-	-
Finance leases	303	545	498	-	-
Income tax payable	551	1,566	2,059	163	-
Total current liabilities	23,904	29,956	58,129	3,015	10,834
<b>Non-current liabilities</b>					
Deferred tax liabilities	-	49	49	-	-
Finance leases	193	496	745	-	-
Total non-current liabilities	193	545	794	-	-
<b>Capital and reserves</b>					
Share capital	45,538	45,538	45,538	45,538	45,538
Treasury shares	(1,120)	(1,120)	-	(1,120)	(1,120)
Merger reserve	(3,517)	(3,517)	(3,517)	-	-
Equity reserve	(844)	(844)	(844)	-	-
Accumulated profits/ (loss)	17,057	17,974	30,870	2,827	(1,033)
Equity attributable to owners of the Company	57,114	58,031	72,407	47,245	43,385
Non-controlling interests	811	1,136	3,271	-	-
Total equity	57,925	59,167	75,318	47,245	43,385
<b>Total liabilities and equity</b>	<b>82,022</b>	<b>89,668</b>	<b>134,241</b>	<b>50,260</b>	<b>54,219</b>

^: amount below S\$50

\* The 2018 comparatives are restated as the Group has adopted the new financial reporting framework - Singapore Financial Reporting Standard (International) ("SFRS(I)") and SFRS(I) 15 Revenue from Contracts with Customers with the date of initial application on 1 August 2017.

**EXPLANTORY NOTES TO THE STATEMENT OF FINANCIAL POSITION AND INCOME STATEMENT**

**Estimable effects on the Statement of Financial Position as at 31 July 2018 (end of last period reported under FRS) and 01 August 2018.**

	<b>1/8/2018</b> <b>Restated</b> <b>(As adjusted under SFRS(I) 15)</b> <b>S\$'000</b> <b>[a]</b>	<b>31/7/2017</b> <b>Restated</b> <b>(As adjusted under SFRS(I) 15)</b> <b>S\$'000</b> <b>[b]</b>	<b>1/8/2018</b> <b>Audited</b> <b>(Previously reported under FRS)</b> <b>S\$'000</b> <b>[c]</b>	<b>31/7/2017</b> <b>Audited</b> <b>(Previously reported under FRS)</b> <b>S\$'000</b> <b>[d]</b>	<b>1/8/2018</b> <b>Variance</b> <b>(Transition to SFRS (I) 15)</b> <b>S\$'000</b> <b>[a] - [c]</b>	<b>31/7/2017</b> <b>Variance</b> <b>(Transition to SFRS (I) 15)</b> <b>S\$'000</b> <b>[b] - [d]</b>	<b>Notes</b>
Trade and other receivables	2,980	21,824	4,230	24,729	(1,250)	(2,905)	A
Contract assets	8,882	11,906	-	-	8,882	11,906	B
Properties held for sale	4,459	43,974	4,598	44,114	(139)	(140)	C
Trade and other payables	18,066	27,606	21,188	39,849	(3,122)	(12,243)	D, E
Provisions	9,206	409	4,565	906	4,641	(497)	F, G
Contract liabilities	573	557	-	-	573	557	E, F
Accumulated profits	17,974	30,870	12,574	9,826	5,400	21,044	E, F

**Estimable effects on the Statement of Comprehensive Income as at July 31, 2018 (end of last period reported under FRS).**

	<b>Group</b> <b>Year ended</b> <b>31/07/2018</b> <b>Restated</b>  <b>(As adjusted under SFRS(I) 15 including re-classification)</b> <b>S\$'000</b>	<b>Group</b> <b>Year ended</b> <b>31/07/2018</b> <b>Audited</b>  <b>(Previously reported under FRS)</b> <b>S\$'000</b>	<b>Group</b> <b>Year ended</b> <b>31/07/2018</b> <b>Variance</b>  <b>(Transition to SFRS (I) 15)</b> <b>S\$'000</b> <b>(Re-classification)</b> <b>S\$'000</b>		<b>Notes</b>
Revenue	74,908	75,152	-	(244)	H
Cost of sales	79,203	63,798	15,644	(239)	D, H
Other income	1,906	1,901	-	5	H

**Notes:**

The 2018 comparatives are restated as the Group has adopted the Singapore Financial Reporting Standard (International) 15 ("SFRS(I) 15") *Revenue from contracts with Customers* with the date of initial application on 1 August 2017.

