MIDAS HOLDINGS LIMITED

Second Quarter Financial Statement And Dividend Announcement for the Period Ended 30/06/2017

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

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

UNAUDITED RESULTS FOR SECOND QUARTER AND FIRST HALF ENDED 30 JUNE 2017

	GROUP					
	2Q2017 1 Apr 2017 to 30 Jun 2017 RMB'000	2Q2016 1 Apr 2016 to 30 Jun 2016 RMB'000	Increase/ (Decrease) %	1H2017 1 Jan 2017 to 30 Jun 2017 RMB'000	1H2016 1 Jan 2016 to 30 Jun 2016 RMB'000	Increase/ (Decrease) %
Revenue	505,607	382,838	32.1	903,994	686,362	31.7
Cost of sales	(347,086)	(276,295)	25.6	(634,231)	(485,698)	30.6
Gross profit	158,521	106,543	48.8	269,763	200,664	34.4
Other income	9,528	2,719	250.4	27,782	6,695	315.0
Selling and distribution expenses	(21,956)	(17,230)	27.4	(42,754)	(33,957)	25.9
Administrative expenses	(46,295)	(42,424)	9.1	(93,818)	(85,995)	9.1
Finance costs	(44,396)	(29,194)	52.1	(84,415)	(55,301)	52.6
Share of profits of an associate	7,093	10,597	(33.1)	19,159	13,224	44.9
Profit before income tax expense	62,495	31,011	101.5	95,717	45,330	111.2
Income tax expense	(6,954)	(12,315)	(43.5)	(11,461)	(16,648)	(31.2)
Profit for the period	55,541	18,696	197.1	84,256	28,682	193.8
STATEMENT OF COMPREHENSIVE INCOME						
Profit for the period	55,541	18,696	197.1	84,256	28,682	193.8
Other comprehensive income:						
Currency translation differences arising from consolidation	1,026	(17,256)	NM	(9,467)	(41,441)	(77.2)
Total comprehensive income/(loss) for the period	56,567	1,440	3828.3	74,789	(12,759)	NM

NM – Not meaningful

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

	Group			Company		
	Unaudited As at 30 Jun 2017 RMB'000	Audited As at 31 Dec 2016 RMB'000	Increase/ (Decrease) %	Unaudited As at 30 Jun 2017 RMB'000	Audited As at 31 Dec 2016 RMB'000	Increase/ (Decrease) %
Non-current assets						
Property, plant and equipment	4,888,183	4,836,064	1.1	1,248	1,331	(6.2)
Interest in subsidiaries	-	-	-	3,227,113	3,553,164	(9.2)
Interest in an associate	276,013	253,624	8.8	146,111	142,880	2.3
Other financial asset	160	-	N.M	-	-	-
Land use rights	408,642	413,455	(1.2)	-	-	-
Prepaid rental	74	77	(3.9)	-	-	-
Goodwill	64,526	64,526	-	-	-	-
Intangible asset	52,553	56,865	(7.6)	-	-	-
Deferred tax assets	20,172	20,108	0.3	-	-	-
	5,710,323	5,644,719	1.2	3,374,472	3,697,375	(8.7)
Current assets						
Inventories	546,512	552,855	(1.1)	-	-	-
Trade and other receivables	2,332,109	2,245,991	3.8	626	12,907	(95.1)
Restricted bank deposits	86,752	137,737	(37.0)	-	-	-
Cash and cash equivalents	955,474	1,083,198	(11.8)	9,742	43,256	(77.5)
	3,920,847	4,019,781	(2.5)	10,368	56,163	(81.5)
Current liabilities						
Trade and other payables	1,101,773	1,046,560	5.3	3,002	14,331	(79.1)
Income tax payable	7,162	9,750	(26.5)	-	-	-
Finance lease payable	131,458	76,072	72.8	-	-	-
Borrowings	2,127,419	2,764,445	(23.0)	202,460	615,453	(67.1)
	3,367,812	3,896,827	(13.6)	205,462	629,784	(67.4)
Net current assets / (liabilities)	553,035	122,954	349.8	(195,094)	(573,621)	(66.0)
Non-current liabilities						
Borrowings	2,083,249	1,555,650	33.9	202,018	207,100	(2.5)
Finance lease payable	147,500	254,203	(42.0)	-	-	
Deferred tax liabilities	4,720	4,720	-	-	-	
	2,235,469	1,814,573	23.2	202,018	207,100	(2.5)
Net assets	4,027,889	3,953,100	1.9	2,977,360	2,916,654	2.1

