INNOPAC HOLDINGS LIMITED
(Company Registration No. 197301788K)

Financial Statement & Dividend Announcement for the Third Quarter (9 Months) ended 31 March 2019 (Unaudited)

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

	GROUP Q3			GROUP (9M months)		
	1.1.2019 to 31.3.2019 S$'000	**1.1.2018 to 31.3.2018 S$'000**	**+/(-) %**	**1.7.2018 to 31.3.2019 S$'000**	**1.7.2017 to 31.3.2018 S$'000**	**+/(-) %**
Revenue						
Net gain on trading of marketable securities	**-**	-	-	-	14	(100)
Rental income from investment properties	**18**	11	63.6	38	73	(47.9)
	18	11	63.6	38	87	(56.3)
Other operating (expenses)/income						
- Net gain from investment trading activities	**-**	66	(100.0)	17	85	(80.0)
Other income	**13**	1	1200.0	106	4	2550.0
Administrative expenses	**(242)**	(221)	9.5	(771)	(789)	(2.3)
Other expenses	**(81)**	(533)	(84.8)	(1,029)	(7,289)	(85.9)
Finance income	**-**	-	-	-	-	-
Finance costs	**(39)**	4	(1,075)	(63)	(3)	2000.0
Share of profit/ (loss) of joint venture	**-**	(1)	(100)	2	(6)	(133.3)
Loss before tax	**(331)**	**(673)**	**(50.8)**	**(1,700)**	**(7,911)**	**(78.5)**
Tax (expenses)/credit	(2)	-	n.m	(31)	19	(263.2)
Loss for the period	**(333)**	**(673)**	**(50.5)**	**(1,731)**	**(7,892)**	**(78.1)**
Other comprehensive (loss)/ income, net of tax						
Items that may be reclassified subsequently to profit or loss:						
Exchange differences on translation of foreign operations	26	182	(85.7)	(69)	331	(120.8)
Total comprehensive loss	**(307)**	**(491)**	**(37.5)**	**(1,800)**	**(7,561)**	**(76.2)**
Loss attributable to:						
Owners of the Company	(335)	(685)	(51.1)	(1,725)	(7,845)	(78.0)
Non-controlling interests	2	12	(83.3)	(6)	(47)	(87.2)
Total comprehensive loss attributable to :						
Owners of the Company	(309)	(503)	(38.6)	(1,794)	(7,514)	(76.1)
Non-controlling interests	2	12	(83.3)	(6)	(47)	(87.2)

n.m. : not meaningful

Notes: The Company changed its financial year end from 31 December to 30 June (please refer to the announcement reference no.SG180110OTHR7LX3 dated 10 January 2018). The financial period for FY2019 will now cover 12 month period from 01 July 2018 to 30 June 2019. For the purposes of this results announcement:

- The financial period from 1 January 2017 to 30 June 2018 shall be referred to as "FY2018";
- The current financial year, being the period from 1July 2018 to 30 June 2019, shall be referred to as "FY2019";
- The financial quarter from 1 January 2019 to 31 March 2019 shall be referred to as "Q3 2019"; and
- The financial quarter from preceding financial year from 1 January 2018 to 31 March 2018, will be referred to as "Q3 2018".

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

	GROUP		COMPANY	
	31.3.2019 (Unaudited) S$'000	30.06.2018 (Audited) S$'000	31.3.2019 (Unaudited) S$'000	30.06.2018 (Audited) S$'000
ASSETS				
Non-current Assets :				
Subsidiaries	-	-	2,322	2,322
Property, plant and equipment	63	69	27	28
Investment properties	8,853	9,008	-	-
Investments in joint venture	773	773	-	-
Available-for-sale investments	4,600	4,600	4,600	4,600
	14,289	14,450	6,949	6,950
Current Assets :				
Investments held for trading	83	66	66	72
Trade and other receivables and prepayments	2,325	2,350	1,896	2,683
Cash and cash equivalents	1,120	1,141	99	97
	3,528	3,557	2,061	2,852
TOTAL ASSETS	**17,817**	**18,007**	**9,010**	**9,802**
LIABILITIES AND EQUITY				
Non-Current Liabilities :				
Deferred tax liabilities	359	365	-	-
	359	365	-	-
Current Liabilities :				
Trade and other payables	15,142	14,438	7,383	7,526
Borrowings	998	-	998	-
Provision for directors' fees	67	161	67	161
Tax Payable	305	297	-	-
	16,512	14,896	8,448	7,687
Equity and Reserves :				
Share capital	121,572	121,572	121,572	121,572
Assets revaluation reserve	3,099	3,099	-	-
Share awards reserve	752	752	752	752
Share options reserve	1,154	1,154	1,154	1,154
Foreign currency translation reserve	(546)	(477)	-	-
Accumulated losses	(125,612)	(123,887)	(122,916)	(121,363)
Equity attributable to owners of the Company	419	2,213	562	2,115
Non-controlling interests	527	533	-	-
Total equity	946	2,746	562	2,115
TOTAL LIABILITIES AND EQUITY	**17,817**	**18,007**	**9,010**	**9,802**

