

# FUJI OFFSET PLATES MANUFACTURING LTD

## Unaudited Full Year Financial Statement And Related Announcement

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

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

	Notes	S\$'000 31.12.17	S\$'000 31.12.16	% Increase/ (Decrease)
<b>Continuing Operations</b>				
Revenue		5,055	5,408	(7)
Cost of sales		(3,132)	(3,153)	(1)
<b>Gross profit</b>		1,923	2,255	(15)
Other operating income	1	760	335	>100
Distribution expenses		(278)	(332)	(16)
Administrative expenses		(1,983)	(2,048)	(3)
Other operating expenses		(1,340)	-	NM
<b>Results from operating activities</b>		(918)	210	NM
Finance income	2	516	390	32
Finance expense	2	(5)	(7)	(29)
Net finance income		511	383	34
Share of results of associate (net of tax)	3	(446)	17	NM
<b>(Loss)/profit before taxation</b>	4	(853)	610	NM
Income tax expense	5	(229)	(541)	(58)
<b>(Loss)/profit from continuing operations for the year, net of tax</b>		(1,082)	69	NM
<b>Discontinued operation</b>				
Loss from discontinued operation, net of tax	6	(144)	(40)	>100
<b>(Loss)/profit for the year</b>		(1,226)	29	NM
<b>Other comprehensive income</b>				
Revaluation of property		(1)	(18)	NM
Foreign currency translation		387	(662)	NM
<b>Other comprehensive income, net of tax</b>		386	(680)	NM
<b>Total comprehensive income for the year</b>		(840)	(651)	29

**(Loss)/profit for the year attributable to:****Owners of the Company**

Loss from continuing operations, net of tax	(1,327)	(207)	>100
Loss from discontinued operation, net of tax	(43)	(24)	79
	<u>(1,370)</u>	<u>(231)</u>	>100

**Non-controlling interests**

Profit from continuing operations, net of tax	172	276	(38)
Loss from discontinued operation, net of tax	(28)	(16)	75
	<u>144</u>	<u>260</u>	(45)

**(Loss)/profit for the year, net of tax**

	<u>(1,226)</u>	<u>29</u>	NM
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**Total comprehensive income attributable to:****Owners of the Company**

Total comprehensive income from continuing operations, net of tax	(1,005)	(821)	22
Total comprehensive income from discontinued operation, net of tax	(43)	(24)	79
	<u>(1,048)</u>	<u>(845)</u>	24

**Non-controlling interests**

Total comprehensive income from continuing operations, net of tax	236	210	12
Total comprehensive income from discontinued operation, net of tax	(28)	(16)	75
	<u>208</u>	<u>194</u>	7

**Total comprehensive income for the year**

	<u>(840)</u>	<u>(651)</u>	29
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NM denotes not meaningful

**Notes:**

	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
	<b>31.12.17</b>	<b>31.12.16</b>	<b>Increase/ (Decrease)</b>
(1) Other operating income includes:			
Gain on disposal of property, plant and equipment	185	76	>100
Income from sales of scrap	43	37	16
Rental income	5	4	25
Gain on settlement of fully impaired other receivables	514	-	NM
Foreign exchange gain (net)	-	194	NM
Others	13	24	(46)
	<u>760</u>	<u>335</u>	>100
(2) Financial income/(expense) include:			
Interest income from banks	52	216	(76)
Discount adjustment on loan	464	174	>100
<b>Finance income</b>	<u>516</u>	<u>390</u>	32
Hire purchase interest	(5)	(7)	(29)
<b>Finance expense</b>	<u>(5)</u>	<u>(7)</u>	(29)

(2A) Notional interest income due to discount adjustment on loan to Star City Property Development Co., Ltd (“**Star City**”) on effective interest rate basis.

(3) Share of results of IPark Development Sdn Bhd (“**IPark**”).

(4) The following items have been included in arriving at profit before taxation:

	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
	<b>31.12.17</b>	<b>31.12.16</b>	<b>Increase/ (Decrease)</b>
Depreciation charge	518	520	0
Amortisation charge	44	44	0
Foreign exchange gain/(loss) (net)	(522)	194	NM
Loss recognised on derecognition of Star City loan	818	-	NM
Loss on remeasurement to fair value less costs to sell for disposal group	73	-	NM
Bad debt written off	6	-	NM

(5) Income tax expense includes:

	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
	<b>31.12.17</b>	<b>31.12.16</b>	<b>Increase/ (Decrease)</b>
Adjustment for (over)/underprovision of tax in prior years	(38)	362	NM

(6) Includes loss on remeasurement to fair value less costs to sell for disposal group of S\$73,000.

