

Unaudited First Quarter Financial Statements Announcement

PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4), HALF-YEAR AND FULL YEAR RESULTS

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

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 31 MARCH 2017

|  | <u>The Group</u>  |                   | Increase/<br>(Decrease)<br>% |
|--|-------------------|-------------------|------------------------------|
|  | 1Q 2017<br>\$'000 | 1Q 2016<br>\$'000 |                              |
| <b>Continuing operations</b>           |                   |                   |                              |
| Revenue                                | 24,340            | 28,255            | (14)                         |
| Cost of sales                          | (18,906)          | (22,176)          | (15)                         |
| <b>Gross profit</b>                    | 5,434             | 6,079             | (11)                         |
| Other income                           | 37                | 456               | (92)                         |
| Selling and distribution expenses      | (668)             | (683)             | (2)                          |
| General and administrative expenses    | (1,407)           | (1,322)           | 6                            |
| Other expenses                         | (741)             | (305)             | >100                         |
| Finance costs (net)                    | (3,219)           | (3,749)           | (14)                         |
| <b>(Loss)/profit before tax</b>        | (564)             | 476               | (>100)                       |
| Income tax expense                     | (143)             | (22)              | >100                         |
| <b>(Loss)/profit for the period</b>    | (707)             | 454               | (>100)                       |
| <b>(Loss)/profit attributable to :</b> |                   |                   |                              |
| Owners of the Company                  | (290)             | 325               | (>100)                       |
| Non-controlling interests              | (417)             | 129               | (>100)                       |
| <b>(Loss)/profit for the period</b>    | (707)             | 454               | (>100)                       |

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 31 MARCH 2017

|   | <u>The Group</u>  |                   | Increase/<br>(Decrease)<br>% |
|---|-------------------|-------------------|------------------------------|
|   | 1Q 2017<br>\$'000 | 1Q 2016<br>\$'000 |                              |
| <b>(Loss)/profit for the period</b>   | (707)             | 454               | (>100)                       |
| <b>Other comprehensive income</b>   |                   |                   |                              |
| Translation differences relating to financial statements of foreign operations<br>and a subsidiary with functional currency in foreign currency | 414               | 419               | (1)                          |
| <b>Total comprehensive income for the period</b>  | <u>(293)</u>      | <u>873</u>        | (>100)                       |
| <b>Total comprehensive income attributable to :</b>   |                   |                   |                              |
| Owners of the Company   | 61                | 733               | (92)                         |
| Non-controlling interests   | (354)             | 140               | (>100)                       |
| <b>Total comprehensive income for the period</b>  | <u>(293)</u>      | <u>873</u>        | (>100)                       |

**(A) Revenue**

|  | <u>The Group</u>  |                   |
|--|-------------------|-------------------|
|  | 1Q 2017<br>\$'000 | 1Q 2016<br>\$'000 |
| Piling contract, construction, and rental and servicing of machinery | 11,463            | 11,033            |
| Trading of e-waste / metals  | 716               | 4,929             |
| Recycling & refining of metals                                       | 7,294             | 7,330             |
| Rental income from investment properties                             | 4,717             | 4,799             |
| Others   | 150               | 164               |
|  | <u>24,340</u>     | <u>28,255</u>     |

**(B) (Loss)/profit for the period***(Loss)/profit for the period is arrived at after:*

(Crediting)/charging:

Amortisation of deferred income  
Bad debts recovered  
Depreciation of property, plant and equipment  
Fair value loss on investment property  
Foreign exchange loss  
Gain on disposal of property, plant and equipment

**The Group**  
**1Q 2017**      **1Q 2016**  
**\$'000**          **\$'000**

|       |       |
|-------|-------|
| (195) | (195) |
| -     | (3)   |
| 837   | 938   |
| 709   | -     |
| 348   | 141   |
| (179) | (291) |

**(C) Finance costs (net)**

Interest income:

- cash and cash equivalents

Interest expense:

- Finance leases  
- Bank loans  
- Trust receipts  
- Bank overdrafts  
- Related companies  
- Others

**The Group**  
**1Q 2017**      **1Q 2016**  
**\$'000**          **\$'000**

|      |      |
|------|------|
| (26) | (27) |
|------|------|

|       |       |
|-------|-------|
| 6     | 9     |
| 3,100 | 3,569 |
| 79    | 139   |
| 28    | 33    |
| 32    | 24    |
| -     | 2     |

|       |       |
|-------|-------|
| 3,245 | 3,776 |
|-------|-------|

|       |       |
|-------|-------|
| 3,219 | 3,749 |
|-------|-------|

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.

