VIBRANT GROUP LIMITED
Company Registration Number: 198600061G

Unaudited First Quarter Financial Statement Announcement For The Three Months Ended 31 July 2018

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

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

Consolidated Income Statement

	Note	The Group		
		3 months ended 31/07/18	3 months ended 31/07/17 (Restated)	Increase/ (Decrease)
		S$'000	S$'000	%
Revenue		44,636	43,429	2.8
Cost of sales	(b)	(29,168)	(29,190)	(0.1)
Gross profit		**15,468**	**14,239**	**8.6**
Other income	(c)	2,240	2,182	2.7
Administrative expenses	(d)	(11,093)	(11,276)	(1.6)
Other operating expenses	(c)	(1,793)	(68,641)	(97.4)
Profit/(loss) from operations		**4,822**	**(63,496)**	**N/M**
Finance income	(e)	1,057	541	95.4
Finance costs	(f)	(4,021)	(3,207)	25.4
Net finance costs		**(2,964)**	**(2,666)**	**11.2**
Share of (losses)/profits of associates, net of tax	(g)	(287)	1,346	N/M
Profit/(loss) before income tax		**1,571**	**(64,816)**	**N/M**
Income tax expense	(h)	(616)	(602)	2.3
Profit/(loss) for the period		**955**	**(65,418)**	**N/M**
Profit/(loss) attributable to:				
Owners of the Company		742	(65,325)	N/M
Non-controlling interests	(i)	213	(93)	N/M
Profit/(loss) for the period		**955**	**(65,418)**	**N/M**

N/M denotes Not Meaningful

Consolidated Statement of Comprehensive Income

	The Group		
	3 months ended 31/07/18	**3 months ended 31/07/17 (Restated)**	**Increase/ (Decrease)**
	S$'000	**S$'000**	**%**
Profit/(loss) for the period	955	(65,418)	N/M
Other comprehensive income			
Items that are or may be reclassified subsequently to profit or loss:			
Foreign currency translation differences for foreign operations	(6,804)	836	N/M
Net changes in fair value of available-for-sale financial assets	-	(547)	(100.0)
Share of reserves of associates	(294)	(325)	(9.5)
	(7,098)	(36)	19,616.7
Items that may not be reclassified subsequently to profit or loss:			
Net changes in fair value of financial assets at fair value through other comprehensive income	1,025	-	N/M
Other comprehensive income for the period, net of tax	**(6,073)**	**(36)**	**16,769.4**
Total comprehensive income for the period	**(5,118)**	**(65,454)**	**(92.2)**
Total comprehensive income attributable to:			
Owners of the Company	(2,232)	(65,460)	(96.6)
Non-controlling interests	(2,886)	6	N/M
Total comprehensive income for the period	**(5,118)**	**(65,454)**	**(92.2)**

N/M denotes Not Meaningful

Notes to Income Statement

(a) Restatement of Income Statement for 1Q2018

As per announcement dated 31 October 2018 for the full year financial statement and dividend announcement for the year ended 30 April 2018, the Group is unable to consolidate the financial results of Blackgold International Holdings Pty Ltd ("Blackgold") following the accounting irregularities and discrepancies in respect of the coal mining and coal trading receipts and sales invoices ("Irregularities") of certain subsidiaries of Blackgold. The fact finding investigation into the Irregularities as well as the assets and liabilities, and accounting records of the Blackgold and its subsidiaries ("Blackgold Group") by Ernst & Young Advisory Pte. Ltd. is still ongoing. The Board will present the fact finding report to Singapore Exchange Securities Trading Limited ("SGX-ST") upon the completion of the Special Audit and make relevant announcement via SGXNET on any material developments in connection with Blackgold.

As at the date of this announcement, the Group continues to prepare a set of financial statements without consolidating the financial statements of Blackgold Group. Blackgold is unable to provide a complete set of financial statements for consolidation purposes as the financial information is incomplete, not accurate and unreliable. The Group is also unable to control the state of affairs at Blackgold Group.

