



DISA Limited
(formerly known as Equation Summit Limited)
(Company Registration No. 197501110N)

Unaudited Financial Statement for the financial year ended 30 June 2017

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, SAC Capital Private Limited, for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Company's 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 assumes 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 details of the contact person for the company's Sponsor is: -

Name : Mr. Ong Hwee Li (Registered Professional, SAC Capital Private Limited)

Address : 1 Robinson Road, #21-02 AIA Tower, Singapore 048542. Tel : 6532 3829

SAC Capital Private Limited is the parent company of SAC Advisors Private Limited.

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

1(a)(i) Income Statement

	4rd Qtr ended 30 June 2017	4rd Qtr ended 30 June 2016	Increase/ (Decrease)	12 months ended 30 June 2017	12 months ended 30 June 2016	Increase/ (Decrease)
	\$'000	\$'000	%	\$'000	\$'000	%
Continuing operations						
Revenue						
Sale of goods	46	-	N.M.	90	-	N.M.
Sale of services rendered	12	208	(94.2)	235	450	(47.8)
	58	208	(72.1)	325	450	(27.8)
Other income	88	416	(78.8)	536	1,573	(65.9)
Total revenue	146	624	(76.6)	861	2,023	(57.4)
Cost and expenses						
Cost of services	(16)	(60)	(73.3)	(212)	(265)	(20.0)
Amortisation of intangible assets	(351)	(351)	0.0	(1,404)	(1,404)	0.0
Depreciation of property, plant and equipment	(27)	(17)	58.8	(75)	(64)	17.2
Employee benefits expenses	(1,194)	(429)	N.M.	(3,545)	(1,938)	82.9
Legal and professional fees	(128)	(71)	80.3	(820)	(249)	N.M.
Amortisation of prepayments for rights on use of plant and machinery	-	-	-	-	(78)	N.M.
Impairment loss on other current assets	-	-	N.M.	(17)	-	N.M.
Impairment loss on prepayment for right, interest in and ownership of granite	-	(5,000)	N.M.	(5,939)	(5,000)	18.8
Impairment loss on trade and other receivables	(149)	(2,442)	(93.9)	(2,591)	(2,442)	6.1
Loss on disposal of a subsidiary	(643)	-	N.M.	(643)	-	N.M.
Loss on liquidation of an associate	-	-	-	(4)	-	N.M.
Loss on waiver of debts	(862)	-	N.M.	(862)	(31)	N.M.
Provision for legal liabilities	(182)	(522)	(65.1)	(182)	(522)	(65.1)
Reversal of fair value gain provided in previous years	-	-	-	(89)	-	N.M.
Finance costs	(249)	(147)	69.4	(762)	(588)	29.6
Operating lease expenses	(84)	(175)	(52.0)	(438)	(701)	(37.5)
Other expenses	(415)	(152)	N.M.	(1,264)	(706)	79.0
Total cost and expenses	(4,300)	(9,366)	(54.1)	(18,847)	(13,988)	34.7
Results from operations activities	(4,154)	(8,742)	(52.5)	(17,986)	(11,965)	50.3

N.M. - not meaningful

Note: Due to its restructuring efforts, the Group has changed the presentation of the income statement from the functional method to the nature method. The new presentation will give users of the financial statements a better idea of the restructured operations of the Group.



DISA Limited

(formerly known as Equation Summit Limited)

(Company Registration No. 197501110N)

Unaudited Financial Statement for the financial year ended 30 June 2017

	4rd Qtr ended 30 June 2017	4rd Qtr ended 30 June 2016	Increase/ (Decrease) %	12 months ended 30 June 2017	12 months ended 30 June 2016	Increase/ (Decrease) %
	\$'000	\$'000		\$'000	\$'000	
Results from operations activities	(4,154)	(8,742)	(52.5)	(17,986)	(11,965)	50.3
Share of results of associates	-	-	-	-	(1)	N.M.
Share of results of joint ventures	130	(31)	N.M.	27	(330)	N.M.
Loss before income tax from continuing operations	(4,024)	(8,773)	(54.1)	(17,959)	(12,296)	46.1
Income tax credit	60	60	0.0	238	239	(0.4)
Loss from continuing operations, net of tax	(3,964)	(8,713)	(54.5)	(17,721)	(12,057)	47.0
Discontinued operations						
(Loss)/Profit from discontinued operations, net of tax	(28)	6	N.M.	84	323	(74.0)
Loss for the financial period/year	(3,992)	(8,707)	(54.2)	(17,637)	(11,734)	50.3
Attributable to:						
Owners of the Company						
Loss from continuing operations, net of tax	(3,959)	(7,722)	(48.7)	(16,079)	(11,050)	45.5
(Loss)/Profit from discontinued operations, net of tax	(49)	18	N.M.	50	245	(79.6)
	(4,008)	(7,704)	(48.0)	(16,029)	(10,805)	48.3
Non-controlling interests						
Loss from continuing operations, net of tax	(5)	(991)	(99.5)	(1,642)	(1,007)	63.1
Profit/(Loss) from discontinued operations, net of tax	21	(12)	N.M.	34	78	(56.4)
	16	(1,003)	N.M.	(1,608)	(929)	73.1
Loss for the financial period/year	(3,992)	(8,707)	(54.2)	(17,637)	(11,734)	50.3
Statement of Comprehensive Income						
Loss for the financial period/year	(3,992)	(8,707)	(54.2)	(17,637)	(11,734)	50.3
Other comprehensive income:						
Foreign currency translation differences from foreign subsidiaries	640	(15)	N.M.	682	(79)	N.M.
Realisation of foreign currency translation on liquidation of an associate	(2)	-	N.M.	-	-	-
Other comprehensive income for the financial period/year	638	(15)	N.M.	682	(79)	N.M.
Total comprehensive income for the financial period/year	(3,354)	(8,722)	(61.5)	(16,955)	(11,813)	43.5
Attributable to:						
Owners of the Company						
Loss from continuing operations, net of tax	(4,018)	(7,736)	(48.1)	(16,087)	(11,106)	44.8
(Loss)/Profit from discontinued operations, net of tax	(49)	18	N.M.	50	245	(79.6)
	(4,067)	(7,718)	(47.3)	(16,037)	(10,861)	47.7
Non-controlling interests						
Profit/(Loss) from continuing operations, net of tax	692	(992)	N.M.	(952)	(1,030)	(7.6)
Profit/(Loss) from discontinued operations, net of tax	21	(12)	N.M.	34	78	(56.4)
	713	(1,004)	N.M.	(918)	(952)	(3.6)
Total comprehensive income for the financial period/year	(3,354)	(8,722)	(61.5)	(16,955)	(11,813)	43.5

N.M. - not meaningful



DISA Limited
 (formerly known as Equation Summit Limited)
 (Company Registration No. 197501110N)

Unaudited Financial Statement for the financial year ended 30 June 2017

1(a)(ii) Loss for the financial period/year is stated after charging/(crediting) the following:

	4rd Qtr ended 30 June 2017	4rd Qtr ended 30 June 2016	12 months ended 30 June 2017	12 months ended 30 June 2016
	\$'000	\$'000	\$'000	\$'000
(inclusive of both continuing and discontinued operations)				
Interest income	(54)	(38)	(147)	(132)
Gain on disposal of property, plant and equipment	(22)	-	(97)	-
Gain on disposal of joint ventures	(28)	-	(28)	-
Reversal of long outstanding payables and overstated accruals	-	(61)	(28)	(699)
Currency exchange gain - net	(64)	(11)	(18)	(71)

1(a)(iii) Results of the discontinued operations are as follow:

	4rd Qtr ended 30 June 2017	4rd Qtr ended 30 June 2016	12 months ended 30 June 2017	12 months ended 30 June 2016
	\$'000	\$'000	\$'000	\$'000
Revenue				
Sale of goods	-	107	157	387
Other income	230	309	1,190	1,479
Total revenue	<u>230</u>	<u>416</u>	<u>1,347</u>	<u>1,866</u>
Cost and expenses				
Cost of services	-	(35)	(123)	(150)
Depreciation of property, plant and equipment	(2)	(4)	(13)	(19)
Employee benefits expenses	(20)	(65)	(115)	(276)
Legal and professional fees	(1)	(18)	(5)	(26)
Impairment loss on trade and other receivables	-	(30)	-	(30)
Write-off of property, plant and equipment	(7)	-	(7)	-
Operating lease expenses	(231)	(241)	(925)	(975)
Other expenses	3	(17)	(75)	(67)
Total expenses	<u>(258)</u>	<u>(410)</u>	<u>(1,263)</u>	<u>(1,543)</u>
(Loss)/Profit before income tax from discontinued operations	(28)	6	84	323
Income tax expense	-	-	-	-
(Loss)/Profit from discontinued operations, net of tax	<u>(28)</u>	<u>6</u>	<u>84</u>	<u>323</u>



DISA Limited

(formerly known as Equation Summit Limited)

(Company Registration No. 197501110N)

Unaudited Financial Statement for the financial year ended 30 June 2017

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	
	<u>30 June 2017</u>	<u>30 June 2016</u>	<u>30 June 2017</u>	<u>30 June 2016</u>
	\$'000	\$'000	\$'000	\$'000
Non-current assets				
Property, plant and equipment	456	164	387	97
Intangible assets	11,939	13,343	-	-
Subsidiaries	-	-	16,724	14,721
Associates	-	27	-	-
Joint ventures	-	19	-	280
Trade and other receivables	91	960	-	1,102
Other non-current assets	120	6,059	140	755
	<u>12,606</u>	<u>20,572</u>	<u>17,251</u>	<u>16,955</u>
Current assets				
Inventories	-	71	-	-
Trade and other receivables	814	3,594	66	100
Other current assets	949	1,567	102	480
Cash and bank balances	20,165	5,343	19,547	4,520
Financial assets, available-for-sale	2,222	2,222	2,222	2,222
	<u>24,150</u>	<u>12,797</u>	<u>21,937</u>	<u>7,322</u>
Total assets	<u>36,756</u>	<u>33,369</u>	<u>39,188</u>	<u>24,277</u>
Equity attributable to owners of the Company				
Share capital	37,140	154,474	37,140	154,474
Reserves	4,358	4,397	3,666	3,695
Accumulated losses	(12,879)	(132,438)	(14,661)	(135,302)
	<u>28,619</u>	<u>26,433</u>	<u>26,145</u>	<u>22,867</u>
Non-controlling interests	(10,025)	(9,107)	-	-
Total equity	<u>18,594</u>	<u>17,326</u>	<u>26,145</u>	<u>22,867</u>
Non-current liabilities				
Accruals	-	761	-	176
Financial liabilities	12,018	470	12,018	470
Derivative instrument	-	21	-	-
Deferred tax liabilities	2,029	2,267	-	-
	<u>14,047</u>	<u>3,519</u>	<u>12,018</u>	<u>646</u>
Current liabilities				
Trade and other payables	2,174	3,039	87	348
Accruals	1,222	2,000	923	383
Financial liabilities	15	6,963	15	33
Provision for other liabilities and charges	704	522	-	-
	<u>4,115</u>	<u>12,524</u>	<u>1,025</u>	<u>764</u>
Total liabilities	<u>18,162</u>	<u>16,043</u>	<u>13,043</u>	<u>1,410</u>
Total equity and liabilities	<u>36,756</u>	<u>33,369</u>	<u>39,188</u>	<u>24,277</u>

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

Amount repayable in one year or less, or on demand

30 June 2017 (\$'000)		30 June 2016 (\$'000)	
Secured	Unsecured	Secured	Unsecured
15	-	6,963	-

Amount repayable after one year

30 June 2017 (\$'000)		30 June 2016 (\$'000)	
Secured	Unsecured	Secured	Unsecured
100	11,918	85	385

Details of collateral

As at 30 June 2017, total borrowings included secured liabilities of \$115,000 (30 June 2016: \$7,048,000) for the Group. As at 30 June 2016, secured loans included other finance lease liabilities that were fully repaid as at 30 June 2017 (30 June 2016: \$6,930,000). These secured loans were secured by security charges which provided for fixed charge on certain equipment to be supplied to a customer and deed of assignment on proceeds arising from certain project of a subsidiary. Personal guarantee was given by a minority shareholder of a subsidiary. In addition, corporate guarantee was given by the Company. Other finance lease liabilities of the Group amounting to \$115,000 (30 June 2016: \$118,000) are secured by the rights to leased motor vehicle.

The remaining unsecured liability includes Redeemable Convertible Bonds ("**RCB**") of \$12,000,000 (30 June 2016: Nil) issued by the Company as at 30 June 2017. The unsecured, interest-bearing loan of \$385,000 has been fully repaid as at 30 June 2017 (30 June 2016: \$385,000).

On 27 December 2016, the Company entered into a RCB agreement with Wang Yu Huei, Tang Wee Loke, Lee Teong Sang and Tsai Yi-Chen, the ("**Investors**"), pursuant to which, the Investors agreed to subscribe for an aggregate subscription amount of \$12,000,000 pursuant to the terms of the RCB agreement. The bonds can be converted into the Company's ordinary shares at any time between 23 December 2017 and 23 December 2018. Shareholders' approval has been obtained on 13 February 2017 in relation to the RCB agreement.

The RCB bear an interest rate at 9% per annum and Investors can elect to have all interest due by way of allotment and issuance of ordinary shares in the Company in lieu of receiving payment of interest in cash. Please refer to the Company's circular dated 20 January 2017 for more details on the RCB.

Unaudited Financial Statement for the financial year ended 30 June 2017

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.