**STATEMENTS OF FINANCIAL POSITION**

|   | <b>The Group</b> |                 | <b>The Company</b> |                 |
|---|------------------|-----------------|--------------------|-----------------|
|   | <b>31.03.17</b>  | <b>31.12.16</b> | <b>31.03.17</b>    | <b>31.12.16</b> |
|   | <b>\$'000</b>    | <b>\$'000</b>   | <b>\$'000</b>      | <b>\$'000</b>   |
| <b>Non-current assets</b>                           |                  |                 |                    |                 |
| Property, plant and equipment                       | 18,929           | 19,884          | 101                | 124             |
| Investment properties                               | 543,332          | 546,720         | -                  | -               |
| Subsidiaries  | -                | -               | 18,298             | 18,298          |
| Investment in jointly controlled entity             | -                | -               | -                  | -               |
| Other investments                                   | 5,224            | 5,224           | 5,224              | 5,224           |
| Trade and other receivables                         | 49               | 69              | -                  | -               |
|   | <u>567,534</u>   | <u>571,897</u>  | <u>23,623</u>      | <u>23,646</u>   |
| <b>Current assets</b>                               |                  |                 |                    |                 |
| Inventories   | 1,891            | 2,725           | -                  | -               |
| Trade and other receivables                         | 18,235           | 17,013          | 52,428             | 51,974          |
| Cash and cash equivalents                           | 1,968            | 3,107           | 55                 | 53              |
| Assets held for sale                                | 2,679            | 3,180           | -                  | -               |
|   | <u>24,773</u>    | <u>26,025</u>   | <u>52,483</u>      | <u>52,027</u>   |
| <b>Total assets</b>                                 | <u>592,307</u>   | <u>597,922</u>  | <u>76,106</u>      | <u>75,673</u>   |
| <b>Equity attributable to owners of the Company</b> |                  |                 |                    |                 |
| Share capital                                       | 95,888           | 95,888          | 95,888             | 95,888          |
| Other reserve                                       | (6,852)          | (6,852)         | -                  | -               |
| Foreign currency translation reserve                | (6,585)          | (6,936)         | -                  | -               |
| Accumulated losses                                  | (18,807)         | (18,517)        | (80,756)           | (80,053)        |
|   | <u>63,644</u>    | <u>63,583</u>   | <u>15,132</u>      | <u>15,835</u>   |
| <b>Non-controlling interests</b>                    | <u>19,575</u>    | <u>19,929</u>   | <u>-</u>           | <u>-</u>        |
| <b>Total equity</b>                                 | <u>83,219</u>    | <u>83,512</u>   | <u>15,132</u>      | <u>15,835</u>   |
| <b>Non-current liabilities</b>                      |                  |                 |                    |                 |
| Loans and borrowings                                | 364,581          | 366,978         | -                  | -               |
| Deferred tax liabilities                            | 261              | 278             | -                  | -               |
| Trade and other payables                            | 63,829           | 63,685          | 12,178             | 11,680          |
|   | <u>428,671</u>   | <u>430,941</u>  | <u>12,178</u>      | <u>11,680</u>   |
| <b>Current liabilities</b>                          |                  |                 |                    |                 |
| Trade and other payables                            | 25,939           | 23,719          | 18,796             | 18,158          |
| Loans and borrowings                                | 53,231           | 58,448          | 30,000             | 30,000          |
| Deferred income                                     | 38               | 239             | -                  | -               |
| Current tax payable                                 | 1,209            | 1,063           | -                  | -               |
|   | <u>80,417</u>    | <u>83,469</u>   | <u>48,796</u>      | <u>48,158</u>   |
| <b>Total liabilities</b>                            | <u>509,088</u>   | <u>514,410</u>  | <u>60,974</u>      | <u>59,838</u>   |
| <b>Total equity and liabilities</b>                 | <u>592,307</u>   | <u>597,922</u>  | <u>76,106</u>      | <u>75,673</u>   |

