

MEDTECS INTERNATIONAL CORPORATION LIMITED

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Full Year Financial Statements

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

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

Full Year Results	Group		
	US\$'000		%
	Latest Year 31 Dec 2016 Unaudited	Previous Year 31 Dec 2015 Audited	Increase / (Decrease)
Revenues	57,596	61,587	(6.5)
Costs of sales and services	(48,397)	(51,717)	(6.4)
Gross profit	9,199	9,870	(6.8)
Other items as income			
Other operating income, net	893	562	58.9
Financial income	5	8	(37.5)
Other items as expense			
Distribution and selling expenses	(2,450)	(2,666)	(8.1)
Administrative expenses	(4,420)	(4,260)	3.8
Financial expenses	(1,719)	(1,822)	(5.7)
Profit before tax	1,508	1,692	(10.9)
Income tax expense	(486)	(1,161)	(58.1)
Net profit for the year	1,022	531	92.5
Attributable to:			
Shareholders of the Company	1,024	530	93.2
Non-controlling interests	(2)	1	(300.0)
	1,022	531	92.5

1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year:

	US\$'000	
	Latest Year 2016 Unaudited	Previous Year 2015 Audited
Depreciation	2,724	3,289
Amortisation of:		
Assets held for leasing	2,253	1,730
Investment of Property	253	255
Transaction cost	67	69
Other finance costs	282	297
Interest expense	1,369	1,456
Movement of pension benefit obligation	43	95
Interest income	(5)	(8)

Statement of Comprehensive Income for the year ended 31 December 2016

	Group		
	US\$'000		%
	Latest Year 2016 Unaudited	Previous Year 2015 Audited	Increase/ (Decrease)
Profit after tax	1,022	531	92.5
Exchange difference on consolidation	335	(360)	(193.1)
Actuarial gains	43	113	(61.9)
Total comprehensive income	1,400	284	393.0
Attributable to:			
Shareholders of the Company	1,403	283	395.8
Non-controlling interests	(3)	1	(400.0)
	1,400	284	393.0

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

Full Year Balance Sheet

		Group		Company	
		US\$'000		US\$'000	
		31 Dec 2016 Unaudited	31 Dec 2015 Audited	31 Dec 2016 Unaudited	31 Dec 2015 Audited
ASSETS					
Non-current assets					
Property, plant and equipment, net		24,350	25,140	59	90
Assets held for leasing		5,185	5,079	–	–
Investment property		3,443	4,068	160	674
Investment in subsidiaries		–	–	23,640	25,294
Goodwill		709	709	–	–
Deferred tax assets		4	4	4	4
Other non-current assets	Note 1	4,175	5,051	3,040	3,041
		<u>37,866</u>	<u>40,051</u>	<u>26,903</u>	<u>29,103</u>
Current assets					
Inventories	Note 2	34,780	35,995	87	100
Trade receivables		13,811	13,976	9,016	8,305
Other current assets		15,434	15,853	10,757	11,812
Due from subsidiaries (trade)		–	–	12,210	5,216
Fixed deposits		1,919	1,536	–	–
Cash and bank balances		1,789	1,887	231	26
		<u>67,733</u>	<u>69,247</u>	<u>32,301</u>	<u>25,459</u>
TOTAL ASSETS		<u>105,599</u>	<u>109,298</u>	<u>59,204</u>	<u>54,562</u>

EQUITY AND LIABILITIES

	Group US\$'000		Company US\$'000	
	31 Dec 2016 Unaudited	31 Dec 2015 Audited	31 Dec 2016 Unaudited	31 Dec 2015 Audited
Current liabilities				
Trade payables and other current liabilities	9,384	15,228	1,575	1,844
Due to subsidiaries (trade)	–	–	34,950	24,141
Term loans (current portion)	1,175	2,080	–	2,080
Trust receipts and acceptances payable	867	386	–	–
Bank loans	Note 3	29,575	26,583	–
Income tax payable		1,556	1,358	89
		42,557	45,635	36,614
NET CURRENT ASSETS (LIABILITIES)		25,176	23,612	(4,313)
Non-current liabilities				
Term loans	Note 4	107	2,181	–
Deferred tax liabilities		346	291	–
Pension benefits obligation		727	729	175
		1,180	3,201	175
TOTAL LIABILITIES		43,737	48,836	36,789
Equity attributable to equity holder of the Company				
Share capital		27,471	27,471	25,818
Share premium		4,721	4,721	4,721
Equity component of convertible bonds		267	267	267
Employee share option reserve		294	294	294
Actuarial on retirement obligation		(14)	(57)	17
Translation reserves		485	149	–
Other reserves		(167)	(167)	–
Revenue reserves		27,791	26,767	(8,702)
		60,848	59,445	22,415
Non-controlling interests		1,014	1,017	–
		61,862	60,462	22,415
TOTAL EQUITY AND LIABILITIES		105,599	109,298	59,204
				54,562

