

Miyoshi Limited

(Incorporated in the Republic of Singapore)

(Company Registration No. 198703979K)

First Quarter Financial Year 2020 Financial Statements And Dividend Announcement

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

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

Consolidated Statement of Comprehensive Income

For the first quarter ended 30 November 2019

		Group 3 Months		
	Note	Nov-19 \$'000	Nov-18 \$'000	Change %
Revenue	(i)	14,007	14,513	(3.5)
Other income	(ii)	68	4,095	(98.3)
Raw materials, consumables used & changes in inventories		(7,722)	(7,734)	(0.2)
Employee benefit expenses		(2,857)	(2,910)	(1.8)
Depreciation and amortisation expenses		(798)	(809)	(1.4)
Other operating expenses	(iii)	(2,421)	(2,475)	(2.2)
Finance costs		(85)	(120)	(29.2)
Share of results of associate		(367)	(143)	1.6
(Loss)/Profit before income tax		(175)	4,417	N.M.
Income tax expense		(139)	(115)	20.9
(Loss)/Profit for the period		(314)	4,302	N.M.
(Loss)/Profit attributable to:				
Owners of the parent		(314)	4,339	N.M.
Non-controlling interests		-	(37)	N.M.
(Loss)/Profit for the period		(314)	4,302	N.M.
Other comprehensive income				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Exchange differences on translation of foreign operations		(460)	(116)	3.0
Total comprehensive income for the period		(774)	4,186	N.M.
Total comprehensive income attributable to:				
Owners of the parent		(794)	4,222	N.M.
Non-controlling interests		20	(36)	N.M.
		(774)	4,186	N.M.

N.M. denotes not meaningful

*Throughout this report, all figures are in Singapore Dollars and Singapore Cents, unless otherwise stated.

Notes:**1(a)(i) Revenue**

	Group 3 Months	
	Nov-19	Nov-18
	\$'000	\$'000
Sales of goods	13,114	13,710
Sales of scrap	548	488
Rental income	345	315
	14,007	14,513

1(a)(ii) Other income

	Group 3 Months	
	Nov-19	Nov-18
	\$'000	\$'000
Gain on disposal of asset held for sale	-	3,888
Miscellaneous income	38	33
Reversal of impairment of plant and equipment	-	7
Gain on disposal of plant and equipment	28	-
Interest income	2	3
Gain on foreign exchange, net	-	164
	68	4,095

1(a)(iii) Other operating expenses

	Group 3 Months	
	Nov-19	Nov-18
	\$'000	\$'000
Supplies and services	1,125	1,103
Utilities	465	466
Transportation and travelling	229	193
Professional fees	150	245
Office and sundry expenses	142	117
Repair and maintenance	119	86
Others	101	163
Loss on foreign exchange, net	53	-
Allowance for doubtful receivables	37	102
	2,421	2,475

