

**Unaudited Financial Statements and Dividend Announcement for the Financial Year Ended 31 March 2017**

**PART I – INFORMATION REQUIRED FOR THE FULL YEAR ANNOUNCEMENT**

**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.**

**1(a)(i) Consolidated Statement of Comprehensive Income**

	Group			Group		
	4Q <sup>1</sup> 2016/2017	4Q 2015/2016	Increase/	FY <sup>2</sup> 2016/2017	FY 2015/2016	Increase/
	(Unaudited)	(Unaudited)	(Decrease)	(Unaudited)	(Audited)	(Decrease)
	\$'000	\$'000	%	\$'000	\$'000	%
Revenue	47,958	35,557	34.9%	162,049	125,418	29.2%
<b>Other items of income</b>						
Interest income	4	2	100.0%	11	7	57.1%
Other income	988	487	102.9%	4,427	6,469	-31.6%
<b>Items of expense</b>						
Purchases and consumables used	(24,641)	(13,712)	79.7%	(75,912)	(50,163)	51.3%
Changes in inventories	2,530	489	417.4%	2,603	567	359.1%
Delivery expenses	(938)	(826)	13.6%	(3,344)	(3,629)	-7.9%
Employee benefits expense	(12,980)	(13,789)	-5.9%	(45,834)	(37,385)	22.6%
Depreciation and amortisation expenses	(2,224)	(2,402)	-7.4%	(8,643)	(7,173)	20.5%
Advertising expenses	(963)	(663)	45.2%	(5,255)	(5,412)	-2.9%
Operating lease expenses	(1,956)	(2,542)	-23.1%	(7,459)	(7,327)	1.8%
Utilities	(1,162)	(1,034)	12.4%	(4,743)	(4,068)	16.6%
Other expenses	(3,940)	(768)	413.0%	(16,949)	(10,477)	61.8%
Finance costs	(460)	(423)	8.7%	(2,072)	(1,611)	28.6%
<b>Profit/(Loss) before income tax</b>	<b>2,216</b>	<b>376</b>	<b>489.4%</b>	<b>(1,121)</b>	<b>5,216</b>	<b>N.M.</b>
Income tax credit/(expense)	33	(42)	N.M.	2,416	(987)	N.M.
<b>Profit for the financial period/year</b>	<b>2,249</b>	<b>334</b>	<b>573.4%</b>	<b>1,295</b>	<b>4,229</b>	<b>-69.4%</b>
<b>Other comprehensive income:</b>						
<b>Items that may be reclassified subsequently to profit or loss</b>						
Exchange differences arising from translation of foreign operation	107	(230)	N.M.	462	274	68.6%
Gain on fair value changes of available-for-sale financial asset	238	-	N.M.	-	-	N.M.
Reclassification adjustments on fair value of available-for-sale financial asset	-	230	-100.0%	-	230	-100.0%
<b>Other comprehensive income for the financial period/year, net of tax</b>	<b>345</b>	<b>-</b>	<b>N.M.</b>	<b>462</b>	<b>504</b>	<b>-8.3%</b>
<b>Total comprehensive income for the financial period/year</b>	<b>2,594</b>	<b>334</b>	<b>676.6%</b>	<b>1,757</b>	<b>4,733</b>	<b>-62.9%</b>

<sup>1</sup> "4Q" denotes financial period from 1 January to 31 March

<sup>2</sup> "FY" denotes financial period from 1 April to 31 March

<sup>3</sup> "N.M." denotes not meaningful

**1(a)(i) Consolidated Statement of Comprehensive Income (Continued)**

	Group			Group		
	4Q 2016/2017	4Q 2015/2016	Increase/ (Decrease)	FY 2016/2017	FY 2015/2016	Increase/ (Decrease)
	(Unaudited)	(Unaudited)	(Decrease)	(Unaudited)	(Audited)	(Decrease)
	\$'000	\$'000	%	\$'000	\$'000	%
<b>Profit attributable to:</b>						
Owners of the parent	2,699	960	181.1%	3,263	6,062	-46.2%
Non-controlling interests	(450)	(626)	-28.1%	(1,968)	(1,833)	7.4%
	<u>2,249</u>	<u>334</u>	573.4%	<u>1,295</u>	<u>4,229</u>	-69.4%
<b>Total comprehensive income attributable to:</b>						
Owners of the parent	2,996	1,055	184.0%	3,517	6,442	-45.4%
Non-controlling interests	(402)	(721)	-44.2%	(1,760)	(1,709)	3.0%
	<u>2,594</u>	<u>334</u>	676.6%	<u>1,757</u>	<u>4,733</u>	-62.9%

**1(a)(ii) Notes to Consolidated Statement of Comprehensive Income**

Profit for the financial period/year is arrived at after crediting/(charging) the following:

	Group			Group		
	4Q 2016/2017	4Q 2015/2016	Increase/ (Decrease)	FY 2016/2017	FY 2015/2016	Increase/ (Decrease)
	(Unaudited)	(Unaudited)	(Decrease)	(Unaudited)	(Audited)	(Decrease)
	\$'000	\$'000	%	\$'000	\$'000	%
Interest income	4	2	100.0%	11	7	57.1%
Dividend income	-	-	N.M.	11	18	-38.9%
Fair value (loss)/gain on derivative financial instruments	-	(82)	-100.0%	23	(82)	N.M.
Gain from bargain purchase on acquisition of subsidiaries	-	(802)	-100.0%	-	3,453	-100.0%
Gain on disposal of assets classified as held for sale	-	-	N.M.	1,817	672	170.4%
Government grants	591	1,085	-45.5%	1,106	1,517	-27.1%
Rental income	102	303	-66.3%	601	533	12.8%
Utilities income	1	-	N.M.	2	3	-33.3%
Allowance for impairment loss on third parties trade receivables	(163)	-	N.M.	(163)	-	N.M.
Bad third parties trade receivables written off	(71)	(27)	163.0%	(75)	(30)	150.0%
Depreciation of property, plant and equipment	(2,099)	(2,262)	-7.2%	(8,199)	(6,917)	18.5%
Depreciation of investment properties	(12)	(48)	-75.0%	(70)	(65)	7.7%
Amortisation of intangible assets	(113)	(92)	22.8%	(374)	(191)	95.8%
Foreign exchange loss, net	(161)	(455)	-64.6%	(562)	(455)	23.5%
Impairment loss on available-for-sale financial assets	-	(270)	-100.0%	-	(270)	-100.0%
Impairment loss on property, plant and equipment	-	(271)	-100.0%	-	(271)	-100.0%
Impairment loss on investment properties	(112)	-	N.M.	(112)	-	N.M.
Inventories written down	(3)	(10)	-70.0%	(3)	(10)	-70.0%
(Loss)/Gain on disposal of property, plant and equipment	(186)	52	N.M.	(5,175)	47	N.M.
Loss on disposal of investment property	-	(25)	-100.0%	-	(25)	-100.0%
Plant and equipment written off	(437)	(98)	345.9%	(455)	(146)	211.6%
Finance costs	(460)	(423)	8.7%	(2,072)	(1,611)	28.6%

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.

1(b)(i) Statements of Financial Position

	Group		Company	
	As at		As at	
	31/3/2017 (Unaudited) \$'000	31/3/2016 (Audited) \$'000	31/3/2017 (Unaudited) \$'000	31/3/2016 (Audited) \$'000
<b>ASSETS</b>				
<b>Current assets</b>				
Inventories	12,983	9,044	-	-
Trade and other receivables	21,802	16,491	2,861	6,551
Prepayments	323	759	9	11
Cash and cash equivalents	10,540	12,176	237	378
	<b>45,648</b>	<b>38,470</b>	<b>3,107</b>	<b>6,940</b>
Assets classified as held for sale	-	1,043	-	-
<b>Total current assets</b>	<b>45,648</b>	<b>39,513</b>	<b>3,107</b>	<b>6,940</b>
<b>Non-current assets</b>				
Property, plant and equipment	75,204	75,884	10	14
Investment properties	1,250	2,787	-	-
Intangible assets	13,459	9,608	9	10
Investments in subsidiaries	-	-	28,969	21,351
Other receivables	2,583	197	2,551	2,211
Available-for-sale financial asset	630	630	630	630
<b>Total non-current assets</b>	<b>93,126</b>	<b>89,106</b>	<b>32,169</b>	<b>24,216</b>
<b>TOTAL ASSETS</b>	<b>138,774</b>	<b>128,619</b>	<b>35,276</b>	<b>31,156</b>
<b>EQUITY</b>				
<b>Capital and reserves</b>				
Share capital	7,899	7,899	7,899	7,899
Merger reserves	(326)	(326)	-	-
Capital reserves	505	-	-	-
Fair value adjustment account	-	-	-	-
Foreign currency translation reserve	405	150	-	-
Retained earnings	24,678	22,874	2,519	3,748
<b>Equity attributable to owners of the parent</b>	<b>33,161</b>	<b>30,597</b>	<b>10,418</b>	<b>11,647</b>
Non-controlling interests	4,082	5,660	-	-
<b>TOTAL EQUITY</b>	<b>37,243</b>	<b>36,257</b>	<b>10,418</b>	<b>11,647</b>

1(b)(i) Statements of Financial Position (Continued)