**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**

	Notes	Group		Company	
		31.12.17 S\$'000	31.12.16 S\$'000	31.12.17 S\$'000	31.12.16 S\$'000
<b>Non-current assets</b>					
Property, plant and equipment	1	4,053	5,659	284	-
Intangible assets	2	68	98	-	-
Investment properties	3	2,032	553	-	-
Subsidiaries		-	-	7,809	9,231
Long-term prepayments	4	320	486	-	-
Investment in associate	5	6,204	6,524	-	-
Amount due from associate		89	87	-	-
Other investment	6	2,024	1,587	1,206	1,587
Other receivables	7	5,261	5,093	6,079	5,093
		<u>20,051</u>	<u>20,087</u>	<u>15,378</u>	<u>15,911</u>
<b>Current assets</b>					
Investment properties held for sale	3	958	385	-	-
Inventories		755	733	-	-
Trade receivables		1,752	1,744	1	1
Other receivables	8	72	171	7	9
Prepayments	9	126	42	1	-
Amounts due from related parties		-	-	343	223
Tax recoverable	10	310	285	-	-
Cash and cash equivalents		5,184	6,919	512	608
		<u>9,157</u>	<u>10,279</u>	<u>864</u>	<u>841</u>
Assets of disposal group classified as held for sale	11	580	-	-	-
<b>Total assets</b>		<u>29,788</u>	<u>30,366</u>	<u>16,242</u>	<u>16,752</u>
<b>Equity</b>					
Share capital		14,807	14,807	14,807	14,807
Reserves		9,448	10,646	757	1,674
Equity attributable to owners of the Company		<u>24,255</u>	<u>25,453</u>	<u>15,564</u>	<u>16,481</u>
Non-controlling interests		3,065	2,857	-	-
<b>Total equity</b>		<u>27,320</u>	<u>28,310</u>	<u>15,564</u>	<u>16,481</u>
<b>Non-current liabilities</b>					
Loans and borrowings		180	100	117	-
Deferred tax liabilities		801	747	-	-
		<u>981</u>	<u>847</u>	<u>117</u>	<u>-</u>

**Current liabilities**

Trade and other payables		1,110	1,111	241	256
Loans and borrowings		92	36	54	-
Amounts due to related parties		4	-	254	-
Provision		32	35	12	15
Current tax payable	12	48	27	-	-
		<u>1,286</u>	<u>1,209</u>	<u>561</u>	<u>271</u>
Liabilities directly associated with disposal group classified as held for sale	11	201	-	-	-
<b>Total liabilities</b>		<u>2,468</u>	<u>2,056</u>	<u>678</u>	<u>271</u>
<b>Total equity and liabilities</b>		<u>29,788</u>	<u>30,366</u>	<u>16,242</u>	<u>16,752</u>

**Notes:**

- (1) Property, plant and equipment decreased by approximately S\$1.61 million due mainly due to the reclassification of a leasehold building and a freehold property to Investment properties when these properties were leased out in FY2017 to generate rental income.
- (2) Intangible assets pertain to computer software assets in a subsidiary.
- (3) Investment properties were higher by about S\$2.05 million mainly due to the reclassification of the leasehold building and freehold property mentioned in Note 1 above and the reclassification of related leasehold land (under long-term prepayments) mentioned in Note 4 below. The increase in investment properties held for sale of about S\$0.57 million is due to the sale of the vacant industrial land at Lot 4070 and 4078 ("**Lot 4070 & 4078**").
- (4) Long-term prepayments were lower by about S\$0.17 million mainly due to the reclassification of a leasehold land to Investment properties.
- (5) Investment in associate was lower by about S\$0.32 million and pertains to the Group's investment and share of results in IPark.
- (6) Other investment increased by about S\$0.44 million and pertains to the Company's 10% share of equity interest in Star City and effect of discounting interest-free loans to present value amounts.
- (7) Other receivables, in respect of the Company's share of loans to Star City, was higher by about S\$0.17 million due to the advancement of an additional loan of US\$1.0 million (approximately S\$1.42 million) to Star City in 1H2017 and partly set-off by the discounting of the loan to present value and foreign exchange loss resulting from the weakening of the US dollar ("**US\$**") against the Singapore dollar ("**S\$**") and loss recognised on derecognition of Star City loan.
- (8) Other receivables were lower by about S\$0.10 million mainly due to lower advanced payments for the purchase of seamless steel pipes, machinery and chemicals at year-end 2017.

