

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

**1(a)(i) 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**

|                                               | Group<br>Six Months ended            |                                      | Increase<br>/ (Decrease) |
|-----------------------------------------------|--------------------------------------|--------------------------------------|--------------------------|
|                                               | 30 Sep 2016<br>("1H2017")<br>S\$'000 | 30 Sep 2015<br>("1H2016")<br>S\$'000 | %                        |
| <b>Revenue</b>                                |                                      |                                      |                          |
| Sales of goods                                | 6,552                                | 5,737                                | 14.21                    |
| Sales of services                             | 12,991                               | 11,017                               | 17.92                    |
| <b>Total revenue</b>                          | <b>19,543</b>                        | <b>16,754</b>                        | <b>16.65</b>             |
| Other income                                  | 232                                  | 165                                  | 40.61                    |
| <b>Costs and expenses</b>                     |                                      |                                      |                          |
| Costs of sales                                | (11,760)                             | (9,982)                              | 17.81                    |
| Staff Costs                                   | (3,031)                              | (2,845)                              | 6.54                     |
| Depreciation of property, plant and equipment | (1,963)                              | (1,961)                              | 0.10                     |
| Foreign exchange gain                         | 173                                  | 937                                  | (81.54)                  |
| Share of result of associates                 | (778)                                | (890)                                | (12.58)                  |
| Other operating expenses                      | (1,382)                              | (1,355)                              | 1.99                     |
|                                               | <b>(18,741)</b>                      | <b>(16,096)</b>                      | <b>16.43</b>             |
| <b>Profit from operations</b>                 | <b>1,034</b>                         | <b>823</b>                           | <b>25.64</b>             |
| Finance expense                               | (546)                                | (502)                                | 8.76                     |
| <b>Profit before taxation</b>                 | <b>488</b>                           | <b>321</b>                           | <b>52.02</b>             |
| Taxation                                      | (98)                                 | -                                    | N.M.                     |
| <b>Profit after taxation</b>                  | <b>390</b>                           | <b>321</b>                           | <b>21.50</b>             |
| <b>Profit attributable to:</b>                |                                      |                                      |                          |
| Equity holders of the parent                  | 117                                  | 179                                  | (34.64)                  |
| Non-controlling interest                      | 273                                  | 142                                  | 92.25                    |
|                                               | <b>390</b>                           | <b>321</b>                           | <b>21.50</b>             |

N.M: Not meaningful

**Consolidated Statement of Comprehensive Income**

|                                                        | Group             |                   |                |
|--------------------------------------------------------|-------------------|-------------------|----------------|
|                                                        | 1H2017<br>S\$'000 | 1H2016<br>S\$'000 |                |
| <b>Profit after taxation</b>                           | <b>390</b>        | <b>321</b>        | <b>21.50</b>   |
| Other comprehensive income:                            |                   |                   |                |
| Fair value adjustment of available-for-sale investment | 3                 | -                 | N.M.           |
| Foreign currency translation on foreign operations     | 224               | 406               | (44.83)        |
| <b>Total comprehensive income for the period</b>       | <b>617</b>        | <b>727</b>        | <b>(15.13)</b> |
| <b>Total comprehensive income attributable to:</b>     |                   |                   |                |
| Equity holders of the parent                           | 291               | 436               | (33.26)        |
| Non-controlling interest                               | 326               | 291               | 12.03          |
|                                                        | <b>617</b>        | <b>727</b>        | <b>(15.13)</b> |

**1(a) (ii) Additional information for the income statement**

Profit for the period is arrived at after charging the following:

|                                               | Group             |                   | Increase/<br>(Decrease) |
|-----------------------------------------------|-------------------|-------------------|-------------------------|
|                                               | 1H2017<br>S\$'000 | 1H2016<br>S\$'000 | %                       |
| Interest expenses                             | (546)             | (502)             | 8.76                    |
| Depreciation of property, plant and equipment | (1,963)           | (1,961)           | 0.10                    |
| Allowance for doubtful debts                  | (46)              | (39)              | 100.00                  |