1(b)(ii) In relation to the aggregate amount of the Group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:—

(A) the amount repayable in one year or less, or on demand:

As at 31 March 2019	
Secured	Unsecured
S$'000	S$'000
624	374

(B) details of any collaterals:

The Group's secured borrowings are from a company and repayable in one year or less, or on demand as announced on (SG1810080OTHRK9VW). The borrowings are secured by fixed and floating charges over certain investment properties of the Malaysia subsidiaries. The secured investment properties are a residential apartment, 2 shop houses and a commercial industrial land. The unsecured borrowings are advances that were previously classified as non-trade creditors and have been reclassified into borrowings in this quarter upon confirmation of agreements. They are payable on demand.

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.

	GROUP		GROUP	
	Q3		Q3 (9months)	
	1.1.2019 to 31.3.2019 S$'000	1.1.2018 to 31.3.2018 S$'000	1.7.2018 to 31.3.2019 S$'000	1.7.2017 to 31.3.2018 S$'000
Cash flows from operating activities :				
Loss for the period	(333)	(673)	(1,731)	(7,892)
Adjustments for :				
Tax expenses/(credit) recognised in profit or loss	2	-	31	(19)
Share of (profits)/loss of joint ventures	-	1	(2)	6
Net losses/(gains) from investments held for trading	-	(66)	(17)	(85)
Fair value gain on investment property	-	-	-	-
Impairment loss of trade and other receivables	-	-	-	72
Loss on disposal of available-for-sale investment	-	542	-	542
Impairment loss on investment in joint venture	-	-	-	5,996
Write off other debtor, deposit & prepayment	-	-	3	-
Depreciation of property, plant and equipment	3	3	9	7
Loss on disposal of investment property	-	3	-	324
Provision for unutilized leave	14	2	20	22
Provision for directors' fee	18	18	67	11
Net unrealised foreign exchange (gain)/loss	(62)	(110)	122	(189)
Finance income	-	-	-	-
Finance costs	39	(4)	63	3
Operating cash flows before working capital changes	(319)	(284)	(1,435)	(1,202)
Investments held for trading	-	-	-	-
Trade and other receivables and prepayments	18	77	(27)	(65)
Trade and other payables	66	(696)	523	(609)
Derivate payables and other liabilities	-	-	-	-
Cash used in operations	(235)	(903)	(939)	(1,876)
Interest paid	(1)	4	(2)	(3)
Tax paid	(2)	-	(24)	(1)
Net cash used in operating activities	**(238)**	**(899)**	**(965)**	**(1,880)**
Cash flows from investing activities :				
Purchase of property, plant and equipment	(3)	-	(3)	(49)
Payments for joint venture investment	-	-	-	(8)
Proceeds from sales of available-for-sale investment	-	1,000	-	1,000
Proceeds from sales of investment property	-	-	-	802
Net cash (used in) / generated from investing activities	**(3)**	**1,000**	**(3)**	**1,745**
Cash flows from financing activities :				
Proceeds from borrowings	226	-	947	**-**
Net cash generated from financing activities	**226**	**-**	**947**	**-**
Net (decrease)/increase in cash and cash equivalents	(15)	101	(21)	(135)
Cash and cash equivalents at the beginning of the period	1,135	1,170	1,141	1,406
Cash and cash equivalents at the end of the period	**1,120**	**1,271**	**1,120**	**1,271**

