

**BONVESTS HOLDINGS LIMITED AND ITS SUBSIDIARIES**

Company Registration No. 196900282M

Unaudited Financial Statements for the Period Ended 31 March 2019

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

1(a) Income Statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		Increase/ (Decrease) %
	31/3/2019	31/3/2018	
	S\$'000	S\$'000	
Revenue	58,169	58,916	(1.3)
Interest income	183	12	1,425.0
Other income (Note 1a(i))	1,399	3,089	(54.7)
Changes in inventories of finished goods	(141)	27	Nm
Materials and consumables used (Note 1a(ii))	(4,715)	(4,599)	2.5
Employee benefit costs	(20,925)	(20,648)	1.3
Depreciation and amortisation expenses (Note 1a(iii))	(6,801)	(5,587)	21.7
Other operating expenses	<u>(18,868)</u>	<u>(18,509)</u>	1.9
Profit from operations	8,301	12,701	(34.6)
Finance costs (Note 1a(iv))	<u>(2,342)</u>	<u>(1,354)</u>	73.0
Profit before taxation	5,959	11,347	(47.5)
Taxation (Note 1a(vi))	<u>(1,292)</u>	<u>(1,834)</u>	(29.6)
Net profit for the period	<u>4,667</u>	<u>9,513</u>	(50.9)
Attributable to:			
Equity holders of the Company	4,472	9,229	(51.5)
Non-controlling interests	195	284	(31.3)
Net profit for the period	<u>4,667</u>	<u>9,513</u>	(50.9)
Earnings per share			
Basic earnings per share (cents)	1.114	2.297	
Diluted earnings per share (cents)	1.114	2.297	

Statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		Increase/ (Decrease) %
	First Quarter Ended		
	31/3/2019	31/3/2018	
	S\$'000	S\$'000	
Net profit for the period	4,667	9,513	(50.9)
Other comprehensive income/ (loss) after tax :			
<i>Items that may be reclassified subsequently to profit or loss :</i>			
Currency translation loss on foreign operations (Note 1a(vii))	(3,025)	(7,667)	(60.5)
Cash flow hedges			
- Fair value gain	5	27	(81.5)
<i>Items that will not be reclassified subsequently to profit or loss :</i>			
Currency translation gain/ (loss) on foreign operations	(38)	1	Nm
Financial assets at fair value through other comprehensive income			
- Fair value gain	770	3,851	(80.0)
- Gain on disposal	4	-	Nm
Currency translation loss on revaluation surplus	(159)	-	Nm
Other comprehensive loss for the period, net of tax	(2,443)	(3,788)	(35.5)
Total comprehensive income for the period	2,224	5,725	(61.1)
Total comprehensive income attributable to:			
Equity holders of the Company	2,067	5,441	(62.0)
Non-controlling interests	157	284	(44.8)
Total comprehensive income for the period	2,224	5,725	(61.1)

Nm denotes Not meaningful

Explanatory Notes

Note 1a(i) Included in "Other income" and "Other operating expenses" are the following items:

	Group	
	First Quarter Ended	
	31/3/2019	31/3/2018
	S\$'000	S\$'000
after crediting (other income):		
Foreign exchange gain (Note 1a(v))	472	1,913
after debiting (other operating expenses):		
Property, plant and equipment written off	162	141

Note 1a(ii) Materials and consumables used for the period ended 31 March 2019 increased mainly due to higher consumption by the Hotel Division.

Note 1a(iii) Depreciation and amortisation expenses increased for the period ended 31 March 2019 due mainly to the depreciation of right-of-use assets following the adoption of SFRS(I) 16 Leases as disclosed in paragraph 5.

Note 1a(iv) Finance costs for the period ended 31 March 2019 increased mainly due to increase in borrowings as compared to the corresponding period ended 31 March 2018.

Note 1a(v) Foreign exchange gain for the period ended 31 March 2019 was lower than the corresponding period ended 31 March 2018 due mainly to appreciation of the Singapore Dollar against the United States Dollar. Whereas, the foreign exchange gain for the period ended 1Q2018 was mainly due to the appreciation of the Singapore Dollar against the Australian Dollar.

