Company Registration Number: 199707022K
(Incorporated in the Republic of Singapore

UNAUDITED FINANCIAL STATEMENTS AND RELATED ANNOUNCEMENT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2017

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

1(a)(i) An income statements and statement of comprehensive income or a statement of comprehensive income for the group together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Note	3 Months Ended 30 September			9 Months Ended 30 September		
		3Q2017 S$'000	3Q2016 S$'000	Increase (Decrease) %	9M2017 S$'000	9M2016 S$'000	Increase (Decrease) %
Revenue		1,726	2,872	-40%	7,363	5,639	31%
Cost of sales		(1,392)	(2,730)	-49%	(6,094)	(4,763)	28%
Gross profit		334	142	135%	1,269	876	45%
Other income	1(a)(ii)	80	89	-10%	262	278	-6%
Other (losses)/gains	1(a)(ii)	(272)	315	-186%	(937)	(405)	131%
Expenses							
-General and administrative expenses		(857)	(902)	-5%	(3,306)	(1,987)	66%
-Finance expenses		(3)	(6)	-50%	(384)	(23)	1570%
-Other expenses		-	(7)	n.m.	-	(10)	n.m.
Loss before income tax	1(a)(ii)	(718)	(369)		(3,096)	(1,271)	
Income tax expense		-	-	n.m.	(8)	-	n.m.
Loss after tax		(718)	(369)		(3,104)	(1,271)	
Other comprehensive profit:							
Items that may be reclassified subsequently to profit or loss:							
Currency translation differences arising from consolidation		40	-	n.m.	5	-	n.m.
Total comprehensive loss for the financial period		(678)	(369)		(3,099)	(1,271)	
(Loss)/profit attributable to:							
Equity holders of the Company		(739)	(309)	n.m.	(3,021)	(1,324)	n.m.
Non-controlling interests		21	(60)	n.m.	(83)	53	n.m.
		(718)	(369)		(3,104)	(1,271)	
Total comprehensive (loss)/profit attributable to:							
Equity holders of the Company		(699)	(309)	n.m.	(3,016)	(1,324)	n.m.
Non-controlling interests		21	(60)	n.m.	(83)	53	n.m.
		(678)	(369)		(3,099)	(1,271)	

n.m = Not meaningful

1(a)(ii) Additional notes to the statement of comprehensive income for the group for the corresponding period of the immediate preceding financial year.

	Note	3 Months Ended 30 September			9 Months Ended 30 September		
		3Q2017 S$'000	3Q2016 S$'000	Increase (Decrease) %	9M2017 S$'000	9M2016 S$'000	Increase (Decrease) %
Other income:							
Interest income		80	65	23%	218	211	3%
Government grant		-	22	-100%	29	64	-55%
Sundry income		-	2	-100%	15	3	400%
		80	89		262	278	
Other (losses)/gains:							
Currency exchange (losses)/gains		(296)	227	-230%	(960)	(531)	81%
Gain/(loss) from disposal of property, plant and equipment		-	83	-100%	(4)	121	-103%
Bad debt written back		-	5	n.m	3	5	n.m
Negative goodwill from acquisition of subsidiary		24	-	n.m	24	-	n.m
		(272)	315		(937)	(405)	
Depreciation included in:							
- cost of sales		(350)	(86)	307%	(864)	(274)	215%
- general and administrative expenses		(55)	(5)	1000%	(160)	(17)	841%
Interest expenses		(3)	(6)	-50%	(384)	(23)	1570%
Property, plant and equipment written off		-	-	n.m	(28)	-	n.m
Impairment loss on investment in available-for-sale financial assets		-	(7)	n.m	(4)	(10)	n.m