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

	Share capital	Share awards reserve	Share options reserve	Foreign currency translation reserve	Accumulated (losses)	Asset revaluation reserve	Attributable to equity holders of the Company	Non-controlling interest	Total Equity
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
GROUP									
Balance as at 1.7.2018	**121,572**	**752**	**1,154**	**(477)**	**(123,887)**	**3,099**	**2,213**	**533**	**2,746**
Loss for the period	-	-	-	-	(1,725))	-	(1,725)	(6)	(1,731)
Other comprehensive income/(loss):									
Exchange differences on translating foreign operations	-	-	-	(69)	-	-	(69)	-	(69)
Total other comprehensive income for the period, net of tax	-	-	-	(69)	-	-	(69)	-	(69)
Total comprehensive income/(loss) for the period	-	-	-	(69)	(1,725)	-	(1,794)	(6)	(1,800)
Issue of share under conversion of warrants	-	-	-	-	-	-	-	-	-
Grant of share awards	-	-	-	-	-	-	-	-	-
Grant of share options	-	-		-	-	-	-	-	-
Balance as at 31.3.2019	**121,572**	**752**	**1,154**	(546)	(125,612)	**3,099**	419	**527**	946
Balance as at 1.7.2017	**121,571**	**752**	**1,154**	**(783)**	**(115,299)**	**3,099**	**10,494**	**584**	**11,078**
Loss for the period	-	-	-	-	(7,845)	-	(7,845)	(47)	(7,892)
Other comprehensive (loss)/income:									
Exchange differences on translating foreign operations	-	-	-	331	-	-	331	-	331
Total other comprehensive (loss)/income for the financial period, net of tax	-	-	-	331	-	-	331	-	331
Total comprehensive (loss)/income for the period	-	-	-	331	(7,845)	-	(7,514)	(47)	(7,561)
Issuance of share under conversion of warrants	1	-	-	-	-	-	1	-	1
Balance as at 31.3.2018	**121,572**	**752**	**1,154**	**(452)**	**(123,144)**	**3,099**	**2,981**	**537**	**3,518**

	Share capital	Share awards reserve	Share options reserve	Foreign currency translation reserve	Accumulated (losses)	Asset revaluation reserve	Attributable to equity holders of the Company	Non-controlling interest	Total Equity
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
COMPANY									
Balance as at 1.7.2018	**121,572**	**752**	**1,154**	**-**	**(121,363)**	-	**2,115**	-	**2,115**
Loss for the financial period	**-**	**-**	**-**	**-**	**(1,553)**	**-**	**(1,553)**	**-**	**(1,553)**
Other comprehensive income/ (loss) for the financial period:	-	-	-	-	-	-	-	-	-
Total comprehensive loss for the financial period	-	-	-	-	-	-	-	-	-
Issue of share under conversion of warrants	-	-		-	-	-	-	-	-
Balance as at 31.03.2019	**121,572**	**752**	**1,154**	**-**	**(122,916)**	**-**	**562**	**-**	**562**
Balance as at 1.7.2017	**121,571**	**752**	**1,154**	**-**	**(113,092)**	**-**	**10,385**	**-**	**10,385**
Loss for the financial period	-	-	-	-	(7,509)	**-**	**(7,509)**	**-**	**(7,509)**
Other comprehensive (loss)/income: Exchange differences on translating foreign operations	-	-	-	-	-	-	**-**	-	**-**
Total other comprehensive (loss)/income for the financial period, net of tax	-	-	-	-	-	-	**-**	-	**-**
Total comprehensive (loss)/income for the period	-	-	-	-	(7,509)	**-**	**(7,509)**	**-**	**(7,509)**
Issue of share under conversion of warrants	1	-	-	-	-	-	1	-	**1**
Balance as at 31.03.2018	**121,572**	**752**	**1,154**	**-**	**(120,601)**	-	2,877	-	**2,877**

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.

The share awards, share options, and warrants outstanding during the period under review were as follow:-

GROUP / COMPANY	Number of share awards	No. of share options
Balance as at 1 July 2018	30,000,000	75,500,000
Lapsed / expired	-	-
Balance as at 31 March 2019	30,000,000	75,500,000

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.

GROUP / COMPANY	No. of shares
Balance as at 1 July 2018	4,460,834,645
Issued of shares	-
Balance as at 31 March 2019	4,460,834,645

The total number of issued shares excluding treasury shares as at 31 March 2019 was 4,460,834,645.

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 was no treasury shares in issue as at the end of the current financial period reported on and its corresponding period.

