



**TIONG WOON CORPORATION HOLDING LTD**  
(Company Registration No. 199705837C)

**Third Quarter and Nine Months Financial Statements and Dividend Announcement for the Period Ended 31 March 2018**

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

	Group		Increase/ (Decrease) %	Group		Increase/ (Decrease) %
	3QFY2018 S\$'000	3QFY2017 S\$'000		9MFY2018 S\$'000	9MFY2017 S\$'000	
Revenue	22,807	24,264	(6)	74,492	89,910	(17)
Cost of sales	(16,755)	(19,293)	(13)	(55,323)	(68,667)	(19)
Gross profit	6,052	4,971	22	19,169	21,243	(10)
Other income	118	233	(49)	757	772	(2)
Other (losses)/gains - net	(663)	(1,234)	(46)	(561)	2,740	NM
Expenses						
- Administrative	(351)	(391)	(10)	(1,012)	(1,118)	(9)
- Other operating	(3,938)	(5,874)	(33)	(15,900)	(18,559)	(14)
- Finance	(782)	(716)	9	(2,371)	(2,763)	(14)
Share of loss of associated companies	(183)	(122)	50	(282)	(281)	0
Share of profit/(loss) of a joint venture	13	18	(28)	20	(41)	NM
<b>Profit/(Loss) before income tax</b>	<b>266</b>	<b>(3,115)</b>	NM	<b>(180)</b>	<b>1,993</b>	NM
Income tax (expense)/credit	(249)	121	NM	(954)	(1,562)	(39)
<b>Total profit/(loss)</b>	<b>17</b>	<b>(2,994)</b>	NM	<b>(1,134)</b>	<b>431</b>	NM
<b>Other comprehensive income/(loss):</b>						
Items that may be subsequently reclassified to profit or loss:						
Currency translation differences arising from consolidation - gain/(loss)	1,271	(395)	NM	2,468	(692)	NM
Fair value gain/(loss) on cash flow hedges	1	(5)	NM	15	8	88
	1,272	(400)	NM	2,483	(684)	NM
<b>Total comprehensive income/(loss)</b>	<b>1,289</b>	<b>(3,394)</b>	NM	<b>1,349</b>	<b>(253)</b>	NM
<b>Profit/(Loss) attributable to:</b>						
Equity holders of the Company	32	(2,897)	NM	(885)	423	NM
Non-controlling interest	(15)	(97)	(85)	(249)	8	NM
	17	(2,994)	NM	(1,134)	431	NM
<b>Total comprehensive income/(loss) attributable to:</b>						
Equity holders of the Company	1,312	(3,286)	NM	1,581	(245)	NM
Non-controlling interest	(23)	(108)	(79)	(232)	(8)	2800
	1,289	(3,394)	NM	1,349	(253)	NM

Denotes: NM - not meaningful

## 1(a)(ii) Note to the Statement of Comprehensive Income

	Group		Increase/ (Decrease)	Group		Increase/ (Decrease)
	3QFY2018	3QFY2017		9MFY2018	9MFY2017	
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
<b>Profit/(Loss) after income tax was stated after crediting/(charging):</b>						
Depreciation of property, plant and equipment	<b>(7,537)</b>	(7,759)	(3)	<b>(22,858)</b>	(23,395)	(2)
Currency exchange (loss)/gain - net	<b>(570)</b>	(1,183)	(52)	<b>(1,161)</b>	879	NM
(Loss)/Gain on disposal of property, plant and equipment	<b>(13)</b>	41	NM	<b>1,060</b>	1,462	(27)
(Loss)/Gain on disposal of a subsidiary	-	-	NM	<b>(461)</b>	322	NM
Fair value (loss)/gain on financial assets at fair value through profit or loss	<b>(70)</b>	27	NM	<b>37</b>	33	12
Write-back of allowance for foreseeable loss on engineering contract	<b>542</b>	-	NM	<b>542</b>	-	NM
Impairment loss on trade receivables	-	-	NM	-	(18)	NM
Write-back of impairment loss on trade receivables	<b>572</b>	203	182	<b>778</b>	735	6
Interest income	<b>5</b>	25	(80)	<b>19</b>	62	(69)
Interest expense	<b>(793)</b>	(836)	(5)	<b>(2,406)</b>	(2,719)	(12)
Under provision in prior years' current income tax	-	(64)	(100)	<b>(10)</b>	(89)	(89)
Over provision in prior years' deferred tax	-	-	NM	<b>4</b>	14	(71)