1(b)(i) A statement of financial position or balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Note	Group		Company	
		As at 30 September 2017 S$'000	As at 31 December 2016 S$'000 (Audited)	As at 30 September 2017 S$'000	As at 31 December 2016 S$'000 (Audited)
ASSETS					
Current assets					
Trade and other receivables	1(b)(ii)	11,393	11,655	5,794	5,915
Inventories		1,855	314	-	-
Amounts due from related corporation		4,355	-	4,355	-
Amounts due from subsidiaries		-	-	3,939	6,612
Cash and cash equivalents		11,433	14,163	6,556	11,437
Total current assets		**29,036**	**26,132**	**20,644**	**23,964**
Non-current assets					
Property, plant and equipment		1,954	31,056	421	-
Investment in subsidiaries		-	-	4,210	3,891
Available-for-sale financial assets		8	10	-	-
Amounts due from related corporation		8,948	-	8,948	-
Amounts due from subsidiaries		-	-	-	9,537
Trade and other receivables	1(b)(ii)	-	614	-	-
Deferred income tax asset		20	-	-	-
Total non-current assets		**10,930**	**31,680**	**13,579**	**13,428**
Total assets		**39,966**	**57,812**	**34,223**	**37,392**
LIABILITIES					
Current liabilities					
Trade and other payables	1(b)(iii)	8,173	14,845	525	555
Amounts due to subsidiaries		-	-	5,684	6,252
Finance lease liabilities	1(b)(iv)	195	291	-	-
Borrowings	1(b)(iv)	-	1,881	-	-
Current income tax liabilities		-	6	-	-
Total current liabilities		**8,368**	**17,023**	**6,209**	**6,807**
Non-current liabilities					
Trade and other payables	1(b)(iii)	-	7,027	-	-
Finance lease liabilities	1(b)(iv)	67	183	-	-
Deferred income tax liabilities		-	48	-	46
Total non-current liabilities		**67**	**7,258**	**-**	**46**
Total liabilities		**8,435**	**24,281**	**6,209**	**6,853**
NET ASSETS		**31,531**	**33,531**	**28,014**	**30,539**
EQUITY					
Capital and reserves attributable to equity holders of the Company					
Share capital		32,533	32,533	32,533	32,533
Currency translation reserve		(119)	594	-	-
(Accumulated losses)/retained earnings		(1,548)	3,534	(4,519)	(1,994)
Capital reserve		182	182	-	-
		31,048	36,843	28,014	30,539
Non-controlling interests		483	(3,312)	-	-
Total equity		**31,531**	**33,531**	**28,014**	**30,539**

1(b)(ii) Trade and other receivables comprises:

	Note	Group		Company	
		As at 30 September 2017 S$'000	As at 31 December 2016 S$'000	As at 30 September 2017 S$'000	As at 31 December 2016 S$'000
Current assets					
Trade receivables		3,363	3,729	-	-
Accrued service revenue		145	195	-	-
		3,508	3,924	-	-
Advance payment to supplier		42	1,356	-	-
GST recoverable		54	40	33	7
Profit guarantee due from vendors		5,665	5,890	5,665	5,890
Sundry receivables		267	114	23	8
		9,536	11,324	5,721	5,905
Deposits		1,277	232	73	5
Prepayments		580	99	-	5
		11,393	11,655	5,794	5,915
Non-current assets					
Sundry receivables		-	614	-	-

1(b)(iii) Trade and other payables comprises:

	Note	Group		Company	
		As at 30 September 2017 S$'000	As at 31 December 2016 S$'000	As at 30 September 2017 S$'000	As at 31 December 2016 S$'000
Current liabilities					
Trade payables		686	542	-	-
Accruals		874	1,373	56	543
Shareholders' loans		-	5,965	-	-
GST payable		-	79	-	7
Other payables		6,613	6,886	469	5
		8,173	14,845	525	555
Non-current liabilities					
Shareholders' loans		-	6,962	-	-
Post-employment benefits obligation		-	65	-	-
		-	7,027	-	-

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

	Note	As at 30 September 2017		As at 31 December 2016	
		Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
Amount repayable in one year or less, or on demand		195	-	2,172	-
Amount repayable after one year		67	-	183	-

Details of collateral

The Group's finance lease liabilities and bank borrowings are secured by the leased assets, pledged deposits and corporate guarantees.

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.