As a result of the exclusion of the financial statements of Blackgold Group, the Group has restated the financial statements for the three months ended 31 July 2017 as announced on 13 September 2017. In addition, the Group has accounted for the impairment losses on investment in Blackgold and on receivables from Blackgold in the restated financial statements for the period ended 31 July 2017.

(b) Cost of sales

	The Group		
	3 months ended 31/07/18	**3 months ended 31/07/17 (Restated)**	**Increase/ (Decrease)**
	S$'000	**S$'000**	**%**
Cost of sales	(29,168)	(29,190)	(0.1)
Included in cost of sales:			
Development cost	-	(387)	(100.0)
Depreciation of property, plant and equipment	(2,933)	(2,945)	(0.4)

(c) Other income/(operating expenses)

	The Group		
	3 months ended 31/07/18	**3 months ended 31/07/17 (Restated)**	**Increase/ (Decrease)**
	S$'000	**S$'000**	**%**
Other income	2,240	2,182	2.7
Other operating expenses	(1,793)	(68,641)	(97.4)
Included in other income/(operating expenses):			
Dividend income from fair value through other comprehensive income (FVOCI)	338	-	N/M
Dividend income from available-for-sale financial assets	-	697	(100.0)
Fair value gain on securities designated at fair value through profit or loss	453	142	219.0
Fair value gain/(loss) on foreign currency forward contracts	294	(414)	N/M
Foreign exchange gain/(loss)	1,100	(3,311)	N/M
Impairment loss on investment in Blackgold International Holdings Pty Ltd	-	(41,352)	(100.0)
Impairment loss on receivables from Blackgold International Holdings Pty Ltd	-	(21,774)	(100.0)

Other operating expenses decreased significantly due to the absence of impairment losses on investment in Blackgold and on receivables from Blackgold which was recognised in FY2018. The decrease was also contributed by the foreign currency exchange gain from the strengthening of USD against SGD.

(d) Administrative expenses

	The Group		
	3 months ended 31/07/18	3 months ended 31/07/17 (Restated)	Increase/ (Decrease)
	S$'000	S$'000	%
Administrative expenses	(11,093)	(11,276)	(1.6)
Included in administrative expenses:			
Staff costs	(8,905)	(8,720)	2.1
Depreciation of property, plant and equipment	(166)	(212)	(21.7)

Administrative expenses comprise mainly salaries, depreciation charges and other expenses.

(e) Finance income

	The Group		
	3 months ended 31/07/18	3 months ended 31/07/17 (Restated)	Increase/ (Decrease)
	S$'000	S$'000	%
Finance income	1,057	541	95.4
Included in finance income:			
Interest income on loans to non-controlling shareholder	-	126	(100.0)
Interest income on loans to third parties	682	68	902.9
Interest income on fixed deposits	220	299	(26.4)

Increase in finance income mainly due to the interest income on loans to third parties.

(f) Finance costs

Finance costs increased due to S$66 million fixed rate notes issued under the S$500 million Multicurrency Medium Term Note Programme in October 2017.

(g) Share of profits/(losses) from associates

The share of losses from associates in current quarter mainly due to losses incurred by Vibrant Pucheng Logistics (Chongqing) Co., Ltd and Figtree Holdings Limited.

(h) Income tax expense

	The Group		
	3 months ended 31/07/18	3 months ended 31/07/17 (Restated)	Increase/ (Decrease)
	S$'000	S$'000	%
Tax expense	(616)	(602)	2.3
Included in tax expense:			
Current year tax provision	(568)	(570)	(0.4)
Increase in deferred tax liabilities	(3)	(23)	(87.0)
Under provision for tax in respect of prior years	(45)	(9)	400.0

(i) Non-controlling interests

Profit attributable to non-controlling interests increased in 1Q2019 as a result of the improved performance in real estate business.