- (9) Prepayments were higher by about S\$0.08 million mainly due to the prepayment of real property gains tax in connection with the proposed sale of the Group's Investment properties in Jalan Hasil ("Hasil") and Lot 4070 & 4078.
- (10) Tax recoverable was higher by about S\$0.03 million mainly due to the overprovision of taxes for prior years.
- (11) Assets of disposal group and liabilities directly associated with disposal group classified as held for sale are in respect of the disposal of Fuji Offset Plates (M) Sdn Bhd ("FOPM") completed on 15 January 2018.
- (12) Current tax payable was higher by about S\$0.02 million mainly due to the provision of taxes pertaining to the sale of the Group's investment properties at Hasil and Lot 4070 & 4078.

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

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

As at 31/12/2017		As at 31/12/2016	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
92	-	36	-

**Amount repayable after one year**

As at 31/12/2017		As at 31/12/2016	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
180	-	100	-

**Details of any collateral**

The collateral in respect of secured borrowings is by way of legal charges over certain plant and equipment of a subsidiary held under hire purchase arrangements.

**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**

	S\$'000 31.12.17	S\$'000 31.12.16 (Restated)
<b>Operating activities</b>		
(Loss)/profit before taxation from continuing operations	(853)	610
Loss from discontinued operation	(144)	(40)
(Loss)/profit before tax, total	(997)	570
Adjustments for:		
Depreciation of properties, plant and equipment	476	513
Depreciation of investment properties	42	7
Gain on disposal of property, plant and equipment	(185)	(76)
Gain on settlement of fully impaired other receivables	(514)	-
Loss recognised on derecognition of Star City loan	818	-
Loss on remeasurement to fair value less costs to sell for disposal group	73	-

Amortisation of long-term prepayments	44	44
Share of results of associate	446	(17)
Interest expense	5	7
Interest income	(519)	(395)
Foreign exchange loss/(gain)	462	(212)
Operating cash flow before working capital changes	151	441
Changes in working capital:		
Increase in inventories	(145)	(65)
Increase in trade and other receivables	(104)	(368)
(Increase)/decrease in prepayments	(84)	14
Increase in trade and other payables	89	361
Cash flows (used in)/generated from operations	(93)	383
Income taxes paid	(180)	(413)
Interest received	55	221
<b>Net cash flows (used in)/generated from operating activities</b>	<b>(218)</b>	<b>191</b>
<b>Investing activities</b>		
Purchase of properties, plant and equipment	(524)	(874)
Refund for/(purchase of) intangible assets	8	(62)
Proceeds from disposal of property, plant and equipment	185	78
Proceeds from settlement of fully impaired other receivables	514	-
Loan to Star City	(1,420)	(271)
Investment in associate (net)	-	(3,405)
<b>Cash flows used in investing activities</b>	<b>(1,237)</b>	<b>(4,534)</b>
<b>Financing activities</b>		
Interest paid	(5)	(7)
Dividends paid to owners of the Company	(150)	(150)
Payments to hire purchase creditors	(36)	(32)
<b>Cash flows used in financing activities</b>	<b>(191)</b>	<b>(189)</b>
Net decrease in cash and cash equivalents	(1,646)	(4,532)
Cash and cash equivalents at beginning of the year	6,919	11,536
Effect of exchange rate changes on balances held in foreign currency	112	(85)
Cash and cash equivalents at end of the year	5,385	6,919
Cash and cash equivalents		
- Continuing operations	5,184	6,685
- Discontinued operation	201	234
Cash and cash equivalents at the end of the period	5,385	6,919