Denotes: NM - not meaningful

**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	
	As at 31/03/2018 S\$'000	As at 30/06/2017 S\$'000	As at 31/03/2018 S\$'000	As at 30/06/2017 S\$'000
<b>ASSETS</b>				
<b>Current assets</b>				
Cash and cash equivalents	7,647	10,879	50	213
Financial assets at fair value through profit or loss	498	462	-	-
Trade and other receivables	42,554	42,835	-	-
Tax recoverable	98	53	-	-
Inventories	1,381	1,510	-	-
Other current assets	1,603	1,843	592	9
	<b>53,781</b>	<b>57,582</b>	<b>642</b>	<b>222</b>
<b>Non-current assets</b>				
Other receivables	-	-	47,094	47,820
Investment in associated companies	2,742	3,121	1,020	1,020
Investment in a joint venture	1,995	2,074	2,074	2,074
Investment in subsidiaries	-	-	40,939	41,720
Property, plant and equipment	359,532	380,236	-	-
Deferred income tax assets	451	491	-	-
	<b>364,720</b>	<b>385,922</b>	<b>91,127</b>	<b>92,634</b>
<b>Total assets</b>	<b>418,501</b>	<b>443,504</b>	<b>91,769</b>	<b>92,856</b>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Trade and other payables	29,779	42,370	1,844	1,831
Current income tax liabilities	1,218	1,708	-	-
Borrowings	24,210	29,871	-	-
Derivative financial instruments	1	12	-	-
	<b>55,208</b>	<b>73,961</b>	<b>1,844</b>	<b>1,831</b>
<b>Non-current liabilities</b>				
Borrowings	87,979	95,305	-	-
Derivative financial instruments	-	4	-	-
Deferred income tax liabilities	26,820	26,646	-	-
	<b>114,799</b>	<b>121,955</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>	<b>170,007</b>	<b>195,916</b>	<b>1,844</b>	<b>1,831</b>
<b>NET ASSETS</b>	<b>248,494</b>	<b>247,588</b>	<b>89,925</b>	<b>91,025</b>
<b>EQUITY</b>				
<b>Capital and reserves attributable to equity holders of the Company</b>				
Share capital	87,340	87,340	87,340	87,340
Other reserves	(1,734)	(4,200)	-	-
Retained earnings	162,689	163,574	2,585	3,685
	<b>248,295</b>	<b>246,714</b>	<b>89,925</b>	<b>91,025</b>
<b>Non-controlling interest</b>	<b>199</b>	<b>874</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>	<b>248,494</b>	<b>247,588</b>	<b>89,925</b>	<b>91,025</b>

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

	<b>Group</b>	
	<b>As At 31/03/2018</b>	<b>As At 30/06/2017</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Amount repayable in one year or less (secured)</b>		
- Bank borrowings	<b>8,808</b>	9,161
- Finance lease liabilities	<b>15,402</b>	19,215
	<b>24,210</b>	28,376
<b>Amount repayable in one year or less (unsecured)</b>		
- Bank borrowings	-	1,495
	<b>24,210</b>	29,871
<b>Amount repayable after one year (secured)</b>		
- Bank borrowings	<b>62,907</b>	63,079
- Finance lease liabilities	<b>25,072</b>	32,226
	<b>87,979</b>	95,305
<b>Total borrowings</b>	<b>112,189</b>	125,176

**Details of any collateral:**

- (a) Bank borrowings of the Group are secured by a first legal charge over certain of the Group's property, plant and equipment.
- (b) Finance lease liabilities of the Group are secured over the leased plant and equipment and motor vehicles.

