

SINGAPORE KITCHEN EQUIPMENT LIMITED

Incorporated in the Republic of Singapore
(Registration No. 201312671M)

***Half Year Financial Statement and Dividend Announcement For The Period Ended 30 June 2017**

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

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

The Announcement of Half –Year Results are stated in S\$'000 (thousands) with effect from this announcement. The comparative figures are henceforth re-stated in S\$'000 (thousands) to comply with current year's presentation.

Consolidated Statement of Comprehensive Income	Group		
	1H2017 (Unaudited) S\$'000	1H2016 (Unaudited) S\$'000	Increase/ (Decrease) %
Revenue	14,990	11,486	30.5
Cost of sales	(10,016)	(7,573)	32.3
Gross profit	4,974	3,913	27.1
Other items of income			
Interest income	31	32	(3.1)
Other income	184	422	(56.4)
Other items of expense			
Distribution costs	(1,531)	(1,116)	37.2
Administrative expenses	(2,168)	(2,101)	3.2
Other expenses	(34)	(45)	(24.4)
Finance costs	(26)	(33)	(21.2)
Profit before income tax	1,430	1,072	33.4
Income tax (expense)/credit	(249)	55	n.m.
Profit for the financial period	1,181	1,127	4.8
Other comprehensive income:			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Exchange differences arising from translation of foreign operations	(14)	(2)	n.m.
Other comprehensive income for the financial period, net of tax	(14)	(2)	n.m.
Total comprehensive income for the financial period	1,167	1,125	6.7
Profit attributable to owners of the parent	1,181	1,127	4.8
Total comprehensive income attributable to owners of the parent	1,167	1,125	6.7

Remarks:

"1H2017" denotes the half-year financial ended 30 June 2017

"1H2016" denotes the half-year financial ended 30 June 2016

"n.m." denotes not meaningful

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1(a)(ii) Notes to Consolidated Statement of Comprehensive Income (for the group)

Profit before income tax is arrived at after charging /(crediting) the following:			
	Group		Increase/ (Decrease) %
	1H2017 (Unaudited) S\$'000	1H2016 (Unaudited) S\$'000	
Depreciation of property, plant and equipment	194	220	(11.8)
Amortisation of intangible asset	34	36	(5.6)
Allowance for bad debts written back	-	(105)	(100.0)
Foreign exchange (gain)/loss, net	(21)	42	(150.0)
Interest expenses	26	33	(21.2)
Loss on disposal of Property, Plant and Equipment	22	16	(37.5)
Interest income	(31)	(32)	(3.1)

Included in income tax expenses were:-

(Over)/under-provision of current income tax in prior financial years	(1)	54	(101.9)
Over provision of deferred tax in prior financial years	(5)	(31)	(83.9)

Note: "n.m." denotes not meaningful

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1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of immediately preceding financial year.

Statement of Financial Position	Group As at		Company As at	
	30/06/2017 (Unaudited) S\$'000	31/12/2016 (Audited) S\$'000	30/06/2017 (Unaudited) S\$'000	31/12/2016 (Audited) S\$'000
NON-CURRENT ASSETS				
Property, plant and equipment	1,232	1,352	-	-
Intangible assets	43	77	-	-
Investment in subsidiaries	-	-	10	10
	1,275	1,429	10	10
CURRENT ASSETS				
Inventories	3,949	3,475	-	-
Trade and other receivables	10,687	8,345	4,968	5,165
Prepayments	69	76	5	9
Current income tax recoverable	48	42	-	-
Cash and cash equivalents	8,636	9,201	55	47
	23,389	21,139	5,028	5,221
Less:				
CURRENT LIABILITIES				
Trade and other payables	4,386	4,512	141	163
Provisions	173	31	-	-
Borrowings	2,957	817	-	-
Finance lease payables	116	126	-	-
Derivative financial instruments	-	2	-	-
Current income tax payable	533	564	-	-
	8,165	6,052	141	163
NET CURRENT ASSETS	15,224	15,087	4,887	5,058
Less:				
NON-CURRENT LIABILITIES				
Finance lease payables	350	407	-	-
Deferred tax liabilities	76	78	-	-
	426	485	-	-
NET ASSETS	16,073	16,031	4,897	5,068
CAPITAL AND RESERVES				
Share capital	4,125	4,125	4,125	4,125
Other reserves	1,208	1,222	-	-
Retained earnings	10,740	10,684	772	943
TOTAL EQUITY	16,073	16,031	4,897	5,068