**1(b)(ii) Aggregate amount of group's borrowings and debt securities.****Amount repayable in one year or less, or on demand.**

| As at 31.03.17 |           | As at 31.12.16 |           |
|----------------|-----------|----------------|-----------|
| Secured        | Unsecured | Secured        | Unsecured |
| 52,549,000     | 682,000   | 57,765,000     | 684,000   |

**Amount repayable after one year.**

| As at 31.03.17 |           | As at 31.12.16 |           |
|----------------|-----------|----------------|-----------|
| Secured        | Unsecured | Secured        | Unsecured |
| 364,581,000    | -         | 366,978,000    | -         |

The Group's borrowings comprise obligations under finance leases, secured bank loans, trust receipts and bank overdrafts.

**Details of any collateral**

The finance lease liabilities are secured on plant and equipment under the leases with carrying value of \$1,391,000 (31 December 2016 : \$1,522,000).

The trust receipts are used to finance the purchase of inventories with carrying value of \$487,000 (31 December 2016 : \$2,725,000). The banks have a lien over the title of such inventories.

The bank loans are secured by/on :

- a) First legal mortgage over a leasehold property with carrying amount of \$1,380,000 as at 31 December 2015. The legal mortgage was discharged during 3Q 2016;
- b) First and second legal mortgages over a leasehold property with carrying amount of \$9,693,000 (31 December 2016 : \$9,825,000);
- c) First legal mortgages over investment properties with carrying amount of \$176,220,000 (31 December 2016 : \$179,400,000 including two strata units classified as current assets held for sale);
- d) First, second and third legal mortgages over an investment property with carrying amount of \$370,500,000 (31 December 2016 : \$370,500,000);
- e) Fixed deposits amounting to \$1,000,000 (31 December 2016 : \$1,000,000);
- f) Fixed charges on certain plant and machinery with carrying amount of \$2,373,000 (31 December 2016 : \$2,734,000);
- g) Guarantees by the Executive Chairman of the Company; and
- h) Fixed charges on 200 million shares of the Company held by the Executive Chairman (31 December 2016 : 200 million shares).

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.

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED 31 MARCH 2017

|   | 1Q 2017<br>\$'000 | 1Q 2016<br>\$'000 |
|---|-------------------|-------------------|
| <b>Cash flows from operating activities</b>             |                   |                   |
| (Loss)/profit for the period                            | (707)             | 454               |
| Adjustments for:  |                   |                   |
| Depreciation of property, plant and equipment           | 837               | 938               |
| Finance income  | (26)              | (27)              |
| Finance costs   | 3,245             | 3,776             |
| Fair value loss on investment property                  | 709               | -                 |
| Gain on disposal of property, plant and equipment       | (179)             | (291)             |
| Amortisation of deferred income                         | (195)             | (195)             |
| Income tax expense                                      | 143               | 22                |
| Operating profit before working capital changes         | <u>3,827</u>      | <u>4,677</u>      |
| Changes in working capital                              |                   |                   |
| Inventories   | 750               | (961)             |
| Trade and other receivables                             | (1,171)           | 3,167             |
| Trade and other payables                                | 1,675             | (675)             |
| Cash generated from operations                          | <u>5,081</u>      | <u>6,208</u>      |
| Income taxes paid                                       | (14)              | (78)              |
| <b>Net cash from operating activities</b>               | <u>5,067</u>      | <u>6,130</u>      |
| <b>Cash flows from investing activities</b>             |                   |                   |
| Acquisition of property, plant and equipment            | (21)              | (20)              |
| Proceeds from disposal of property, plant and equipment | 310               | 426               |
| Repayment of quasi-equity loan from joint venture       | -                 | 16                |
| Proceeds from disposal of asset held for sale           | 3,180             | -                 |
| <b>Net cash from investing activities</b>               | <u>3,469</u>      | <u>422</u>        |