	Note	Group 3 Months Ended 30 September 2017 S$'000	Group 3 Months Ended 30 September 2016 S$'000	Group 9 Months Ended 30 September 2017 S$'000	Group 9 Months Ended 30 September 2016 S$'000
Cash flows from operating activities					
Loss after tax		(718)	(369)	(3,104)	(1,324)
Adjustments for:					
Income tax expense/ (credit)		-	82	8	(38)
Depreciation of property, plant and equipment		405	92	1,024	291
Property,plant and equipment written off		-	-	28	-
Impairment loss on investment in available-for-sale financial assets		-	2	4	5
Loss from disposal of property, plant and equipment		-	-	4	-
Unrealised currency translation (gain)/loss		(422)	265	(2,115)	(440)
Effect of deconsolidation of subsidiary	a	-	-	2,536	33,703
Negative goodwill from acquisition of subsidiary	b	(24)	-	(24)	-
Interest income		(80)	(65)	(218)	(211)
Interest expense		3	6	384	23
Operating cash flows before changes in working capital		(836)	13	(1,473)	32,009
Trade receivables and other receivables		(218)	(1,901)	(366)	(14,897)
Inventories		(1,055)	-	(1,124)	177
Trade payables, other payables and accruals		2,419	1,786	2,258	(20,096)
Cash generated from/ (used in) operations		310	(102)	(705)	(2,807)
Interest received		80	65	218	211
Interest paid		(3)	(6)	(384)	-
Income tax paid		-	-	-	(23)
Net cash generated from/ (used in) operating activities		387	(43)	(871)	(2,619)
Cash flows from investing activities					
Refund of deposit from proposed investment		-	-	-	1,000
Acquisition of a subsidiary, net of cash acquired	b	124	-	124	-
Purchase of property, plant and equipment		-	(3)	(470)	(23)
Proceeds from disposal of property, plant and equipment		-	102	-	102
Net cash generated from/ (used in) investing activities		124	99	(346)	1,079
Cash flows from financing activities					
Repayment of borrowings		-	-	(1,227)	-
Repayment of finance lease liabilities		(56)	(122)	(236)	(335)
Decrease/ (increase) in short-term deposits pledged	c	301	(1,706)	(586)	(2,103)
Dividend paid to non-controlling interest by a subsidiary		-	(50)	(50)	(50)
Net cash generated from/ (used in) financing activities		245	(1,878)	(2,099)	(2,488)
Net increase/ (decrease) in cash and cash equivalents		756	(1,822)	(3,316)	(4,028)
Cash and cash equivalents at beginning of financial period		6,556	9,083	10,748	11,217
Effect of currency translation on cash and cash equivalents		120	(114)	-	(42)
Cash and cash equivalents at end of financial period		7,432	7,147	7,432	7,147
Cash and cash equivalents					
Cash and bank balances		11,433	10,418	11,433	10,418
Less: Fixed deposits pledged with financial institutions		(4,001)	(3,271)	(4,001)	(3,271)
Cash and cash equivalents at end of financial period		7,432	7,147	7,432	7,147
				-	-

Notes: -

a. The effect of deconsolidation of subsidiary pertains to deconsolidation of PT Momentum Indonesia Investama.

b. The financial effects arising from acquisition of a subsidiary pertains to acquisition of 75% shareholding in PT Indah Perkasa Abadi.

c. Short-term deposits are pledged in relation to the banking facilities granted to the subsidiaries.

1(d)(i) A statement (for the issuer and) 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	Retained earnings/ (accumulated losses)	Currency translation reserve	Capital reserve	Total	Non-controlling Interests	Total
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
FOR 9 MONTHS ENDED 30 SEPTEMBER							
GROUP							
Balance as at 1 January 2017	32,533	3,534	594	182	36,843	(3,312)	33,531
Net loss for the period	-	(3,021)	-	-	(3,021)	(83)	(3,104)
Other comprehensive income for the period	-	-	5	-	5	-	5
Dividend paid to non-controlling interest by a subsidiary	-	-	-	-	-	(50)	(50)
Effect of deconsolidation of subsidiary*	-	(2,061)	(718)	-	(2,779)	3,791	1,012
Additions arising from acquisition of a subsidiary#	-	-	-	-	-	137	137
Balance as at 30 September 2017	32,533	(1,548)	(119)	182	31,048	483	31,531
Balance as at 1 January 2016	29,575	15,513	(105)	182	45,165	12,129	57,294
Net (loss)/profit for the period	-	(1,324)	-	-	(1,324)	53	(1,271)
Issuance of share capital	10	(10)	-	-	-	-	-
Dividend paid	-	(50)	-	-	(50)	-	(50)
Effect of deconsolidation of subsidiary*	-	135	105	-	240	(11,645)	(11,405)
Balance as at 30 September 2016	29,585	14,264	-	182	44,031	537	44,568
COMPANY							
Balance as at 1 January 2017	32,533	(1,994)	-	-	30,539	-	30,539
Net loss for the period	-	(2,525)	-	-	(2,525)	-	(2,525)
Balance as at 30 September 2017	32,533	(4,519)	-	-	28,014	-	28,014
Balance as at 1 January 2016	29,575	11,267	-	-	40,842	-	40,842
Net loss for the period	-	(665)	-	-	(665)	-	(665)
Balance as at 30 September 2016	29,575	10,602	-	-	40,177	-	40,177
FOR 3 MONTHS ENDED 30 SEPTEMBER							
GROUP							
Balance as at 1 July 2017	32,533	(809)	(159)	182	31,747	325	32,072
Net loss for the period	-	(739)	-	-	(739)	21	(718)
Other comprehensive profit for the period	-	-	40	-	40	-	40
Additions arising from acquisition of a subsidiary#	-	-	-	-	-	137	137
Balance as at 30 September 2017	32,533	(1,548)	(119)	182	31,048	483	31,531
Balance as at 1 July 2016	29,575	15,189	(651)	182	44,295	12,046	56,341
Net loss for the period	-	(309)	-	-	(309)	(60)	(369)
Issuance of share capital	10	(10)	-	-	-	-	-
Dividend paid	-	(50)	-	-	(50)	-	(50)
Effect of deconsolidation of subsidiary*	-	(556)	651	-	95	(11,449)	(11,354)
Balance as at 30 September 2016	29,585	14,264	-	182	44,031	537	44,568