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 sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on and its corresponding period.

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 policies and methods of computation applied by the Group are consistent with those used in its most recently audited financial statements.

5. If there are any changes in 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 same accounting policies and method of computations for the period under review as in the last audited financial statements. The Group had changed its financial year end from 31 December to 30 June (please refer to the announcement reference no.SG180110OTHR7LX3 dated 10 January 2018). The financial period for FY2019 will now cover 12 month period from 01 July 2018 to 30 June 2019.

6. (Losses) / 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 preferential dividends.

	GROUP 9 months ended 31 Mar	
	1.7.2018 to 31.03.2019 Cents	**1.7.2017 to 31.03.2018 Cents**
(Losses) per ordinary share based on net loss attributable to shareholders calculated on:		
(i) weighted average number of ordinary shares	(0.04)	(0.18)
(ii) a fully diluted basis	(0.04)	(0.18)

Losses per ordinary share for 31 March 2019 was calculated based on the weighted average number of shares of 4,460,834,645 (31 March 2019: 4,460, 834,645) in issue during the period. The fully diluted losses per ordinary share for the current financial period reported on was calculated based on the weighted average number of shares of 4,460,834,645 (31 March 2018: 4,460,834,645) in issue during the period.

Diluted loss per share was calculated based on the weighted average number of ordinary shares adjusted for the effects of all dilutive potential ordinary shares. Shares awards granted but not vested, share options granted but not exercised, and warrants in issue at the end of the period under review, were excluded from the calculation of the diluted weighted average number of ordinary shares, as their effects are anti-dilutive.

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.

	GROUP		COMPANY	
	31.03.2019 Cents	**30.06.2018 Cents**	**31.03.2019 Cents**	**30.06.2018 Cents**
Net asset value per ordinary share based on existing issued share capital	0.02	0.06	0.01	0.05

Computation of net asset value per ordinary share was based on 4,460,834,645 issued ordinary shares at the end of the period under review (30 June 2018: 4,460,834,645 ordinary shares).

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) seasonable 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.

Comments on the Group's Statement of Comprehensive Income

3 months to 31 March 2019 ("Q3 2019")

Rental Income from investment properties in Q3 2019, increased by 64% to S$0.02 million. This increase is due to the new lease on the rental of apartment in Kuala Lumpur. There was no transaction on *gain/loss on trading of marketable securities* in this quarter.

Net gains from investment trading activities in Q3 2019 was nil as there were no changes in this quarter. A decreased by 80% as compared to S$0.09million in Q3 2018. These net (losses) / gains are unrealised (losses) / gains arising from the changes in the fair value of the Group's investments in marketable securities.

Other income in Q3 2019 of S$12,600 arose from employees' claim from grant of workforce increased by 1200% compared to Q3 2018.

Administrative expenses increased slightly by 9.5% to S$0.24 million in Q3 2019 as compared to S$0.22 million in Q3 2018 as there was a change in year end and there were no audit fee provision made in the last quarter of Q3 2018.

Other expenses decreased by 85% to S$0.08million in Q3 2019 from S$0.53million in Q3 2018, mainly due to absence of impairment loss on available for sale and joint venture investment.

Loss for the period decreased to S$0.33million from S$0.67million in the corresponding period in Q3 2018.

There was an exchange gain on *translation of foreign operations* of S$0.03 million in Q3 2019, as compared to a gain of S$0.18million in Q3 2018. The exchange differences were mainly due to the net effect in translating the foreign currency denominated financial statements of its subsidiaries into Singapore Dollar for reporting purposes.

9 months to 31 March 2019

Revenue in the 9 months ended 31 March 2019 ("9M 2019") decreased by 56% to S$0.04million from S$0.09 million in the corresponding 9 months ended 31 March 2018, due to an decrease in rental income from the Group's investment properties and absence of trading of marketable securities in 9M 2019.

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The net gain from investment trading activities was reduced by 80% in 9M 2019 due to lower unrealised gains arising from the changes in the fair value of the Group's investments in marketable securities. .

Other income increased by a gain of S$0.11 million in 9M 2019 from S$0.003 million gain in the corresponding 9M ended 31 March 2018 due to a one off income from medical insurance claims and workmen compensation.

Administrative expenses decreased slightly to S$0.77 million in 9M 2019 from S$0.79 million in the corresponding 9M ended 31 March 2018. The decrease was mainly due to decrease in staff cost and provision for accrued leave.