**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**

|                                         | Group                  |                        | Company                |                        |
|-----------------------------------------|------------------------|------------------------|------------------------|------------------------|
|                                         | 30 Sep 2016<br>S\$'000 | 31 Mar 2016<br>S\$'000 | 30 Sep 2016<br>S\$'000 | 31 Mar 2016<br>S\$'000 |
| <b>Non-current assets</b>               |                        |                        |                        |                        |
| Property plant and equipment            | 64,115                 | 65,237                 | 6                      | 6                      |
| Investment in subsidiaries              | -                      | -                      | 38,133                 | 38,133                 |
| Investment in associates                | 127                    | 546                    | -                      | -                      |
| Goodwill                                | 175                    | 175                    | -                      | -                      |
| Other investments                       | 8,674                  | 8,801                  | -                      | -                      |
|                                         | <u>73,091</u>          | <u>74,759</u>          | <u>38,139</u>          | <u>38,139</u>          |
| <b>Current assets</b>                   |                        |                        |                        |                        |
| Inventories                             | 3,932                  | 3,902                  | -                      | -                      |
| Trade receivables                       | 5,509                  | 6,754                  | -                      | -                      |
| Other receivables                       | 2,137                  | 2,454                  | -                      | 7                      |
| Construction in progress                | 4,014                  | 4,298                  | -                      | -                      |
| Amount due from subsidiaries            | -                      | -                      | 26,979                 | 27,290                 |
| Amount due from associates              | 16,947                 | 13,318                 | -                      | -                      |
| Fixed deposits                          | -                      | 2,870                  | -                      | -                      |
| Cash and bank balances                  | 1,519                  | 2,036                  | 95                     | 37                     |
|                                         | <u>34,058</u>          | <u>35,632</u>          | <u>27,074</u>          | <u>27,334</u>          |
| <b>Current liabilities</b>              |                        |                        |                        |                        |
| Trade payables                          | 6,988                  | 6,087                  | -                      | -                      |
| Other payables and accruals             | 4,956                  | 3,258                  | 568                    | 530                    |
| Bank overdraft                          | 2,229                  | 1,938                  | -                      | -                      |
| Amount due to subsidiaries              | -                      | -                      | 7,209                  | 7,330                  |
| Loan and borrowings                     | 23,137                 | 31,989                 | 4,000                  | 4,000                  |
| Hire purchase creditors                 | 37                     | 33                     | -                      | -                      |
| Provision for taxation                  | 461                    | 437                    | -                      | -                      |
|                                         | <u>37,808</u>          | <u>43,742</u>          | <u>11,777</u>          | <u>11,860</u>          |
| <b>Net current (liabilities)/assets</b> | <u>(3,750)</u>         | <u>(8,110)</u>         | <u>15,297</u>          | <u>15,474</u>          |
| <b>Non-Current liabilities</b>          |                        |                        |                        |                        |
| Hire purchase creditors                 | (186)                  | (93)                   | -                      | -                      |
| Amount due to a related company         | (3,731)                | (3,688)                | -                      | -                      |
| Loan and borrowings                     | (2,426)                | (487)                  | -                      | -                      |
| Deferred tax liabilities                | (47)                   | (47)                   | -                      | -                      |
|                                         | <u>(6,390)</u>         | <u>(4,315)</u>         | <u>-</u>               | <u>-</u>               |
| <b>Net assets</b>                       | <u>62,951</u>          | <u>62,334</u>          | <u>53,436</u>          | <u>53,613</u>          |
| Share capital                           | 46,757                 | 46,757                 | 46,757                 | 46,757                 |
| Translation reserve                     | (2,992)                | (3,163)                | -                      | -                      |
| Fair value reserve                      | (41)                   | (44)                   | -                      | -                      |
| Revenue Reserve                         | 13,235                 | 13,118                 | 6,679                  | 6,856                  |
| <b>Shareholders' equity</b>             | <u>56,959</u>          | <u>56,668</u>          | <u>53,436</u>          | <u>53,613</u>          |
| Non Controlling interests               | 5,992                  | 5,666                  | -                      | -                      |
|                                         | <u>62,951</u>          | <u>62,334</u>          | <u>53,436</u>          | <u>53,613</u>          |

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

**Amount repayable in one year or less, or on demand**

| 30 September 2016 |                    | 31 March 2016 |                    |
|-------------------|--------------------|---------------|--------------------|
| S\$'000           | S\$'000            | S\$'000       | S\$'000            |
| Secured           | Unsecured (note 1) | Secured       | Unsecured (note 1) |
| 17,275            | 8,128              | 20,105        | 13,855             |

**Amount repayable after one year**

| 30 September 2016 |           | 31 March 2016 |           |
|-------------------|-----------|---------------|-----------|
| S\$'000           | S\$'000   | S\$'000       | S\$'000   |
| Secured           | Unsecured | Secured       | Unsecured |
| 2,612             | -         | 421           | 159       |

Note 1: S\$4,000 relates to the issue of non-convertible bonds on 18 March 2014 which was unsecured

**Details of any collateral**

Fixed assets purchased under hire-purchase contracts with a carrying amount of S\$266,000 (31 March 2016: S\$168,000).