Note 1a(vi) The tax charge can be analysed as follows:

	Group	
	First Quarter Ended	
	31/3/2019	31/3/2018
	S\$'000	S\$'000
Current taxation charge	1,497	1,870
Deferred taxation credit recognised	(205)	(35)
Over provision in prior years	-	(1)
	<u>1,292</u>	<u>1,834</u>

Note 1a(vii) Currency translation loss on foreign operations was due mainly to depreciation of Tunisian Dinar against the Singapore Dollar.

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.

	Note	Group		Company	
		31/3/2019	31/12/2018	31/3/2019	31/12/2018
		S\$'000	S\$'000	S\$'000	S\$'000
Non-current assets					
Investment properties		542,509	542,883	-	-
Property, plant and equipment		586,249	596,167	256	297
Right-of-use assets	A	48,578	-	-	-
Subsidiaries		-	-	796,290	788,012
Financial assets, at fair value through other comprehensive income ("FVOCI")		10,190	9,517	-	-
Financial assets, at fair value through profit or loss ("FVTPL")	B	3,000	-	-	-
Club membership		21	21	21	21
Intangible assets		9,879	9,899	-	-
Rental lease receivables		182	154	-	-
Long-term prepayments		26,201	27,835	-	-
Deferred income tax assets		143	72	-	-
		<u>1,226,952</u>	<u>1,186,548</u>	<u>796,567</u>	<u>788,330</u>
Current assets					
Inventories		4,089	4,224	-	-
Trade and other receivables		29,578	27,754	155	122
Income tax recoverable		2,285	2,345	-	-
Advances to subsidiaries (non-trade)		-	-	-	5,247
Cash and cash equivalents	refer to 1(c) F	43,825	63,970	3,653	4,794
		<u>79,777</u>	<u>98,293</u>	<u>3,808</u>	<u>10,163</u>
Total assets		<u>1,306,729</u>	<u>1,284,841</u>	<u>800,375</u>	<u>798,493</u>
Equity attributable to equity holders of the Company					
Share capital		254,139	254,139	254,139	254,139
Retained profits	refer to 1(d)(i)	732,274	727,798	76,580	77,965
Other reserves	refer to 1(d)(i)	(106,633)	(104,224)	-	-
		<u>879,780</u>	<u>877,713</u>	<u>330,719</u>	<u>332,104</u>
Non-controlling interests	refer to 1(d)(i)	8,994	8,837	-	-
Total equity		<u>888,774</u>	<u>886,550</u>	<u>330,719</u>	<u>332,104</u>

	Note	Group		Company	
		31/3/2019 S\$'000	31/12/2018 S\$'000	31/3/2019 S\$'000	31/12/2018 S\$'000
Non-current liabilities					
Long-term borrowings and obligations under finance leases - secured	D	41,244	66,364	-	25,000
Long-term liabilities	C	53,388	16,737	-	-
Deferred income tax liabilities		17,806	18,053	-	-
		112,438	101,154	-	25,000
Current liabilities					
Trade and other payables	E	32,911	38,028	1,362	1,137
Lease liabilities	C	2,567	-	-	-
Derivative financial instruments		2	7	-	-
Current tax payables		8,834	7,922	145	171
Short-term borrowings and obligations under finance leases - secured	D	261,203	251,180	196,300	186,222
Advances from subsidiaries (non-trade)		-	-	271,849	253,859
	F	305,517	297,137	469,656	441,389
Total equity and liabilities		1,306,729	1,284,841	800,375	798,493

The material variances noted from the statement of financial position items as at 31 March 2019 as compared with those of 31 December 2018 are explained as follows:

- (A) The recognition of Right-of-use assets was due to the adoption of SFRS(I) 16 Leases as disclosed in paragraph 5.
- (B) "Financial asset at fair value through profit or loss" increased due to purchase of convertible bonds during 1Q2019.
- (C) Long-term liabilities and Lease liabilities increased mainly due to adoption of SFRS(I) 16 Leases as disclosed in paragraph 5.
- (D) Long-term borrowings decreased mainly due to reclassification of the bank borrowings that are due for renewal in January 2020 as Short-term borrowings. Total bank borrowings decreased due to repayment of bank borrowings in 1Q2019.
- (E) "Trade and other payables" decreased due mainly to timing of payments made to suppliers for the Property-Rental and Hotel Divisions.
- (F) Notwithstanding the Group and the Company having negative working capital as at 31 March 2019, the Group and the Company manage liquidity risk through management of cashflow from operating activities. All the Group's borrowings are secured borrowings for which the underlying estimated market value is in excess of the total facility amounts. The Group may also further leverage on unencumbered hotel properties for new credit facilities to ensure that the Group has adequate amount of credit facilities.
- 1(b)(ii) Aggregate amount of group's borrowings, debt securities and obligations under finance lease.

	Group			
	As At 31/3/2019		As At 31/12/2018	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Amount repayable in one year or less, or on demand	261,203	-	251,180	-
Amount repayable after one year	41,244	-	66,364	-

Details of collaterals

The collaterals for the group's secured borrowings as at 31 March 2019 are as follows :

- Freehold properties, equipment and business of a foreign subsidiary
- First legal mortgage, rental proceeds, interests in tenancy agreements & insurance policies of the investment property at 541 Orchard Road, Singapore
- First legal mortgage, rental proceeds, interests in tenancy agreements, interests in hotel management agreements & insurance policies of the hotel at 39 Scotts Road, Singapore
- First legal mortgage, rental proceeds, interests in tenancy agreements, interests in hotel management agreements & insurance policies of the hotel at 707 Wellington Street, Perth WA 6000, Australia

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

	Group	
	First Quarter Ended	
	31/3/2019	31/3/2018
	S\$'000	S\$'000
Cash Flows from Operating Activities		
Profit before taxation	5,959	11,347
Adjustments for:		
Depreciation of property, plant and equipment	6,801	5,587
Dividend income	(22)	(16)
Interest income	(183)	(12)
Property, plant and equipment written-off	162	141
Interest expense	2,342	1,354
Unrealised currency translation (gain)/loss	(700)	(1,802)
Operating profit before working capital changes	<u>14,359</u>	<u>16,599</u>
(Increase)/ decrease in inventories	89	(276)
(Increase)/ decrease in operating receivables	(837)	2,632
Increase/ (decrease) in operating payables	<u>(5,183)</u>	<u>(7,364)</u>
Cash generated from operations	8,428	11,591
Income tax paid	<u>(686)</u>	<u>(1,124)</u>
Net cash generated from operating activities	7,742	10,467
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(5,183)	(11,862)
Deposit for acquisition of property, plant and equipment	-	(3,264)
Payment for long-term prepayment	(3,273)	-
Additions to investment properties	(276)	(21)
Purchase of financial assets, at fair value through profit or loss	(3,000)	-
Proceeds from disposal of financial assets, at fair value through other comprehensive income	101	-
Proceeds from disposal of property, plant and equipment	7	37
Investment income		
- Interest received	183	12
- Dividends received	22	16
Net cash used in investing activities	(11,419)	(15,082)
Cash Flows from Financing Activities		
Proceeds from bank borrowings	14,537	16,965
Repayment of bank borrowings	(28,821)	(7,890)
Payment of finance lease	-	(2)
Interest paid	<u>(2,342)</u>	<u>(1,354)</u>
Net cash generated (used in)/ from financing activities	<u>(16,626)</u>	<u>7,719</u>
Net increase/(decrease) in cash and cash equivalents	(20,303)	3,104
Effect of currency translation of cash and cash equivalents	160	(153)
Cash and cash equivalents at beginning	63,960	28,039
Cash and cash equivalents at end (Note A)	<u>43,817</u>	<u>30,990</u>

Note A**Cash and cash equivalents**

Cash and cash equivalents comprise:

Cash and bank balances

Fixed deposits

Less:

Bank overdrafts

	Group	
	First Quarter Ended	
	31/3/2019	31/3/2018
	S\$'000	S\$'000
	29,961	20,768
	13,864	10,606
	(8)	(384)
	<u>43,817</u>	<u>30,990</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.**

Statement of Changes in Equity**The Group**

	Attributable to equity holders of the Company								Non-controlling interests	Total equity
	Share capital	Retained profits	Revaluation surplus reserve	Fair value reserve	Currency translation reserve	Premium paid on acquisition of non-controlling interests	Hedging reserve	Total		
Balance at 1 January 2019	<u>S\$'000</u> 254,139	<u>S\$'000</u> 727,798	<u>S\$'000</u> 11,921	<u>S\$'000</u> (6,857)	<u>S\$'000</u> (71,611)	<u>S\$'000</u> (37,670)	<u>S\$'000</u> (7)	<u>S\$'000</u> 877,713	<u>S\$'000</u> 8,837	<u>S\$'000</u> 886,550
Changes in equity for the period										
Profit for the period	-	4,472	-	-	-	-	-	4,472	195	4,668
Other comprehensive income/(loss) for the period	-	4	(159)	770	(3,025)	-	5	(2,405)	(38)	(2,443)
Balance at 31 March 2019	254,139	732,274	11,762	(6,087)	(74,636)	(37,670)	(2)	879,780	8,994	888,774
Balance at 1 January 2018	254,139	722,320	5,730	973	(63,535)	(37,607)	(137)	881,883	8,237	890,120
Changes in equity for the period										
Profit for the period	-	9,229	-	-	-	-	-	9,229	284	9,513
Other comprehensive income/(loss) for the period	-	-	-	3,851	(7,666)	-	27	(3,788)	-	(3,788)
Balance at 31 March 2018	254,139	731,549	5,730	4,824	(71,201)	(37,607)	(110)	887,324	8,521	895,845

The Company

	Share capital	Retained profits	Total equity
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
Balance at 1 January 2019	254,139	77,965	332,104
Changes in equity for the period			
Total comprehensive income/(loss) for the period	-	(1,385)	(1,385)
Balance at 31 March 2019	254,139	76,580	330,719
Balance at 1 January 2018	254,139	69,907	324,046
Changes in equity for the period			
Total comprehensive income/(loss) for the period	-	(649)	(649)
Balance at 31 March 2018	254,139	69,258	323,397

- 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.**

There has been no change in the Company's share capital since the end of the previous period reported on.

The Company has no treasury shares and no outstanding options 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.

- 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.**

There were no treasury shares as at 31 March 2019 and 31 December 2018. The total number of issued shares as at 31 March 2019 was 401,516,968 (31 December 2018: 401,516,968).

- 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.

- 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.**

Except as disclosed in paragraph 5 below, the same accounting policies and methods of computation as in the most recently audited annual financial statements have been applied.

- 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 adopted the new/revised SFRS(I)s that are effective for annual periods beginning on or after 1 January 2019. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective SFRS(I)s, SFRS(I) Interpretations and amendments to SFRS(I)s.

The following are the new or amended SFRS(I)s, and SFRS(I) Interpretations, that are relevant to the Group:

SFRS(I) 16 *Leases*

SFRS(I) INT 23 *Uncertainty Over Income Tax Treatments*

Amendments to SFRS(I) 9 *Prepayment Features with Negative Compensation*

Amendments to SFRS(I) 1-28 *Long-term Interests in Associates and Joint Ventures*

Amendments to SFRS(I) 3 and 11 *Previously held interest in a joint operation*

Amendments to SFRS(I) 1-12 *Income tax consequences of payments on financial instruments*

Amendments to SFRS(I) 1-23 *Borrowing costs eligible for capitalisation*

The adoption of the above SFRS(I)s, SFRS(I) Interpretations and amendments to SFRS(I)s did not have any significant impact on the financial statements of the Group except for the following:

Adoption of SFRS(I) 16)

SFRS(I) 16 is effective for financial years beginning on or after 1 January 2019. The Group has applied the simplified transition approach and will not restate comparative amounts for the year prior to first adoption.