- A Under SFRS(I) 15, revenue recognised prior to the date on which it is invoiced to the customer is recognised as a contract asset. This balance was previously recognised as part of trade and other receivables (amounts due from contract customers) and so has been re-classified.
- B Under SFRS(I) 15, retention receivables and unbilled receivables is recognised as contract assets. This balance was previously recognised as part of trade and other receivables and so has been re-classified.
- C Under SFRS(I) 15, interest expense which was previously capitalised in properties held for sale (under FRS 2 Inventories) is now expensed off to profit and loss.
- D Under SFRS(I) 15, cost of sales is actual cost incurred. Under FRS11, cost of sales was based on deemed percentage per architect certification and was previously recognised as part of trade payables (progress billings in excess of the Group's right to the consideration) and so has been adjusted.
- E Under SFRS(I) 15, advances received from customers is recognised as contract liability. This balance was previously recognised as part of trade payables and so has been reclassified.
- F Under SFRS(I) 15, provisions for liquidated damages for ongoing projects is reclassified from provisions to contract liabilities.
- G Under SFRS(I) 15, provisions for ongoing projects is reclassified from trade payables (amounts due to customers under construction contracts) to provisions.
- H Reclassification of revenue, cost of sales and other income.

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

As at 31/07/2019 (Unaudited)		As at 31/07/2018 (Audited)	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
303	-	545	-

**Amount repayable after one year**

As at 31/07/2019 (Unaudited)		As at 31/07/2018 (Audited)	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
193	-	496	-

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

Finance leases are secured by certain works vehicles and office equipment of the Group with carrying amount of S\$292,000 as at 31/07/2019 (31/07/2018: S\$513,000)

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

	<b>Group</b>	
	<b>Financial Year ended</b>	
	<b>Unaudited 31/07/2019 S\$'000</b>	<b>Unaudited (Restated) 31/07/2018 S\$'000</b>
<b>Operating activities</b>		
<b>Profit/ (loss) before tax</b>	<b>2,260</b>	<b>(10,832)</b>
<b>Adjustments for:-</b>		
Depreciation of property, plant and equipment	420	791
(Write-back of)/ provisions	(3,006)	8,797
Write-down of properties held for sale to net realizable value	118	-
Write-back of loss allowance	-	(463)
Interest income	(1,391)	(687)
Finance costs	25	178
Loss allowance	-	322
Property, plant and equipment written off	-	7
Share of losses of associate	^	-
Loss/(gain) on disposal of property, plant and equipment	1	(87)
<b>Operating cash flows before movements in working capital</b>	<b>(1,573)</b>	<b>(1,974)</b>
<b>Changes</b>		
Properties held for sale	991	39,706
Trade and other receivables	94	19,165
Contract assets	493	3,024
Trade and other payables	(1,733)	(9,541)
Contract liabilities	(56)	16
<b>Cash (used in)/ generated from operations</b>	<b>(1,784)</b>	<b>50,396</b>
Tax paid	(2,751)	(1,030)
<b>Net cash (used in)/ generated from operating activities</b>	<b>(4,535)</b>	<b>49,366</b>
<b>Investing activities</b>		
Interest received	1,203	507
Purchase of property, plant and equipment	(293)	(112)
Bond receivable from associate	(1,750)	-
Proceeds from disposal of property, plant and equipment	-	93
Investment in associate	^	-
<b>Net cash (used in)/ generated from investing activities</b>	<b>(840)</b>	<b>488</b>
<b>Financing activities</b>		
Repayment of bank borrowings	-	(27,000)
Interest paid	(25)	(369)
Repayment of finance leases	(545)	(513)
Decrease/ (increase) in pledged deposits	5	(2)
Purchase of treasury shares	-	(1,120)
Dividend paid	(2,018)	(1,262)
Dividend paid to subsidiary's non-controlling shareholder	-	(2,400)
<b>Net cash used in financing activities</b>	<b>(2,583)</b>	<b>(32,666)</b>
<b>Net (decrease)/ increase in cash and cash equivalents</b>	<b>(7,958)</b>	<b>17,188</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>71,576</b>	<b>54,388</b>
<b>Cash and cash equivalents at end of year</b>	<b>63,618</b>	<b>71,576</b>