Capital and reserves						
Share capital	2,994,632	2,745,457	9.1	2,994,632	2,745,457	9.1
Treasury shares	(2,501)	(2,501)	-	(2,501)	(2,501)	-
Equity reserve	21,880	271,055	(91.9)	21,880	271,055	(91.9)
Foreign currency translation reserve	(1,456)	8,011	(118.2)	(32,207)	(98,119)	(67.2)
PRC statutory reserve	180,369	172,493	4.6	-	-	-
Retained earnings	834,965	758,585	10.1	(4,444)	762	(683.2)
Total equity	4,027,889	3,953,100	1.9	2,977,360	2,916,654	2.1

NM – Not meaningful

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

Amount repayable in one year or less, or on demand

As at 30 Jun 2017		As at 31 Dec 2016	
Secured	Unsecured	Secured	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
1,336,629	922,248	1,035,572	1,804,945

Amount repayable after one year

As at 30 Jun 2017		As at 31 Dec 2016	
Secured	Unsecured	Secured	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
1,147,435	1,083,314	1,233,863	575,990

Details of any collateral

The secured borrowings consist of bank loans that are provided to Jilin Midas Aluminium Industries Co., Ltd. ("Jilin Midas"), Luoyang Midas Aluminium Industries Co., Ltd. ("Luoyang Midas"), Jilin Midas Light Alloy Co., Ltd. ("JMLA") and Dalian Huicheng Aluminium Industries Co., Ltd. ("Dalian Huicheng").

The bank loans to Jilin Midas are secured by the mortgage of its land use rights, property, plant and equipment with net book value of about RMB1,344.7 million (31 December 2016: RMB1,286.6 million). The bank loans to JMLA are guaranteed by the Company, Jilin Midas and Dalian Huicheng. The bank loans to JMLA are also secured by its land use rights, future constructions and developments on the land including factory buildings, office buildings and workshops for auxiliary facilities, and two cold-rolling mills. The bank loans to Luoyang Midas are secured by the mortgage of its land use rights with net book value of about RMB55.2 million (31 December 2016: RMB55.8 million) and guaranteed by Jilin Midas. The bank loans to Dalian Huicheng are secured by the mortgage of its land use rights and property, plant and equipment with net book value of about RMB274.8 million (31 December 2016: RMB278.1 million). Finance lease payable of Luoyang Midas are secured by the mortgage of its land use rights and property, plant and equipment with net book value of about RMB440.2 million (31 December 2016: RMB443.3 million) and guaranteed by the Company, Jilin Midas and a third party.

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

UNAUDITED STATEMENT OF CASH FLOWS

	2Q2017 1 Apr 2017 to 30 Jun 2017 RMB'000	2Q2016 1 Apr 2016 to 30 Jun 2016 RMB'000
Cash flows from operating activities:		
Profit before income tax expense	62,495	31,011
Adjustments for:		
Depreciation of property, plant and equipment	49,821	42,519
Share of profits of an associate	(7,093)	(10,597)
Amortisation of intangible asset	2,156	-
Amortisation of land use rights and prepaid rental	2,408	1,991
Loss on disposal of property, plant and equipment, net	182	1,644
Interest income	(1,757)	(1,718)
Interest expenses	44,396	29,194
Operating profit before changes in working capital	152,608	94,044
Changes in working capital		
Inventories	19,833	51,448
Trade and other receivables	(3,970)	(240,346)
Trade and other payables	(50,514)	191,976
Cash generated from operations	117,957	97,122
Interest received	1,757	1,718
Interest paid	(36,952)	(19,065)
Income tax paid	(2,640)	(10,513)
Net cash from operating activities	80,122	69,262
Cash flows from investing activities:		
Purchase of property, plant and equipment	(58,918)	(46,523)
Net decrease/(increase) in restricted bank deposits	37,898	(29,425)
Interest paid and capitalised	(26,415)	(21,962)
Dividends received from an associate	12,350	11,846
Purchase of land use rights	-	(11,469)
Investment in other financial asset	(160)	-
Net cash used in investing activities	(35,245)	(97,533)
Cash flows from financing activities		
Dividends paid	-	(14,523)
Repayment of bank borrowings	(309,395)	(164,025)
Proceeds from bank borrowings	220,000	349,750
Payment of finance lease	(51,317)	-
Payment of medium term notes interests	(14,299)	(10,904)
Net cash (used in)/from financing activities	(155,011)	160,298
Net change in cash and cash equivalents	(110,134)	132,027
Cash and cash equivalents at beginning of period	1,071,691	1,063,215
Net effect of exchange rate changes in cash and cash equivalents	(6,083)	498
Cash and cash equivalents at end of period	955,474	1,195,740