**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	
	3QFY2018	3QFY2017	9MFY2018	9MFY2017
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Cash flows from operating activities</b>				
Total profit/(loss)	17	(2,994)	(1,134)	431
Adjustments for:				
Income tax expense/(credit)	249	(121)	954	1,562
Depreciation of property, plant and equipment	7,537	7,759	22,858	23,395
Loss/(Gain) on disposal of property, plant and equipment	13	(41)	(1,060)	(1,462)
Loss/(Gain) on disposal of a subsidiary	-	-	461	(322)
Fair value loss/(gain) on financial assets at fair value through profit or loss	70	(27)	(37)	(33)
Write-back of impairment on trade receivables	(572)	(203)	(778)	(717)
Write-back of allowance for foreseeable loss on engineering contract	(542)	-	(542)	-
Interest income	(5)	(25)	(19)	(62)
Interest expense	793	836	2,406	2,719
Share of loss of associated companies	183	122	282	281
Share of (profit)/loss of a joint venture	(13)	(18)	(20)	41
Translation differences	129	639	359	271
<b>Operating cashflow before working capital changes</b>	<b>7,859</b>	<b>5,927</b>	<b>23,730</b>	<b>26,104</b>
Change in operating assets and liabilities:				
Inventories	75	517	129	49
Trade and other receivables	1,136	1,443	1,161	(1,022)
Other current assets	355	(113)	218	(209)
Trade and other payables	(2,846)	(6,986)	(7,289)	(2,678)
Cash generated from operations	<b>6,579</b>	<b>788</b>	<b>17,949</b>	<b>22,244</b>
Income tax paid	(338)	(592)	(1,074)	(2,042)
<b>Net cash provided by operating activities</b>	<b>6,241</b>	<b>196</b>	<b>16,875</b>	<b>20,202</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant and equipment	(200)	(5,410)	(3,935)	(8,452)
Disposal of subsidiary, net of cash disposed of	-	-	(99)	(71)
Interest received	5	25	19	62
Fixed deposit unpledged	11	(14)	2,215	787
Proceeds from disposal of property, plant and equipment	1	1,308	2,632	3,146
<b>Net cash (used in)/provided by investing activities</b>	<b>(183)</b>	<b>(4,091)</b>	<b>832</b>	<b>(4,528)</b>
<b>Cash flows from financing activities</b>				
Proceeds from borrowings	1,300	6,536	11,247	10,172
Repayment of borrowings	(3,145)	(1,842)	(12,468)	(6,998)
Repayment of finance lease liabilities	(4,942)	(5,269)	(15,124)	(15,647)
Interest paid	(780)	(833)	(2,380)	(2,670)
Dividends paid to equity holders of the Company	-	-	-	(464)
<b>Net cash used in by financing activities</b>	<b>(7,567)</b>	<b>(1,408)</b>	<b>(18,725)</b>	<b>(15,607)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(1,509)</b>	<b>(5,303)</b>	<b>(1,018)</b>	<b>67</b>
Cash and cash equivalents at beginning of financial period	8,881	16,523	8,390	11,153
<b>Cash and cash equivalents at end of financial period</b>	<b>7,372</b>	<b>11,220</b>	<b>7,372</b>	<b>11,220</b>
Cash and cash equivalents at end of financial period	7,647	13,713	7,647	13,713
Less: Fixed deposit pledged	(275)	(2,493)	(275)	(2,493)
<b>Cash and cash equivalents per statement of cash flows</b>	<b>7,372</b>	<b>11,220</b>	<b>7,372</b>	<b>11,220</b>