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

Statement of Financial Position

	Note	Group		Company	
		As at 31/07/2018	As at 30/04/2018 (Restated)	As at 31/07/2018	As at 30/04/2018
		S$'000	S$'000	S$'000	S$'000
Assets					
Property, plant and equipment	(a)	259,223	261,761	273	295
Intangible assets		472	472	-	-
Investment properties	(b)	125,858	127,147	-	-
Subsidiaries		-	-	17,752	17,752
Associates	(c)	81,941	82,178	28,073	27,730
Other investments	(d)	30,277	29,256	-	-
Deferred tax assets		4,408	4,629	-	-
Trade and other receivables	(e)	44,967	56,271	314,406	328,541
Non-current assets		547,146	561,714	360,504	374,318
Other investments	(f)	48,177	47,244	32,353	31,532
Development properties	(g)	118,218	120,398	-	-
Inventories		553	525	-	-
Trade and other receivables	(h)	148,923	156,596	2,119	2,230
Cash and cash equivalents	(i)	57,086	70,549	2,502	805
Current assets		372,957	395,312	36,974	34,567
Total assets		**920,103**	**957,026**	**397,478**	**408,885**
Equity					
Share capital		174,337	174,337	174,337	174,337
Other reserves		6,139	9,113	5,147	5,147
Accumulated profits		25,967	25,225	(16,611)	(15,306)
Equity attributable to owners of the Company		206,443	208,675	162,873	164,178
Non-controlling interests	(j)	89,717	92,603	-	-
Total equity		296,160	301,278	162,873	164,178
Liabilities					
Loans and borrowings	(k)	17,754	18,750	-	-
Trade and other payables		40,476	39,868	77,641	80,758
Provisions		3,756	3,742	-	-
Deferred tax liabilities		8,120	8,414	-	-
Non-current liabilities		70,106	70,774	77,641	80,758
Loans and borrowings	(k)	232,764	232,898	78,262	75,844
Notes payable	(l)	91,847	92,438	66,670	65,311
Current tax payables		8,578	9,118	852	890
Trade and other payables	(m)	220,507	250,379	11,180	21,904
Provisions		141	141	-	-
Current liabilites		553,837	584,974	156,964	163,949
Total liabilities		623,943	655,748	234,605	244,707
Total equity and liabilities		**920,103**	**957,026**	**397,478**	**408,885**

Notes to Statement of Financial Position

(a) Decrease in property, plant and equipment was mainly attributable to the depreciation charged.

(b) The decrease in investment properties due to the currency translation arising from consolidation of foreign owned subsidiaries.

(c) Investment in associates decreased mainly due to the share of losses from Vibrant Pucheng Logistics and Figtree Holdings Limited.

(d) Non-current other investments increased due to fair value gain on Sabana REIT units.

(e) At Group level, non-current trade and other receivables decreased mainly due to the early repayment of loan by third party. At Company level, trade and other receivables decreased mainly due to repayment of loan by subsidiaries.

(f) Increase in current other investments was mainly due to fair value gain on Sabana REIT units and investment in Sentosa Asian Credit Offshore Feeder Fund.

(g) The decrease in development properties was due to the currency translation on a mixed residential and commercial development project in Jiangyin, China.

(h) At Group level, trade and other receivables decreased mainly due to the progressive collection of financial leasing receivables.

(i) Cash and cash equivalents decreased mainly due to the payment of the construction costs in relation to the resettlement housing development projects in Jiangyin, China. The decrease was also due to currency translation resulting from the weakening of Renminbi against SGD.

(j) Non-controlling interests decreased mainly due to the currency translation arising from consolidation of non-wholly foreign owned subsidiaries as a result of the weakening of Renminbi against SGD.

(k) Long term loans and borrowings of $92.8 million due between FY2020 and FY2022 remained under current liabilities due to occurrence of the potential event of default for non-compliance with the clauses of certain banking facilities as at 31 July 2018. As at 31 October 2018, the Group has received all the bank waivers on non-compliance of the clauses as stipulated in the facility agreements and the loans and borrowings will be reclassified to non-current on or after 31 October 2018.

(l) Notes payable of $66.7 million due in October 2020 was issued under the $500 million multicurrency debt issuance programme. However, the notes payable was reclassified to current liabilities due to the occurrence of the potential event of default for non-compliance with the clauses of the Trust Deed for the multicurrency debt issuance programme.

(m) At Group level, trade and other payables decreased mainly due to payment of the construction cost for the government resettlement housing development project and the mixed residential and commercial development project in China. At Company level, the decrease in other payables was due to loan repayment.