1(c)(i) Consolidated Statement of Cash Flows

	4rd Qtr ended 30 June 2017	4rd Qtr ended 30 June 2016	12 months ended 30 June 2017	12 months ended 30 June 2016
	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities				
Loss before income tax from continued operations for the financial period/year	(4,024)	(8,773)	(17,959)	(12,296)
(Loss)/Profit before income tax from discontinued operations for the financial period/year	(28)	6	84	323
	<u>(4,052)</u>	<u>(8,767)</u>	<u>(17,875)</u>	<u>(11,973)</u>
Adjustments for:				
- Interest expenses	249	147	762	588
- Interest income	(54)	(38)	(147)	(132)
- Amortisation of intangible assets	351	351	1,404	1,404
- Amortisation of prepayment for rights on use of plant and machinery	-	-	-	78
- Depreciation of property, plant and equipment	29	21	88	83
- Employee share-based payments expense	214	-	834	-
- Gain on disposal of property, plant and equipment	(22)	-	(97)	-
- Gain on disposal of joint ventures	(28)	-	(28)	-
- Loss on disposal of a subsidiary	643	-	643	-
- Loss on liquidation of an associate	-	-	4	-
- Loss on waiver of debts	862	-	862	-
- Impairment loss on other current assets	-	-	17	-
- Impairment loss on prepayment for right, interest in and ownership of granite	-	5,000	5,939	5,000
- Impairment loss on trade and other receivables	149	2,472	2,591	2,472
- Provision for legal liabilities	182	522	182	522
- Reversal of long outstanding payables and overstated accruals	-	(61)	(28)	(699)
- Reversal of fair value gain on derivative instrument recognised in previous years	-	-	89	-
- Share of results of associates	-	-	-	1
- Share of results of joint ventures	(130)	31	(27)	330
- Write-off of property, plant and equipment	7	-	7	-
- Exchange differences	(84)	(32)	(19)	(110)
	<u>(1,684)</u>	<u>(354)</u>	<u>(4,799)</u>	<u>(2,436)</u>
Operating cash flows before working capital changes				
Changes in working capital:				
- Inventories	-	10	71	15
- Trade and other receivables	286	13	103	(519)
- Other current assets	(39)	84	273	129
- Trade and other payables	(165)	5	(719)	(317)
	<u>(1,602)</u>	<u>(242)</u>	<u>(5,071)</u>	<u>(3,128)</u>
Cash used in operations	(1,602)	(242)	(5,071)	(3,128)
Income tax paid	-	-	(1)	-
	<u>(1,602)</u>	<u>(242)</u>	<u>(5,072)</u>	<u>(3,128)</u>
Cash flows from investing activities				
Interest received	54	38	147	132
Purchase of property, plant and equipment	(38)	(3)	(354)	(10)
Proceeds from disposal of joint ventures	39	-	39	-
Proceeds from disposal of property, plant and equipment	75	-	161	-
Proceeds from disposal of a subsidiary, net cash outflow from disposal (Note B)	(114)	-	(114)	-
	<u>16</u>	<u>35</u>	<u>(121)</u>	<u>122</u>
Net cash from/(used in) investing activities	<u>16</u>	<u>35</u>	<u>(121)</u>	<u>122</u>



DISA Limited
(formerly known as Equation Summit Limited)
(Company Registration No. 197501110N)

Unaudited Financial Statement for the financial year ended 30 June 2017

1(c)(i) Consolidated Statement of Cash Flows (Continued)

	4rd Qtr ended 30 June 2017 \$'000	4rd Qtr ended 30 June 2016 \$'000	12 months ended 30 June 2017 \$'000	12 months ended 30 June 2016 \$'000
Cash flows from financing activities				
Interest paid	(1)	(180)	(1,665)	(206)
Net proceeds from issuance of ordinary shares	(1)	-	10,783	-
Net proceeds from issuance of warrants	-	-	-	2,604
Proceeds from convertible bonds	-	-	12,000	-
Proceeds from exercise of share options	15	-	15	-
Proceeds from exercise of warrants	2,349	-	6,509	-
Repayment of finance lease	(96)	(17)	(122)	(67)
Repayment of loan to a third party	-	(114)	(385)	(680)
Repayment of bank borrowings	-	(47)	(115)	(183)
Repayment of convertible loan	-	-	(7,000)	-
Net cash from/(used in) financing activities	2,266	(358)	20,020	1,468
Net increase/(decrease) in cash and cash equivalents	680	(565)	14,827	(1,538)
Cash and cash equivalents at beginning of the financial period/year	19,407	5,860	5,282	6,797
Net effects of exchange rate changes on cash and cash equivalents	17	(13)	(5)	23
Cash and cash equivalents at end of the financial period/year (Note A)	20,104	5,282	20,104	5,282

1(c)(ii) Notes to Consolidated Statement of Cash Flows

Note A:

For the purpose of the consolidated statement of cash flows, the consolidated cash and cash equivalents comprise the following:

	12 months ended 30 June 2017 \$'000	12 months ended 30 June 2016 \$'000
Cash at bank and on hand	4,096	5,282
Short-term bank deposits	16,069	61
Cash and bank balances per Group statement of financial position	20,165	5,343
Less: Deposits placed with banks as security	(61)	(61)
Cash and cash equivalents per consolidated statement of cash flows	20,104	5,282



DISA Limited

(formerly known as Equation Summit Limited)

(Company Registration No. 197501110N)

Unaudited Financial Statement for the financial year ended 30 June 2017

Note B:

On 1 June 2017, the Company announced the disposal of its 60% owned subsidiary, Equation Recycling Pte Ltd ("ERC"), at a consideration of \$1 in cash. The completion date of disposal was on 23 June 2017. Upon the completion of the disposal, ERC ceased to be a subsidiary of the Company. The effect of disposal of ERC is set out below:

Property, plant and equipment	\$ 24,815
Trade and other receivables	121,545
Other current assets	315,051
Cash and bank balances	113,963
Trade and other payables	(633,278)
Accruals	(5,994)
Net identifiable liabilities	<u>(63,898)</u>
Less: Non-controlling interests	707,167
Net assets disposed	<u><u>643,269</u></u>

The aggregate cash outflow arising from the disposal of a subsidiary was:-

Net assets disposed	643,269
Loss on disposal of a subsidiary	<u>(643,268)</u>
Cash proceeds from disposal of a subsidiary	1
Less: Cash and cash equivalents in subsidiary company disposed	<u>(113,963)</u>
Net cash outflow on disposed	<u><u>(113,962)</u></u>

Unaudited Financial Statement for the financial year ended 30 June 2017

1(d)(i) A statement (for the issuer and group) showing either (a) all changes in equity or (b) 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.