Explanatory notes that are material to an understanding of the information:

Note 1 Decrease in other non-current assets was due to application of building deposits to the building in Medtecs SEZ.

Note 2 Decrease in inventory was due to sales.

Note 3 Increase in short-term loans was due to a short-term loan extended to the Group by Cathay United Bank.

Note 4 Decrease in term loans was due to repayment of the outstanding loans to DEG.

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

Amount repayable in one year or less, or on demand

As at 31 December 2016 US\$ '000 Unaudited		As at 31 December 2015 US\$ '000 Audited	
Secured	Unsecured	Secured	Unsecured
6,879	23,562	5,369	20,566

Amount repayable after one year

As at 31 December 2016 US\$ '000 Unaudited		As at 31 December 2015 US\$ '000 Audited	
Secured	Unsecured	Secured	Unsecured
–	1,283	6,224	2,286

Decrease in unsecured loan is due to repayment of short term loans.

Details of any collaterals

The Group's secured borrowings repayable in one year or less comprised trust receipts and acceptances payable amounting to approximately US\$0.8 million and US\$0.4 million as of 31 December 2016 and 31 December 2015, respectively, and secured long-term bank loans of nil and US\$6.2 million as of 31 December 2016 and 31 December 2015, respectively, which are collateralized by building and certain machinery and equipment of the Group, with net book value of approximately US\$3.2 million and US\$18.7 million as of 31 December 2016 and 31 December 2015, respectively.

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.

Full Year Statement of Cash Flows

Group US\$'000	
Latest Year 2016 Unaudited	Previous Year 2015 Audited

OPERATING ACTIVITIES

Profit before taxation	1,508	1,692
Adjustments for:		
Impairment loss	–	308
Depreciation	2,977	3,544
Amortisation of assets held for leasing	2,253	1,730
Interest expense	1,369	1,456
Provision for Inventory obsolescence	152	398
Amortisation of transaction costs	67	69
Other finance costs	282	297
Gain on disposal of property, plant and equipment	(208)	(15)
Interest income	(5)	(8)
Operating profit before working capital changes	8,395	9,471
(Increase) decrease in:		
Inventories	1,162	176
Trade receivables	341	(1,067)
Other current assets	419	(3,337)
Increase (decrease) in:		
Trade payables and other current liabilities	(5,431)	2,625
Pension benefits obligation	41	56
Trust receipts and acceptances payable	481	(620)
Net cash generated from operations	5,408	7,304
Interest received	5	8
Other finance costs paid	(282)	(297)
Income taxes paid	(233)	(95)
Net cash flow generated from operating activities	4,898	6,920

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 (continuation)**

Group US\$'000	
Latest Year 2016	Previous Year 2015 Audited

INVESTING ACTIVITIES

Purchases of :

Property, plant and equipment	(2,079)	(1,054)
Asset held for leasing	(2,366)	(2,533)
Decrease (increase) of Investment Property	372	(4)
Proceeds from disposal of property, plant and equipment	–	251
Proceeds from disposal of asset held for leasing	7	–
Decrease (increase) in other non-current assets	876	(3,730)
Net cash used in investing activities	(3,190)	(7,070)

FINANCING ACTIVITIES

Payment of term loans - net	2,992	(4,318)
Proceeds from (payments of) short-term bank loans	(3,046)	1,654
Increase/ (decrease) in fixed deposit	(383)	1,280
Issuance of share capital	–	3,934
Interest paid	(1,369)	(1,456)
Net cash flows generated by (used in) financing activities	(1,806)	1,094
Net increase (decrease) in cash and bank balances	(98)	944
Cash and bank balances at beginning of year	1,887	943
Cash and bank balances at end of year	1,789	1,887

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.