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

As at 30/06/2017 (Unaudited) (S\$'000)		As at 31/12/2016 (Audited) (S\$'000)	
Secured	Unsecured	Secured	Unsecured
3,073	-	943	-

Amount repayable after one year

As at 30/06/2017 (Unaudited) (S\$'000)		As at 31/12/2016 (Audited) (S\$'000)	
Secured	Unsecured	Secured	Unsecured
350	-	407	-

Details of any collateral secured borrowings:-

As at 30 June 2017, the Group's borrowings comprising bank borrowings and finance lease payables that were secured as follows:-

- Trust receipts have maturities of between 120 to 150 (31 December 2016: 120 to 150) days. As at 30 June 2017, trust receipts have a carrying amount of S\$2,957,292 (31 December 2016: S\$816,631).
- Obligations under finance lease are secured by the lessor's charge over the leased assets, which have a carrying amount of S\$466,407 (31 December 2016: S\$533,010) at the end of the current financial year.
- Bank borrowings of subsidiaries are secured by corporate guarantee issued by the Company.

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1(c)(i) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of immediately preceding financial year.

Consolidated Statement of Cash Flows	Group	
	1H2017 (Unaudited) S\$'000	1H2016 (Unaudited) S\$'000
Operating activities		
Profit before income tax	1,430	1,072
Adjustments for:		
Depreciation of property, plant and equipment	194	220
Loss on disposal of plant and equipment	22	16
Amortisation for intangible assets	34	36
Inventories written down	(45)	-
Allowance for bad debts written back	-	(105)
Interest income	(31)	(32)
Interest expenses	26	33
Operating profit before working capital changes	1,630	1,240
Working capital changes:		
Inventories	(431)	(263)
Trade and other receivables	(2,203)	1,213
Prepayments	8	(10)
Trade and other payables	(117)	(933)
Cash generating from operations	(1,113)	1,247
Income tax refund	-	248
Income tax paid	(288)	(109)
Net cash (used in)/from operating activities	(1,401)	1,386
Investing activities		
Purchase of plant and equipment	(98)	(12)
Purchase of intangible assets	-	(38)
Interest income	31	32
Net cash used in investing activities	(67)	(18)
Financing activities		
Fixed deposit pledged with financial institution	(1)	(1)
Proceeds from trust receipts	3,167	1,645
Repayment from trust receipts	(1,026)	(1,606)
Repayment of obligations under finance leases	(67)	(80)
Interest paid	(26)	(33)
Dividend paid	(1,125)	(375)
Net cash from/(used in) financing activities	922	(450)
Net change in cash and cash equivalents	(546)	918
Cash and cash equivalents at beginning of financial period	8,491	6,985
Effect of exchange rate changes on cash and cash equivalents	(19)	(14)
Cash and cash equivalents at end of financial period	7,926	7,889

Cash and cash equivalents comprised

Cash on hand and at bank	5,284	4,732
Fixed deposits with banks	3,352	3,862
Cash and cash equivalents as per consolidated statement of financial position	8,636	8,594
Less: fixed deposits pledged	(710)	(705)
Cash and cash equivalents as per consolidated statement of cash flows	7,926	7,889

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1(d)(i) A statement for (the issuer and the group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of immediately preceding financial year.

Consolidated Statement of Changes in Equity

	Share Capital (S\$'000)	Merger Reserve (S\$'000)	Foreign Currency Translation Account (S\$'000)	Retained Earnings (S\$'000)	Total Equity (S\$'000)
Group (Unaudited)					
Balance as at 01 January 2017	4,125	1,312	(90)	10,684	16,031
Profit for the financial period	-	-	-	1,181	1,181
Other Comprehensive income: Exchange differences on translating foreign operations	-	-	(14)	-	(14)
Total comprehensive income for the financial period	-	-	(14)	1,181	1,167
Transaction with owners of the Parent					
Dividends	-	-	-	(1,125)	(1,125)
Total transaction with owners of the parent	-	-	-	(1,125)	(1,125)
Balance as at 30 June 2017	4,125	1,312	(104)	10,740	16,073