*The effect of deconsolidation of subsidiary pertains to deconsolidation of PT Momentum Indonesia Investama.

#The additions arising from acquisition of a subsidiary pertains to acquisition of 75% shareholding in PT Indah Perkasa Abadi.

COMPANY

Balance as at 1 July 2017	32,533	(3,695)	-	-	28,838	-	28,838
Net loss for the period	-	(824)	-	-	(824)	-	(824)
Balance as at 30 September 2017	32,533	(4,519)	-	-	28,014	-	28,014
Balance as at 1 July 2016	29,575	10,347	-	-	39,922	-	39,922
Net loss for the period	-	255	-	-	255	-	255
Balance as at 30 September 2016	29,575	10,602	-	-	40,177	-	40,177

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.

Share Capital

There was no change in the company's share capital since 31 December 2016.

Reference is made to the Company's announcements dated 20 June 2017, 21 July 2017, 25 July 2017 and 31 July 2017 relating to the proposed subscription of 9,281,166 new ordinary shares in the capital of the Company at an issue price of S$0.348 per subscription share (the "Subscription Shares") (the "Subscription Announcements"). As stated in the Subscription Announcements, the Company has received approval in-principle from the Singapore Exchange Securities Trading Limited for the listing and quotation of the Subscription Shares, which is subject to, among others, the approval of the shareholders of the Company (the "Shareholders"). As announced by the Company on 25 July 2017, the Company will be convening an extraordinary general meeting ("EGM") to seek such approval. A circular containing further information on the Subscription, together with a notice of EGM of the Company, will be dispatched by the Company to the Shareholders in due course.

Convertible Securities

The company does not have any share scheme, treasury shares or subsidiary holdings as at 30 September 2017 and as at the end of the corresponding period of the immediately preceding financial year.

There were no warrants being exercised and converted into ordinary shares in the capital of the company during the third quarter ended 30 September 2017 and the year ended 31 December 2016. As set out in the Company's announcement dated 21 March 2017, these warrants expired on 21 April 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 financial year.

Number of shares	As at 30 September 2017	As at 31 December 2016
Total number of issued shares (excluding treasury shares)	46,405,830	46,405,830

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.

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

Not applicable.

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.

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.

Save as disclosed in Paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial period as those used in the most recent audited financial statements.

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 applied the same accounting policies and methods of computation in the preparation of financial statements for the current financial period compared with the most recently audited financial statements for the financial year ended 31 December 2016, except for the adoption of the Financial Reporting Standards ("FRSs") and Interpretation of FRS ("INT FRS") that are mandatory for financial years beginning on or after 1 January 2017. The adoption of these new FRS and INT FRS has no material impact to the results of the Group and of the Company for the current financial period reported on.

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.

	Group 3 Months Ended 30 September		Group 9 Months Ended 30 September	
	2017	2016	2017	2016
Loss per share				
(i) Based on weighted average number of ordinary shares on issue (cents)	(1.55)	(0.01)	(6.69)	(0.03)
(ii) On a fully diluted basis (cents) *	(1.55)	(0.01)	(6.69)	(0.03)
Number of ordinary shares	46,405,830	38,681,730	46,405,830	38,681,730

+No potential diluted ordinary shares.