^: amount below S\$50

**SYSMA HOLDINGS LIMITED**  
**UNAUDITED RESULTS FOR THE YEAR ENDED 31 JULY 2019**

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

	Share Capital	Treasury Shares	Merger Reserve	Equity reserve	Accumulated profits	Equity attributable to owners of the Company	Non-controlling interests	Total Equity
The Group (Unaudited)	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Balance at 31 July 2018 (Restated)</b>	45,538	(1,120)	(3,517)	(844)	17,974	58,031	1,136	59,167
Profit/(loss) for the period, representing total comprehensive income/(loss) for the financial period	-	-	-	-	3,046	3,046	(326)	2,720
Dividends	-	-	-	-	(2,018)	(2,018)	-	(2,018)
<b>Balance at 31 January 2019</b>	45,538	(1,120)	(3,517)	(844)	19,002	59,059	810	59,869
Profit/(loss) for the period, representing total comprehensive income/(loss) for the financial period	-	-	-	-	(1,945)	(1,945)	1	(1,944)
<b>Balance at 31 July 2019</b>	<b>45,538</b>	<b>(1,120)</b>	<b>(3,517)</b>	<b>(844)</b>	<b>17,057</b>	<b>57,114</b>	<b>811</b>	<b>57,925</b>

	Share Capital	Treasury Shares	Merger Reserve	Equity reserve	Accumulated profits	Equity attributable to owners of the Company	Non-controlling interests	Total Equity
The Group (Unaudited)	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Balance at 01 August 2017 (Audited)</b>	45,538	-	(3,517)	(844)	9,826	51,003	3,271	54,274
Effects of adoption of SFRS(I) 15	-	-	-	-	21,044	21,044	-	21,044
<b>Balance at 01 August 2017 (Restated)</b>	45,538	-	(3,517)	(844)	30,870	72,047	3,271	75,318
Loss for the period, representing total comprehensive loss for the financial period	-	-	-	-	(2,341)	(2,341)	(29)	(2,370)
Purchase of treasury shares	-	(1,120)	-	-	-	(1,120)	-	(1,120)
Dividends	-	-	-	-	(1,262)	(1,262)	-	(1,262)
Dividends paid to non-controlling interest of a subsidiary	-	-	-	-	-	-	(2,400)	(2,400)
<b>Balance at 31 January 2018 (Restated)</b>	45,538	(1,120)	(3,517)	(844)	27,267	67,324	842	68,166
Profit/(loss) for the period, representing total comprehensive income/(loss) for the financial period	-	-	-	-	(9,293)	(9,293)	294	(8,999)
<b>Balance at 31 July 2018 (Restated)</b>	<b>45,538</b>	<b>(1,120)</b>	<b>(3,517)</b>	<b>(844)</b>	<b>17,974</b>	<b>58,031</b>	<b>1,136</b>	<b>59,167</b>