SFRS(I) 16 has resulted in almost all leases being recognised on the balance sheet, as the distinction between operating and finance leases is removed. Under the new standard, an asset (the right to use the leased item) and a financial liability to pay rentals are recognised. The only exceptions are short-term leases and leases of low value assets. The accounting for lessors has not changed significantly.

Right-of-use assets are measured using the cost model and are carried at cost less accumulated depreciation and accumulated impairment loss, if any, subsequent to initial recognition. The carrying amount for lease liabilities subsequent to initial recognition would take into account interest on the lease liabilities, lease payments made and any reassessment or lease modifications.

The adoption of SFRS(I) 16 resulted in adjustments to the balance sheet of the Group as at 1 January 2019. The differences from the balance sheet as previously reported at 31 December 2018 are as follows:

	As at 01/01/2019 reported under SFRS(I) S\$'000
Increase in right-of-use assets	49,786
Increase in lease liabilities (current)	2,567
Increase in lease liabilities (non-current)	47,219

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	
	Period Ended 31/03/2019	Period Ended 31/03/2018
Earnings per ordinary share after deducting any provision for preference dividends:		
Based on weighted average number of ordinary shares in issue (cents)	1.114	2.297
On a fully diluted basis (cents)	1.114	2.297
Weighted average number of ordinary shares	401,516,968	401,844,568

As at 31 March 2019, there was no outstanding share options.

The basic and diluted earnings per ordinary share for the year ended 31 March 2019 and 31 December 2018 has been calculated based on the Group's profit attributable to ordinary shareholders divided by the weighted average number of ordinary shares in issue respectively during the financial year.

7 Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the: (a) current financial period reported on; and (b) immediately preceding financial year.

	Group		Company	
	31/3/2019	31/12/2018	31/3/2019	31/12/2018
Net asset value per ordinary share (S\$)	2.19	2.19	0.82	0.83

The net asset values per ordinary share as at 31 March 2019 and 31 December 2018 were calculated based on the number of issued shares (excluding treasury shares) of the Company at those dates of 401,516,968 and 401,516,968 ordinary shares respectively.

- 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.

Segment Revenue	Group		Increase/ (Decrease) %
	First Quarter Ended		
	31/3/2019 S\$'000	31/3/2018 S\$'000	
Property - Rental	6,045	6,028	0.3
Hotel	34,906	35,147	(0.7)
Industrial	16,734	17,227	(2.9)
Investment	22	16	37.5
Others	462	498	(7.2)
Total	58,169	58,916	(1.3)
Segment result	Group		Increase/ (Decrease) %
	First Quarter Ended		
	31/3/2019 S\$'000	31/3/2018 S\$'000	
Property - Rental	4,369	4,291	1.8
Hotel	8,428	11,673	(27.8)
Industrial	1,871	2,248	(16.8)
Investment	15	9	66.7
Property - Development	(2)	(2)	-
Others ⁽¹⁾	238	57	317.5
Earnings before interests, taxes, depreciation and amortisation ("EBITDA")	14,919	18,276	(18.4)
Finance costs	(2,342)	(1,354)	73.0
Depreciation and amortisation expenses	(6,801)	(5,587)	21.7
Interest income	183	12	1,425.0
Profit before taxation	5,959	11,347	(47.5)

Nm denotes Not meaningful

¹ Others mainly include Corporate expenses and foreign currency translation gain/ loss.

FIRST QUARTER 2019 ANNOUNCEMENT

Overall Performance of the Group

The revenue of the Group for the quarter ended 31 March 2019 ('1Q2019') of S\$58.169 million decreased by 1.3% from S\$58.916 million for the quarter ended 31 March 2018 ('1Q2018').

EBITDA for 1Q2019 of S\$14.919 million decreased by 18.4% as compared to 1Q2018 EBITDA of S\$18.276 million.

Profit before taxation for 1Q2019 of S\$5.959 million decreased by 47.5% as compared to 1Q2018 Profit before taxation of S\$11.347 million mainly due to lower net foreign currency translation gains and higher depreciation and finance costs.