	Share Capital (S\$'000)	Merger Reserve (S\$'000)	Foreign Currency Translation Account (S\$'000)	Retained Earnings (S\$'000)	Total Equity (S\$'000)
Group (Unaudited)					
Balance as at 01 January 2016	4,125	1,312	(82)	8,491	13,846
Profit for the financial period	-	-	-	1,127	1,127
Other comprehensive income: Exchange differences on translating foreign operations	-	-	(2)	-	(2)
Total comprehensive income for the financial period	-	-	(2)	1,127	1,125
Transaction with owners of the parents					
Dividends	-	-	-	(375)	(375)
Total transaction with owners of the parent	-	-	-	(375)	(375)
Balance as at 30 June 2016	4,125	1,312	(84)	9,243	14,596

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Consolidated Statement of Changes in Equity - continued

<u>Company</u> <u>(Unaudited)</u>	Share Capital (S\$'000)	Retained Earnings (S\$'000)	Total Equity (S\$'000)
Balance as at 01 January 2017	4,125	943	5,068
Loss for the financial period	-	954	954
Total comprehensive income for the financial period	-	954	954
Transaction with owners of the parent			
Dividends	-	(1,125)	(1,125)
Total transaction with owners of the parent	-	(1,125)	(1,125)
Balance as at 30 June 2017	4,125	772	4,897

<u>Company</u> <u>(Unaudited)</u>	Share Capital (S\$'000)	Retained Earnings (S\$'000)	Total Equity (S\$'000)
Balance as at 01 January 2016	4,125	1,663	5,788
Loss for the financial period	-	(192)	(192)
Total comprehensive income for the financial period	-	(192)	(192)
Transaction with owners of the parent			
Dividends	-	(375)	(375)
Total transactions with owners of parent	-	(375)	(375)
Balance as at 30 June 2016	4,125	1,096	5,221

There are no outstanding convertibles or shares held as treasury shares as at 30 June 2017 and 30 June 2016.

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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings 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, if any, and the percentage of the aggregate number of the treasury shares and 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.

Details of Changes in the Company's Issued Share Capital	Number of ordinary shares	Issued and Paid Up S\$
Share capital at beginning of the financial period – 1 January 2017 and at end of the financial period – 30 June 2017	150,000,000	4,124,790

There are no outstanding convertibles or shares held as treasury shares as at 30 June 2017 and 30 June 2016.

There was no subsidiary holdings during the current financial period reported on.

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 issued share capital of the Company comprised 150,000,000 ordinary shares (31 December 2016: 150,000,000 ordinary shares).

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There were no treasury shares as at the end of the current financial period and as at the end of the immediately preceding financial year.

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

Not applicable.

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.

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

The figures have not been audited nor reviewed 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.

Save as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of the Group's financial statements for the financial period ended 30 June 2017 as compared with its 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.

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial period compared with the audited annual financial statements for the financial year ended 31 December 2016, except for the adoption of certain new and revised Financial Reporting Standards ("FRS") and Interpretations to FRS ("INT FRS") that became effective for the annual period beginning on or after 1 January 2017. The adoption of these new and revised FRS and INT FRS from the effective date is not expected to result in any material adjustments or substantial impact to the financial statements of Group for the current financial reporting period reported on.

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:-

- (a) Based on the weighted average number of ordinary shares on issue; and
(b) On a fully diluted basis (detailing any adjustments made to the earnings).

Earnings per share ("EPS")⁽¹⁾

Profit attributable to owners of the Company (S\$'000)

Weighted average number of ordinary shares for calculation of

- (a) Basic earnings per share
(b) Diluted earnings per share ⁽²⁾

Earnings per ordinary share (cents):-

- (a) Based on weighted average number of issued ordinary shares
(b) On a fully diluted basis ⁽²⁾

Group	
1H2017 (Unaudited)	1H2016 (Unaudited)
1,181	1,127
150,000,000	150,000,000
150,000,000	150,000,000
0.79	0.75
0.79	0.75

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Notes:

1. The calculation for the basic and diluted EPS for the respective financial periods are based on the weighted average number of ordinary shares in issue in the respective financial period.
2. The basic and diluted EPS were the same as the Group did not have any potentially dilutive instruments for the respective financial periods.

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.

Net Asset Value ("NAV")	Group		Company	
	30.06.2017 (Unaudited)	31.12.2016 (Audited)	30.06.2017 (Unaudited)	31.12.2016 (Audited)
NAV (S\$'000)	16,073	16,031	4,897	5,068
Actual Number of issued Ordinary shares	150,000,000	150,000,000	150,000,000	150,000,000
NAV per ordinary shares (cents)	10.72	10.69	3.26	3.38

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.