Group

	Attributable to equity holders of the Company								Non-controlling interests	Total Equity	
	Share capital	Share premium	Employee share option reserve	Equity component of convertible Bonds	Translation reserves	Revenue reserves	Other reserves	Total reserves			Actuarial Gain (Loss) on Retirement Obligation
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	
Balance at 1 January 2015	23,378	4,880	294	267	509	26,237	(167)	26,579	(170)	1,016	56,244
Net profit for the year	–	–	–	–	–	530	–	530	–	1	531
<u>Other Comprehensive Income for the year</u>											
Foreign currency translation reserves	–	–	–	–	(360)	–	–	(360)	–	–	(360)
Actuarial gains	–	–	–	–	–	–	–	–	113	–	113
Other Comprehensive Income/(loss) for the year	–	–	–	–	(360)	–	–	(360)	113	–	(247)
Total Comprehensive Income/(loss) for the year	–	–	–	–	(360)	530	–	170	113	1	284
Issuance of capital stock	4,093	(159)	–	–	–	–	–	–	–	–	3,934
Balance at 31 December 2015 and 1 January 2016	27,471	4,721	294	267	149	26,767	(167)	26,749	(57)	1,017	60,462

Group (continued)

	Attributable to equity holders of the Company								Non-controlling interests	Total Equity	
	Share capital	Share premium	Employee share option reserve	Equity component of convertible Bonds	Translation reserves	Revenue reserves	Other reserves	Total reserves			Actuarial Gain (Loss) on Retirement Obligation
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	
Balance at 31 December 2015 and 1 January 2016	27,471	4,721	294	267	149	26,767	(167)	26,749	(57)	1,017	60,462
Net profit for the year	–	–	–	–	–	1,024	–	1,024	–	(2)	1,022
<u>Other Comprehensive Income for the year</u>											
Foreign currency translation reserves	–	–	–	–	336	–	–	336	–	(1)	335
Actuarial losses	–	–	–	–	–	–	–	–	43	–	43
Total Comprehensive Income/(loss) for the year	–	–	–	–	336	1,024	–	1,360	43	(3)	1,400
Balance at 31 December 2016	27,471	4,721	294	267	485	27,791	(167)	28,109	(14)	1,014	61,862

Company

Attributable to equity holders of the Company							
Share capital	Share premium	Employee share option reserve	Equity component of convertible bonds	Deficit	Actuarial Gain (Loss) on Retirement	Total Equity	
US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	
Balance at 1 January 2015	23,378	4,880	294	267	(5,987)	(18)	22,814
Net loss for the year	–	–	–	–	(2,404)	–	(2,404)
Other Comprehensive Income for the year	–	–	–	–	–	41	41
Total Other Comprehensive Income for the year	–	–	–	–	(2,404)	41	2,363
Issuance of capital stock	4,093	(159)	–	–	–	–	3,934
Balance at 31 December 2015 and 1 January 2016	27,471	4,721	294	267	(8,391)	23	24,385
Net loss for the year	–	–	–	–	(311)	–	(311)
Other Comprehensive Income for the year	–	–	–	–	–	(6)	(6)
Total Other Comprehensive Income for the year	–	–	–	–	(311)	(6)	(317)
Impairment of Investment	(1,653)	–	–	–	–	–	(1,653)
Balance at 31 December 2016	25,818	4,721	294	267	(8,702)	17	22,415

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 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.

Not applicable.

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.

The total number of issued shares as at 31 December 2016 and 31 December 2015 was 549,411,240. There were no treasury shares as at 31 December 2016 and 31 December 2015.

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

The Company did not have any treasury shares during and as at the end of the current financial year 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 nor reviewed.

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 statement have been applied.

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period compared with those of the audited financial statements as at 31 December 2015, and for the financial year ended 31 December 2015, except for the changes mentioned in paragraph 5.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of the change.

The Group has adopted all the new and revised Financial Reporting Standards ("FRS") that became effective for the financial period beginning 1 January 2016. The adoption of the FRS did not have any material effect on the financial statements for the current period.