Statements of Changes in Equity

Group

	Share capital	Equity component of convertible bonds	Foreign currency translation reserve	Share option reserve	Other capital reserves	Accumulated losses	Total attributable to owners of the Company	Non-controlling interests	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
FY 2017									
Balance as at 1 July 2016	154,474	-	(34)	54	4,377	(132,438)	26,433	(9,107)	17,326
Total comprehensive income									
- Loss for the financial year	-	-	-	-	-	(16,029)	(16,029)	(1,608)	(17,637)
Other comprehensive income for the financial year									
- Foreign currency translation differences from foreign subsidiaries	-	-	(7)	-	-	(1)	(8)	690	682
- Realisation of foreign currency translation on liquidation of an associate	-	-	(3)	-	-	3	-	-	-
Total comprehensive income for the financial year	-	-	(10)	-	-	(16,027)	(16,037)	(918)	(16,955)
Contribution by and distributions to owner									
Issue of shares:									
Conversion of warrants to ordinary shares	6,509	-	-	-	-	-	6,509	-	6,509
Private placements ^(Note A)	10,932	-	-	-	-	-	10,932	-	10,932
- private placement expense	(149)	-	-	-	-	-	(149)	-	(149)
	17,292	-	-	-	-	-	17,292	-	17,292
Others									
Capital reductions	(135,571)	-	-	-	-	135,571	-	-	-
Exercised share options	15	-	-	-	-	-	15	-	15
Equity conversion component of redeemable convertible bonds	-	82	-	-	-	-	82	-	82
Employee share-based payment expenses	-	-	-	834	-	-	834	-	834
Transfer on exercise of share options	-	-	-	(15)	-	15	-	-	-
Transfer on conversion from warrants to shares	930	-	-	-	(930)	-	-	-	-
	(134,626)	82	-	819	(930)	135,586	931	-	931
Balance as at 30 June 2017	37,140	82	(44)	873	3,447	(12,879)	28,619	(10,025)	18,594



DISA Limited
(formerly known as Equation Summit Limited)
(Company Registration No. 197501110N)

Unaudited Financial Statement for the financial year ended 30 June 2017

Group	Equity	Foreign currency	Share option	Other capital	Accumulated	Total attributable	Non-controlling	Total	
	component of	translation							reserve
FY 2016	<u>Share capital</u>	<u>convertible bonds</u>	<u>reserve</u>	<u>reserve</u>	<u>reserves</u>	<u>losses</u>	<u>the Company</u>		<u>\$'000</u>
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance as at 1 July 2015	154,474	-	22	75	1,773	(121,654)	34,690	(8,155)	26,535
Total comprehensive income									
- Loss for the financial year	-	-	-	-	-	(10,805)	(10,805)	(929)	(11,734)
Other comprehensive income for the financial year									
- Foreign currency translation differences from foreign subsidiaries	-	-	(56)	-	-	-	(56)	(23)	(79)
Total comprehensive income for the financial year	-	-	(56)	-	-	(10,805)	(10,861)	(952)	(11,813)
Contribution by and distributions to owner									
Issue of warrants ^(Note B)	-	-	-	-	2,798	-	2,798	-	2,798
- warrants issue expense	-	-	-	-	(194)	-	(194)	-	(194)
	-	-	-	-	2,604	-	2,604	-	2,604
Others									
Expiry of employee share options	-	-	-	(21)	-	21	-	-	-
Balance as at 30 June 2016	154,474	-	(34)	54	4,377	(132,438)	26,433	(9,107)	17,326

Unaudited Financial Statement for the financial year ended 30 June 2017

Company

	Share capital	Equity component of convertible bonds	Share option reserve	Other capital reserves	Accumulated losses	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
FY 2017						
Balance as at 1 July 2016	154,474	-	54	3,641	(135,302)	22,867
Total comprehensive income for the financial year	-	-	-	-	(14,945)	(14,945)
Capital reduction	(135,571)	-	-	-	135,571	-
Conversion from warrants to shares	6,509	-	-	-	-	6,509
Exercised share options	15	-	-	-	-	15
Equity conversion component of redeemable convertible bonds	-	82	-	-	-	82
Employee share-based payment expenses	-	-	834	-	-	834
Private placements ^(Note A)	10,932	-	-	-	-	10,932
- issue of private placement expense	(149)	-	-	-	-	(149)
Transfer on exercise of share options	-	-	(15)	-	15	-
Transfer on conversion from warrants to shares	930	-	-	(930)	-	-
Balance as at 30 June 2017	37,140	82	873	2,711	(14,661)	26,145
FY 2016						
Balance as at 1 July 2015	154,474	-	75	1,037	(117,206)	38,380
Total comprehensive income for the financial year	-	-	-	-	(18,117)	(18,117)
Expiry of employee share options	-	-	(21)	-	21	-
Issue of warrants ^(Note B)	-	-	-	2,798	-	2,798
- warrants issue expense	-	-	-	(194)	-	(194)
Balance as at 30 June 2016	154,474	-	54	3,641	(135,302)	22,867

Note A: On 15 November 2016 and 9 December 2016, new ordinary shares were issued pursuant to the private placements announced on 24 October 2016, 25 November 2016 and 28 November 2016.

Note B: Prepaid capital contributions were related to irrevocable undertakings given by two shareholders, namely Chng Weng Wah and Starbids Venture Inc. ("Undertaking Shareholders") on 26 May 2015 to subscribe for their entitlements of total 877,746,718 warrants at an issue price of \$0.001 for each warrant, pursuant to the warrants issue announced on 26 May 2015. The Undertaking Shareholders had made advance payment for their respective subscription sums of aggregate \$878,000 to the Company in May 2015. This amount of \$878,000 was recorded as Prepaid Shares Reserves as at 30 June 2015. Upon issuance and allotment of the warrants on 3 August 2015, the amount of \$878,000 was reclassified to Capital Reserves.

Unaudited Financial Statement for the financial year ended 30 June 2017

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.

A) Changes in share capital during the financial period

	<u>Q4 FY2017</u>	<u>Q4 FY2016</u>
As at beginning of the period	6,988,122,333	5,113,729,645
Issuance of new ordinary shares pursuant to:		
- exercise of warrants	335,516,770	-
- exercise of share options	2,500,000	-
As at end of the period	<u>7,326,139,103</u>	<u>5,113,729,645</u>

The issued share capital of the Company as at 30 June 2017 comprises 7,326,139,103 (30 June 2016: 5,113,729,645) ordinary shares.

B) Share options - DISA Employee Share Option Scheme 2010 ("ESOS")

	<u>30 June 2017</u>	<u>30 June 2016</u>
Outstanding share options	52,500,000	10,000,000

C) Treasury shares

No treasury shares were held by the Company as at 30 June 2017 and 30 June 2016.

D) Subsidiary holdings

No subsidiary holdings were held by the Company as at 30 June 2017 and 30 June 2016.

E) Convertible bonds

As at 30 June 2017, the outstanding convertible bonds of the Company which are convertible at the Investors' option into up to 1,287,272,727 ordinary shares of the Company pursuant to the terms of the RCB agreement (30 June 2016: 444,602,525) (refer 1(b)(ii)).

F) Warrants

As at 30 June 2017, the number of shares that may be issued on conversion of the outstanding warrants expiring on 2 August 2017 is 2,746,267,598 (30 June 2016: 3,676,177,056). As at the date of the announcement, the warrants have expired.

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.

	<u>30 June 2017</u>	<u>30 June 2016</u>
Total number of ordinary issued shares excluding treasury shares	<u>7,326,139,103</u>	<u>5,113,729,645</u>

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.

The Company does not have any treasury shares.

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.

The Company does not have any subsidiary holdings.

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 our auditors.

Unaudited Financial Statement for the financial year ended 30 June 2017

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

The figures have not been audited or reviewed by our auditors.