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 As At		Company As At	
	30-Nov-19 \$'000	31-Aug-19 \$'000	30-Nov-19 \$'000	31-Aug-19 \$'000
ASSETS				
Current assets:				
Cash and bank balances	3,382	2,991	247	299
Fixed deposits	146	148	-	-
Trade and other receivables	13,670	13,867	1,600	2,545
Prepayments	583	185	17	32
Inventories	6,317	6,776	2	1
Total current assets	24,098	23,967	1,866	2,877
Non-current assets:				
Subsidiaries	-	-	29,452	29,741
Associate	18,272	18,640	20,177	20,433
Property, plant and equipment	34,208	34,543	2,919	2,810
Investment properties	6,907	6,933	-	-
Intangible assets	39	39	-	-
Deferred tax assets	50	51	-	-
Other receivables	53	60	11	12
Total non-current assets	59,529	60,266	52,559	52,996
Total assets	83,627	84,233	54,425	55,873
LIABILITIES AND EQUITY				
Current liabilities:				
Trade and other payables	11,355	11,097	4,144	4,327
Current income tax payable	-	112	-	-
Finance lease	29	29	29	29
Bank borrowings	6,015	6,145	701	782
Other loan	-	-	-	-
Lease liability	23	-	23	-
Total current liabilities	17,422	17,383	4,897	5,138
Non-current liabilities:				
Finance lease	53	60	53	60
Bank borrowings	1,982	2,105	99	187
Lease liability	230	-	230	-
Other payable	-	-	3,188	3,180
Provisions	848	829	-	-
Deferred tax liabilities	337	332	-	-
Total non-current liabilities	3,450	3,326	3,570	3,427
Total liabilities	20,872	20,709	8,467	8,565
Equity:				
Share capital	49,079	49,079	49,079	49,079
Treasury shares	(253)	(253)	(253)	(253)
Revaluation reserve	666	666	-	-
Other reserve	850	851	-	-
Share awards reserve	29	24	29	24
Currency translation reserve	(11,134)	(10,655)	(11,612)	(11,029)
Retained earnings	21,604	21,918	8,715	9,487
Equity attributable to owners of the parent	60,841	61,630	45,958	47,308
Non-controlling interests	1,914	1,894	-	-
Total equity	62,755	63,524	45,958	47,308
Total liabilities and equity	83,627	84,233	54,425	55,873

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

As at 30 November 2019 \$'000		As at 31 August 2019 \$'000	
Secured	Unsecured	Secured	Unsecured
6,044	-	6,174	-

Amount repayable after one year

As at 30 November 2019 \$'000		As at 31 August 2019 \$'000	
Secured	Unsecured	Secured	Unsecured
2,035	-	2,165	-

Detail of collaterals**Bank borrowings**

The Group's secured borrowings comprise bank borrowings of the Company and its subsidiaries, Miyoshi Precision Huizhou Co., Ltd ("MPH"), Wuxi Miyoshi Precision Co., Ltd ("WMP"), Miyoshi Precision (Malaysia) Sdn Bhd ("MPM") and Miyoshi Technologies Phils, Inc. ("MTP"). The bank borrowings are secured against assets and properties of the Company and its subsidiaries. The Company provided a corporate guarantee and a letter of comfort for the bank borrowings to MPM. The current and non-current balances of the secured bank borrowings as at 30 November 2019 were \$5,678,000 and \$1,982,000 (31 August 2019: \$5,730,000 and \$2,105,000). Included in the current balances of the secured bank borrowings as at 30 November 2019 was a bank overdraft of \$337,000 (31 August 2019: \$415,000).

Finance Lease

The finance lease is secured against a motor vehicle of the Company. The current and non-current balances of the finance lease as at 30 November 2019 were \$29,000 and \$53,000 (31 August 2019: \$29,000 and \$60,000). The net book value of the motor vehicle under this finance lease as at 30 November 2019 was \$137,000 (31 August 2019: \$147,000).

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

Consolidated Statement of Cash Flows

	Group 3 Months	
	Nov-19 \$'000	Nov-18 \$'000
Operating activities:		
Profit before income tax	(175)	4,417
Adjustments for:		
Allowance for doubtful trade receivables	37	102
Depreciation and amortisation expenses	798	809
Interest expense	85	120
Interest income	(2)	(3)
Gain on disposal of asset held for sale	-	(3,888)
Gain on disposal of plant and equipment	(28)	-
Reversal of impairment loss on plant and equipment	-	(7)
Share awards expenses	5	2
Share of results of associate	367	143
Unrealised exchange differences	-	(102)
Operating cash flows before changes in working capital	1,087	1,593
Trade and other receivables	(45)	(717)
Prepayments	(401)	(295)
Inventories	410	(823)
Trade and other payables	431	796
Cash generated from operations	1,482	554
Interest paid	(85)	(120)
Interest received	2	3
Income tax paid	(226)	(3)
Net cash from operating activities	1,173	434
Investing activities:		
Investment in associate	-	(415)
Proceeds from disposal of asset held for sale	-	5,929
Proceeds from disposal of plant and equipment	53	7
Purchase of plant and equipment	(460)	(1,000)
Net cash (used in) / from investing activities	(407)	4,521
Financing activities:		
Proceeds from bank borrowings	-	1,371
Repayment of bank borrowings	(176)	(672)
Repayment of finance leases	(7)	(7)
Repayment of obligation under lease	(27)	-
Net cash (used in) / from financing activities	(210)	692
Increase in cash and cash equivalents	556	5,647
Effect of exchange rate changes on cash and cash equivalents	(90)	(78)
Cash and cash equivalents at beginning of period	2,579	3,625
Cash and cash equivalents at end of period	3,045	9,194
Cash and bank balances	3,528	9,336
Bank overdraft	(337)	-
Restricted cash	(146)	(142)
Cash and cash equivalents at end of period	3,045	9,194