Other expenses decreased by 86% to S$1.03 million in 9M 2019 from S$7.3 million in the corresponding 9M ended 31 March 2018, mainly due to impairment on one of the joint venture impairment loss on available impairment loss on available for sale and joint venture investment.

Finance costs increased significantly to S$0.06 million in 9M 2019 from S$0.003 million in the corresponding 9M ended 31 March 2018 due to borrowing cost interest from short term loan.

Loss for the period decreased by 78% to S$1.7million in 9M 2019 from S$7.9 million in the corresponding 9M ended 31 March 2018.

There was an exchange loss on translation of foreign operations of S$0.07 million in 9M 2019, as compared to a gain of S$0.33 million in the corresponding 9M ended 31 March 2018. The exchange differences were mainly due to the net effect in translating the foreign currency denominated financial statements of its subsidiaries into Singapore dollar for reporting purposes.

Review of the Group's Statement of Financial Position as at 31 March 2019 compared with 30 June 2018

There was a decrease of 9% in *property, plant and equipment* as at 31 March 2019 compared to 30 June 2018 due to depreciation for the plant and equipment.

Investment properties comprised residential and commercial properties held for income and capital gain, decreased to S$8.9 million as at 31 March 2019 from S$9 million as at 30 June 2018. The decrease was mainly due to exchange rate translation losses.

Investments in joint venture remained unchanged at S$0.77 million as at 31 March 2019. The Group's *investments in joint venture* as at 31 March 2019 represents its investment in the gold exploration and exploitation project in the Kyrgyz Republic.

The Group's *available-for-sale investments* as at 31 March 2019 remained unchanged from 30 June 2018 at S$4.6 million, comprising the rights to receive the net proceeds from 60 finished lots f land situated at Falling Waters, Pierce County, Washington State, U.S.A.

Overall, *non-current assets* decreased by 1.1% to S$14.29million as at 31 March 2019 from S$14.45 million as at 30 June 2018.

Current assets decreased slightly by 0.8% to S$3.53 million as at 31 March 2019 from S$3.56 million as at 30 June 2018. The changes were due to:

- *Other receivables and prepayments* decreased 1.06% to S$2.33 million as at 31 March 2019 from S$2.35 million as at 30 June 2018.
- *Cash and cash equivalents* decreased 1.8% to S$1.12 million as at 31 March 2019 from S$1.14 million as at 30 June 2018.

Trade and other payables increased by 4.9% to S$15.14million as at 31 March 2019 from S$14.44 million as at 30 June 2018. The increase was mainly due to increase in unpaid expenses.

Provision for directors' fees decreased by 58% as at 31 March 2019 as compared to 30 June 2018. The director fees for prior years under *provision for director fees* were reclassified and transferred into *other payables* when declared but remain unpaid.

Tax payable increased by 2.7% due to a tax payable of a subsidiary in Malaysia.

The Group's *Current liabilities* increased by 10.8% to S$16.5 million as at 31 March 2019 compared to S$14.9 million as at 30 June 2018.

The Group *Current liabilities* exceeded *current assets* by S$12.9 million as at 31 March 2019.

As at 31 March 2019, the Group's current ratio was 0.21 times, as compared to 0.24 times as at 30 June 2018.

The Group's *Non-current liabilities* declined 1.6% as at 31 March 2019 compared to 30 June 2018 due to revaluation on currency differences. Non-current liabilities were represented by deferred tax liabilities, which is the estimated tax payable calculated on the difference between the carrying amount of the Group's investment properties and its costs.

Total equity decreased 66% to S$0.9 million as at 31 March 2019 from S$2.7million as at 30 June 2018.

Comments on Cash flow

Q3 2019 vs Q3 2018

Operating cash outflows before working capital changes in Q3 2019 were S$0.3 million. These outflows were financed by trade and other payable of S$0.07 million and prepayments of S$0.02 million. Net cash outflows arising from operating activities (after movement in working capital) was S$0.24million. There were $0.23 million cash inflow from proceed of borrowings arising from financing activities and S$3,000 was paid for property, plant and equipment on cash outflow from investing activities for Q3 2019.