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 under paragraph 5 below, the Group has applied the same accounting policies and methods of computation for the current financial year compared with the audited financial statements for the financial year ended 30 June 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 adopted the new/revised FRSs and Interpretations of FRSs ("INT FRSs") that are effective for accounting period beginning on or before 1 July 2016. The adoption of these new/revised FRSs and INT FRSs did not result in any material change to the Group's accounting policies or any significant impact on the financial statements.

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.

Basic and diluted earnings per share (cents per share)

From continuing operations attributable to equity owners of the Company
From discontinued operations attributable to equity owners of the Company
- Weighted average number of ordinary shares in issue

Group		Group	
4rd Qtr ended 30 June 2017	4rd Qtr ended 30 June 2016	12 months ended 30 June 2017	12 months ended 30 June 2016
(0.06)	(0.15)	(0.26)	(0.22)
(0.00)	0.00	0.00	0.00
7,073,857,889	5,113,729,645	6,154,677,002	5,113,729,645

As the exercise / conversion of the share options, convertible bonds and warrants are anti-dilutive, the diluted earnings per share is the same as the basic earnings per share.

**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 attributable to owners of the
Company and non-controlling interests based on issued share capital (cents)

Group		Company	
As at 30 June 2017	As at 30 June 2016	As at 30 June 2017	As at 30 June 2016
0.25	0.34	0.36	0.45

The net asset value per ordinary share attributable to owners of the Company and non-controlling interests is computed based on 7,326,139,103 (30 June 2016: 5,113,729,645) ordinary shares as at 30 June 2017.

Unaudited Financial Statement for the financial year ended 30 June 2017

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.

(A) Income Statement (Fourth Quarter Ended 30 June 2017 ("Q4 FY2017") versus Fourth Quarter Ended 30 June 2016 ("Q4 FY2016") and 12 Months Ended 30 June 2017 ("12M FY2017") versus 12 Months Ended 30 June 2016 ("12M FY2016"))

Continuing operations

i) Revenue

The Group's revenue decreased by \$150,000 or 72.1% from \$208,000 in Q4 FY2016 to \$58,000 in Q4 FY2017 ("QoQ"). This was mainly due to decrease in sales in Energy Management Services segment of \$196,000; partially mitigated by the increase in sales in Technology segment of \$46,000. The decrease in sales in Energy Management Services segment was mainly due to lower revenue generated from consultancy services while the increase in sales in Technology segment was mainly due to revenue generated from sales of asset protection system during Q4 FY2017.

On a year-to-date ("YoY") comparison, the Group's revenue decreased by \$125,000 or 27.8% from \$450,000 in 12M FY2016 to \$325,000 in 12M FY2017. This was mainly due to decrease in sales in Energy Management Services segment of \$215,000; partially mitigated by increase in sales in Technology segment of \$90,000. The decrease in sales in Energy Management Services segment was mainly due to lower revenue generated from consultancy services while the increase in sales in Technology segment was due to revenue generated from sales of asset protection system. The breakdown of revenue is represented in Table A below:

Table A

	4rd Qtr ended <u>30 June 2017</u> \$'000	% to total revenue	4rd Qtr ended <u>30 June 2016</u> \$'000	% to total revenue	12 months ended <u>30 June 2017</u> \$'000	% to total revenue	12 months ended <u>30 June 2016</u> \$'000	% to total revenue
Energy Management Services	12	20.7%	208	100.0%	235	72.3%	450	100.0%
Technology	46	79.3%	-	0.0%	90	27.7%	-	0.0%
	58	100.0%	208	100.0%	325	100.0%	450	100.0%

ii) Other income

Other income decreased by \$328,000 (or 78.8%) from \$416,000 in Q4 FY2016 to \$88,000 in Q4 FY2017. This was mainly attributable to (i) decrease in reversal of long outstanding payables and overstated accruals of \$40,000; (ii) decrease in rental income of \$167,000 from the leasing of office space due to expiry of lease agreement; (iii) decrease in rental income from related parties of \$17,000 from the usage of facilities at the Company's current operating office; (iv) one-off cash received from liquidation of a subsidiary of \$149,000 in Q4 FY2016; and (v) adjustment on reconciliation of yearly interest of \$24,000; partially offset by (i) gain on disposal of property, plant and equipment of \$22,000; (ii) gain on disposal of joint ventures of \$28,000; and (iii) increase in interest income of \$16,000.

On YoY basis, other income decreased by \$1,037,000 (or 65.9%) for 12M FY2017 as compared to 12M FY2016. This was mainly attributable to (i) decrease in rental income of \$19,000 from the usage of facilities at the Company's current operating office; (ii) decrease in rental income of \$467,000 from the leasing of office space due to expiry of lease agreement; (iii) decrease in government grants and rebates of \$7,000; (iv) reversal of long outstanding payables and overstated accruals of \$505,000 in 12M FY2016; and (v) one-off cash received from liquidation of a subsidiary of \$149,000 in FY2016; partially offset by (i) gain on disposal of property, plant and equipment of \$22,000; (ii) gain on disposal of joint ventures of \$28,000; (iii) reconciliation of yearly interest of \$42,000 from one of the Company's subsidiary's project; and (iv) increase in interest income of \$14,000.

iii) Cost and expenses

The total cost and expenses decreased by \$5,066,000 (or 54.1%) from \$9,366,000 in Q4 FY2016 to \$4,300,000 in Q4 FY2017. This was mainly due to (i) decrease in cost of services ("COS") of \$44,000, mainly due to lower COS recorded by the Energy Management Services segment of \$13,000, in line with the decrease in sales in Energy Management Services segment; (ii) decrease in impairment loss on prepayment for rights, interest in and ownership of granite of \$5,000,000; (iii) decrease in impairment loss on trade and other receivables of \$2,293,000; (iv) decrease in provision for legal liabilities of \$340,000; and (v) decrease in operating lease expenses of \$91,000 due to expiry of lease agreement; partially offset by (i) higher depreciation of property, plant and equipment of \$10,000; (ii) increase in employee benefits expenses of \$765,000, mainly due to new share options of \$214,000 being granted in Q4 FY2017 and increase in management resources to support the expansion of Point of Sale Activation beyond the United State ("US") market to South America and Europe; (iii) increase in legal and professional fee of \$57,000; (iv) loss on disposal of a subsidiary of \$643,000; (v) loss on waiver of debts of \$862,000; (vi) increase in interest expenses of \$102,000, mainly due to convertible bonds interest accrued arising from new redeemable convertible bonds of an aggregate value of \$12,000,000 which was issued and approved during the shareholders' meeting held on 13 February 2017; and (vii) increase in other expenses of \$263,000. The increase in other expenses was mainly due to (i) higher advertisement expense of \$5,000; (ii) higher entertainment expense of \$8,000; (iii) higher directors' fee of \$51,000, mainly due to newly appointed 3 directors during Q4 FY2017; (iv) overprovision of audit fee in Q4 FY2016 of \$65,000; (v) higher transportation and travelling expense of \$57,000 for business purposes; (vi) higher research and development expenses of \$45,000; (vii) higher marketing and business development expenses of \$13,000; (viii) higher telephone, internet and fax expenses of \$57,000; and (ix) higher of upkeep of computer and premises expenses of \$8,000; partially offset by foreign currency movement of net gain of \$54,000.