Property - Rental Division

Revenue for the Property - Rental Division of S\$6.045 million for 1Q2019 increased by 0.3% from S\$6.028 million for 1Q2018.

Segment profit of S\$4.369 million for 1Q2019 increased by 1.8% from S\$4.291 million for 1Q2018.

Hotel Division

Revenue for the Hotel Division of S\$34.906 million for 1Q2019 decreased by 0.7% from S\$35.147 million for 1Q2018.

Segment profit of S\$8.428 million for 1Q2019 decreased by 27.8% from S\$11.673 million for 1Q2018 mainly due to lower revenue and net foreign currency translation loss (-S\$0.1 million) as compared to the net foreign currency translation gain in 1Q2018 (S\$1.5 million).

Industrial Division

Revenue for the Industrial Division of S\$16.734 million for 1Q2019 decreased by 2.9% from S\$17.227 million for 1Q2018 due mainly to completion of some existing contracts.

Segment profit of S\$1.871 million for 1Q2019 decreased by 16.8% from S\$2.248 million for 1Q2018 mainly due to higher operating costs and lower Government grants.

Investment Division

Revenue for the Investment Division of S\$0.022 million for 1Q2019 increased by 37.5% from S\$0.016 million for 1Q2018 mainly due to higher dividend income received.

Accordingly, segment profit of S\$0.015 million for 1Q2019 increased by 66.7% from S\$0.009 million for 1Q2018.

Property - Development Division

Since 2008, the Group has not embarked on any property development project.

Statement of Cash Flows

First Quarter 2019

Net decrease in cash and cash equivalents of S\$20.303 million was due to net cash used in investing activities of S\$11.419 million and net cash used in financing activities of S\$16.626 million partially offset by the cash generated from operating activities of S\$7.742 million. For details, please refer to Part 1(c).

Net cash generated from operating activities was due mainly to positive cash flow generated from business operations.

Net cash used in investing activities was due mainly to purchase of property, plant and equipment and advance payment to contractor for the development of the Group's second hotel in Maldives and the hotel in Douz, Tunisia. The Group also purchased financial assets, at fair value through profit or loss in 1Q2019.

Net cash from financing activities was mainly due to repayment of bank borrowings.

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

Not applicable.

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 Property - Rental Division is expected to remain stable.

The market conditions in the countries in which the Hotel Division operates are expected to remain challenging amid geo-political developments in many places around the world. Construction for the Group's second hotel in Maldives and the hotel in Douz, Tunisia are ongoing and barring any unforeseen circumstances, these two hotels are scheduled for operational completion in 2019 and 2020 respectively.

The Industrial Division will continue to optimise its resources and manage costs effectively due to competitive market conditions.

The Investment Division's performance will continue to be affected by volatility of the various stock markets.

The Property Development Division will continue to have no revenue contribution.

Note 10a The above note contains forward looking statements that involve a fair amount of uncertainties pertaining to future operating conditions. Actual future performance may differ from those views expressed as a result of a number of uncertainties and assumptions such as the general economy and industry conditions, level of market competition and shift in supply or demand patterns. You are cautioned not to place undue reliance on these forward looking statements, which are based on current view of management on future events.

11 **Dividend**

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

Any dividend declared for the current financial period reported on? No.

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

Any dividend declared for the corresponding period of the immediately preceding financial year? No.

(c) **Date payable**

Not applicable.

(d) **Books closure date**

Not applicable.

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

No dividend has been declared or recommended for the first quarter ended 31 March 2019.

13 **If no IPT mandate has been obtained, a statement to that effect**

Bonvests Holdings Limited has not obtained a general mandate from shareholders.

14 **Confirmation of procurement of undertakings from all directors and executives officers**

The Company confirms that it has procured the Undertakings from all its Directors and Executive Officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

15 **Confirmation pursuant to Rule 705(5) of the Listing Manual**

To the best of our knowledge, nothing has come to the attention of the Directors which may render the interim financial statements to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Foo Soon Soo

Company Secretary

8 May 2019