**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**

The Group	Share capital S\$'000	Foreign currency	Revaluation reserve S\$'000	Retained earnings S\$'000	Total S\$'000	Non- controlling interests S\$'000	Total equity S\$'000
		translation reserve S\$'000					
At 1 January 2017	14,807	(9,565)	1,478	18,733	25,453	2,857	28,310
(Loss)/profit net of tax	-	-	-	(1,370)	(1,370)	144	(1,226)
<u>Other comprehensive income</u>							
Revaluation of property	-	-	(1)	-	(1)	-	(1)
Foreign currency translation	-	323	-	-	323	64	387
Total comprehensive income for the year	-	323	(1)	(1,370)	(1,048)	208	(840)
Dividends on ordinary shares	-	-	-	(150)	(150)	-	(150)
At 31 December 2017	14,807	(9,242)	1,477	17,213	24,255	3,065	27,320
At 1 January 2016	14,807	(8,969)	1,496	19,114	26,448	2,663	29,111
(Loss)/profit net of tax	-	-	-	(231)	(231)	260	29
<u>Other comprehensive income</u>							
Revaluation of property	-	-	(18)	-	(18)	-	(18)
Foreign currency translation	-	(596)	-	-	(596)	(66)	(662)
Total comprehensive income for the year	-	(596)	(18)	(231)	(845)	194	(651)
Dividends on ordinary shares	-	-	-	(150)	(150)	-	(150)
At 31 December 2016	14,807	(9,565)	1,478	18,733	25,453	2,857	28,310
<b>The Company</b>							
	<b>Share capital</b>	<b>Retained earnings</b>	<b>Total</b>				
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>				
At 1 January 2017	14,807	1,674	16,481				
Loss for the year	-	(767)	(767)				
Total comprehensive income for the year	-	(767)	(767)				
Dividends on ordinary shares	-	(150)	(150)				
At 31 December 2017	14,807	757	15,564				
At 1 January 2016	14,807	2,345	17,152				
Loss for the year	-	(521)	(521)				
Total comprehensive income for the year	-	(521)	(521)				
Dividends on ordinary shares	-	(150)	(150)				
At 31 December 2016	14,807	1,674	16,481				



- 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 and subsidiary holdings, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of 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.**

There were no changes to the Company's share capital since the end of the previous financial period reported being 30 June 2017. There are no outstanding convertibles, share options and the Company did not hold any treasury shares and subsidiary holdings or other convertible as at 31 December 2017 and 31 December 2016 respectively.

- 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>Company</b>	<b>31.12.17</b>	<b>31.12.16</b>
Total number of issued shares excluding treasury shares	49,912,500	49,912,500

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

Not applicable. The Company does not have any treasury shares at the beginning and end of the financial year ended 31 December 2017.

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

- 2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)**

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 matter)**

Not applicable

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

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting year as compared with those of the audited financial statements as at 31 December 2016 except for the adoption of new or amended FRS and interpretations to FRS ("INT FRS"), which took effect from financial year beginning on 1 January 2017.

**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 and revised Singapore Financial Reporting Standards (“FRSs”) that are mandatory for financial years beginning on 1 January 2017, where applicable. The adoption of these new/revised FRSs and INT FRS did not result in substantial changes to the Group’s accounting policies, and there is no material impact on the financial performance and position of the Group.

**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**

<b>Group</b>	<b>31.12.17</b>	<b>31.12.16</b>
Based on weighted average number of ordinary shares in issue (cents)	(2.74)	(0.46)
Based on a fully diluted basis (cents)	(2.74)	(0.46)

**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.

	<b>Group</b>		<b>Company</b>	
	<b>31.12.17</b>	<b>31.12.16</b>	<b>31.12.17</b>	<b>31.12.16</b>
Net Asset Value per ordinary share (cents)	48.60	51.00	31.18	33.02

**8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group’s business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on**

**Income Statement**

**Revenue**

For the financial year ended 31 December 2017 (“FY2017”), total Group revenue from continuing operations declined by about S\$0.35 million or 7% from S\$5.41 million for the financial year ended 31 December 2016 (“FY2016”) to S\$5.06 million. The lower revenue was mainly due to lower sales of printing cylinders in Malaysia, on account of keen competition, and Sri Lanka, partially offset by higher sales in Singapore due to the improved economy.