Operating cash outflows before working capital changes in Q3 2018 were S$0.28 million. Net cash outflows arising from operating activities (after movement in working capital) was S$0.9million. These outflows were financed by cash inflow from investing activities of S$1 million from proceeds on sale of available-for-sale investment as announced on 17 January 2018 (SG180117OTHRPPZV).

9M 2019 vs 9M 2018

Operating cash outflows before working capital changes for 9 months ended 31 March 2019 ("9M 2019") were S$1.44million. These outflows were financed by trade and other payable of S$0.52 million. Net cash outflows arising from operating activities (after movement in working capital) was S$0.97million. There were $0.95 million cash inflow from proceed of borrowings arising from financing activities and there were S$3,000 paid for property, plant and equipment on cash outflow from investing activities from investing activities for 9M 2019.

Operating cash outflows before working capital changes 9 months ended 31 March 2018 ("9M 2018") were S$1.2 million. Net cash outflows arising from operating activities (after movement in working capital) was S$1.9 million. These outflows were financed by cash inflow from investing activities of S$1.8 million of proceeds from sale of investment property and proceeds on sale of available-for-sale investment as announced on 17 January 2018 (SG180117OTHRPPZV).

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 has been previously disclosed to shareholders.

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 twelve months.

Fund Raising Initiatives by the Company

The Group had announced on 24 April 2019 on the extension long-stop date for the completion of Proposed Placements to 30 June 2019 or such later date as may be agreed to between the Company and the Investors. The Proposed Placements is revised to 6,100,000,000 Shares and the total Placement Consideration is revised to S$6,100,000.00 represent approximately 57.8% of the enlarged issued and paid-up share capital of the Company after the completion of the Proposed Placements.

The Group had on 29 April 2019 submitted the Circular and the Additional Listing Application on the Proposed placement & disposal to SGX-ST for their review and approval. Together with the Circular and Additional Listing Application, the Group had also submitted an application for the extension of the cure period to exit from financial criteria watch-list.

The secured loan drawdown on amount due for $176,440 that fall due on 23 April 2019 had been rolled over and extended until 30 June 2019.

Board Renewal and Succession

In the last week of March 2019, Mr Wong Chin Yong had retired as the Chief Executive Office on 31 March 2019. The Board is head-hunting for a new Chief Executive Officer in view of Mr Wong's notice to retire, and other key personnel. Mr Leng Yew Chee Philip had been re-designated as Executive Director of the Group. The Board had reconstituted Mr Yeoh Meng Yau as the Lead Independent Director and Chairman of the Audit Committee effective 1 April 2019. The Board is currently seeking for suitable candidates to fulfil the requirement of 3 directors in the Audit Committee.

Saxo Bank A/S and Other Litigation

On 4 April 2019, the Company had reached a settlement agreement with Saxo Bank A/S (as announced on SG190404OTHRP17B). The Company had paid a sum of S$6,000 for legal costs and had also paid a deposit sum of S$500,000 to Saxo Capital Markets Pte Ltd. Subject to the Completion of the Proposed Placements, the Company shall set aside the amount of S$3,338,000 from the net proceeds of the Proposed Placements to be paid to Saxo Bank A/S.

The Company had received a summon from CBK Holdings Limited ("CBK") that on 24 April 2019, CBK had filed a winding-up application in the High Court of the Republic of Singapore against the Company in relation to the CBK Claim. The Company is taking advice and considering its options in respect of the Winding-Up Application, including to satisfy the CBK Claim and seek the withdrawal or setting aside of the Winding-Up Application.

11. If a decision regarding dividend has been made:-

(a) Whether an interim (final) ordinary dividend has been declared (recommended)

No dividend has been declared.

(b) (i) Amount per share

Not applicable.

(ii) Previous corresponding period

Not applicable.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which registrable transfers received by the Company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

No dividends have been recommended for the current financial 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.

No IPT mandate has been obtained, and there was no such transaction during the reported financial period.

14. Negative confirmation pursuant to Rule 705(5)

Yeoh Meng Yau and Leng Yew Chee Philip, being two directors of Innopac Holdings Limited, do hereby confirm on behalf of the Company that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the Group's unaudited financial statements for the third quarter ended 31 March 2019 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Yeoh Meng Yau	**Leng Yew Chee Philip**
Director	**Director**
Dated: 15 May 2019	**Dated: 15 May 2019**

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 has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

By Order of the Board

Tan Sock Kheng
Company Secretary

Dated: 15 May 2019