The total cost and expenses increased by \$4,859,000 (or 34.8%) from \$13,988,000 in 12M FY2016 to \$18,847,000 in 12M FY2017. This was mainly due to (i) higher depreciation of property, plant and equipment of \$11,000; (ii) increase in employee benefits expenses of \$1,607,000, mainly due to new share options of \$834,000 being granted and increase in management resources to support the expansion of Point of Sale Activation beyond the US market to South America and Europe; (iii) increase in legal and professional fee of \$571,000; (iv) impairment loss on other current assets of \$17,000; (v) higher impairment loss on prepayment for rights, interest in and ownership of granite of \$939,000; (vi) higher impairment loss on trade and other receivables of \$149,000; (vii) loss on disposal of a subsidiary of \$643,000; (viii) loss on liquidation of an associate of \$4,000; (ix) higher loss on waiver of debts of \$831,000; (x) reversal of fair value gain provided in previous years of \$89,000; (xi) higher interest expenses of \$174,000, mainly due to convertible bonds interest accrued arising from new redeemable convertible bonds of an aggregate value of \$12,000,000; and (xii) increase in other expenses of \$558,000; partially offset by (i) decrease in COS of \$53,000, mainly due to lower COS recorded by the Energy Management Services segment of \$205,000 during the financial year as mentioned above which in line with the decrease in sales of the Energy Management Services segment; (ii) amortisation of prepayment for rights on use of plant and machinery of \$78,000 in 12M FY2016; (iii) lower provision for legal liabilities of \$340,000; (iv) lower operating lease expenses of \$263,000, mainly due to expiry of lease agreement. The increase in other expenses was mainly attributable to (i) higher advertisement expense of \$23,000; (ii) higher dues and subscriptions membership of \$17,000; (iii) higher directors' fee of \$82,000, mainly due to newly appointed 3 directors during 12M FY2017; (iv) higher entertainment expense of \$11,000; (v) higher fixed assets expensed off of \$11,000; (vi) higher printing and stationary costs of \$15,000; (vii) higher transportation and travelling expenses of \$178,000 for business purposes; (viii) higher in research and development expenses of \$63,000; and (ix) higher marketing and business development expenses of \$9,000; (x) higher telephone, internet and fax expenses of \$61,000; (xi) higher fees paid in relation to the upkeep of computer and premises expenses of \$51,000; and (xii) foreign currency movement of net loss of \$46,000; partially offset by lower audit fee of \$12,000.

Share of results of joint ventures recorded a share of profit of \$130,000 in Q4 FY2017 as compared to share of loss of \$31,000 in Q4 FY2016, mainly due to higher revenue generated from sale of its electronic products.

Share of results of joint ventures recorded a share of profit of \$27,000 in 12M FY2017 as compared to share of loss of \$330,000 in 12M FY2016. The reason are as explained above.

Due to the reasons above, the Group recorded a net loss before tax from continuing operations of \$4,024,000 and \$17,959,000 in Q4 FY2017 and 12M FY2017 respectively.

(B) Statements of Financial Position

Total assets of the Group increased by \$3,387,000 from \$33,369,000 as at 30 June 2016 to \$36,756,000 as at 30 June 2017 mainly due to the following:

- i) Property, plant and equipment increased by \$292,000, and was mainly due to the addition of fixed assets of \$474,000; partially offset against the disposal of property, plant and equipment and depreciation charge for the financial year.
- ii) Intangible assets represent core technology of Disa Asset Protection system. Intangible asset decreased by \$1,404,000 from \$13,343,000 as at 30 June 2016 to \$11,939,000 as at 30 June 2017. This was mainly due to an amortisation charge for the financial year.
- iii) Other non-current assets were mainly consists of prepayment for the rights, interest in and ownership of granite in Indonesia paid to PT Kawasan Dinamika Harmonitama ("KDH") and club membership. Other non-current assets decreased by \$5,939,000 from \$6,059,000 as at 30 June 2016 to \$120,000 as at 30 June 2017. This was mainly due to full impairment loss on prepayment for rights, interest in and ownership of granite in Indonesia during the financial year.
- iv) Inventories decreased by \$71,000 from \$71,000 as at 30 June 2016 to Nil as at 30 June 2017, mainly due to stock clearance during the financial year.
- v) Total trade and other receivables decreased by \$3,649,000 from \$4,554,000 as at 30 June 2016 to \$905,000 as at 30 June 2017. This was mainly due to impairment loss on trade and other receivables of \$2,434,000 from KDH and waiver of debts due from a joint venture of \$862,000 during the financial year.
- vi) Increase in cash and balances of \$14,822,000 (Refer to explanation in "8(C) Cash flow" below).

Total liabilities of the Group increased by \$2,119,000 from \$16,043,000 as at 30 June 2016 to \$18,162,000 as at 30 June 2017, and were mainly due to the following:

- i) Trade and other payables decreased by \$865,000 from \$3,039,000 as at 30 June 2016 to \$2,174,000 as at 30 June 2017. This was mainly due to derecognition of trade and other payables of Equation Recycling Pte Ltd of \$633,000 upon its disposal.
- ii) Total accruals decreased by \$1,539,000 from \$2,761,000 as at 30 June 2016 to \$1,222,000 as at 30 June 2017. This was mainly due to (i) decrease in accrued interest of \$1,080,000 mainly resulting from full repayment of accrued interest on convertible loan; and (ii) decrease in accrued staff costs of \$504,000; partially offset by increase in accrued operating costs of \$45,000 during the financial year.
- iii) Total financial liabilities increased by \$4,600,000 from \$7,433,000 as at 30 June 2016 to \$12,033,000 as at 30 June 2017 and this was mainly due to new redeemable convertible bonds of \$12,000,000 from the Investors and new motor vehicle under finance lease of \$120,000; partially offset by (i) repayment of borrowings (including loan to a third party and bank borrowings) of \$500,000; (ii) repayment of finance lease of \$122,000; and (iii) full repayment on convertible loan of \$7,000,000 to the Sculptors Investor during the financial year.
- iv) Total provision for other liabilities and charges increased by \$182,000 from \$522,000 as at 30 June 2016 to \$704,000 as at 30 June 2017 and this was mainly due to provision for litigation claims of \$182,000 for the financial year.
- v) Deferred tax liabilities decreased by \$238,000 from \$2,267,000 as at 30 June 2016 to \$2,029,000 as at 30 June 2017 and this was mainly due to reversal of amortisation charge during the financial year.

(C) Cash Flows

i) Q4 FY2017 vs Q4 FY2016

The Group recorded a net increase in cash and cash equivalents of \$680,000 in Q4 FY2017 compared to net decrease of \$565,000 in Q4 FY2016, mainly due to funds generated/utilised as follows:

Net cash outflow from operating activities for Q4 FY2017 was \$1,602,000. This comprised operating cash flows before working capital changes of \$1,684,000 and adjusted for net working capital inflow of \$82,000. The net working capital inflow was caused by the decrease in trade and other receivables of \$286,000; partially offset by the (i) increase in other current assets of \$39,000; and (ii) decrease in trade and other payables of \$165,000.