|   |                |                |
|---|----------------|----------------|
| <b>Cash flows from financing activities</b>                         |                |                |
| Repayment of long-term loans and borrowings                         | (1,411)        | (1,030)        |
| Repayment of short-term loans and borrowings                        | (5,669)        | (7,781)        |
| Payment of finance leases   | (121)          | (112)          |
| Loans from a related party  | 353            | 5,616          |
| Repayment of loan from non-controlling interests                    | (353)          | (216)          |
| Loans from a related company  | 140            | -              |
| Loan from a director  | 1,000          | -              |
| Interest paid   | (3,571)        | (3,878)        |
| <b>Net cash used in financing activities</b>                        | <u>(9,632)</u> | <u>(7,401)</u> |
| <b>Net decrease in cash and cash equivalents</b>                    | (1,096)        | (849)          |
| Effect of exchange rate fluctuation on cash held                    | (14)           | (44)           |
| Cash and cash equivalents at the beginning of the financial period  | (127)          | 140            |
| <b>Cash and cash equivalents at the end of the financial period</b> | <u>(1,237)</u> | <u>(753)</u>   |
| <b>Cash and cash equivalents are made up of the following:-</b>     |                |                |
| Cash at bank and on hand  | 765            | 1,897          |
| Fixed deposits  | <u>1,203</u>   | <u>1,203</u>   |
|   | 1,968          | 3,100          |
| Less: Bank overdrafts   | (2,205)        | (2,853)        |
| Less: Deposits pledged  | (1,000)        | (1,000)        |
| <b>Cash and cash equivalents at the end of the financial period</b> | <u>(1,237)</u> | <u>(753)</u>   |

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.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 MARCH 2017

|  | <u>Share capital</u><br>\$'000 | <u>Foreign currency translation reserve</u><br>\$'000 | <u>Other reserve</u><br>\$'000 | <u>Accumulated losses</u><br>\$'000 | <u>Total attributable to owners of the Company</u><br>\$'000 | <u>Non-controlling interests</u><br>\$'000 | <u>Total equity</u><br>\$'000 |
|--|--------------------------------|---|--------------------------------|-------------------------------------|--|--|-------------------------------|
| <b>As at 1 January 2017</b>  | 95,888                         | (6,936)   | (6,852)                        | (18,517)                            | 63,583   | 19,929                                     | 83,512                        |
| <b>Changes in equity for the period</b>  |                                |   |                                |                                     |  |  |                               |
| <b>Loss for the period</b>   | -                              | -   | -                              | (290)                               | (290)  | (417)                                      | (707)                         |
| <b>Other comprehensive income</b>  |                                |   |                                |                                     |  |  |                               |
| - Translation differences relating to financial statements of foreign operations and a subsidiary with functional currency in foreign currency | -                              | 351   | -                              | -                                   | 351  | 63   | 414                           |
| <b>Total comprehensive income</b>  | -                              | 351   | -                              | (290)                               | 61   | (354)                                      | (293)                         |
| <b>As at 31 March 2017</b>   | 95,888                         | (6,585)   | (6,852)                        | (18,807)                            | 63,644   | 19,575                                     | 83,219                        |
| <b>As at 1 January 2016</b>  | 95,888                         | (6,790)   | (6,852)                        | (13,262)                            | 68,984   | 26,815                                     | 95,799                        |
| <b>Changes in equity for the period</b>  |                                |   |                                |                                     |  |  |                               |
| <b>Profit for the period</b>   | -                              | -   | -                              | 325                                 | 325  | 129  | 454                           |
| <b>Other comprehensive income</b>  |                                |   |                                |                                     |  |  |                               |
| - Translation differences relating to financial statements of foreign operations and a subsidiary with functional currency in foreign currency | -                              | 408   | -                              | -                                   | 408  | 11   | 419                           |
| <b>Total comprehensive income</b>  | -                              | 408   | -                              | 325                                 | 733  | 140  | 873                           |
| <b>As at 31 March 2016</b>   | 95,888                         | (6,382)   | (6,852)                        | (12,937)                            | 69,717   | 26,955                                     | 96,672                        |



STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 MARCH 2017

|   | <u>Share<br/>capital</u><br>\$'000 | <u>Accumulated<br/>losses</u><br>\$'000 | <u>Total</u><br>\$'000 |
|---|------------------------------------|---|------------------------|
| <b>As at 1 January 2017</b>             | 95,888                             | (80,053)                                | 15,835                 |
| <b>Changes in equity for the period</b> |                                    |   |                        |
| Loss for the period                     | -                                  | (703)                                   | (703)                  |
| <b>Total comprehensive income</b>       | -                                  | (703)                                   | (703)                  |
| <b>As at 31 March 2017</b>              | <u>95,888</u>                      | <u>(80,756)</u>                         | <u>15,132</u>          |
| <b>As at 1 January 2016</b>             | 95,888                             | (73,245)                                | 22,643                 |
| <b>Changes in equity for the period</b> |                                    |   |                        |
| Loss for the period                     | -                                  | (601)                                   | (601)                  |
| <b>Total comprehensive income</b>       | -                                  | (601)                                   | (601)                  |
| <b>As at 31 March 2016</b>              | <u>95,888</u>                      | <u>(73,846)</u>                         | <u>22,042</u>          |

- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

For the quarter ended 31 March 2017, there was no change to the share capital of the Company.

The Company did not have any outstanding convertibles and treasury shares 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.

**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.**

Total number of issued shares excluding treasury shares: 1,026,650,198 (31 December 2016: 1,026,650,198)

**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.

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

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

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

Not applicable.

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

The financial statements have been prepared in accordance with the same accounting policies and methods of computation adopted in the most recently audited financial statements for the financial year ended 31 December 2016.

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

Not applicable.

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

|   | <u>The Group</u> |           |
|---|------------------|-----------|
|   | 1Q 2017          | 1Q 2016   |
| <b>(Loss)/earnings per share</b>  |                  |           |
| Basic and diluted (loss)/earnings per share (cents)   | (0.03) cts       | 0.03 cts  |
|   | <hr/>            | <hr/>     |
|   | 1Q 2017          | 1Q 2016   |
|   | \$'000           | \$'000    |
| <b>(Loss)/profit attributable to owners of the Company</b>  |                  |           |
| Continuing operations   | (290)            | 325       |
|   | <hr/>            | <hr/>     |
| <b>Basic and diluted earnings per share is computed based on weighted average number of shares of the company in issue.</b> |                  |           |
| Weighted average number of shares ('000)  | 1,026,650        | 1,026,650 |
|   | <hr/>            | <hr/>     |

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.

|  | <u>The Group</u> |          | <u>The Company</u> |          |
|--|------------------|----------|--------------------|----------|
|  | 31.03.17         | 31.12.16 | 31.03.17           | 31.12.16 |
| Net asset value per ordinary share for the Group and the Company | 6.20 cts         | 6.19 cts | 1.47 cts           | 1.54 cts |
|  | <hr/>            | <hr/>    | <hr/>              | <hr/>    |

Net asset value per ordinary share for the Group and the Company are computed based on the net asset value of the Group and the Company after deduction of non-controlling interests divided by the number of ordinary shares of the Company in issue as at 31 March 2017 of 1,026,650,198 shares (31 December 2016: 1,026,650,198 shares).

- 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.**

#### **STATEMENTS OF FINANCIAL POSITION**

Comparing 31 March 2017 with 31 December 2016 figures:

- (i) The decrease in investment properties was due to reclass of a strata industrial unit held at 63 Hillview Avenue, Lam Soon Industrial Building, to assets held for sale.
- (ii) The increase in trade and other receivables due mainly to increased receivables in the construction business, partially negated by its lower construction contracts-in-progress and lower accrued billings in piling business during 1Q 2017.
- (iii) The decrease in cash and cash equivalents was due mainly to the repayment of bank borrowings and interests.
- (iv) The decrease in short term loans and borrowings was attributed mainly to repayments of term loan and partial loan redemption by the Group upon disposal of 2 strata industrial units held at 63 Hillview Avenue during 1Q 2017. Long term loans and borrowings were lower due to repayment made during 1Q 2017.
- (v) Trade and other payables were higher due mainly to a loan received from a director of the Company and higher other creditor relating to the the Group's joint operation with SB Procurement Pte Ltd (as announced via SGXNET on 18 May 2014).
- (vi) As at 31 March 2017, the Group's current liabilities exceeded its current assets by \$55.6 million. Notwithstanding this, the financial statements of the Group have been prepared on a going concern basis because the Board of Directors, having assessed the financial position and funding options of the Group, believes that the Group has adequate resources to continue as a going concern for the foreseeable future. The liquidity requirements of the Group are expected to be met through cash inflows from operating activities, proceed from disposal of other investments, and continued financial support from the major shareholder of the Company. The Group will monitor and manage financial position closely in meeting its commitments when fall due.