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

UNAUDITED STATEMENTS OF CHANGES IN EQUITY

Group	Share capital RMB'000	Treasury shares RMB'000	Equity reserve RMB'000	Foreign currency translation reserve RMB'000	PRC statutory reserve RMB'000	Retained earnings RMB'000	Total equity RMB'000
Balance at 1 Jan 2017	2,745,457	(2,501)	271,055	8,011	172,493	758,585	3,953,100
Profit for the period	-	-	-	-	-	84,256	84,256
Other comprehensive income:							
Foreign currency reserve	-	-	-	(9,467)	-	-	(9,467)
Total comprehensive (loss)/income for the financial period	-	-	-	(9,467)	-	84,256	74,789
Transfer from equity reserve to share capital	249,175	-	(249,175)	-	-	-	-
Transfer to PRC statutory reserve	-	-	-	-	7,876	(7,876)	-
Balance at 30 Jun 2017	2,994,632	(2,501)	21,880	(1,456)	180,369	834,965	4,027,889
Balance at 1 Jan 2016	2,166,575	(2,501)	-	32,477	158,378	686,402	3,041,331
Profit for the period	-	-	-	-	-	28,682	28,682
Other comprehensive income:							
Foreign currency reserve	-	-	-	(41,441)	-	-	(41,441)
Total comprehensive income for the financial period	-	-	-	(41,441)	-	28,682	(12,759)
Transfer to PRC statutory reserve	-	-	-	-	4,902	(4,902)	-
Dividends	-	-	-	-	-	(14,523)	(14,523)
Balance at 30 Jun 2016	2,166,575	(2,501)	-	(8,964)	163,280	695,659	3,014,049

Company	Share capital RMB'000	Treasury shares RMB'000	Equity reserve RMB'000	Foreign currency translation reserve RMB'000	Retained earnings RMB'000	Total equity RMB'000
Balance at 1 Jan 2017	2,745,457	(2,501)	271,055	(98,119)	762	2,916,654
Loss for the period	-	-	-	-	(5,206)	(5,206)
Other comprehensive income:						
Foreign currency reserve	-	-	-	65,912	-	65,912
Total comprehensive income for the financial period	-	-	-	65,912	(5,206)	60,706
Transfer from equity reserve to share capital	249,175	-	(249,175)	-	-	-
Balance at 30 Jun 2017	2,994,632	(2,501)	21,880	(32,207)	(4,444)	2,977,360
Balance at 1 Jan 2016	2,166,575	(2,501)	-	(175,253)	14,388	2,003,209
Loss for the period	-	-	-	-	(15,574)	(15,574)
Other comprehensive income:						
Foreign currency reserve	-	-	-	142,508	-	142,508
Total comprehensive income for the financial period	-	-	-	142,508	(15,574)	126,934
Dividends	-	-	-	-	(14,523)	(14,523)
Balance at 30 Jun 2016	2,166,575	(2,501)	-	(32,745)	(15,709)	2,115,620

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 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

SHARE CAPITAL

On 18 April 2017, the Company has allotted and issued 219,924,308 shares (being the Earn-out Consideration Shares) for the acquisition of Huicheng Capital Limited ("Huicheng Capital"). Details of the above-mentioned acquisition are disclosed in the Company's announcements dated 30 November 2015, 17 March 2016, 29 April 2016, 27 July 2016 and 18 April 2017.

TREASURY SHARES

As at 30 June 2017, 1,000,000 ordinary shares were held as treasury shares (30 June 2016 – 1,000,000).

CONVERTIBLE

There were no outstanding convertibles as at 30 June 2017 (30 June 2016: Nil).

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

As at 30 June 2017 the share capital of the Company comprises 1,899,542,105 issued and fully paid ordinary shares (31 December 2016 – 1,679,617,797).

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 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.

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 period as compared to the most recently audited annual financial statements as at 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 period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends

EARNINGS PER SHARE

		Group					
		2Q2017 1 Apr 2017 to 30 Jun 2017	2Q2016 1 Apr 2016 to 30 Jun 2016	Change +/(-) %	1H2017 1 Jan 2017 to 30 Jun 2017	1H2016 1 Jan 2016 to 30 Jun 2016	Change +/(-) %
Earnings per ordinary share of the Group for the financial period based on net profit attributable to owners of the company							
(i)	Based on basic basis (RMB Fen)	2.99	1.54	94.2	4.76	2.36	101.7
	- Number of shares	1,858,457,344	1,217,617,800		1,769,531,602	1,217,617,800	
(ii)	On a fully diluted basis (RMB Fen)	2.72	1.54	76.6	4.32	2.36	83.1
	- Number of shares	2,041,100,014	1,217,617,800		1,952,174,272	1,217,617,800	