**Costs**

Notwithstanding the lower Group revenue, however, cost of sales declined only marginally by about 1%, from S\$3.15 million for FY2016 to S\$3.13 million for FY2017, due to the higher average costs of raw materials coupled with the stronger US\$ versus the Malaysian Ringgit (“RM”) for seamless steel pipes, mild-steel plates and copper used for the production of printing cylinders.

**Gross profit**

As a result of the lower revenue and only marginally lower cost of sales, gross profit for the period declined from S\$2.26 million for FY2016 to S\$1.92 million for FY2017, a decline of

S\$0.34 million or about 15%. Consequently, gross profit margin declined from 41.7% for FY2016 to 38.0% for FY2017.

Distribution expenses were lower at S\$0.28 million for FY2017 as compared with S\$0.33 million for FY2016 in line with the lower revenue as well as the weaker RM versus the S\$.

Administrative expenses were also lower at S\$1.98 million for FY2017 as compared with S\$2.05 million for FY2016, about S\$0.07 million or 3%, due mainly to the weaker RM versus the S\$ over the two years. Depreciation and amortisation charges remained relatively unchanged over the two years at about S\$0.52 million and S\$0.04 million respectively.

### **Other Operating expenses**

Other operating expenses pertain to the loss recognised on derecognition of Star City loan of S\$0.82 million mainly due to a delay in the construction of the project and net foreign exchange loss of S\$0.52 million on account of the weaker US\$ versus the S\$.

### **Other Operating Income**

For FY2017, other operating income amounted to S\$0.76 million as compared with S\$0.34 million for FY2016, an increase of S\$0.42 million, mainly due to the gain on settlement of other receivables per Deed of Settlement agreement with A-Smart Holdings Ltd, coupled with higher gain on disposal of property, plant and equipment, partially offset by non-recurring net foreign exchange gain in FY2016.

### **Operating profit**

On the basis of the above factors, the Group recorded an operating loss of S\$0.92 million for FY2017 as compared with a profit S\$0.21 million for FY2016. The decline in operating performance of S\$1.13 million is mainly due to the following factors:

- 1) Loss recognised on derecognition of Star City loan and on disposal of FOPM of S\$0.82 million,
- 2) Higher net foreign exchange loss of S\$0.71 million,
- 3) Lower contribution from investment holding business segment of S\$0.08 million and
- 4) Lower contribution from printing plates and cylinders business segment of S\$0.03 million, and partially offset by
- 5) Net gain on settlement of other receivables of S\$0.51 million

Net finance income amounted to S\$0.51 million for FY2017 as compared with S\$0.38 million for FY2016 mainly due to:

- 1) Higher deemed interest income of S\$0.29 million relating to discount adjustment on the Company's loans to Star City, partially offset by
- 2) Lower interest income of S\$0.16 million on bank deposits due to lower investible funds.

For FY2017, share of results of associate (net of tax) amounted to a loss of S\$0.45 million as compared with a profit of S\$0.02 million for FY2016. The share of results is based on the Completion of Contract method where revenue is recognised when the properties are handed over to the owners on completion.

Income tax expense was lower at S\$0.23 million for FY2017 as compared with S\$0.54 million for FY2016, a drop of about S\$0.31 million or 58%, mainly due to underprovision of prior year taxes relating to the disposal of an investment property of the Group in FY2016.

Based on the above factors, the Group recorded a loss after tax from continuing operations of S\$1.08 million for FY2017 as compared with a profit after tax of S\$0.07 million for FY2016.

### **Discontinued Operation**

The Group entered into a share sale and purchase agreement to divest its 60% share of equity interest in Fuji Offset Plates (M) Sdn Bhd (“FOPM”) on 30 November 2017. With the disposal, the Group will complete its exit from the printing plates business and continue to retain only its printing cylinders business.

### **Cash Flow**

For FY2017, net cash flows used in operating activities of the Group of S\$0.22 million were expended mainly on working capital, payment of income taxes and loss before taxation, after adding back or subtracting depreciation, amortisation and other non-cash items.

Cash flows used in investing activities, amounting to S\$1.24 million, were mainly for the advancement of an additional loan of US\$1.0 million (approximately S\$1.42 million) to Star City in 1H2017 and purchase of property, plant and equipment less proceeds from the settlement of other receivables.