7. Net asset value (for the issuer and group) per ordinary share based on total number of issued shares excluding treasury shares of the issuer at the end of the:

(a) current period reported on; and

(b) immediately preceding financial year.

	As at 30 September 2017	As at 31 December 2016
GROUP		
Net asset value per ordinary shares - dollars	0.68	0.72
COMPANY		
Net asset value per ordinary shares - dollars	0.60	0.66
Number of issued shares as at end of the period/year	46,405,830	46,405,830

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.

Reference is made to the Company's announcements dated 22 August 2016, 15 September 2016, 7 October 2016, 24 November 2016, 30 November 2016, 18 January 2017, 24 January 2017, 28 February 2017, 4 August 2017, 10 August 2017 and 11 August 2017 (the "PT MII Announcements") regarding the dispute between, among others, Mr Sudirman Kurniawan ("Sudirman") and the Company (the "PT MII Dispute") arising out of the conditional sale and purchase agreement dated 17 March 2015 and the supplemental sale and purchase agreement dated 3 August 2015 (collectively, the "SPA") entered into between Sudirman, Angelo Fernandus ("Angelo") and the Company for the acquisition by the Company of approximately 49% of the entire issued and paid-up capital of PT Momentum Indonesia Investama ("PT MII").

As announced by the Company on 10 August 2017, PT MII has been deconsolidated from its marine logistics segment and has been re-classified its investment in PT MII as an "available-for-sale" asset with effect from 1 April 2017.

On 11 August 2017, the Company announced that its legal counsel had received a letter from Sudirman dated as of 21 June 2017 (the "Sudirman Letter") with another letter attached from Geo Coal International Pte Ltd ("GCI") to PT MII dated 12 January 2016 (the "GCI Letter"). In the GCI Letter, GCI had stated that its five-year freight agreement with PT MII entered on 30 June 2015 (the "Agreement") was not effective as at 12 January 2016 as the Agreement was subject to mutual consent by both PT MII and GCI. In the GCI Letter, GCI also disputed the comments in The Edge publication dated 11 January 2016 made by Mr Mark Zhou, the former Chief Executive Officer of the Company, that PT MII has a five-year freight charter agreement with GCI.

In addition, GCI also informed PT MII in the same letter that PT Sunga Danau Jaya, a subsidiary of GCI had on the 16 December 2015 appointed PT Armada Rock Karunia Transshipment as its barge operator. In the Sudirman Letter, Sudirman also attached a letter from PT MII to GCI dated 27 January 2016 where PT MII had replied to GCI strenuously disagreeing that the Contract was not effective as at 12 January 2016 and reserving its rights (the "PT MII Letter").

Further to the PT MII Letter, the Company is not aware of any further correspondence between PT MII and GCI relating to the Agreement, or any follow-up action taken by PT MII, the prior management of the Company, all of whom have departed from the Company ("Prior Management") or Sudirman to ascertain the status of the Agreement in light of GCI's statement that the Agreement was not effective as at 12 January 2016.

The Company is currently investigating into the circumstances surrounding GCI's statement that the Agreement was not effective as at 12 January 2016, as well as any follow-up action taken by PT MII, the Prior Management, and Surdirman (in his capacity as executive officer of the Company) to protect the financial interests of the Company.

Subsequent to the announcement made on 10 August 2017 and as announced on 21 August 2017, the Company has successfully acquired 75% shareholding in PT Indah Perkasa Abadi ("PT IPA") through one of its indirect subsidiaries, PT PSL Commodities Indonesia, on 18 August 2017.

Financial Performance – 3Q2017 vs 3Q2016

Revenue has decreased by S$1.1 million or 40% in 3Q2017 compared to 3Q2016 due to a S$1.9 million one-off revenue generated in 3Q2016 from the Trading and Engineering segment which was offset by a $0.8 million increase in revenue in the Construction Logistics segment in 3Q2017, mainly contributed by revenue generated by PT IPA following the Group's acquisition. The more-than-proportionate increase in the Group's overall profit margin was mainly due to the acquisition of PT IPA, which had entered into higher-margin projects.

Other income has decreased by S$9,000 or 10% due to a one-off government grant obtained in 3Q2016, and this was offset by a marginal increase in interest income from USD loan extended to PT MII.