## **CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

### Comparing 1Q 2017 figures with 1Q 2016 figures:

- (i) Revenue for 1Q 2017 decreased by \$3.9 million or 14% from \$28.3 million to \$24.3 million. The decrease was due mainly to absence of sales of low margin materials in the trading of e-waste/metals segment. This is partially negated by increased revenue recognised by the Group's joint operation with SB Procurement Pte Ltd (as announced via SGXNET on 18 May 2014) under the construction business.
- (ii) The Group's gross profit dropped by \$0.6 million or 11% from \$6.0 million to \$5.4 million was due mainly to the absence of property tax refund in the investment properties business for 1Q 2017. This is partially off set by improved gross profit in construction business from the joint operation with SB Procurement Pte Ltd (as announced via SGXNET on 18 May 2014), reduced cost of sale from piling business as well as better gross profit margin achieved by the recycling businesses.
- (iii) Other income, selling and distribution expenses, general and administrative expenses, other expenses and finance costs for 1Q 2017 were generally comparable to 1Q 2016.

## **CONSOLIDATED STATEMENT OF CASH FLOWS**

### Comparing 1Q 2017 figures with 1Q 2016 figures:

- (i) The net cash inflows from operating activities were comparable year-on-year.
- (ii) Net cash inflows generated from investing activities were higher in 1Q 2017 due mainly to net cash receipts from disposal of 2 strata industrial units held at 63 Hillview Avenue.
- (iii) The increase of net cash outflows from financing activities in 1Q 2017 compared to 1Q 2016 was due to lower loans received from a related party in 1Q 2017.

**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 statements were previously 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.

Under the current uncertain economic conditions, the Group will continue to control operating costs, improve productivity and rationalise its operations.

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

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

None.

**(b)** Final ordinary dividend

None.

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

Not applicable.

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

Not applicable.

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

Not applicable.

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

No dividend has been declared or recommended for the period under review.

- 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 not IPT mandate has been obtained, a statement to that effect.

| 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 under Shareholders' Mandate pursuant to Rule 920 (excluding transactions less than S\$100,000) |
|----------------------------|--|--|
| Kranji Development Pte Ltd | -  | Construction-related revenue - S\$10,784,931 (note 1)  |

**Notes:**

- (1) The Company has, at the Company's AGM held on 27 April 2017, obtained a renewal of the shareholders' general mandate ("IPT Mandate") for (i) the grant of corporate guarantees by the Company to banks and financial institutions for banking and financing facilities to be granted to the Company's subsidiaries which fall within the definition of "interested person" as defined in Chapter 9 of the Listing Manual from time to time; and (ii) the provision of construction-related services by a wholly-owned subsidiary of the Company, Leong Hin Piling (Pte.) Limited, its subsidiaries and associated companies from time to time, or any of them, to Mr Raymond Ng Ah Hua and his associates which are expected to be recurrent in nature. For the financial period ended 31 March 2017, the Group has entered into IPT transactions amounting to S\$10,784,931 under the IPT Mandate.

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

The Company confirms that the undertakings under Rule 720(1) of the Listing Manual have been obtained from all its directors and executive officers in the format set out in Appendix 7.7.

**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 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.**

Not applicable.

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

Not applicable.

- 17 A breakdown of sales.**

Not applicable.

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

Not applicable.

- 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(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Not applicable.

**BY ORDER OF THE BOARD**

**JOANNA LIM**  
**Company Secretary**  
11 May 2017



**Confirmation by the Board Pursuant to Rule 705(5)**

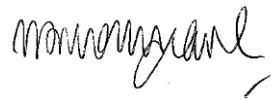
We, Raymond Ng and Tan Kok Hiang, being two directors of Enviro-Hub Holdings Ltd (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render these interim unaudited financial statements of the Company and of the Group to be false or misleading in any material aspect.

On behalf of the board of directors



**Raymond Ng**  
Chairman

11 May 2017  
Singapore



**Tan Kok Hiang**  
Director