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 Figures	
Latest Year FY16 Unaudited	Previous Year FY15 Audited

Earnings per ordinary share for the period
after deducting any provision for preference dividends:

(i) Based on weighted average number of ordinary shares on issue	0.186 US cents	0.109 US cents
(ii) On a fully diluted basis	0.186 US cents	0.109 US cents

Explanatory note to 6 (i) and (ii):

Earnings per share for the financial year ended 31 December 2016 (“**FY2016**”) and financial year ended 31 December 2015 (“**FY2015**”), based on existing issued share capital, are calculated on the basis of weighted average issued shares of 549,411,240. The full year earnings per share on a fully diluted basis are calculated on the weighted average number of shares of 549,411,240. There were no adjustments since the effects of share options are anti-dilutive.

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 Figures	
Latest Year As at 31 Dec 2016 Unaudited	Previous Year As at 31 Dec 2015 Audited

Net asset value per ordinary share based on the total number of shares excluding treasury shares as at the end of the period reported on	11.26 US cents	12.47 US cents
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Company Figures	
Latest Year As at 31 Dec 2016 Unaudited	Previous Year As at 31 Dec 2015 Audited

Net asset value per ordinary share based on the total number of shares excluding treasury shares as at the end of the period reported on	4.09 US cents	5.11 US cents
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Explanatory note to 7:

The net asset value per ordinary share is calculated based on 549,411,240 issued shares for the financial year ended 31 December 2016 and 31 December 2015.

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.**

Business Overview

The Group had lower demands from its existing customers in FY16 which led to the decrease in the Group's revenue by 6.5% to US\$57.6 million in FY16 from US\$61.6 million in FY15. The Group's net profit increased to US\$1.0 million in FY16 from US\$0.5 million in FY15 coming from lower overhead costs and gain on sale of building.

Income Statement Review

Revenues

Revenues from the Original Product Manufacturing ("OPM") division decreased by 11.3% to US\$42.8 million in FY16 from US\$48.2 million in FY15 due to lower orders from their existing customers.

Revenues from Hospital Services division continuously improved by 5.8% to US\$11.9 million in FY16 from US\$11.2 million in FY15 attributable to higher linen consumption and additional hospital contracts in Philippines and Taiwan. Trading, Distribution and other division revenues increased by 39.1% to US\$2.9 million in FY16 from US\$2.1 million in FY15 arising from higher trading opportunities in Taiwan.

Profitability

The Group's gross profit decreased by 6.8% to US\$9.2 million in FY16 from US\$9.9 million in FY15 arising from lower revenues and higher material cost.

Gross Profit from the OPM division declined by 10.2% to US\$7.7 million in FY16 from US\$8.6 million in FY15 attributable to lower revenues and higher material cost. This was mitigated by savings from depreciation expense and energy costs. Hospital Services division gross profit increased by 9.6% to US\$1.1 million in FY16 from US\$0.9 million in FY15 due to higher revenues in Taiwan and Philippines. Gross Profit from Trading, Distribution and other division increased by 34.5% to US\$0.4 million in FY16 from US\$0.3 million in FY15 arising from higher trading opportunities in Taiwan.

The Group's net other operating income increased by 58.9% to US\$0.9 million from gain on sale of building and translation gains.

The Group's net profit increased by 92.6% to US\$1.0 million in FY16 from US\$0.5 million in FY15 from lower overhead cost and gain on sale of building.

The Group's Comprehensive income increased by 393% to US\$1.4 million from improved net profit and exchange differences on consolidation.

Review of the Balance Sheet of the Group

Total assets of the Group decreased by US\$3.6 million to US\$105.6 million in FY16 from US\$109.3 million in FY15 mainly from lower inventories and depreciation of property, plant and equipment. The Group's borrowings increased to US\$31.7 million in FY16 from US\$31.2 million in FY15 from new bank loans.

The Group generated an operating cash flow of US\$4.9 million in FY16 from the positive operating cash flow of US\$6.9 million in FY15. On its investing activities, US\$3.2 million was used for the new production facility in Medtecs MSEZ Corp. Ltd. and additional linens for the hospital services segment. Cash outflow of US\$1.8 million from financing activities was mainly the result of payment of borrowing loans.