Review of the Group's performance

Consolidated Statement of Comprehensive Income

Revenue

For the period ended 30 June 2017 ("1H2017"), the Group recorded revenue amounting to S\$15.0 million compared to S\$11.5 million in the previous corresponding year ("1H2016"). The increase in Group's revenue by S\$3.5 million was mainly attributed to higher sales generated from goods imported for new projects and service maintenance jobs.

Cost of sales and gross profit

The Group's cost of sales increased by approximately S\$2.44 million from S\$7.57 million in 1H2016 to S\$10.01 million in 1H2017. This was caused by the increase of the Group's cost of materials and staff related costs due to expansion of the service and maintenance and project installer teams.

The Group's gross profit for 1H2017 improved by S\$1.06 million to S\$4.97 million as compared to S\$3.91 million in 1H2016.

Other items of income

Other income decreased by S\$0.24 million from S\$0.42 million in 1H2016 to S\$0.18 million in 1H2017 due mainly to the decrease in government grant for wage credit scheme, training grant and PIC cash payout.

Distribution costs

Distribution expenses increased by S\$0.41 million to S\$1.53 million in 1H2017 compared to S\$1.12 million in 1H2016. This was attributed mainly due to the increase in staff related cost, sponsorships, online advertising in goggle, business travelling and entertainment cost.

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Administrative expenses

The net increase in administrative expenses by approximately S\$0.07 million to S\$2.17 million in 1H2017 compared to S\$2.10 million was mainly due to the increase in staff related cost and other administration expenses which were partially offset by the decrease in legal and professional fees and staff welfare and training costs.

Other expenses

Other expenses decreased by S\$0.01 million at approximately S\$0.03 million in 1H2017 (1H2016: S\$0.04 million). This was caused by a reduction in amortisation cost and allowance for doubtful debts.

Finance costs

Finance costs decreased by approximately S\$0.01 million from S\$0.03 million in 1H2016 to S\$0.02 million in 1H2017. The decrease was due to some of the hire purchase that were fully paid during the period.

Income tax expense

Income tax expense was estimated to be S\$0.25 million in 1H2017 compared to tax refund of S\$0.06 million in 1H2016 due to the income tax refund for the previous year of assessment.

Profit for the financial year

The Group reported a higher net profit attributable to equity shareholders of approximately S\$1.18 million in 1H2017 compared to S\$1.13 million in 1H2016.

The higher sales margin of S\$1.06 million was partially offset by increases in distribution and administrative expenses of S\$ 0.48 million and tax expenses of S\$0.25 million

Statement of Financial Position

Non- current assets

The Group's non-current assets decreased by S\$0.15 million to S\$1.28 million as at 30 June 2017 (31 December 2016: S\$1.43 million). The decrease was mainly attributable to depreciation and amortisation charges for the year, offset by an increase of acquisition of plant and equipment.

Current assets

The Group's reported current assets amounted to approximately S\$23.39 million as at 30 June 2017 (31 December 2016: S\$21.14 million).

The decrease in cash and cash equivalents was mainly attributed to the Group's working capital requirements as well as the payment of dividends, which was partially offset by the net proceeds from the increased financing through trust receipts.

The increase in trade and other receivables as at 30 June 2017 was due to the higher sales generated during the month of May and June.

The increase in inventories was mainly due to the need to build buffer stocks to meet project deliveries.

Current liabilities

The Group's current liabilities position increased by S\$2.12 million from S\$6.05 million as at 31 December 2016 to S\$8.17 million as at 30 June 2017. This was mainly attributable to an increase in bank borrowings of S\$2.14 million due to utilisation of invoice financing facilities granted by banks for payment to vendors which was partially offset by the decrease in trade and other payables.

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Non-current liabilities

The Group's non-current liabilities was lower by approximately S\$0.06 million from S\$0.48 million as at 31 December 2016 to S\$0.42 million as at 30 June 2017. This was mainly due to repayment of finance lease obligations in 1H2017.

Shareholders' equity

As at 30 June 2017, the Group had shareholders' equity of approximately S\$16.07 million as compared to S\$16.03 million as at 31 December 2016 resulting from an increase in retained earnings.