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.

Consolidated Statement of Changes in Equity	Share Capital	Treasury Shares	Revaluation Reserve	Other Reserve	Share Awards Reserve	Currency Translation Reserve	Retained Earnings	Equity Attributable to Owners of the Parent	Non-Controlling Interests	Total Equity
Group	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 September 2019	49,079	(253)	666	851	24	(10,655)	21,918	61,630	1,894	63,524
Loss for the period	-	-	-	-	-	-	(314)	(314)	-	(314)
Other comprehensive income for the period										
Foreign currency translation	-	-	-	(1)	-	(479)	-	(480)	20	(460)
Total comprehensive income for the period	-	-	-	(1)	-	(479)	(314)	(794)	20	(774)
Transactions with owners of the parent recognised directly in equity										
Share-based payments	-	-	-	-	5	-	-	5	-	5
Total transactions with owners of the parent recognised directly in equity	-	-	-	-	5	-	-	5	-	5
Balance at 30 November 2019	49,079	(253)	666	850	29	(11,134)	21,604	60,841	1,914	62,755

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.

Consolidated Statement of Changes in Equity	Share Capital	Treasury Share Reserve	Revaluation Reserve	Other Reserve	Share Awards Reserve	Currency Translation Reserve	Retained Earnings	Equity Attributable to Owners of the Parent	Non-Controlling Interests	Total Equity
Group	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 September 2018	49,079	(203)	666	1,073	6	(10,851)	24,055	63,825	2,008	65,833
Profit / (loss) for the period	-	-	-	-	-	-	4,339	4,339	(37)	4,302
Other comprehensive income for the period										
Foreign currency translation	-	-	-	-	-	(117)	-	(117)	1	(116)
Total comprehensive income for the period	-	-	-	-	-	(117)	4,339	4,222	(36)	4,186
Transactions with owners of the parent recognised directly in equity										
Share-based payments	-	-	-	-	2	-	-	2	-	2
Total transactions with owners of the parent recognised directly in equity	-	-	-	-	2	-	-	2	-	2
Contribution by and distribution to owners										
Dividends	-	-	-	-	-	-	(1,211)	(1,211)	-	(1,211)
Total contribution by and distribution to owners	-	-	-	-	-	-	(1,211)	(1,211)	-	(1,211)
Balance at 30 November 2018	49,079	(203)	666	1,073	8	(10,968)	27,183	66,838	1,972	68,810

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.

Statement of Changes in Equity

Company	Share Capital \$'000	Treasury Shares \$'000	Share Awards Reserve \$'000	Currency Translation Reserve \$'000	Retained Earnings \$'000	Total Equity \$'000
Balance at 1 September 2019	49,079	(253)	24	(11,022)	9,677	47,505
Loss for the period	-	-	-	-	(962)	(962)
Other comprehensive income for the period						
Foreign currency translation	-	-	-	(590)	-	(590)
Total comprehensive income for the period	-	-	-	(590)	(962)	(1,552)
Transactions with owners of the parent recognised directly in equity						
Share-based payments	-	-	5	-	-	5
Total transactions with owners of the parent recognised directly in equity	-	-	5	-	-	5
Balance at 30 November 2019	49,079	(253)	29	(11,612)	8,715	45,958

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.