The Group's power plant with carrying amount of S\$59,834,000 (31 March 2016: S\$60,943,000) is subject to a first charge to secure the bank loans and borrowings.

The Group's factory building with a carrying value of S\$3,557,000 (31 March 2016: S\$3,599,000) is subject to a first charge to secure the bank loans and borrowings.

The Group's pledged fixed deposits amounting to S\$2,698,000 as of 31 March 2016 had been fully utilised to repay the banking facilities

**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**

**Cash Flow Statements**

|                                                               | <b>Group</b>              |                           |
|---------------------------------------------------------------|---------------------------|---------------------------|
|                                                               | <b>1H2017<br/>S\$'000</b> | <b>1H2016<br/>S\$'000</b> |
| <b>Cash flows from operating activities</b>                   |                           |                           |
| Profit before taxation                                        | 488                       | 321                       |
| Adjustment for:                                               |                           |                           |
| Depreciation of property, plant and equipment                 | 1,963                     | 1,961                     |
| Interest income                                               | (9)                       | (2)                       |
| Interest expense                                              | 546                       | 502                       |
| Provision of allowance of doubtful debts                      | 46                        | 39                        |
| Share of results of associates                                | 778                       | 890                       |
| Currency alignment                                            | (630)                     | (1,161)                   |
| <b>Operating cash flows before changes in working capital</b> | <b>3,182</b>              | <b>2,550</b>              |
| Increase in inventories                                       | (30)                      | (887)                     |
| Decrease/(increase) in construction in progress               | 284                       | (2,500)                   |
| (Increase)/decrease in amount due from associates             | (3,629)                   | 149                       |
| Decrease in trade and other receivables                       | 1,516                     | 836                       |
| Increase in trade and other payables                          | 2,599                     | 667                       |
| <b>Cash generated from operations</b>                         | <b>3,922</b>              | <b>815</b>                |
| Interest paid                                                 | (546)                     | (502)                     |
| Interest received                                             | 9                         | 2                         |
| Income tax paid                                               | (74)                      | (65)                      |
| <b>Net cash generated from operating activities</b>           | <b>3,311</b>              | <b>250</b>                |
| <b>Cash flows from investing activity</b>                     |                           |                           |
| Purchase of property, plant and equipment                     | (57)                      | (69)                      |
| <b>Net cash used in investing activity</b>                    | <b>(57)</b>               | <b>(69)</b>               |
| <b>Cash flows from financing activities</b>                   |                           |                           |
| Net repayment of trust receipts                               | (481)                     | (1,502)                   |
| Proceeds from issuance of shares                              | -                         | 2,112                     |
| Repayment of interest bearing term loans                      | (6,432)                   | (468)                     |
| Decrease in pledged deposit                                   | 2,699                     | 159                       |
| Increase in loan from a related party                         | -                         | 131                       |
| Repayment of hire purchase creditors (net)                    | (20)                      | (1)                       |
| <b>Net cash (used in)/generated from financing activities</b> | <b>(4,234)</b>            | <b>431</b>                |
| Net (decrease)/increase in cash and cash equivalents          | (980)                     | 612                       |
| Cash and cash equivalents at beginning of period              | 270                       | 111                       |
| <b>Cash and cash equivalents at end of period</b>             | <b>(710)</b>              | <b>723</b>                |
| <b>Cash and cash equivalents consist of the following :</b>   |                           |                           |
| Cash and bank balances                                        | 1,519                     | 2,406                     |
| Fixed deposits                                                | -                         | 3,018                     |
|                                                               | 1,519                     | 5,424                     |
| Less: Pledged deposits                                        | -                         | (2,847)                   |
| Less: Bank overdraft                                          | (2,229)                   | (1,854)                   |
|                                                               | (710)                     | 723                       |