**SYSMA HOLDINGS LIMITED**  
**UNAUDITED RESULTS FOR THE YEAR ENDED 31 JULY 2019**

	Share Capital	Treasury Shares	Accumulated Profits	Total Equity
The Company (Unaudited)	S\$'000	S\$'000	S\$'000	S\$'000
<b>Balance at 1 August 2018</b>	45,538	(1,120)	(1,033)	43,385
Profit for the period, representing total comprehensive income for the financial period	-	-	3,949	3,949
Dividend Paid	-	-	(2,018)	(2,018)
<b>Balance at 31 January 2019</b>	45,538	(1,120)	898	45,316
Profit for the period, representing total comprehensive income for the financial period	-	-	1,929	1,929
<b>Balance at 31 July 2019</b>	45,538	(1,120)	2,827	47,245

	Share Capital	Treasury Shares	Accumulated Profits/ (Loss)	Total Equity
The Company (Audited)	S\$'000	S\$'000	S\$'000	S\$'000
<b>Balance at 1 August 2017</b>	45,538	-	4,029	49,567
Profit for the period, representing total comprehensive income for the financial period	-	-	(2,534)	(2,534)
Purchase of treasury shares	-	(1,120)	-	(1,120)
Dividend paid	-	-	(1,262)	(1,262)
<b>Balance at 31 January 2018</b>	45,538	(1,120)	233	44,651
Profit for the period, representing total comprehensive loss for the financial period	-	-	(1,266)	(1,266)
<b>Balance at 31 July 2018</b>	45,538	(1,120)	(1,033)	43,385

**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.**

	Number of shares	Share Capital (S\$)
<b>As at 31 July 2018 and 31 July 2019</b>	252,348,600	44,418,066

There were 8,651,400 treasury shares (representing 3.4% of the Company's 252,348,600 ordinary shares (excluding treasury shares)) as at 31 July 2019 and 31 July 2018.

The Company did not have any outstanding options or convertibles as at 31 July 2019 and 31 July 2018. There were no subsidiary holdings as at 31 July 2019 and 31 July 2018.

- 1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	<b>31/07/2019 No. of shares</b>	<b>31/07/2018 No. of shares</b>
<b>Total number of issued shares of the company (excluding treasury shares)</b>	252,348,600	252,348,600

- 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 sales, transfers, cancellation and/or use of treasury shares during and 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. The Company did not have any subsidiary holdings during and as at the end of current financial period reported on.

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

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

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

Not applicable.

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

Except as disclosed in note 5 below, the Group has applied the same accounting policies and computation methods used in the preparation of the financial statements for the current reporting period as compared with the audited annual financial statements for the financial year ended 31 July 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 a new financial reporting framework - Singapore Financial Reporting Standards (International) ("SFRS(I)"), that is identical to the International Financial Reporting Standards with effect from 1 January 2018. Changes to the Group's accounting policies have been made as required, in accordance with the respective SFRS(I) and SFRS(I) INT.

The Group has adopted all the new and revised Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are effective from 1 August 2018 as follows:

SFRS(I) 1 *First-time Adoption of Singapore Financial Reporting Standards (International)*  
SFRS(I) 9 *Financial Instruments*  
SFRS(I) 15 *Revenue from Contracts with Customers*

#### **SFRS(I) 1**

SFRS(I) 1 requires that the Group applies SFRS(I) on a retrospective basis and restatement of comparatives may be required because SFRS(I) requires both the opening statement of financial position and comparative information to be prepared using the most current accounting policies. SFRS(I) 1 provides mandatory exceptions and optional exemptions from retrospective application, different from those specific transition provisions in individual FRSs applied to FRS financial statements. The application of the mandatory exceptions and the optional exemptions in SFRS(I) does not have any significant impact on the Group's financial statements as the Group has not made any allowable transition adjustment that have impact on the financial statements.

#### **SFRS(I) 9**

SFRS(I) 9 introduces new requirements for classification and measurement of financial assets, impairment of financial assets and hedge accounting. Overall, the Group does not expect a significant change to the measurement basis arising from adopting the new classification and measurement method under SFRS(I) 9.

SFRS(I) 9 requires the Group to record expected credit losses on all of its loans and trade receivables, either on a 12-month or lifetime basis. The Group adopts the simplified approach and records lifetime expected losses on all trade receivables and contract assets. The impairment calculated using the expected credit loss model does not have a significant impact on the financial statements.