Statement of Changes in Equity

Company	Share Capital	Treasury Shares	Share Awards Reserve	Currency Translation Reserve	Retained Earnings	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 September 2018 (Restated)	49,079	(203)	6	(11,192)	13,369	51,059
Profit for the period	-	-	-	-	3,176	3,176
Other comprehensive income for the period						
Foreign currency translation	-	-	-	28	-	28
Total comprehensive income for the period	-	-	-	28	3,176	3,204
Contributions by and distribution to owners						
Dividends	-	-	-	-	(1,211)	(1,211)
Total contribution to owners	-	-	-	-	(1,211)	(1,211)
Transactions with owners of the parent recognised directly in equity						
Share-based payments	-	-	2	-	-	2
Total transactions with owners of the parent recognised directly in equity	-	-	2	-	-	2
Balance at 30 November 2018 (Restated)	49,079	(203)	8	(11,164)	15,334	53,054

- 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.**

There were no 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 31 August 2019 to 30 November 2019.

There were no outstanding share options or convertibles as at 30 November 2019 and 30 November 2018.

As at 30 November 2019, the Company did not have any subsidiary holdings and held 5,065,900 treasury shares which represented approximately 0.8% of the total issued shares (excluding treasury shares and subsidiary holdings) comprising 607,603,590 shares. As at 30 November 2018, the Company did not have any subsidiary holdings and held 3,596,500 treasury shares which represented approximately 0.6% of the total issued shares (excluding treasury shares and subsidiary holdings) comprising 609,072,990 shares.

- 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.**

Company	As at 30 November 2019	As at 31 August 2019
Total number of issued shares	612,669,490	612,669,490
Less: Treasury shares	(5,065,900)	(5,065,900)
Total number of issued shares excluding treasury shares	607,603,590	607,603,590

- 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.**

Treasury Shares	3 months ended 30 November 2019
Balance at beginning of financial period	5,065,900
Purchase of treasury shares	-
Balance as at end of financial period	5,065,900

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

There were no subsidiary holdings as at the end of the current financial period reported on.

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

The figures have not been audited nor reviewed by our auditors.

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

Saved as disclosed in paragraph 5, the Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as that of the audited financial statements for the period ended 31 August 2019.

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 SFRS(I) 16 Leases with effect from this current financial period beginning on 1 September 2019 using the modified retrospective method in accordance with the transitional provisions, and will include the required additional disclosures in the financial statements for that financial year. The Company has recognised a right-of use asset and the corresponding lease liability in its statement of financial position in relation to its leasehold property.

Upon the adoption of SFRS(I) 16 Leases, the Group has capitalised the land rents payable on the consolidated statement of financial position by recognising these as "right-of-use" asset of \$227,000 and the corresponding current and non-current balances of the lease liability at the value of future lease payment of \$23,000 and \$230,000 respectively.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	3 Months ended	
	30 November 2019	30 November 2018
	Cents	Cents
Based on weighted average number of ordinary shares in issue	(0.01)	0.71
On a fully diluted basis	(0.01)	0.71
Weighted average number of ordinary share in issue for basic earnings per share	607,603,590	609,072,990
Weighted average number of ordinary share in issue for diluted earnings per share	608,817,290	609,493,990

Earnings per ordinary share is calculated based on the Group profit for the financial periods attributable to owners of the parent divided by the weighted average number of ordinary shares for 1Q2020 of 607,603,590 (1Q2019: 609,072,990).

Earnings per ordinary share (diluted basis) is calculated based on the Group profit for the financial periods attributable to owners of the parent divided by the weighted average number of ordinary shares and adjusted to include all dilutive ordinary shares up to 30 November 2019. The adjusted weighted average number of ordinary shares for 1Q2020 is 608,817,290 (1Q2019: 609,493,990).