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

Amount repayable in one year or less, or on demand

	As at 31/07/2018		As at 30/04/2018	
	Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
Borrowings	213,712	17,500	213,712	17,500
Notes payable	-	91,847	-	92,438
Finance lease liabilities	1,552	-	1,686	-
Total	215,264	109,347	215,398	109,938

Amount repayable after one year

	As at 31/07/2018		As at 30/04/2018	
	Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
Borrowings	15,845	-	16,636	-
Finance lease liabilities	1,909	-	2,114	-
Total	17,754	-	18,750	-

Details of any collateral

The borrowings are secured by legal mortgages over the leasehold properties, equipment and share charge over Sabana REIT units and participating shares in Sentosa Asian Credit Offshore Feeder Fund. The bank borrowings of the subsidiaries are guaranteed by the Company. The finance lease liabilities are secured by the assets under finance leases.

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

	3 months ended 31/07/18	3 months ended 31/07/17 (Restated)
	S$'000	S$'000
Cash flows from operating activities		
Profit/(loss) before income tax	1,571	(64,816)
Adjustments for:		
Depreciation of property, plant and equipment	3,099	3,157
Dividend income from FVOCI	(338)	-
Dividend income from available-for-sale financial assets	-	(697)
Fair value (gain)/loss on foreign exchange forward contracts	(294)	414
Fair value gain on securities designated at fair value through profit or loss	(453)	(142)
Finance costs	4,021	3,207
Finance income	(1,057)	(541)
Foreign exchange (gain)/loss	(246)	553
Impairment loss on investment in Blackgold International Holdings Pty Ltd	-	41,352
Impairment loss on receivable from Blackgold International Holdings Pty Ltd	-	21,774
Impairment loss on trade and other receivables	2	4
Loss/(gain) on disposal of property, plant and equipment	5	(12)
Share of losses/(profits) of associates	287	(1,346)
	6,597	2,907
Changes in working capital:		
Development properties	(3,683)	(5,722)
Inventories	(35)	12
Trade and other receivables	5,224	(10,761)
Trade and other payables	(14,213)	31,076
Cash (used in)/generated from operations	(6,110)	17,512
Income taxes refunded	21	6
Income taxes paid	(1,157)	(805)
Net cash (used in)/from operating activities	(7,246)	16,713
Cash flows from investing activities		
Acquisition of shares in associates	-	(6,492)
Acquisition of a subsidiary, net of cash acquired	-	(39,602)
Deposits pledged	12,595	13,197
Dividends received from FVOCI	363	363
Finance income received	1,162	255
Loans to associates	(2,860)	(300)
Loan to a third party	(14)	(1,216)
Proceeds from disposal of an associate	-	51,632
Proceeds from sale of property, plant and equipment	16	13
Purchase of investment properties	(2,109)	(134)
Purchase of property, plant and equipment	(332)	(2,055)
Repayment of loan by third parties	17,992	46,431
Net cash from investing activities	26,813	62,092
Cash flows from financing activities		
Finance costs paid	(3,251)	(4,599)
Net proceeds from issue of notes payable	-	22,000
Payment of finance lease liabilities	(475)	(461)
Proceeds from borrowings	2,521	112,214
Proceeds from issue of share capital	-	26,600
Purchase of treasury shares	-	(176)
Redemption of notes payable	(1,720)	(100,000)
Repayment of borrowings	(3,121)	(56,324)
Repayment of loan to a related party	(7,000)	-
Repayment of loan to an associate	-	(3,598)
Repayment of loan to non-controlling interest	(5,373)	(2,000)
Net cash used in financing activities	(18,419)	(6,344)
Net increase in cash and cash equivalents	1,148	72,461
Cash and cash equivalents at beginning of the period	54,335	48,162
Effect of exchange rate fluctuations on cash and cash equivalents	(1,589)	(109)
Cash and cash equivalents at end of the period	53,894	120,514

	3 months ended 31/07/18	3 months ended 31/07/17 (Restated)
	S$'000	S$'000
Cash and cash equivalents comprise the following:		
Cash at bank and in hand	28,669	82,458
Deposits with banks	28,417	39,733
Cash and cash equivalents	57,086	122,191
Deposits pledged	(3,192)	(1,677)
Cash and cash equivalents in the statement of cash flows	**53,894**	**120,514**

Notes to Consolidated Statement of Cash Flows

Net cash used in operating activities mainly due to payment of construction cost for the government resettlement housing development project and the mixed residential and commercial development project in China.