Net cash from investing activities for Q4 FY2017 amounted to \$16,000 mainly due to (i) interest received of \$54,000; (ii) proceeds from disposal of joint ventures of \$39,000; and (iii) proceeds from disposal of property, plant and equipment of \$75,000; partially offset by (i) purchase of property, plant and equipment of \$38,000; and (ii) net cash outflow on disposed of a subsidiary of \$114,000.

Net cash from financing activities for Q4 FY2017 amounted to \$2,266,000 mainly due to proceeds from exercise of warrants of \$2,349,000 and proceeds from exercise of share options of \$15,000; partially offset by (i) interest paid of \$1,000; and (ii) repayment of finance lease of \$96,000.

ii) 12M FY2017 vs 12M FY2016

Cash and bank balances (net of overdraft and deposits placed with a bank as security) (refer to 1(C)(ii)) increased by approximately \$14,822,000 from \$5,282,000 as at 30 June 2016 to \$20,104,000 as at 30 June 2017, mainly due to funds generated/utilised as follows:

Net cash outflow for operating activities for 12M FY2017 was \$5,072,000. This comprised operating cash flows before working capital changes of \$4,799,000, adjusted for net working capital outflow of \$272,000. The net working capital outflow was the result of decrease in trade and other payables of \$719,000; partially offset by (i) decrease in inventories of \$71,000; (ii) decrease in trade and other receivables of \$103,000; and (iii) decrease in other current assets of \$273,000.

Net cash outflow used in investing activities for 12M FY2017 amounted to \$121,000 due to (i) purchase of property, plant and equipment of \$354,000; and (ii) net cash outflow on disposal of a subsidiary of \$114,000; partially offset by (i) interest received of \$147,000; (ii) proceeds from disposal of joint ventures of \$39,000; and (iii) proceeds from disposal of property, plant and equipment of \$161,000.

Net cash inflow from financing activities for 12M FY2017 amounted to \$20,020,000 mainly due to (i) net proceeds from issuance of ordinary shares of \$10,783,000; (ii) proceeds from exercise of warrants of \$6,509,000; (iii) proceeds from redeemable convertible bonds of \$12,000,000; and (iv) proceeds from exercise of share options of \$15,000; partially offset by (i) interest paid of \$1,665,000; (ii) repayment of finance lease of \$122,000; (iii) repayment of borrowings (including loan to a third party and bank borrowings) of \$500,000; and (iv) repayment of convertible loan to the Sculptors Investor of \$7,000,000.

(D) Use of Proceeds

i) Private Placement

On 13 December 2016, the Company issued an aggregate of 300,000,000 new shares at S\$0.0099 per share in the issued and paid-up capital of the Company pursuant to a placement agreement entered between the Company and the placement agent ("**Private Placement 1**"). Net proceeds of \$2.97 million was raised. The Company had utilised approximately \$1.7 million for working capital expenditure and repayment of accrued interest from convertible loans purposes as at 30 June 2017.

On 13 December 2016, the Company issued an aggregate of 380,000,000 new shares at S\$0.0099 per share in the issued and paid-up capital of the Company pursuant to a subscription agreement entered between the Company and the subscriber ("**Private Placement 2**"). Net proceeds of \$3.762 million was raised. The Company had utilised approximately \$2.1 million for investments purpose as at 30 June 2017.

	Private Placement 1 \$'000	Private Placement 2 \$'000	Total \$'000
Net proceeds raised	2,970	3,762	6,732
Less: Utilisations			
- Working capital expenditures ^(Note A)	(159)	-	(159)
- Investments	-	(2,067)	(2,067)
- Repayment of accrued interest from convertible loan	(1,576)	-	(1,576)
Balance as at 30 June 2017	<u>1,235</u>	<u>1,695</u>	<u>2,930</u>

Note A: Working capital expenditures consisted of staff salaries and related expenses as well as trade and non-trade payments.

To date, the utilisation of proceeds arising from the Private Placement 1 and Private Placement 2 are consistent with the intended use as described in the use of proceeds announcements dated 25 November 2016 and 28 November 2016 respectively.

Unaudited Financial Statement for the financial year ended 30 June 2017

ii) Warrants

On 3 August 2015, the Company announced a renounceable non-underwritten rights issue of 3,676,177,056 warrants ("Warrants Issue") have been allotted and issued. Net proceeds of \$3.5 million was raised. The net proceeds has been fully utilised for working capital expenditure and repayment of loans as at 30 June 2017.

As at 30 June 2017, 929,909,458 warrants ("Warrants Exercise") has been exercised since the issue of the warrants and a total proceed of about \$6.5 million was raised. The rights to subscribe for new ordinary shares in the capital of the Company by way of exercise of the warrants have expired on 2 August 2017. The status of the proceeds is as follow:

	Warrants Issue \$'000	Warrants Exercise \$'000
Net proceeds raised	3,493	6,509
Less: Utilisations		
- Working capital expenditures ^(Note A)	(1,300)	(1,945)
- Repayment of loans ^(Note B)	(2,193)	(1,173)
Balance as at 30 June 2017	-	3,391

Note A: Working capital expenditures consisted of staff salaries and related expenses, purchase of fixed assets as well as trade and non-trade payments.

Note B: Repayment of loans including accrued interest for working capital purposes.

iii) Convertible bonds

On 27 December 2016, the Company entered into a RCB agreement with Investors pursuant to which, the Investors agreed to subscribe for an aggregate subscription amount of \$12 million pursuant to the terms of the RCB agreement. No proceeds were utilised 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.

No forecast or prospect statement was disclosed to shareholders previously.

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 rolled out its Point of Sale Activation ("PoSA") technology in the United States ("US") in third quarter ended 31 March 2017 ("Q3 FY2017") by selling activation codes to the first batch of vendors. This process continued into Q4 FY2017. Additional vendors for other electronic products have been added to the programme early in the financial year ending 30 June 2018 ("FY2018") and barring unforeseen circumstances, the Company expects this list of vendors of the retailers to grow in FY2018.

The Group is currently engaging retailers in the US on the adoption of the award winning PoSA technology. Plans are underway to add management resources to support the expansion of PoSA beyond the US market to South America and Europe in FY2018.

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 recommended for the financial year ended 30 June 2017.