Other gains/losses fell to a loss of S$0.3 million in 3Q2017 from a gain of $0.3 million in 3Q2016, mainly due to a foreign exchange loss arising from the revaluation of the USD loan extended to PT MII, and a one-off gain in 3Q2016 from the disposal of property, plant and equipment in the Construction Logistics segment.

General and administrative expenses has decreased by S$0.05 million or 5% mainly due to S$0.3 million of doubtful debts provided in 3Q2016 for the Construction Logistics segment but there was no provision required in 3Q2017, and this was offset by expenses incurred by the new subsidiary, PT IPA and professional fees incurred pertaining to legal consultations and corporate actions, depreciation charges for office renovation and personnel-related costs.

Finance costs were incurred mainly from the interest from finance leases of Construction Logistics segment in 3Q2017 and 3Q2016 at S$3,000 and S$6,000 respectively.

The Group recorded a loss of S$0.7 million after tax in 3Q2017 compared to a loss of S$0.4 million in 3Q2016 mainly contributed by the Construction Logistics segment.

Financial Performance – 9M2017 vs 9M2016

Revenue has increased by S$1.8 million or 31% from S$5.6 million for 9M2016 to S$7.4 million for 9M2017, as a result of the revenue generated by PT IPA and Marine Logistics segment during 1Q2017. This was offset by the decrease in revenue from the Construction Logistics and Trading and Engineering segments. Gross profit consequently increased by S$0.4 million or 45% from S$0.9 million for 9M2016 to S$1.3 million for 9M2017, albeit in a more-than-proportionate portion, due to better margin projects entered into by PT IPA.

Other income decreased by S$20,000 or 6% due to a one-off government grant obtained for 9M2016 and the recognition of loan interest income from PT MII for 9M2017.

Other losses increased by S$0.5 million from S$0.4 million for 9M2016 to S$0.9 million for 9M2017, mainly due to fluctuations in foreign exchange rates.

General and administrative expenses increased by S$1.3 million or 66% from S$2.0 million for 9M2016 to S$3.3 million in 9M2017, mainly due to the professional fees incurred pertaining to the PT MII legal case, depreciation charges for office renovation and personnel related costs, which was offset by the provision of doubtful debts made in 3Q2016 in the Construction Logistics segment.

The Group recorded a loss after tax of S$3.1 million for 9M2017 compared to a loss after tax of S$1.3 million for 9M2016 due to losses incurred by the Construction Logistics segment, an increase in general and administrative expenses and this was partially offset by the profit generated from PT IPA.

Cash flow – 3Q2017 vs 3Q2016

The Group's cash and cash equivalents was S$7.4 million as at 30 September 2017. Net cash generated from operating activities was S$0.4 million in 3Q2017 compared to net cash used in operating activities of S$0.04 million in 3Q2016, mainly due to the decrease in trade payables, other payables and accruals that was offset by an increase in inventories from acquisition of PT IPA.

Net cash generated from investing activities has maintained at a constant level of S$0.1 million in 3Q2017 compared to 3Q2016 and cash generated from investing activities in 3Q2017 arose from the acquisition of PT IPA.

Net cash generated from financing activities was $0.2 million in 3Q2017 and net cash used in financing activities was S$1.7 million in 3Q2016 mainly due to changes in short-term deposits pledged.

Cash flow – 9M2017 vs 9M2016

The Group's cash and cash equivalents was S$7.4 million as at 30 September 2017. Net cash used in operating activities was S$0.9 million for 9M2017 compared to net cash used in operating activities of S$2.6 million for 9M2016. Lesser net cash was used in operating activities during 9M2017 compared to 9M2016 were mainly due to decrease in trade payables, other payables and accruals that was offset by an increase in inventories from acquisition of PT IPA.

Net cash used in investing activities was S$0.3 million for 9M2017, compared to net cash generated from investing activities of S$1.1 million for 9M2016. This was mainly due to the refund of S$1.0 million deposit from the proposed investment in NBN Scaffolding Pte Ltd for 9M2016 which was partially offset by office renovations.

Net cash used in financing activities was S$2.1 million for 9M2017 compared to S$2.5 million for 9M2016. This was mainly due to the repayment of bank borrowings in the Trading and Engineering segment during 9M2017 and more short-term deposits pledged during 9M2016.