Diluted loss per share is the same as the basic loss per share because the potential ordinary shares to be converted are anti-dilutive as the effect of the shares conversion would be to decrease the loss 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 issuers at the end of the (a) current financial period reported on and (b) immediately preceding financial year.

Net asset value ("NAV")	Group	Company
NAV per share as at 30 November 2019	10.01 cents	7.56 cents
NAV per share as at 31 August 2019	10.14 cents	7.79 cents

Net asset value per share is calculated based on share capital of 607,603,590 ordinary shares in issue, excluding treasury shares and subsidiary holdings, as at 30 November 2019 and 31 August 2019.

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. Revenue

Business Segment Revenue (\$'000)	1Q2020	1Q2019	Change %
Consumer electronics	5,638	5,595	0.8
Automotive	4,913	4,942	(0.6)
Data storage	3,111	3,661	(15.0)
Rental	345	315	9.5
Total	14,007	14,513	(3.5)

Revenue decreased by \$0.5 million or 3.5% from \$14.5 million in 1Q2019 to \$14.0 million in 1Q2020. The decrease was mainly due to decrease in sales orders from the data storage and automotive segments in China and the Philippines. The revenue was partially offset by an increase in revenue from the consumer electronics segment and an increase in rental income from renewed tenancy agreement for our investment properties in the Philippines.

B. Other Income

Excluding the one-off gain on disposal of our industrial property in Singapore at 5 Second Chin Bee Road, other income decreased by \$0.1 million from \$0.2 million in 1Q2019 to \$68,000 in 1Q2020. Mainly due to gain on foreign exchange and reversal of impairment of plant and equipment in the last financial quarter 1Q2019.

C. Total Costs and Expenses

Total costs and expenses decreased by \$0.2 million from \$14.0 million in 1Q2019 to \$13.8 million in 1Q2020. The decrease was mainly due to lower impairment of doubtful receivables of \$0.1 million from trade receivables which registered in other operating expenses and lower employee benefit expenses of \$0.1 million in line with the decrease in revenue for data storage and automotive segments.

D. Profit / (loss) after Income Tax

Profit after income tax decreased by \$4.0 million from \$4.3 million in 1Q2019 to a loss after income tax of \$0.3 million in 1Q2020. The decrease was mainly due to lower revenue of \$0.5 million, other income of \$0.1 million and gain on disposal of our industrial property in Singapore at 5 Second Chin Bee Road of \$3.9 million which was non-recurring in 1Q2019, offset by the decrease in total costs of \$0.2 million.

Included in the total costs, share of loss from associate of \$0.4 million reflects the share of results of Core Power that is in a loss making position.

As disclosed in the Company's annual report for the financial year ended 31 August 2019 ("FY2019"), the Group's independent auditors, BDO LLP (the "Auditors"), have included a qualified opinion on the financial statements of the Group for FY2019 which arose mainly in connection with Group's and Company's investment in Core Power, a foreign associate. The management of the Company is in active discussions with Core Power to resolve the financial reporting matters. The Company will make further announcements to update Shareholders of any developments as and when appropriate.

E. Assets and Liabilities

Current assets increased by \$0.1 million from \$24.0 million as at 31 August 2019 to \$24.1 million as at 30 November 2019. This was mainly due to the increase in cash and bank balances of \$0.4 million and prepayments of \$0.4 million mainly for the building and tooling maintenance costs, offset by a decrease in inventories of \$0.5 million for data storage and automotive segments and the decrease of trade and other receivables of \$0.2 million.

Current liabilities remained flat at \$17.4 million as at 31 August 2019 and 30 November 2019.

Non-current assets decreased by \$0.8 million from \$60.3 million as at 31 August 2019 to \$59.5 million as at 30 November 2019, mainly due to decreases in property, plant and equipment ("PPE") of \$0.3 million and the share of loss of associate in relation to Core Power of \$0.4 million.