Cash flows used in financing activities of S\$0.19 million were mainly for the payment of dividends to owners of the Company.

As a result, the Group recorded a net decrease in cash and cash equivalents of S\$1.65 million for FY2017 while cash and cash equivalents stood at S\$5.39 million as at 31 December 2017, comprising S\$5.18 million that relates to continuing operations.

**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 was disclosed to the shareholders previously.

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

The Board of Directors is of the opinion that the printing cylinders business will remain challenging over the next 12 months due to keen competition.

For the Group’s investments in IPark, Johor, Malaysia, and Star City, Cambodia, their performance may depend on the continuing economic growth of the two countries and China in general. According to the World Bank, while growth in China is forecast to moderate to 6.4% in 2018, from 6.8% in 2017, due to its economic rebalancing and slower credit growth, Cambodia is projected to grow at 6.9% in 2018, from 6.8% in 2017, and Malaysia is projected at 5.2% in 2018, slightly lower as compared with 5.9% in 2017.

Property sales launch for IPark has been ongoing since October 2016. To date, under Parcel 1, out of 7 factory units 1 was sold while out of 43 units 11 were sold, and 3 rented out, under Parcel 2. There are no new developments to the Star City project due to changes in the architectural design resulting in a delay to the project which is now forecast to be completed by 2021.

**11. Dividend**

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

Any dividend declared for the current financial period reported on? Yes

Name of Dividend	First & Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.3 cents per ordinary share
Tax Rate	Tax exempt (One-tier)

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

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

Yes

Name of Dividend	First & Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.3 cents per ordinary share
Tax Rate	Tax exempt (One-tier)

**(c) Date payable**

To be announced by the Company subsequently.

**(d) Books closure date**

To be announced by the Company subsequently.

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

Not Applicable

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

**13. Segmented revenue and results for business or geographical 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**

**Business Segments**

	Printing plates and cylinders	Investment holding	Investment in Property Development Companies	Adjustments and eliminations	Notes	Consolidated
Year 2017	S\$'000	S\$'000	S\$'000	S\$'000		S\$'000
<b>Revenue:</b>						
External customers	4,879	176	-	-		5,055
Inter-segment revenue	-	225	-	(225)	A	-
<b>Total revenue</b>	<b>4,879</b>	<b>401</b>	<b>-</b>	<b>(225)</b>		<b>5,055</b>
<b>Results:</b>						
Segment profit/(loss)	1,285	220	(1,611)	(747)	B	(853)
Depreciation of property, plant and equipment	446	26	4	-		476
Depreciation of investment properties	-	42	-	-		42
Amortisation of long-term prepayments	44	-	-	-		44
Loss recognised on derecognition of Star City loan	-	-	818	-		818
Loss on remeasurement to fair value less costs to sell for disposal group	73	-	-	-		73
Interest income	29	23	464	-		516
Interest expense	(5)	-	-	-		(5)
<b>Assets and Liabilities</b>						
Segment assets	10,195	4,901	14,382	310		29,788
Capital expenditure – property, plant and equipment	687	-	-	-		687
Segment liabilities	760	332	256	1,120	C	2,468

	Printing plates and cylinders	Investment holding	Investment in Property Development Companies	Adjustments and eliminations	Notes	Consolidated
Year 2016	S\$'000	S\$'000	S\$'000	S\$'000		S\$'000
<b>Revenue:</b>						
External customers	5,336	72	-	-		5,408
Inter-segment revenue	-	235	-	(235)	A	-
Total revenue	5,336	307	-	(235)		5,408
<b>Results:</b>						
Segment profit/(loss)	395	238	17	(40)	B	610
Depreciation of property, plant and equipment	452	61	-	-		513
Depreciation of investment properties	-	7	-	-		7
Amortisation of long-term prepayments	44	-	-	-		44
Interest income	51	165	174	-		390
Interest expense	(7)	-	-	-		(7)
<b>Assets and Liabilities</b>						
Segment assets	15,851	938	13,292	285		30,366
Capital expenditure – property, plant and equipment	936	-	-	-		936
Segment liabilities	1,114	31	-	911	C	2,056

**Notes:**

- (A) Inter-segment revenues are eliminated on consolidation.
- (B) The following items are added to/(deducted from) segment profit/(loss) to arrive at “Profit before tax from continuing operations” presented in the consolidated income statement:

	Year 2017 S\$'000	Year 2016 S\$'000
Profit from inter-segment sales	(225)	(235)
Unallocated finance income	(522)	195
	<u>(747)</u>	<u>(40)</u>

- (C) Unallocated segment liabilities in respect of hire purchase creditors, deferred tax liabilities and current tax payable.