Consolidated Statement of Cash Flows

Cash and cash equivalents, excluding pledged fixed deposits, stood at approximately S\$7.93 million as at 30 June 2017, representing an increase of approximately S\$0.04 million from the cash and cash equivalents balance of S\$7.89 million as at 30 June 2016.

Net cash flows used in operating activities

The Group's net cash outflow used in the operating activities was approximately S\$1.1 million largely due to an increase in trade and other receivables of S\$2.2 million, inventories of S\$0.43 million and decrease in trade and other payables of S\$0.12 million.

Net cash flows used in investing activities

Net cash flows used in investing activities during 1H2017 amounted to approximately S\$0.07 million, as a result of additions to property, plant and equipment of approximately S\$0.10 million, partially offset by interest income of S\$0.03 million.

Net cash flows from financing activities

Net cash flows from financing activities during 1H2017 was approximately S\$0.92 million. The funds from issuance of trust receipts of approximately S\$3.17 million were offset by the repayment of trust receipts of approximately S\$1.03 million. The cash outflows were mainly dividend payments made of approximately S\$1.12 million in 1H2017, settlement of finance lease payable of approximately S\$0.07 million and payment of interest expense of S\$0.03 million.

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 Group will continue to face the following challenges in the next reporting period and the next 12 months:-

- a. Tight skilled labour market;
- b. Rising business costs and volatility in foreign currencies;
- c. Slowdown in overall business environment; and
- d. Increased competition from new and existing players.

The Group will manage the business challenges by increasing its sales efforts into new areas and new projects, and monitoring and managing its overall costs and expenses.

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11. Dividend**(a) Current Financial Period Reported on Any dividend declared for the current financial period reported on?**

Yes. The Board of Directors recommended one tier tax-exempt interim dividend for 1H2017.	
Name of Dividend	Interim Dividend
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.25 Singapore cent per 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?

Not applicable

(c) Date payable

To be announced at a later date.

(d) Books closure date

Notice will be given at a later date on the closure of the Share Transfer Books and Register of Members of the Company to determine members' entitlement to the dividend.

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

An interim dividend has been recommended as above.

13. If the Group has obtained a general mandate from shareholders for Interested Person Transaction ("IPT"), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group has not obtained general mandate from shareholders for IPTs. There was no IPTS exceeding S\$100,000 conducted by the Group during the current financial period reported on.

14. Update on use of Initial Public Offer ("IPO") proceeds

As at the date of this announcement, the utilisation of the IPO proceeds is as follows:

Intended usage in accordance with the Offer Document	Allocation S\$'000	Amount utilised S\$'000	Amount un-utilised S\$'000
(a) Acquisition of additional fabrication equipment and machinery	700	319	381
(b) Funding our expansion, including by way of acquisitions, joint ventures and/or strategic alliances	1,600	-	1,600
(c) For general working purposes of our Group	975	975	-
(d) IPO expenses	1,325	1,335	(10)
Total	4,600	2,629	1,971

The above utilisation of the proceeds from IPO is consistent with the intended uses as disclosed in the Offer Document. The Group has un-utilised IPO proceeds of approximately S\$1.97 million as at 30 June 2017, of which S\$381,000 could be used to fund the acquisition of additional plant equipment and machinery and the remaining S\$1.6 million is allocated for business expansion, including by way of acquisitions, joint ventures and /or strategic alliances activities. The Company will make periodic announcements on the use of proceeds as and when the funds are materially disbursed. The funds are currently placed in deposits with banks and financial institutions while waiting for right investment decision and business opportunities.

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15. Negative Confirmation by the Board Pursuant to Rule 705(5)

To the best of their knowledge, the Board of Directors have confirmed that nothing has come to their attention which may render the unaudited financial results of the Group for 1H2017 presented in this announcement to be false or misleading in any material aspect.

16. Confirmation pursuant to Rule 720(1) of the Listing Manual

The Board of Directors of Singapore Kitchen Equipment Limited hereby confirms that the undertakings under Rule 720 (1) of the Listing Manual have been obtained from all the directors and executive officers as required in the format set out in Appendix 7H.

BY ORDER OF THE BOARD

Sally Chua Chwee Choo
Managing Director
10 August 2017

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch ("Sponsor") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST"), this being the SGX-ST Listing Manual Section B: Rules of Catalyst. The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST and Sponsor assume 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 Mr Eric Wong, Director, Investment Banking. The contact particulars are 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, telephone: +65 6337 5115.