Net cash from investing activities mainly due to early repayment of loan by a third party.

Net cash used in financing activities mainly due to repayment of bank borrowings and loans.

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 financial year

Statement of Changes in Equity for the period ended 31 July 2018

The Group	Share capital S$'000	Treasury shares S$'000	Capital reserve S$'000	Fair value reserve S$'000	Foreign currency translation reserve S$'000	Other reserve S$'000	Accumulated profits S$'000	Total attributable to owners of the company S$'000	Non-controlling interests S$'000	Total equity S$'000
Balance at 1 May 2018	174,337	(1,935)	7,089	-	(3,802)	24	32,962	208,675	92,603	301,278
Effect of SFRS(I)	-	-	-	-	7,737	-	(7,737)	-	-	-
Balance at 1 May 2018 restated under SFRS(I)	174,337	(1,935)	7,089	-	3,935	24	25,225	208,675	92,603	301,278
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	742	742	213	955
Other comprehensive income										
Foreign currency translation differences for foreign operations	-	-	-	-	(3,401)	-	-	(3,401)	(3,403)	(6,804)
Net changes in fair value of financial assets at fair value through other comprehensive income	-	-	-	721	-	-	-	721	304	1,025
Share of reserves of associates	-	-	-	-	(295)	1	-	(294)	-	(294)
Total other comprehensive income	-	-	-	721	(3,696)	1	-	(2,974)	(3,099)	(6,073)
Total comprehensive income for the period	-	-	-	721	(3,696)	1	742	(2,232)	(2,886)	(5,118)
Balance at 31 July 2018	174,337	(1,935)	7,089	721	239	25	25,967	206,443	89,717	296,160

The Group	**Share capital S$'000**	**Perpetual securities S$'000**	**Treasury shares S$'000**	**Capital reserve S$'000**	**Fair value reserve S$'000**	**Foreign currency translation reserve S$'000**	**Other reserve S$'000**	**Accumulated profits S$'000**	**Total attributable to owners of the company S$'000**	**Non-controlling interests S$'000**	**Total equity S$'000**
Balance at 1 May 2017	139,854	97,947	(1,759)	7,089	-	(7,737)	12	134,952	370,358	94,013	464,371
Effect of SFRS(I)	-	-	-	-	-	7,737	-	(7,737)	-	-	-
Balance at 1 May 2017 restated under SFRS(I)	139,854	97,947	(1,759)	7,089	-	-	12	127,215	370,358	94,013	464,371
Total comprehensive income for the period											
Loss for the period	-	-	-	-	-	-	-	(65,325)	(65,325)	(93)	(65,418)
Other comprehensive income											
Foreign currency translation differences for foreign operations	-	-	-	-	-	535	-	-	535	301	836
Net changes in fair value of available-for-sale financial assets	-	-	-	-	(345)	-	-	-	(345)	(202)	(547)
Share of reserves of associates	-	-	-	-	-	(321)	(4)	-	(325)	-	(325)
Total other comprehensive income	-	-	-	-	(345)	214	(4)	-	(135)	99	(36)
Total comprehensive income for the period	-	-	-	-	(345)	214	(4)	(65,325)	(65,460)	6	(65,454)
Transactions with owners of the Company, recognised directly in equity	-										
Contributions by and distributions to owners of the Company											
Issue of new shares	26,600	-	-	-	-	-	-	-	26,600	-	26,600
Purchase of treasury shares	-	-	(176)	-	-	-	-	-	(176)	-	(176)
Total contributions by and distributions to owners of the Company	26,600	-	(176)	-	-	-	-	-	26,424	-	26,424
Changes in ownership interests in subsidiaries											
Acquisition of non-controlling interests without a change in control	-	-	-	-	-	-	-	-	-	(434)	(434)
Total changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	-	(434)	(434)
Total transactions with owners of the Company	26,600	-	(176)	-	-	-	-	-	26,424	(434)	25,990
Balance at 31 July 2017	166,454	97,947	(1,935)	7,089	(345)	214	8	61,890	331,322	93,585	424,907