Unaudited Financial Statement for the financial year ended 30 June 2017

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

13. **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

(a) Primary reporting format -

Business Segments

Financial year ended 30 June 2017

Continuing operations

Revenue and expenses

- External revenue

Total

Share of results of joint ventures

Reportable segment loss after
income tax from continuing operations

Discontinued operations

Profit from discontinued operation after tax

Loss for the financial year, net of tax

Other material non-cash items:

Continuing operations

Interest expense

Depreciation and amortisation

Gain on disposal of property, plant and
equipment

Gain on disposal of joint ventures

Loss on disposal of a subsidiary

Loss on liquidation of an associate

Loss on waiver of debts

Impairment loss on other current assets

Impairment loss on prepayment for right, interest
in and ownership of granite

Impairment loss on trade and other receivables

Provision for legal liabilities

Reversal of fair value gain provided in previous
years

Reportable segment assets

Capital expenditure:

- Property, plant and equipment

Reportable segment liabilities

Discontinued operations

Depreciation and amortisation

Gain on disposal of property, plant and
equipment

Write-off of property, plant and equipment

	E-waste/ Recycling (Note a) \$'000	Supply of Construction Materials \$'000	Energy Management Services \$'000	Technology \$'000	Investment holding & others \$'000	Total \$'000
- External revenue	-	-	235	90	-	325
Total	-	-	235	90	-	325
Share of results of joint ventures	-	-	-	-	27	27
Reportable segment loss after income tax from continuing operations	-	(8,677)	(32)	(3,897)	(5,115)	(17,721)
Profit from discontinued operation after tax						84
Loss for the financial year, net of tax						(17,637)
Interest expense	-	-	(3)	(192)	(567)	(762)
Depreciation and amortisation	-	-	-	(1,420)	(59)	(1,479)
Gain on disposal of property, plant and equipment	-	-	-	-	23	23
Gain on disposal of joint ventures	-	-	-	-	28	28
Loss on disposal of a subsidiary	-	-	-	-	(643)	(643)
Loss on liquidation of an associate	-	-	-	(4)	-	(4)
Loss on waiver of debts	-	-	-	-	(862)	(862)
Impairment loss on other current assets	-	(17)	-	-	-	(17)
Impairment loss on prepayment for right, interest in and ownership of granite	-	(5,939)	-	-	-	(5,939)
Impairment loss on trade and other receivables	-	(2,434)	(128)	-	(29)	(2,591)
Provision for legal liabilities	-	(182)	-	-	-	(182)
Reversal of fair value gain provided in previous years	-	-	-	(89)	-	(89)
Reportable segment assets	-	1,031	472	990	34,263	36,756
Capital expenditure: - Property, plant and equipment	-	-	-	(72)	(402)	(474)
Reportable segment liabilities	-	(2,734)	(41)	(316)	(15,071)	(18,162)
Depreciation and amortisation	(13)	-	-	-	-	(13)
Gain on disposal of property, plant and equipment	74	-	-	-	-	74
Write-off of property, plant and equipment	(7)	-	-	-	-	(7)

Note a: During the financial year 2017, the Group has disposed of its 60% owned subsidiary, Equation Recycling Pte Ltd which represent main reportable segment for E-waste/Recycling of the Group.

Unaudited Financial Statement for the financial year ended 30 June 2017

Primary reporting format -

Business Segments

Financial year ended 30 June 2016

Continuing operations

Revenue and expenses

	<u>E-waste/ Recycling</u> \$'000	<u>Supply of Construction Materials</u> \$'000	<u>Energy Management Services</u> \$'000	<u>Technology</u> \$'000	<u>Investment holding & others</u> \$'000	<u>Total</u> \$'000
- External revenue	-	-	450	-	-	450
Total	-	-	450	-	-	450
Share of results of associates	-	-	-	(1)	-	(1)
Share of results of joint ventures	-	-	-	-	(330)	(330)
Reportable segment profit/(loss) after income tax from continuing operations	-	(5,100)	206	(4,950)	(2,213)	(12,057)

Discontinued operations

Profit from discontinued operation after tax						323
Loss for the financial year, net of tax						(11,734)

Other material non-cash items:

Continuing operations

Interest expense	-	(16)	(20)	(540)	(12)	(588)
Depreciation and amortisation	-	-	-	(1,416)	(52)	(1,468)
Impairment loss on prepayment for right, interest in and ownership of granite	-	(5,000)	-	-	-	(5,000)
Impairment loss on trade and other receivables	-	-	-	(2,371)	(71)	(2,442)
Provision for legal liabilities	-	(522)	-	-	-	(522)
Reversal of long outstanding payables and overstated accruals	-	522	-	-	12	534
Reportable segment assets	-	9,415	937	915	21,435	32,702
Capital expenditure:						
- Property, plant and equipment	-	-	-	(4)	(6)	(10)
Reportable segment liabilities	-	(2,526)	(198)	(9,018)	(3,635)	(15,377)

Discontinued operations

Depreciation and amortisation	(19)	-	-	-	-	(19)
Impairment loss on trade and other receivables	(30)	-	-	-	-	(30)
Reversal of long outstanding payables and overstated accruals	165	-	-	-	-	165
Reportable segment assets	667	-	-	-	-	667
Reportable segment liabilities	(666)	-	-	-	-	(666)

Unaudited Financial Statement for the financial year ended 30 June 2017

**(b) Secondary reporting format -
Geographical Segments**

	Total Revenue		Total Consolidated Assets		Total Capital Expenditure	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
Continuing operations						
Singapore	316	450	36,385	32,161	446	10
United States	9	-	172	-	27	-
Others	-	-	199	541	1	-
Total	325	450	36,756	32,702	474	10
Discontinued operations						
Singapore	157	387	-	667	-	-
Total	157	387	-	667	-	-

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

Please refer to item 8 and 13 above.

15. A breakdown of sales as follows:-

	Group Year Ended 30 June 2017 \$'000	Group Year Ended 30 June 2016 \$'000	Group Increase/ (decrease) %
Continuing operations			
(a) Sales reported for first half year	146	194	(24.7%)
(b) Loss after tax but before deducting non-controlling interests reported for first half year	(3,104)	(2,675)	16.0%
(c) Sales reported for second half year	179	256	(30.1%)
(d) Loss after tax but before deducting non-controlling interests reported for second half year	(14,617)	(9,382)	55.8%
Discontinued operations			
(a) Sales reported for first half year	155	189	(18.0%)
(b) Profit after tax but before deducting non-controlling interests reported for first half year	49	221	(77.8%)
(c) Sales reported for second half year	(155)	(189)	(18.0%)
(d) Profit after tax but before deducting non-controlling interests reported for second half year	35	102	(65.7%)

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

No dividend was declared for this financial year and previous financial year.

17. If the group has obtained a general mandate from shareholder for interested person transactions ("IPT"), the aggregate value of such transactions are required under Rule 920 (1)(a)(ii). If no IPT mandate has been obtained a statement to that effect.

The Company has no general IPT mandate and no IPT transactions for the period under review.

Unaudited Financial Statement for the financial year ended 30 June 2017

18. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Chng Weng Huat	53	Sibling of Mr Chng Weng Wah	Solution Director from 1-05-2017. Duties: To assist Senior Vice President of Global Solution to provide support/assistance to suppliers to DiSa-Enabled their products.	Technical Director from 1-11-2010 to 30-04-2017. Duties: Manage the technical aspect of the Group's current business as well as for all new projects.

19. Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1)

The Company has procured undertakings from all its directors and executive officers in the format set out in Appendix 7H of the Catalist Rules.

BY ORDER OF THE BOARD

CHNG WENG WAH
Executive Director/Chief Executive Officer

29 August 2017