**SFRS(I) 15**

The adoption of SFRS(I) 15 will result in an impact on the Group's cost of construction. Revenue is determined using output method, whereby percentage of completion ("POC") is determined based on the latest independent architect's certificates. Prior to the adoption of SFRS(I) 15, contract costs were recognised based on POC with reference to the approved project budgets. On adoption of SFRS(I) 15, contract costs are recognised in the period in which they are incurred.

The adoption of SFRS(I) 15, the Group's accumulated profit has been restated, detail of which is presented in the explanatory notes to the Statement of financial position.

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

	Group	
	31/07/2019	31/07/2018
	Unaudited	Unaudited (Restated)
<b>Profit for the year attributable to equity holders of the Company (S\$'000):</b>	1,101	(11,634)
Weighted average number of ordinary shares ('000)	252,349	252,504
Basic and diluted earnings per ordinary share (Singapore cents)	0.44	(4.61)

The basic and diluted earnings per share are the same as there were no potential dilutive ordinary securities in issue as at the end of the respective financial years.

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued share (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	
	31/07/2019	31/07/2018	31/07/2019	31/07/2018
	(Unaudited)	(Restated)	(Unaudited)	(Audited)
	(Singapore cents)	(Singapore cents)	(Singapore cents)	(Singapore cents)
Net asset value per ordinary share attributable to owners of the company based on the total number of issued shares as at the end of the financial year	22.63	23.00	18.72	17.19

As at 31 July 2019, the number of ordinary shares issued (excluding treasury shares) is 252,348,600 (31 July 2018: 252,348,600).

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 Group Performance for the financial year ended 31 July 2019 ("FY2019") vs the financial year ended 31 July 2018 ("FY2018")**

The decrease in revenue was mainly due to significantly lower contribution from property development projects amounting to S\$1.2 million compared to S\$42.6 million in FY2018 as most of the property development units were substantially sold in prior financial years. Construction projects (including Additions and Alterations projects) also saw a decline in revenue in FY2019 aggregating to S\$29.1 million compared to S\$32.3 million in FY2018.

The decrease in cost of sales was mainly attributable to and in line with the lower revenue from property development segment in FY2019 amounting to S\$1.0 million compared to S\$39.2 million in FY2018. The decrease in cost of sales attributable to construction projects (including Additions and Alterations projects) of S\$16.9 million was mainly due to a decrease in construction segment revenue as well as write-back of provision for defective works of S\$3.1 million. The write-back was due to receipt of the final accounts for the related projects which reduced the exposure to potential repairs and rectification works. Additionally, S\$15.6 million in costs were recognised in FY2018 (Restated) as a result of the adoption of SFRS(I) 15.

Consequently, we registered a gross profit margin of 19.1% in FY2019. The gross loss margin for FY2018 (Restated) was (5.7%).

The increase in other income in FY2019 was mainly due to higher interest income of S\$1.3 million.

The decrease in other operating expenses in FY2019 was, mainly because the Group did not incur significant marketing expenses in FY2019.

Our finance costs relate to interest expenses for assets procured on hire-purchase.

The increase in income tax expense was due to the effective tax rate of 65.7% in FY2019 being significantly higher than the statutory rate of 17% due to additional provision arising from under provision of prior years' taxes. The effective tax rate in FY2018 (Restated) was higher compared to the prevailing statutory rate of 17% mainly due to the restatements resulting in a net loss.

As a result of the above, our net profit was approximately S\$0.8 million in FY2019 compared to a net loss of S\$11.4 million in FY2018 (Restated).

Non-current assets increased by approximately S\$0.1 million due to the depreciation of property, plant and equipment ("PPE") of S\$0.2 million offset against purchase of PPE of S\$0.1 million and recognition of deferred tax assets of S\$0.2 million.