The Company	**Share capital S$'000**	**Perpetual securities S$'000**	**Treasury shares S$'000**	**Capital reserve S$'000**	**Accumulated profits S$'000**	**Total equity S$'000**
Balance at 1 May 2018	174,337	-	(1,935)	7,082	(15,306)	164,178
Total comprehensive income for the period						
Loss for the period	-	-	-	-	(1,305)	(1,305)
Balance at 31 July 2018	174,337	-	(1,935)	7,082	(16,611)	162,873
Balance at 1 May 2017	139,854	97,947	(1,759)	7,082	33,751	276,875
Total comprehensive income for the period						
Loss for the period	-	-	-	-	(42,431)	(42,431)
Transactions with owners of the Company, recognised directly in equity						
Contributions by and distributions to owners of the Company						
Issue of new shares	26,600	-	-	-	-	26,600
Purchase of treasury shares	-	-	(176)	-	-	(176)
Total contributions by and distributions to owners of the Company	26,600	-	(176)	-	-	26,424
Total transactions with owners of the Company	26,600	-	(176)	-	-	26,424
Balance at 31 July 2017	166,454	97,947	(1,935)	7,082	(8,680)	260,868

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 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 any changes in the Company's issued share capital

	No of ordinary shares		Amount	
	Share capital	Treasury shares	Share capital	Treasury shares
			S$'000	S$'000
As at 1 May 2018 and 31 July 2018	697,951,877	(5,188,560)	174,337	(1,935)

There were no outstanding convertibles and/or subsidiary holdings as at 31 July 2018 and 31 July 2017.

As at 31 July 2018, there are 5,188,560 (31 July 2017: 5,188,560) shares held as treasury shares against the total number of issued shares excluding treasury shares of 692,763,317 (31 July 2017: 670,241,395).

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 31/07/18	As at 30/04/18
Total number of issued shares	697,951,877	697,951,877
Less: Treasury shares	(5,188,560)	(5,188,560)
Total number of issued shares excluding treasury shares	692,763,317	692,763,317

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

There were no sale, transfer, disposal, cancellation and/or use of treasury shares as at 31 July 2018.

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

There were no subsidiary holdings during and as at the end of the period ended 31 July 2018.

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 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 Accounting Standards Council announced on 29 May 2014 that Singapore-incorporated companies listed on the Singapore Exchange will apply a new financial reporting framework identical to the International Financial Reporting Standards. The Group has adopted the new financial reporting framework on 1 May 2018 and thereafter Singapore Financial Reporting Standards (International) ("SFRS(I)"), including SFRS(I) Interpretation issued by ASC on 29 December 2017. The Group has performed an assessment of the impact of SFRS(I) 1 for the transition to the new reporting framework and the Group does not expect to change its existing accounting policies on adoption of the new framework on 1 May 2018. Except as disclosed in paragraph 5, the Group and the Company have adopted the same accounting policies and methods of computation for the current financial period as those for the financial year ended 30 April 2018.

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

In the current financial period, the Group and the Company adopted the new SFRS(I) and Amendments to SFRS(I) that are effective for annual periods beginning on or after 1 January 2018. In addition, the Group will also concurrently apply SFRS(I) 9 *Financial Instruments* and elects to present in other comprehensive income (OCI) the changes in fair value of the previously classified as available-for-sale (AFS) equity securities that are held by the Group as the investments are not held for trading. The changes in fair value recognized in OCI will not be reclassified to profit or loss upon disposal of the AFS equity. In addition, the impairment of financial assets measured at amortised cost or fair value through other comprehensive income (FVOCI) (except for investments in equity instruments) is now based on the expected credit loss model instead of the previous "incurred loss" model used previously.