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 period reported on and (b) immediately preceding financial year

NET ASSET VALUE

	Group			Company		
	30 Jun 2017	31 Dec 2016	Change +/(-) %	30 Jun 2017	31 Dec 2016	Change +/(-) %
Net asset value per ordinary share based on issued share capital at financial period/year end	2.12 yuan	2.35 yuan	(9.8)	1.57 yuan	1.74 yuan	(9.8)

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

COMMENTARY ON THE STATEMENT OF COMPREHENSIVE INCOME

2Q2017

The revenue contribution from each division is as follows:

	2Q2017 RMB'000	2Q2016 RMB'000
Aluminium Alloy Extruded Products Division	394,727	381,404
Polyethylene Pipe Division	1,320	1,434
Aluminium Alloy Stretched Plates Division	109,560	-
Total	505,607	382,838

Our total revenue increased by approximately RMB122.8 million or 32.1% from RMB382.8 million in 2Q2016 to RMB505.6 million in 2Q2017. The increase is mainly due to the inclusion of Aluminium Alloy Stretched Plates Division's revenue of approximately RMB109.6 million in 2Q2017. Revenue at our Aluminium Alloy Extruded Products Division increased by approximately RMB13.3 million or 3.5% from RMB381.4 million in 2Q2016 to RMB394.7 million in 2Q2017. Our Aluminium Alloy Extruded Products Division contributed approximately 78.1% of total revenue in 2Q2017 as compared to approximately 99.6% for 2Q2016.

The table below shows the revenue segmentation by end usage at our Aluminium Alloy Extruded Products Division for the three months ended 30 June 2017.

Aluminium Alloy Extruded Products Division		
Transport Industry	Power Industry	Others
86.4%	7.2%	6.4%

Revenue contributions for the "Others" segment in the Aluminium Alloy Extruded Products Division comprised mainly of the supply of aluminium alloy rods and other specialized profiles for industrial machinery.

The Group's gross profit margin for 2Q2017 was 31.4% versus 27.8% in 2Q2016. This was due to higher gross profit margin at our Aluminium Alloy Extruded Products Division of 31.6% in 2Q2017 as compared to 28.0% in 2Q2016. Gross profit margin for our Aluminium Alloy Stretched Plates Division was 31.0% in 2Q2017.

Other income increased by approximately RMB6.8 million in 2Q2017 mainly due to unrealised foreign exchange gain of RMB5.7 million arising from US dollar denominated medium term notes.

Selling and distribution expenses increased by approximately RMB4.7 million in 2Q2017, driven by higher business volume as compared with 2Q2016.

Administrative expenses increased by about RMB3.9 million in 2Q2017 mainly due to higher staff costs as compared with 2Q2016 and amortization of intangible asset of approximately RMB2.1 million.

Finance costs comprised interest for borrowings, bank charges and financing costs relating to discounted notes receivables. Finance costs increased in 2Q2017 mainly due to higher interest rates and higher amount of outstanding borrowings as compared to 2Q2016. Approximately RMB26.4 million (2Q2016: RMB24.3 million) of the interest on borrowings that are used to finance the construction of property, plant and equipment for our new production lines were capitalized.

The Group's share of profits from its associated company, CRRC Nanjing Puzhen Rail Transport Co., Ltd was approximately RMB7.1 million in 2Q2017 as compared to RMB10.6 million in 2Q2016. This was mainly due to a different project mix in the respective periods and also an increase in its operating expenses.

Income tax expense for 2Q2017 decreased by about RMB5.4 million mainly due to an adjustment for under provision of income tax in 2Q2016 and lower withholding tax expense for the current period.

2Q2017 ended with profits of approximately RMB55.5 million which represented 197.1% increase over 2Q2016.

1H2017

The revenue contribution from each division is as follows:

	1H2017 RMB'000	**1H2016 RMB'000**
Aluminium Alloy Extruded Products Division	715,531	684,175
Polyethylene Pipe Division	2,309	2,187
Aluminium Alloy Stretched Plates Division	186,154	-
Total	903,994	686,362

Our total revenue increased by approximately RMB217.6 million or 31.7% from RMB686.4 million in 1H2016 to RMB904.0 million in 1H2017. The increase is mainly due to the inclusion of Aluminium Alloy Stretched Plates Division's revenue of approximately RMB186.2 million in 1H2017. Revenue at our Aluminium Alloy Extruded Products Division increased by approximately RMB31.4 million or 4.6% from RMB684.2 million in 1H2016 to RMB715.5 million in 1H2017. Our Aluminium Alloy Extruded Products Division contributed approximately 79.1% of total revenue in 1H2017 as compared to approximately 99.7% for 1H2016.