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

<u>Group</u>	<u>Attributable to equity holders of the Company</u>					Total Equity S\$'000
	Share Capital S\$'000	Other Reserves S\$'000	Retained Earnings S\$'000	Total S\$'000	Non- controlling Interest S\$'000	
<b>Balance at 1 July 2017</b>	<b>87,340</b>	<b>(4,200)</b>	<b>163,574</b>	<b>246,714</b>	<b>874</b>	<b>247,588</b>
Total comprehensive income/(loss)	-	1,186	(917)	269	(209)	60
Disposal of a subsidiary	-	-	-	-	(443)	(443)
<b>Balance at 31 December 2017</b>	<b>87,340</b>	<b>(3,014)</b>	<b>162,657</b>	<b>246,983</b>	<b>222</b>	<b>247,205</b>
Total comprehensive income/(loss)	-	1,280	32	1,312	(23)	1,289
<b>Balance at 31 March 2018</b>	<b>87,340</b>	<b>(1,734)</b>	<b>162,689</b>	<b>248,295</b>	<b>199</b>	<b>248,494</b>
<b>Balance at 1 July 2016</b>	87,340	(3,645)	173,377	257,072	(2,214)	254,858
Total comprehensive income/(loss)	-	(279)	3,320	3,041	100	3,141
Transfer from other reserve to retained earnings arising from statutory requirement in China	-	(301)	301	-	-	-
Disposal of a subsidiary	-	-	-	-	3,357	3,357
Dividend relating to 2016 paid	-	-	(464)	(464)	-	(464)
<b>Balance at 31 December 2016</b>	<b>87,340</b>	<b>(4,225)</b>	<b>176,534</b>	<b>259,649</b>	<b>1,243</b>	<b>260,892</b>
Total comprehensive loss	-	(389)	(2,897)	(3,286)	(108)	(3,394)
<b>Balance at 31 March 2017</b>	<b>87,340</b>	<b>(4,614)</b>	<b>173,637</b>	<b>256,363</b>	<b>1,135</b>	<b>257,498</b>
<u>Company</u>						
	Share Capital S\$'000	Retained Earnings S\$'000	Total Equity S\$'000			
<b>Balance at 1 July 2017</b>	<b>87,340</b>	<b>3,685</b>	<b>91,025</b>			
Total comprehensive loss	-	(1,000)	(1,000)			
<b>Balance at 31 December 2017</b>	<b>87,340</b>	<b>2,685</b>	<b>90,025</b>			
Total comprehensive loss	-	(100)	(100)			
<b>Balance at 31 March 2018</b>	<b>87,340</b>	<b>2,585</b>	<b>89,925</b>			
<b>Balance at 1 July 2016</b>	87,340	3,681	91,021			
Total comprehensive income	-	604	604			
Dividend relating to 2016 paid	-	(464)	(464)			
<b>Balance at 31 December 2016</b>	<b>87,340</b>	<b>3,821</b>	<b>91,161</b>			
Total comprehensive loss	-	(69)	(69)			
<b>Balance at 31 March 2017</b>	<b>87,340</b>	<b>3,752</b>	<b>91,092</b>			

**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 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 were no treasury shares and outstanding convertibles as at 31 March 2018 and 31 March 2017.

**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.**

The total number of issued shares as at 31 March 2018 was 232,235,253 (30 June 2017: 232,235,253).

**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.**

There were no sales, transfers, disposal, cancellation and/or use of treasury shares during the nine months ended 31 March 2018.

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

The figures have not been audited or reviewed by the Company's auditors.

**3 Whether 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 Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as compared to the most recent audited annual financial statements as at 30 June 2017.

**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 adoption of the new and revised Financial Reporting Standards which took effect from the current reporting period is assessed to have no material impact to the results of the Group and of the Company for the financial year ending 30 June 2018.

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

<u>Earnings/(Loss) per Share</u>	<b>Group</b>			
	<b>3QFY2018</b>	3QFY2017	<b>9MFY2018</b>	9MFY2017
(i) Based on weighted average number of ordinary shares in issue	<b>0.01</b>	(1.25)	<b>(0.38)</b>	0.18
(ii) On a fully diluted basis (cents)	<b>0.01</b>	(1.25)	<b>(0.38)</b>	0.18

Earnings/(Loss) per ordinary share on existing issued share capital are computed based on the weighted average number of ordinary shares in issue during the period of 232,235,253 (31 March 2017: 232,235,253).

There is no difference between the basic and diluted earnings per share.

- 7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:  
 (a) current financial period reported on; and  
 (b) immediately preceding financial year.

	<b>Group</b>		<b>Company</b>	
	<b>As At 31/03/2018</b>	As At 30/06/2017	<b>As at 31/03/2018</b>	As At 30/06/2017
Net asset value per ordinary share (cents)	<b>106.92</b>	106.23	<b>38.72</b>	39.20
Number of shares in issue	<b>232,235,253</b>	232,235,253	<b>232,235,253</b>	232,235,253

- 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.