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

	3 months ended 31/07/18	3 months ended 31/07/17
Earnings per ordinary share		
(a) Based on the weighted average number of ordinary shares on issue	0.11 cent	(10.01) cents
(b) On a fully diluted basis	0.11 cent	(10.01) cents

The basic earnings per share is calculated based on the weighted average number of ordinary shares in issue of 692,763,317 (31 July 2017: 652,342,482).
The fully diluted earning per share is calculated based on the weighted average number of ordinary shares of 692,763,317 (31 July 2017: 652,342,482).

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 per ordinary share	As at 31/07/2018 Cents	As at 30/04/2018 Cents
The Group	29.80	30.12
The Company	23.51	23.70

Net asset value per share is calculated based on 692,763,317 (30 April 2018: 692,763,317) ordinary shares (excluding treasury shares) in issue at the end of the financial period under review and of the immediately preceding financial year.

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

For 1Q2019, the Group reported revenue of $44.6 million, an increase of 2.8% from $43.4 million in 1Q2018. The increase in revenue was attributable to increased business activity from chemical logistics.

The profit from operations increased to $4.8 million in 1Q2019 from a loss of $0.4 million in 1Q2018 excluding the impairment losses on investment in Blackgold and on receivables from Blackgold.

The Group reported share of losses from associates which arose from Vibrant Pucheng Logistics (Chongqing) Co., Ltd and Figtree Holdings Limited. This was partially offset by the contribution from Freight Management Holdings Bhd.

The Group achieved a profit after tax and non-controlling interest of $0.7 million for 1Q2019 as compared to a net loss of $65.3 million in 1Q2018.

As at 31 July 2018, the Group has cash and cash equivalents of $57.1 million, and net gearing of 1.38 times. The Group remained in a net current liability position due to reclassification of non-current to current liabilities of long term loans and borrowings of $92.8 million due between FY2020 and FY2022 and the Notes payable of $66.7 million due in October 2020. This reclassification was required due to the occurrence of the potential event of default for non-compliance with the clauses of the Trust Deed under the MTN programme and with certain banking facilities.

As announced on 26 October 2018, the Group successfully passed the Extraordinary Resolution to all proposed amendments to the Trust Deed and Conditions of the Notes through the noteholders' meeting held on 26 October

2018 and received an overwhelming support from the noteholders. In addition, the Group has sought waivers from its bankers and has received all waivers in October 2018 from its lenders in relation to non-compliance of the relevant provisions contained in the facility agreements.

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

The current announced results are in line with the full year announcement released on 31 October 2018.

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 mixed residential and commercial development project ("Master-Riviera") will recognise its profit of approximately $8 million in 1H2019.

The development of built-to-suit industrial factory for a MNC in Changshu High Tech Industrial Park, Jiangsu is in progress and expected to complete by December 2018. The development of a customised built-to-suit factory for a MNC is scheduled to be completed by June 2019. Following these completions, the Changshu High Tech Industrial Park Phase 2 will be fully occupied.

As announced on 21 September 2018, the Group is currently in exclusive discussion with a large international real estate fund in relation to a possible transaction for the sale and leaseback of the property located at 121 Banyan Drive, Singapore 627570 for a consideration in excess of S$220 million.

In addition, the Group's associated company, Ececil Pte. Ltd. has entered into a binding lease agreement with a co-working space company on 5 October 2018 for the lease of the whole of 139 Cecil Street, Singapore with gross floor area of 8,253.9 sqm for a term of six (6) years. The property is currently undergoing major additions and alteration work, and is expected to be completed by mid-2019.

The Group will be carrying out a review of its current strategy and will strengthen its organisational structure.

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 had been declared or recommended in the current reporting period.

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

The Company does not have a general mandate from shareholders pursuant to Rule 920(1)(a)(ii) of the SGX-ST Listing Manual.

14. Confirmation pursuant to the SGX Listing Rule 705(5) of the Listing Manual

The Board of Directors hereby confirm that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial results for the period ended 31 July 2018 to be false or misleading in any material respect.

15. 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 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
VIBRANT GROUP LIMITED

Eric Khua
Executive Director & CEO
14 November 2018