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 | Revenue Reserve | Translation Reserve | Fair Value Reserve | Total attributable to owner of the Company | Non-controlling interest | Total   |
|-------------------------------------------|---------------|-----------------|---------------------|--------------------|--------------------------------------------|--------------------------|---------|
|                                           | S\$'000       | S\$'000         | S\$'000             | S\$'000            | S\$'000                                    | S\$'000                  | S\$'000 |
| <b>GROUP</b>                              |               |                 |                     |                    |                                            |                          |         |
| <b>Balance at 1 April 2016</b>            | 46,757        | 13,118          | (3,163)             | (44)               | 56,668                                     | 5,666                    | 62,334  |
| Profit for the year                       | -             | 117             | -                   | -                  | 117                                        | 273                      | 390     |
| Other comprehensive income                | -             | -               | 171                 | 3                  | 174                                        | 53                       | 227     |
| Total comprehensive income for the period | -             | 117             | 171                 | 3                  | 291                                        | 326                      | 617     |
| <b>Balance at 30 September 2016</b>       | 46,757        | 13,235          | (2,992)             | (41)               | 56,959                                     | 5,992                    | 62,951  |
| <b>GROUP</b>                              |               |                 |                     |                    |                                            |                          |         |
| <b>Balance at 1 April 2015</b>            | 44,645        | 13,383          | (2,120)             | -                  | 55,908                                     | 5,146                    | 61,054  |
| Profit for the year                       | -             | 179             | -                   | -                  | 179                                        | 142                      | 321     |
| Other comprehensive income                | -             | -               | 257                 | -                  | 257                                        | 149                      | 406     |
| Total comprehensive income for the period | -             | 179             | 257                 | -                  | 436                                        | 291                      | 727     |
| Issuance of shares                        | 2,112         | -               | -                   | -                  | 2,112                                      | -                        | 2,112   |
| <b>Balance at 30 September 2015</b>       | 46,757        | 13,562          | (1,863)             | -                  | 58,456                                     | 5,437                    | 63,893  |
| <b>COMPANY</b>                            |               |                 |                     |                    |                                            |                          |         |
| <b>Balance at 1 April 2016</b>            | 46,757        | 6,856           | -                   | -                  | 53,613                                     | -                        | 53,613  |
| Total comprehensive income                | -             | (177)           | -                   | -                  | (177)                                      | -                        | (177)   |
| <b>Balance at 30 September 2016</b>       | 46,757        | 6,679           | -                   | -                  | 53,436                                     | -                        | 53,436  |
| <b>COMPANY</b>                            |               |                 |                     |                    |                                            |                          |         |
| <b>Balance at 1 April 2015</b>            | 44,645        | 7,332           | -                   | -                  | 51,977                                     | -                        | 51,977  |
| Issuance of shares                        | 2,112         | -               | -                   | -                  | 2,112                                      | -                        | 2,112   |
| Total comprehensive income                | -             | (420)           | -                   | -                  | (420)                                      | -                        | (420)   |
| <b>Balance at 30 September 2015</b>       | 46,757        | 6,912           | -                   | -                  | 53,669                                     | -                        | 53,669  |

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-back, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares or cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares 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.

There have been no changes in the issued share capital of the Company since the last period reported on.

The Company did not have any outstanding options, convertibles or any treasury shares as at 30 September 2016 and 30 September 2015.

**1(d)(iii) To show the total number of issued shares excluding treasury shares as at end of the current financial period and as at the immediately preceding year.**

|                                                         | <b>30 September 2016</b> | <b>31 March 2016</b> |
|---------------------------------------------------------|--------------------------|----------------------|
| Total number of issued shares less Treasury shares      | 1,324,462,688<br>NIL     | 1,324,462,688<br>NIL |
| Total number of issued shares excluding Treasury shares | 1,324,462,688            | 1,324,462,688        |

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

Not applicable. The Company did not have any treasury shares during and as at the end of 1H2017

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

The figures have not been audited or reviewed.

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

Not applicable.

**4. Whether the same accounting policies and methods of computations as in the issuer's most recently audited annual financial statements have been applied**

Except as disclosed in paragraph 5 below, the accounting policies and methods of computation adopted in the financial statements for the current reporting period are consistent with those disclosed in the most recently audited financial statements for the financial year ended 31 March 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 adopted the new/revised Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are effective for annual periods beginning on or after 1 April 2016. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS and INT FRS.

The adoption of these new/revised FRS and INT FRS did not have any significant impact on the current or prior financial statements of the Group and the Company.