#### Review on Group's Financial Results

#### 3 Months ended 31 March 2018 (3QFY2018) vs 3 Months ended 31 March 2017 (3QFY2017)

#### Revenue

	<b>3QFY2018</b>	3QFY2017	Increase/ (Decrease)	<b>9MFY2018</b>	9MFY2017	Increase/ (Decrease)
	<b>S\$'000</b>	S\$'000	%	<b>S\$'000</b>	S\$'000	%
Heavy Lift and Haulage	<b>21,620</b>	22,403	(3)	<b>69,424</b>	75,363	(8)
Marine Transportation	<b>1,111</b>	667	67	<b>2,079</b>	2,642	(21)
Engineering Services	-	1,083	(100)	<b>921</b>	10,149	(91)
Trading	<b>76</b>	111	(32)	<b>2,068</b>	1,756	18
	<b>22,807</b>	24,264	(6)	<b>74,492</b>	89,910	(17)

**Revenue** was S\$22.8 million in 3QFY2018, a decrease of S\$1.5 million or 6% from S\$24.3 million in 3QFY2017. The decrease was mainly attributed to the decrease in contributions from the Heavy Lift and Haulage and Engineering Services segments.



## Review on Group's Financial Results (Cont'd)

Heavy Lift and Haulage segment revenue decreased by S\$0.8 million or 3% from S\$22.4 million in 3QFY2017 to S\$21.6 million in 3QFY2018. There were fewer projects executed in Singapore and the Middle East but offset by an increase in projects from India and Malaysia in 3QFY2018.

Marine Transportation segment revenue increased by S\$0.4 million or 67% from S\$0.7 million in 3QFY2017 to S\$1.1 million in 3QFY2018, mainly due to new projects secured in Singapore and Malaysia.

Engineering Services segment revenue decreased by S\$1.1 million or 100% to S\$Nil in 3QFY2018, mainly due to the completion of a project in the Middle East and the disposal of a subsidiary in 2QFY2018.

Trading segment revenue remained low at S\$0.1 million for both 3QFY2018 and 3QFY2017 as there was no equipment sold during these quarters.

**Gross Profit** was S\$6.1 million in 3QFY2018, an increase of S\$1.1 million or 22% from S\$5.0 million in 3QFY2017. **Gross Profit Margin** was higher at 27% in 3QFY2018 as compared to 20% in 3QFY2017, mainly due to a write-back of allowance for foreseeable loss on a completed engineering contract in 3QFY2018 and improved performance from the Marine Transportation segment.

**Other Income** was S\$0.1 million in 3QFY2018, a decrease of S\$0.1 million or 49% from S\$0.2 million in 3QFY2017, mainly due to insurance claims of S\$0.1 million received in 3QFY2017 and none in 3QFY2018.

**Other Losses - net** was S\$0.7 million in 3QFY2018, a decrease of S\$0.5 million or 46% from S\$1.2 million in 3QFY2017. This was mainly attributable to lower operational exchange loss of S\$0.6 million in 3QFY2018 as compared to S\$1.3 million in 3QFY2017.

**Other Operating Expenses** were S\$3.9 million in 3QFY2018, a decrease of S\$2.0 million or 33% from S\$5.9 million in 3QFY2017, mainly due to reduction in manpower costs and other operating expenses. In addition, write-back of impairment loss on trade receivables was also higher at S\$0.5 million in 3QFY2018 as compared to S\$0.2 million in 3QFY2017.

### Profit/(Loss) before Income Tax

	<b>3QFY2018</b>	3QFY2017	Increase/ (Decrease)	<b>9MFY2018</b>	9MFY2017	Increase/ (Decrease)
	<b>S\$'000</b>	S\$'000	%	<b>S\$'000</b>	S\$'000	%
Heavy Lift and Haulage	<b>231</b>	(1,104)	NM	<b>1,508</b>	5,362	(72)
Marine Transportation	<b>(456)</b>	(1,217)	(63)	<b>(1,419)</b>	(2,243)	(37)
Engineering	<b>554</b>	(725)	NM	<b>(302)</b>	(1,312)	(77)
Trading	<b>(63)</b>	(69)	(9)	<b>33</b>	186	(82)
	<b>266</b>	(3,115)	NM	<b>(180)</b>	1,993	NM

**Profit before Income Tax** was S\$0.3 million in 3QFY2018 as compared to loss before income tax of S\$3.1 million in 3QFY2017.

Heavy Lift and Haulage segment recorded a profit before income tax of S\$0.2 million in 3QFY2018 as compared to a loss before income tax of S\$1.1 million in 3QFY2017. This was mainly attributable to reduction in manpower costs and other operating expenses. In addition, there was a write-back of impairment loss on trade receivables of S\$0.5 million in 3QFY2018 as compared to S\$0.2 million in 3QFY2017. Exchange loss was also reduced to S\$0.6 million in 3QFY2018 from an exchange loss of S\$1.0 million in 3QFY2017.