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

It was stated in the Company's full year financial statement announcement dated 29 February 2016 and in the Company's annual report for the financial year ended 31 December 2015 that "Barring unforeseen circumstances, the Group expects to remain profitable this financial year". The Group's results for the financial year ended 31 December 2016 are consistent with the prospect statements made.

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.

Business Outlook

The Group intends to pursue new customers and opportunities to further complement its current OPM customer base in US and Europe.

The Group has identified potential in the hospital service division with new prospective hospital service clients in Taiwan and the Philippines.

The People's Republic of China is a growth area for the group by leveraging on the Group's manufacturing facility in Hangzhou.

The Group will try to optimize their margins by increasing the efficiency of its operation through cost reduction scheme to counter the rising labor cost and volatility in the world market. The Group has also streamlined its operations in the Philippines to improve the efficiency of its operations..

The Group remains vigilant on opportunities in the growing market for the health safety and disease control protective apparels.

Barring unforeseen circumstances, the Group expects to remain profitable in the financial year ending 31 December 2017.

11. Dividend:

(a) Current financial period reported on

Any dividend declared for the current financial period reported on?

None.

(b) Corresponding period of the immediately preceding financial year

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

None.

(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 / recommended for the financial year ended 31 December 2016.

- 13. 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 Group does not have a shareholders' mandate for interested person transactions.

- 14. Confirmation under Rule 720(1) of the Catalist Rules.**

The Company has procured undertakings from all its directors and executive officers (in the format as set out in Appendix 7H) in accordance with Rule 720(1) of the Catalist Rules.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

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

Geographical Segment

	USA	ASIA PACIFIC	EUROPE	ELIMINA- TIONS	GROUP
2016					
Turnover	8,279	56,237	21,593	(28,513)	<u>57,596</u>
Results	463	1,551	1,208	–	3,222
Financial expenses					(1,719)
Financial income					5
Taxation					(486)
Net profit					<u><u>1,022</u></u>
Total assets	855	1,838	126,546	(23,640)	105,599
Total liabilities	–	43,737	–	–	43,737
Capital expenditure	–	1,707	–	–	1,707
Depreciation and amortisation	–	5,297	–	–	5,297
Provision for inventory obsolescence	–	152	–	–	152
Other non-cash expenses	–	1,438	–	–	1,438

	USA	ASIA PACIFIC	EUROPE	ELIMINA- TIONS	GROUP
2015					
Turnover	13,955	43,132	29,330	(24,830)	<u>61,587</u>
Results	794	1,043	1,669	–	3,506
Financial expenses					(1,822)
Financial income					8
Taxation					(1,161)
Net profit					<u><u>531</u></u>
Total assets	1,038	131,276	2,278	(25,294)	109,298
Total liabilities	–	48,836	–	–	48,836
Capital expenditure	–	1,059	–	–	1,059
Depreciation and amortisation	–	5,297	–	–	5,297
Impairment loss	–	308	–	–	308
Provision for inventory obsolescence	–	398	–	–	398
Other non-cash expenses	–	1,730	–	–	1,730

Business Segment	Turnover (US\$'000)			Profit Before Taxation and Minority Interest (US\$'000)		
	Latest Year FY16 Unaudited	Previous Year FY15 Audited	% Change	Latest Year FY16	Previous Year FY15	% Change
Manufacturing	42,796	48,250	(11.3)	2,129	2,327	(8.5)
Hospital Services	11,900	11,251	5.8	434	414	4.8
Distribution and Others	2,900	2,086	39.0	(1,055)	(1,049)	(0.6)
Total	57,596	61,587	(6.5)	1,508	1,692	(10.8)

Revenues include rental income amounting to US\$0.7 million in FY16 and US\$1.0 million FY15.

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

Not applicable.

17. A breakdown of sales as follows:

	Group		
	US\$'000		% Increase (Decrease)
	2016	2015	
Sales reported for first half year	27,553	28,190	(2.2)
Operating profit / loss after tax before deducting minority interests reported for first half year	486	315	54.3
Sales reported for second half year	30,043	33,407	(10.1)
Operating profit / loss after tax before deducting minority interests reported for second half year	536	216	148.1

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

Not applicable.

- 19. 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 make an appropriate negative statement.**

There are no persons holding managerial position in the Company or any of its principal subsidiaries who are related to a director or chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

Clement Yang Ker-Cheng
Executive Chairman
28 February 2017