**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**

|                                                                         | <b>Group</b>         |                      |
|-------------------------------------------------------------------------|----------------------|----------------------|
|                                                                         | <b>1H2017</b>        | <b>1H2016</b>        |
| <b>(a) Based on weighted average number of ordinary shares in issue</b> | 0.009 Singapore Cent | 0.015 Singapore Cent |
| <b>(b) On a fully diluted basis</b>                                     | 0.009 Singapore Cent | 0.015 Singapore Cent |

**Note:**

The earnings per ordinary share for 1H2017 is calculated based on the Group's profit attributable to equity holders of the parent of S\$117,000 (1H2016: S\$179,000) divided by the weighted average number of ordinary shares in issue of 1,324,462,688 in 1H2017 (1H2016: 1,225,143,032).

The basic and diluted earnings per ordinary share are the same for 1H2017 and 1H2016 because there were no potentially dilutive ordinary shares as at 30 September 2016 and 30 September 2015 respectively.

**7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current financial period reported on and (b) immediately preceding financial year**

|                                                                                                                                   | <b>Group</b>       |                      | <b>Company</b>     |                      |
|-----------------------------------------------------------------------------------------------------------------------------------|--------------------|----------------------|--------------------|----------------------|
|                                                                                                                                   | <b>30 Sep 2016</b> | <b>31 March 2016</b> | <b>30 Sep 2016</b> | <b>31 March 2016</b> |
| Net asset value per ordinary share based on total number of issued shares as at the end of the financial period (Singapore Cents) | 4.3                | 4.3                  | 4.0                | 4.0                  |

**Note:**

The net asset value per ordinary share as at 30 September 2016 is calculated based on 1,324,462,688 (31 March 2016: 1,324,462,688) ordinary shares in issue.

**8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on**

#### Revenue

|                                | 1H2017        |                    | 1H2016        |                    | Increase / (Decrease) |
|--------------------------------|---------------|--------------------|---------------|--------------------|-----------------------|
|                                | S\$'000       | % of total revenue | S\$'000       | % of total revenue | %                     |
| <b>By business divisions</b>   |               |                    |               |                    |                       |
| - Fire-fighting and Protection | 8,037         | 41.1%              | 7,320         | 43.7%              | 9.80                  |
| - Power related                | 11,506        | 58.9%              | 9,434         | 56.3%              | 21.96                 |
| <b>Total</b>                   | <b>19,543</b> | <b>100.0%</b>      | <b>16,754</b> | <b>100.0%</b>      | <b>16.65</b>          |

The Group's revenue for 1H2017 rose by S\$2.7 million to S\$19.5 million from S\$16.8 million in 1H2016, a 17% increase. The increase in revenue of our power related division of S\$2.1 million was mainly due to an increase in revenue from power generation as there was an increase in demand for electricity for our plants in Cambodia, Phnom Penh Special Economic Zone ("PPSEZ"). Fire-fighting and protection revenue increased by S\$0.7 million; from S\$7.3 million in 1H2016 to S\$8.0 million in 1H2017 due to higher sales from the industrial sector during the financial period.

#### Profitability

The Group's profit from operations increased approximately S\$0.2 million from S\$0.8 million in 1H2016 to S\$1.0 million in 1H2017.

Cost of sales increased by S\$1.8 million from S\$10.0 million in 1H2016 to S\$11.8 million 1H2017. The increase was in line with the higher revenue. The Group recorded a marginal decrease in gross profit margin by 0.6 percentage points to 39.8% in 1H2017, mainly as a result of a slightly lower margin for power generation revenue. The Group recorded a foreign exchange gain of S\$0.2 million in 1H2017 as compared to a gain of S\$0.9 million in 1H2016. The decrease of S\$0.7 million in foreign exchange gain was due to a less drastic strengthening of US dollar in 1H2017 as compared to the corresponding period. There was also a decrease in the share of loss incurred by associates from S\$0.9 million in 1H2016 to S\$0.8 million in 1H2017 due to losses incurred during the initial year of operation of Maju Intan Biomass Energy Sdn Bhd.

Other income comprise mainly receipts of employment credits from MOM and wage credit scheme from IRAS.

Finance cost increased by 8.8% in 1H2017 as interest rates had increased during the current financial period reported on.

Due to a combination of the above factors, the Group's net profit increased from S\$0.3 million in 1H2016 to S\$0.4 million in 1H2017.