Financial Position

Current assets increased by S$2.9 million or 11.1% from S$26.1 million as at 31 December 2016 to S$29.0 million as at 30 September 2017, mainly due to the (i) changes in cash and cash equivalents as highlighted in the cash flow statement above, (ii) an increase in inventories and receivables from acquisition of PT IPA, which was partially offset by decrease in receivables from the Trading and Engineering segment, and (iii) a recognition of a loan to PTMII as a result of the deconsolidation of Marine Logistics segment.

Non-current assets decreased by S$20.8 million or 65.6% from S$31.7 million as at 31 December 2016 to S$10.9 million as at 30 September 2017, mainly due to a de-recognition of property, plant and equipment and a recognition of a loan to PTMII as a result of the deconsolidation of Marine Logistics segment.

Current liabilities have decreased by S$8.6 million or 50.8% from S$17.0 million as at 31 December 2016 to S$8.4 million as at 30 September 2017, due to the deconsolidation of the Marine Logistics segment, which was partially offset by the increase in payables from acquisition of PT IPA. The deconsolidation has resulted in the decrease of non-current liabilities by S$7.2 million or 99.0% from S$7.3 million as at 31 December 2016 to S$0.07 million as at 30 September 2017.

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

There was no forecast, or any prospect statement previously disclosed.

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.

It is expected for ASEAN to need about US$2.76 trillion in infrastructure investment between 2016 and 2030 to maintain its growth momentum and eradicate poverty, and countries within ASEAN have been boosting their infrastructure budgets. The ASEAN Governments have also been supporting the growth of infrastructure projects and have sought involvement of the private sector which the Group expects will create more demand for construction logistics services.

With the successful completion of the acquisition of PT IPA, the Group believes that this will provide a further opportunity to enhance and expand its construction logistics business and broaden its business footprint overseas to tap on the growing demand.

Further, as part of the strategic review of the Group’s business, the Group will continue to look out for opportunities within the ASEAN region, in particularly with regard to infrastructure, commercial and residential projects in Indonesia, Malaysia and Myanmar. The Group will continue to consider different avenues to enter these markets and seek out property-related businesses which will also complement its diversification plans.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

No.

(c) Date payable

NA.

(d) Books closure date

NA.

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

No dividend has been declared/recommended.

13. Interested person transactions

No IPT mandate has been obtained from shareholders. There was no IPT during the period ended 30 September 2017.

14. Use of proceeds from offerings pursuant to Chapter 8 of the Listing Manual

The Company had completed the allotment and issue of an aggregate of 7,734,000 new ordinary shares at S$0.3825 for each subscription share in the capital of the Company ("**Subscription Shares**") on 31 October 2016 (the "**Subscription**"). It had been stated in the Company's announcement dated 22 September 2016 (the "**Subscription Announcement**") that 80% of the net proceeds of the Subscription will be used by the Company for funding growth and expansion (as and when opportunities arise) and 20% of the net proceeds of the Subscription will be used by the Company for working capital purposes. Following the completion of the allotment and issue of the Subscription Shares, 20% of the net proceeds of approximately S$2.9 million have been utilised for working capital purposes as at the date of this announcement. This amount is in line with the stated use of proceeds in the Subscription Announcement. The table below summarises the utilisation of the proceeds (the "**Use of Proceeds**"):

Intended use of net proceeds	Amount Allocated (S$'million) / with percentage allocation (%)	Amount utilised (S$'million)	Balance (S$'million)
Funding growth and expansion (as and when opportunities arise)	2.32 (80%)	-	2.32
Working capital purposes	0.58 (20%)	0.58 (Out of the S$0.58 million used for working capital purposes, approximately S$0.47 million was used for employees' salaries and related costs and remainder was for repayment of creditors including professional fees.)	-
Total (approximately)	2.9 (100%)	0.58	2.32

The auditors of the Company have conducted an independent verification on the Use of Proceeds and have verified that the Use of Proceeds is as stated in the table above.

15. Negative confirmation by the Board pursuant to Rule 705(5)

We, Mr Stephen Leong, BBM and Mr William Teo Choon Kow, BBM, being two of the directors of the Company, do hereby confirm on behalf of the Board of Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the financial results during the period ended 30 September 2017 to be false or misleading in any material aspect.

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

Pursuant to Rule 720(1) of the Listing Manual, the Company has procured undertakings from all its directors and executive officers.

BY ORDER OF THE BOARD

Tan Cheang Shiong
Chief Executive Officer
10 November 2017