## Geographical Segments

	Revenues		Non-current assets	
	Year 2017	Year 2016	Year 2017	Year 2016
	S\$'000	S\$'000	S\$'000	S\$'000
Singapore	1,214	1,094	284	-
Malaysia	3,802	4,122	12,482	13,407
Cambodia	-	-	7,285	6,680
Bangladesh	-	81	-	-
Sri Lanka	34	109	-	-
Indonesia	5	2	-	-
	<u>5,055</u>	<u>5,408</u>	<u>20,051</u>	<u>20,087</u>

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

This is covered in paragraph 8.

**15. A breakdown of sales**

	S\$'000 Year 2017	S\$'000 Year 2016	Group % Increase/ (Decrease)
	<b>Continuing Operations</b>		
Sales reported for first half year	2,427	2,843	(15)
Operating loss after taxation but before non-controlling interest reported for first half year	(345)	(108)	>100
Sales reported for second half year	2,628	2,565	2
Operating (loss)/profit after taxation but before non-controlling interest reported for second half year	(737)	177	NM

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

Total Annual Dividend

	Latest Financial Year ended 31 December 2017 (S\$'000)	Previous Financial Year ended 31 December 2016 (S\$'000)
Ordinary	150	150
Preference	0	0
Total:	150	150



**17. Interested Person Transactions (Jan – Dec 2017)**

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate for interested person transactions for the financial periods which it is required to report on pursuant to Rule 705.

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
<p><b>Interested person –</b> Adrian Teo Kee Tiong</p> <p><b>Company</b> Fuji Printing Cylinders Pte Ltd (FPC), a wholly-owned subsidiary of the Group</p> <p>Fuji Roto Gravure Sdn Bhd (FRG), where FPC owns 65% and Adrian Teo owns 35%</p> <p><b>IPT transaction</b> Supply of printing cylinders by FRG to FPC</p> <p>Provision of technical services by the Group to FRG</p> <p>Lease of premises by Fujiplates Manufacturing Sdn Bhd to FRG</p>	<p>Nil</p>	<p>S\$430,000</p>

**18. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under rule 720(1)**

The Company confirms that it has procured undertakings from all of its directors and executive officers as set out in Appendix 7H under Rule 720(1).

19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a 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.

Name	Age	Family Relationship with any Director and/or Chief Executive Officer and/or Substantial Shareholder	Current position and duties, and the year position was first held	Details of changes in duties and position held, if any, during the year
Teo Kee Bock	67	Brother of Teo Kee Chong and son of Mdm Ang Kim Ton, directors and substantial shareholders of the Company	Chairman and Director - 1982	NA
Teo Kee Chong	64	Brother of Teo Kee Bock and son of Mdm Ang Kim Ton, directors and substantial shareholders of the Company	Managing Director - 1982	NA
Ang Kim Ton	89	Mother of Teo Kee Bock and Teo Kee Chong, directors and substantial shareholders of the Company	Non-executive Director – 2011*	NA
Adrian Teo Kee Tiong	54	Brother of Teo Kee Bock and Teo Kee Chong and son of Mdm Ang Kim Ton, directors and substantial shareholders of the Company	Director of Fuji Roto Gravure Sdn Bhd (a subsidiary of Fuji Printing Cylinders Pte Ltd) - 1995	NA
Teo Wei Xian	36	Son of Teo Kee Chong, nephew of Teo Kee Bock and grandson of Mdm Ang Kim Ton, directors and substantial shareholders of the Company	Business Development Manager - 2009	NA

\* Mdm Ang was first appointed as Non-executive Director on 18 November 1982 until her retirement in April 2008.

**BY ORDER OF THE BOARD**

Kiar Lee Noi  
Company Secretary

23 February 2018

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Asian Corporate Advisors Pte. Ltd. (the "**Sponsor**") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.*

*This announcement has not been examined or approved by the SGX-ST and 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 Foo Quee Yin.  
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