The table below shows the revenue segmentation by end usage at our Aluminium Alloy Extruded Products Division for the six months ended 30 June 2017.

Aluminium Alloy Extruded Products Division		
Transport Industry	Power Industry	Others
81.6%	9.7%	8.7%

Revenue contributions for the "Others" segment in the Aluminium Alloy Extruded Products Division comprised mainly the supply of aluminium alloy rods and other specialized profiles for industrial machinery.

The Group's gross profit margin for 1H2017 was 29.8% versus 29.2% in 1H2016. This was due to higher gross profit margin at our Aluminium Alloy Extruded Products Division of 30.9% in 1H2017 as compared to 29.4% in 1H2016. Gross profit margin for our Aluminium Alloy Stretched Plates Division was 26.4% in 1H2017.

Other income increased by approximately RMB21.1 million in 1H2017 mainly due to unrealised foreign exchange gain of RMB19.4 million arising from US dollar denominated medium term notes.

Selling and distribution expenses increased by approximately RMB8.8 million in 1H2017, driven by higher business volume as compared with 1H2016.

Administrative expenses increased by about RMB7.8 million in 1H2017 mainly due to higher staff costs and depreciation expenses as compared with 1H2016 and amortization of intangible asset of approximately RMB4.3 million.

Finance costs comprised interest for borrowings, bank charges and financing costs relating to discounted notes receivables. Finance costs increased in 1H2017 mainly due to higher interest rates and higher amount of outstanding borrowings as compared to 1H2016. Approximately RMB51.3 million (1H2016: RMB52.2 million) of the interest on borrowings that are used to finance the construction of property, plant and equipment for our new production lines were capitalized.

The Group's share of profits from its associated company, CRRC Nanjing Puzhen Rail Transport Co., Ltd was approximately RMB19.2 million in 1H2017 as compared to RMB13.2 million in 1H2016. This was mainly due to increased delivery to its customers during the period.

Income tax expense for 1H2017 decreased by about RMB5.2 million mainly due to an adjustment for under provision of income tax in 1H2016 and lower withholding tax expense for 1H2017.

1H2017 ended with profits of approximately RMB84.3 million which represented 193.8% increase over 1H2016.

COMMENTARY ON THE STATEMENTS OF FINANCIAL POSITION

Trade and other receivables increased by about RMB86.1 million. This was mainly due to increase in business volume.

Restricted bank deposits decreased by about RMB51.0 million due mainly to the settlement of banker's acceptances in respect of the purchase of raw materials.

Net borrowings after currency translation adjustments decreased by RMB160.7 million mainly due to repayments.

COMMENTARY ON THE CONSOLIDATED STATEMENT OF CASH FLOWS

During the quarter under review, payments made for property, plant and equipment amounted to RMB58.9 million and net decrease in borrowings was approximately RMB140.7 million. The above outflows were offset by net cash from operating activities of approximately RMB80.1 million which resulted in cash and cash equivalents balance of RMB955.5 million as at 30 June 2017.

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 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 PRC railway industry is poised to continue its growth path, backed by the authorities' continued railway investments to expand the country's railway network, including the passenger rail transportation sector covering metro and high-speed train projects.

The PRC government's Belt and Road Initiative is also expected to provide opportunities for the export of China's railway expertise to international markets in the mid-to-long term. Industry players, including Midas, with established track records and quality service offerings, will stand to benefit from these positive industry developments in the PRC and in the international markets. The Group is also focused on its diversification strategy to expand its customer base and enter new industries.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

None.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared or recommended.

13. Interested person transactions

The group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920 of the Listing Manual of the SGX-ST.

There was no other interested person transaction, as defined in Chapter 9 of the Listing Manual of the SGX-ST, of S$100,000 or above entered into by the Group or by the Company during the period ended 30 June 2017.

14. Negative assurance on interim-year financial statements

The Board of Directors hereby confirm that, to the best of its knowledge, nothing has come to its attention which may render the 2Q2017 financial results to be false or misleading in any material respect.

15. Status on the use of proceeds raised from IPO and any offerings pursuant to Chapter 8 and whether the use of proceeds is in accordance with the stated use.

Not applicable.

16. 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) of the Listing Manual.

The Company confirms that it has procured 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.

BY ORDER OF THE BOARD

Patrick Chew Hwa Kwang
CEO
14 August 2017