Non-current liabilities increased by \$0.1 million from \$3.3 million as at 31 August 2019 to \$3.4 million as at 30 November 2019, mainly due to the repayment of bank borrowings of \$0.1 million.

Pursuant to the adoption of SFRS(I) 16 Leases, the Company has recognised its right-of-use asset of \$0.2 million in the non-current asset in relation to a leasehold property in Singapore and the corresponding current and non-current balances of the lease liability at the value of future lease payment of \$23,000 and \$230,000 respectively.

F. Equity

Equity attributable to owners of the parent decreased by \$0.8 million from \$61.6 million as at 31 August 2019 to \$60.8 million as at 30 November 2019. The decrease was mainly due to the loss attributable to owners of the parent of \$0.3 million and loss in foreign currency translation of \$0.5 million due to weaker USD against SGD.

G. Cash Flows

Cash and cash equivalents increased by \$0.6 million from \$2.6 million as at 31 August 2019 to \$3.0 million as at 30 November 2019. Cash and cash equivalents comprised of cash and bank balances, fixed deposits, less bank overdraft and fixed deposit pledged for bank borrowings.

Net cash from operating activities for 1Q2020 amounted to \$1.2 million. The cash from operations of \$1.1 million before changes in working capital increased mainly as a result of higher trade and other payables of \$0.4 million and lower inventories of \$0.4 million, offset by higher prepayments of \$0.4 million, income tax paid of \$0.2 million and interest paid of \$0.1 million.

Net cash used in investing activities for 1Q2020 amounted to \$0.4 million. This was mainly due to purchase of plant and equipment of \$0.5 million, mainly by our Philippines subsidiary, offset by proceeds from disposal of plant and equipment of \$0.1 million..

Net cash used in financing activities for 1Q2020 amounted to \$0.2 million mainly due to repayment of bank loans of \$0.2 million, lease obligation of \$27,000 and finance lease of \$7,000.

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 had been previously disclosed to shareholders for the financial period under review.

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 global economic environment continues to present challenges as the Group faces business headwinds. The trade tensions between US and China is expected to continue to exert a negative impact on our business performance in our associated company in China. Our outlook for the next 12 months remains cautious.

11. Dividend**(a) Whether an interim (final) ordinary dividend has been declared (recommended); and**

No

(b) (i) Amount per share (cents)

Not applicable

(ii) Previous corresponding period (cents)

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) Date payable

Not applicable

(e) Books closure date

Not applicable

12. If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.

After deliberation, the board has adopted a prudent approach to conserve cash amidst the current challenging business environment. As such, no interim dividend has been declared for 1Q2020.

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.

Name of interested person	Aggregate Value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate Value of all interested person transactions conducted during the financial year under the shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Total	Nil	Nil

Note: There were interest person transactions occurring during the period under the shareholders' mandate but the individual transactions were less than \$100,000.

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

We, Sin Kwong Wah, Andrew and Pek Ee Perh, Thomas, being two directors of Miyoshi Limited (the "Company"), do hereby confirm on behalf of the directors of the Company (the "Board") that, to the best of their knowledge, nothing has come to the attention of the Board, which may render the financial statements for the first quarter ended 30 November 2019 to be false or misleading in any material aspect.

On Behalf of the Board,

Sin Kwong Wah, Andrew
Executive Director and CEO

Pek Ee Perh, Thomas
Director

15. Confirmation by the Board pursuant to Rule 720(1) of the Listing Manual

The Company hereby confirms that it has procured undertakings from all its Directors and executive officers in the format set out in Appendix 7H of the Catalist Rules in accordance with Rule 720(1) of the Catalist Rules.

On Behalf of the Board,

Sin Kwong Wah, Andrew
Executive Director and CEO
14 January 2020

This announcement has been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch (the "Sponsor") in accordance with Rule 226(2)(b) of the Catalist Rules.

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 contact person for the Sponsor is Mr Ken Lee, Associate Director, Investment Banking, CIMB Bank Berhad, Singapore Branch, at 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, Telephone: +65 6337 5115.