#### Balance Sheet

As at 30 September 2016, non-current assets decreased by S\$1.7 million to S\$73.1 million as compared to S\$74.8 million as at 31 March 2016 mainly due to depreciation of property plant and equipment and a S\$0.4 million decrease in investment in associates due to the share of result of associates.

Current assets decreased by S\$1.6 million mainly due to the decrease in trade receivables from S\$6.8 million as at 31 March 2016 to S\$5.5 million as at 30 September 2016 from realisation of receivables and an absence of fixed deposits which were utilised to repay bank facilities. The decrease was partially offset by an increase in amount due from associates by S\$3.6 million from S\$13.3 million as at 31 March 2016 to S\$16.9 million as of 30 September 2016. This increase arose as the Group supported the increased operating expenses in Maju Intan Biomass Sdn. Bhd.

Current liabilities decreased by S\$5.9 million to S\$37.8 million as at 30 September 2016 from S\$43.7 million as at 31 March 2016. Loan and borrowings decreased by S\$8.9 million as S\$6.5 million was repaid and S\$2.4 million was re-classified as non current liabilities following a extension of a term loan during the period. The decrease was offset partially offset by an increase in trade and other payables. Trade payables increased by S\$0.9 million with higher expenses and invoices not yet due for payment. Other payables and accruals increased by S\$1.7 million mainly due to higher accruals and an interest-free advance from a director to a subsidiary for working capital purposes.

Non-current liabilities as at 30 September 2016 increased by S\$2.1 million, mainly due to increase in loan and borrowings re-classified as non-current following re-finance of the term loan.

As at 30 September 2016, the Group had managed to reduce the net current liabilities to S\$3.8 million as compared against a net current liability position of S\$8.1 million as at 31 March 2016. The net current liabilities arose from the utilisation of short-term financing on the Group's energy projects in Cambodia and Malaysia. The reduction in net current liabilities was mainly due to repayment made and continued effort to restructure short term loan to align with the nature of the projects. The Group is currently in negotiation to restructure the financing to improve its liquidity position.

#### Cash Flow

In 1H2017, a net cash inflow of S\$3.3 million was generated from operating activities as compared to a net cash inflow of S\$0.3 million in 1H2016. The improvement was mainly due to the lower level of resources tied up in construction work in progress as compared to 1H2016 and an increase in trade and other payables. Under investing activities, net cash of S\$0.1 million was used to finance purchase of motor vehicles. Net cash used in financing activities was S\$4.2 million in 1H2017 following repayment of loan and borrowings. Overall cash flow decreased by S\$1.0 million for the half year ended 30 September 2016.

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

No specific prospect or forecast statement was previously made.

**10. A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months**

The biomass project in Malaysia has been largely completed and finalisation of the billing is expected to be completed by the end of the financial year ending 31 March 2017.

Power purchase agreement for our power plants in Phnom Penh and Sihanoukville has been extended by another 2 years following its expiry as announced on 29 September 2016. For the plant in Phnom Penh Special Economic Zone, which we are the exclusive supplier of electricity, the demand for electricity is expected to increase with new tenants operating in the zone.

Fire-fighting and protection business is expected to be challenging due to the current economy outlook.

As at 30 September 2016, the Group has reduced the net current liabilities position to S\$3.8 million. The Group is currently in negotiations to restructure existing loans to improve its liquidity position and also looking into streamlining the operations including divesting non-core assets.

**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.

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

No dividend has been recommended for the current financial period reported on.

**13. If the group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 902(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Group has not obtained a general mandate for IPTs under Rule 920 of the Catalist Rules. There was no IPT of S\$100,000 and above for 1H2017.

**14. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1)**

The Company confirms that undertakings have been procured from the Board of Directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).

**15. Confirmation by the Directors pursuant to Rule 705(5) of the Listing Manual**

We, Tan Boon Kheng and Tan Boon Yew, being two of the directors of Asiatic Group (Holdings) Limited, confirm that to the best of the Board's knowledge, nothing has come to the Board's attention which may render the unaudited interim financial results for the half year ended 30 September 2016 of the Group and the Company to be false or misleading in any material aspect.

On behalf of the Board,

Tan Boon Kheng

Tan Boon Yew

**BY ORDER OF THE BOARD**

Tan Boon Kheng  
Managing Director  
14 November 2016

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"), for compliance with the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Lance Tan, Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore, telephone (65) 6229 8088.