Marine Transportation segment incurred a loss before income tax of S\$0.5 million in 3QFY2018, a decrease of S\$0.7 million or 63%, from S\$1.2 million in 3QFY2017, mainly due to higher turnover and a write-back of impairment loss on trade receivable of S\$0.1 million in 3QFY2018.

## Review on Group's Financial Results (Cont'd)

Engineering Services segment registered a profit before income tax of S\$0.6 million in 3QFY2018 as compared to a loss before income tax of S\$0.7 million in 3QFY2017, mainly due to write-back of allowance for foreseeable loss of S\$0.5 million for a completed project.

Trading segment reported a loss before income tax of S\$0.1 million in both 3QFY2018 and 3QFY2017.

The effective tax rate of the Group was higher, mainly due to losses incurred by overseas subsidiaries which cannot be offset against profit earned by other entities in the Group.

## Review of Statements of Financial Position and Cash Flows

**Cash and cash equivalents** per consolidated statement of cash flow decreased by S\$1.0 million from S\$8.4 million as at 30 June 2017 to S\$7.4 million as at 31 March 2018 mainly due to net cash outflow from financing activities of S\$18.7 million. This was offset by the net cash inflows from operating activities and investing activities of S\$16.9 million and S\$0.8 million respectively. Net cash outflow from financing activities of S\$18.7 million resulted mainly from the repayment of borrowings of S\$27.6 million offset by proceeds from borrowings of S\$11.2 million.

As at 31 March 2018, the Group was in a net current liabilities position of S\$1.4 million. The Group had sufficient undrawn financing facilities committed from large reputable financial institutions to meet its commitments as well as to repay debts as and when they fall due for the next twelve months from 31 March 2018.

**Total other current assets** decreased by S\$0.2 million from S\$1.8 million as at 30 June 2017 to S\$1.6 million as at 31 March 2018, mainly due to lower deposits paid to suppliers for purchase of equipment.

**Total trade and other payables** decreased by S\$12.6 million from S\$42.4 million as at 30 June 2017 to S\$29.8 million as at 31 March 2018. The decrease was mainly due to payments to creditors for purchases of equipment and services; and payment to the main contractor for the redevelopment of its premises at 15 Pandan Crescent.

**Total borrowings** decreased by S\$13.0 million from S\$125.2 million as at 30 June 2017 to S\$112.2 million as at 31 March 2018, mainly due to repayment of bank borrowings.

**Current income tax liabilities** decreased by S\$0.5 million from S\$1.7 million as at 30 June 2017 to S\$1.2 million as at 31 March 2018, mainly due to payment of income tax during the current period.

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

Not applicable.

### 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 operating environment continues to be challenging and competitive amid the slowdown in demand in the key markets we operate in. The Group expects that the on-going public sector infrastructure development in Singapore will provide support for more business opportunities.

The Group remains committed to effectively manage operating costs and business risks to stay competitive. It will continue to explore strategic collaborations and leverage on its capabilities and track record as a one-stop integrated heavy lift specialist and service provider to target complex and high value projects to grow the business.

**11 If no dividend has been declared / recommended, a statement to that effect**

No interim dividend for the nine months ended 31 March 2018 is recommended (31 March 2017: Nil).

**12 If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Company does not have a shareholder's mandate for interested person transactions pursuant to Rule 920(1)(a)(ii) of the Listing Manual of the Singapore Exchange Securities Trading Limited.

**13 Negative Confirmation of Interim Financial Results Pursuant to Rule 705(5) of the SGX-ST Listing Manual**

The Directors of the Company confirm that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial statements of the Company and the Group for Third Quarter and Nine Months ended 31 March 2018 to be false or misleading, in any material aspect.

**14 Undertakings from Directors and Executive Officers Pursuant to Rule 720(1) of the SGX-ST Listing Manual**

The Company confirms that it had procured undertakings from all Directors and Executive Officers in the format set out in Appendix 7.7 under Rule 720(1) of the SGX-ST Listing Manual.

**By Order of the Board  
Mr Ang Kah Hong  
Executive Chairman and Managing Director**

**10 May 2018**