Decrease in cash and cash equivalents was mainly due to net cash outflow from operating activities of S\$4.5 million and in line with the earlier stages of the Group's current projects, net cash outflow from investing activities of S\$0.8 million and net cash outflow from financing activities of S\$2.6 million.

Pledged bank deposits remain largely unchanged at S\$1.0 million.

Properties held for sale reduced due to sale of one of the remaining commercial units in 28 RC Suites.

Increase in trade and other receivables was mainly due to a bond receivable of S\$1.8 million from an associate.

Contract assets reduced due to decrease in unbilled receivables and release of retention sums during the year.

Current liabilities decreased mainly due to decrease in provisions of S\$3.1 million, decrease in trade and other payables of S\$1.7 million in line with lower revenue, decrease in income tax payable of S\$1.1 million, and decrease in finance lease liabilities of S\$0.2 million.

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

Not applicable as no forecast or prospect statement has been previously disclosed to shareholders.

**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.**

For the financial year ended 31 July 2019 ("FY2019"), the Group reported a net profit of S\$0.8 million, higher than the restated net loss of S\$11.4 million recorded in the previous financial year ended 31 July 2018 ("FY2018").

Although the Group's revenue has declined by approximately 59.5% to S\$30.3 million in FY2019, compared to S\$74.9 million in FY2018, our property development projects have been substantially sold in prior financial years.

With a healthy balance sheet and cash reserves, the Group will continue to keep a lookout for suitable opportunities to grow its business strategically.

***Building Construction Business***

The Group's building construction business continued to remain stable in FY2019, as it focused on timely execution and delivery of its order book which amounted to S\$73.5 million as at 31 July 2019.

In the second half of FY2019, the Group secured two construction contracts worth S\$24.9 million for construction of 2-storey bungalows.

Moving forward, the Group will continue to leverage its strong market reputation as a trusted builder of Good Class Bungalows ("GCBs") and high-end landed properties, so as to actively bid for new projects that will add value to its order book, while keeping a close eye on its margins and costs.

***Property Development Business***

In March 2019, the Group acquired a 30% stake in Lascelles Park Limited, a property development company in the United Kingdom, marking its first overseas venture.

The Group will continue to market the three remaining commercial units in 28 RC Suites.

The Group will continue to explore local and overseas property development projects with suitable partners and strategic investors.

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

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

A final dividend in respect of the financial year ended 31 July 2019 has been recommended.

**(b)(i) Amount per share (cents)**

Name of Dividend:	First and Final Dividend
Dividend Type:	Cash
Dividend amount per ordinary share:	1.0 Singapore cent (based on 252 million shares)
Tax Rate:	One tier tax exempt

**(b)(ii) Previous corresponding period (cents)**

Name of Dividend:	First and Final Dividend
Dividend Type:	Cash
Dividend amount per ordinary share:	0.8 Singapore cent (based on 261 million shares)
Tax Rate:	One tier tax exempt

**(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 the shareholders, this must be stated).**

The dividend is tax exempt in the hands of the shareholders.

**(d) The date the dividend is payable.**

The proposed dividend for FY2019, if approved by shareholders at the forthcoming Annual General Meeting, will be paid out at a date to be announced.

**(e) Book closure date**

The book closure date will be announced at a later date.

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

Not applicable.

**PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**

13. **Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

**For the financial year ended 31 July 2019**  
**Operating segments**

	Building Construction S\$'000	Property Development S\$'000	Investment Holding S\$'000	Eliminations S\$'000	Group S\$'000
<b>(Unaudited)</b>					
<b><u>Revenue</u></b>					
External Customers	29,098	1,230	-	-	30,328
Inter-segment	-	-	8,100,000	(8,100,000)	-
Total Revenue	29,098	1,230	8,100,000	(8,100,000)	30,328
<b><u>Results</u></b>					
Profit before income tax	1,215	359	5,749	(5,063)	2,260
Less: Income tax expense					(1,484)
Profit for the financial year					776
<b><u>Assets and Liabilities</u></b>					
Segment assets	38,994	2,818	40,210	-	82,022
Segment liabilities	22,547	609	941	-	24,097
<b><u>Other Information</u></b>					
Depreciation of property, plant and equipment	(420)	-	-	-	(420)
Write back of provisions	3,006	-	-	-	3,006
Net foreign exchange gains/(losses)	17	-	(90)	-	(73)
Finance costs	(25)	-	-	-	(25)
Interest income	541	-	850	-	1,391
Addition to non-current assets	293	-	-	-	293
Write-down of property held for sale to net realizable value	-	(118)	-	-	(118)

**SYSMA HOLDINGS LIMITED**  
**UNAUDITED RESULTS FOR THE YEAR ENDED 31 JULY 2019**

**For the financial year ended 31 July 2018**  
**Operating segments**

<b>(Unaudited) (Restated)</b>	<b>Building Construction S\$'000</b>	<b>Property Development S\$'000</b>	<b>Investment Holding S\$'000</b>	<b>Eliminations S\$'000</b>	<b>Group S\$'000</b>
<b><u>Revenue</u></b>					
External Customers	32,326	42,582	-	-	74,908
Inter-segment	-	-	6,600,000	(6,600,000)	-
Total Revenue	32,326	42,582	6,600,000	(6,600,000)	74,908
<b><u>Results</u></b>					
Profit/(loss) before income tax	(11,875)	895	(3,741)	3,889	(10,832)
Less: Income tax expense	-	-	-	-	(537)
Profit for the financial year					(11,369)
<b><u>Assets and Liabilities</u></b>					
Segment assets	38,638	7,337	43,693	-	89,668
Segment liabilities	29,223	435	843	-	30,501
<b><u>Other Information</u></b>					
Depreciation	(791)	-	-	-	(791)
Loss allowance	(322)	-	-	-	(322)
Write back of loss allowance	463	-	-	-	463
Provisions	(8,797)	-	-	-	(8,797)
Net foreign exchange losses	24	-	26	-	50
Finance costs	(34)	(144)	-	-	(178)
Interest income	343	1	343	-	687
Addition to non-current assets	112	-	-	-	112

**Geographical segments**

Other than through the investment in associate, the Group operates primarily in the geographical area of Singapore which accounts for 98% of the Group's assets and 99.9% of its financial results.

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

Please refer to Paragraphs 8 and 13.

**15. A breakdown of revenue as follows:**

	<b>FY2019 (Unaudited)</b>	<b>FY2018 (Restated)</b>	<b>Increase/ (decrease)</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
Revenue reported for 1 <sup>st</sup> half year	16,226	59,668	(43,442)
Operating profit after tax before deducting minority interests reported for 1 <sup>st</sup> half year	2,720	(2,370)	5,090
Revenue reported for 2 <sup>nd</sup> half year	14,102	15,240	(1,138)
Operating profit after tax before deducting minority interests reported for 2 <sup>nd</sup> half year	(1,944)	(8,999)	7,055

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:

	<b>FY2019</b>	<b>FY2018</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Ordinary	2,523	2,018
Preference	-	-
Total:	2,523	2,018

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

The Group does not have a general mandate for the interested person transactions. Save as disclosed below, there were no interested person transaction of S\$100,000 or more entered into during FY2019.

18. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is relative of a director or Chief Executive Officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must take an appropriate negative statement.

Not applicable. There is no person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a director or Chief Executive Officer or substantial shareholder of the Company.

19. Confirmation that the issuer has procured undertakings from all its directors and executive officer under Rule 720(1)

The Company hereby confirms that it has procured undertakings from all the directors and executive officers under Rule 720(1).

**BY ORDER OF THE BOARD**

**SIN SOON TENG**  
**EXECUTIVE CHAIRMAN AND GROUP CEO**  
**25 September 2019**

**ANG SENG HENG**  
**EXECUTIVE DIRECTOR**  
**25 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 Catalyst.*

*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.*

*The contact person for the Sponsor is Ms Gillian Goh, Director, Head of Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).*