	Group		Company	
	As at		As at	
	31/3/2017	31/3/2016	31/3/2017	31/3/2016
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	\$'000	\$'000	\$'000	\$'000
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Trade and other payables	22,554	19,298	2,133	5,083
Provisions	404	400	-	-
Bank borrowings	36,938	30,883	-	-
Finance lease payables	1,481	2,012	-	-
Derivative financial liabilities	-	82	-	-
Income tax payable	355	1,520	23	23
<b>Total current liabilities</b>	<b>61,732</b>	<b>54,195</b>	<b>2,156</b>	<b>5,106</b>
<b>Non-current liabilities</b>				
Other payables	1,255	-	22,702	14,403
Bank borrowings	33,192	30,995	-	-
Finance lease payables	2,395	2,494	-	-
Deferred tax liabilities	2,957	4,678	-	-
<b>Total non-current liabilities</b>	<b>39,799</b>	<b>38,167</b>	<b>22,702</b>	<b>14,403</b>
<b>TOTAL LIABILITIES</b>	<b>101,531</b>	<b>92,362</b>	<b>24,858</b>	<b>19,509</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>138,774</b>	<b>128,619</b>	<b>35,276</b>	<b>31,156</b>

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

Amount repayable in one year or less, or on demand	As at 31/3/2017 (Unaudited) \$'000		As at 31/03/2016 (Audited) \$'000	
	Secured	Unsecured	Secured	Unsecured
Bank borrowings	12,113	24,825	13,840	17,043
Finance lease payables	1,481	-	2,012	-
<b>Amount repayable after one year</b>	<b>As at 31/3/2017 (Unaudited) \$'000</b>		<b>As at 31/03/2016 (Audited) \$'000</b>	
	Secured	Unsecured	Secured	Unsecured
Bank borrowings	32,884	308	30,765	230
Finance lease payables	2,395	-	2,494	-

**Details of any collateral:**

As at 31 March 2017, the Group's borrowings comprised bank borrowings and finance lease payables.

**Bank borrowings**

Bank borrowings of \$12.11 million repayable within one year or less or on demand, and \$32.88 million repayable after one year are both secured by the legal mortgage in favour of the banks over the following properties at:

- (i) 6A Wan Lee Road;
- (ii) 1, 3, 5, 7 & 9 Enterprise Road;
- (iii) 30B Quality Road;
- (iv) 14 Joo Koon Circle;
- (v) 50 Tuas Avenue 11 #02-12;
- (vi) 16 Jalan Kilang Timor #03-07;
- (vii) 22 Senoko Way;
- (viii) 475 Tampines Street 44 #01-129; and
- (ix) 8 Jalan Istimewa 8, Johor, Malaysia.

The remaining bank borrowings of \$24.83 million repayable within one year or less or on demand, and \$0.31 million repayable after one year are unsecured.

**Finance lease payables**

The Group's obligations under finance leases of \$1.48 million repayable within one year or less or on demand, and \$2.40 million repayable after one year are secured by the leased assets.

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.

1(c) Consolidated Statement of Cash Flow

	Group		Group	
	4Q 2016/2017	4Q 2015/2016	FY 2016/2017	FY 2015/2016
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	\$'000	\$'000	\$'000	\$'000
<b>Operating activities</b>				
Profit/(Loss) before income tax	2,216	376	(1,121)	5,216
Adjustments for:				
Depreciation and amortisation expenses	2,224	2,402	8,643	7,173
Allowance for impairment loss on third parties trade receivables	163	-	163	-
Bad third parties trade receivables written off	71	27	75	30
Fair value loss/(gain) on derivative financial instruments	-	82	(23)	82
Gain from bargain purchase on acquisition of subsidiaries	-	802	-	(3,453)
Gain on disposal of assets classified as held for sale	-	-	(1,817)	(672)
Impairment loss on available-for-sale financial asset	-	270	-	270
Impairment loss on property, plant and equipment	-	271	-	271
Impairment loss on investment properties	112	-	112	-
Interest expense	460	423	2,072	1,611
Interest income	(4)	(2)	(11)	(7)
Inventories written down	3	10	3	10
Loss on disposal of investment property	-	25	-	25
Loss/(Gain) on disposal of property, plant and equipment	186	(52)	5,175	(47)
Plant and equipment written off	437	98	455	146
Dividend income	-	-	(11)	(18)
Operating cash flows before working capital changes	5,868	4,732	13,715	10,637
Working capital changes:				
Inventories	(2,672)	(411)	(991)	(3,499)
Trade and other receivables	3,807	5,730	(4,240)	(882)
Prepayments	258	(417)	451	(12)
Trade and other payables	(6,453)	(1,925)	(5,146)	(2,440)
Provisions	(43)	(46)	4	(33)
Derivative financial instruments	-	-	(59)	-
Cash generated from operations	765	7,663	3,734	3,771
Income tax (paid)/refunded	(37)	247	(469)	(879)
Net cash from operating activities	728	7,910	3,265	2,892
<b>Investing activities</b>				
Acquisitions of subsidiaries, net of cash acquired	27	(562)	27	(10,175)
Purchase of property, plant and equipment	(1,167)	(1,720)	(20,124)	(6,668)
Purchase of intangible assets	(177)	19	(258)	(41)
Proceeds from disposal of property, plant and equipment	(142)	207	10,303	207
Proceeds from disposal of investment property	-	3	-	3
Proceeds from disposal of assets classified as held for sale	-	-	2,860	1,460
Interest received	4	2	11	7
Dividend income	-	-	11	18
Net cash used in investing activities	(1,455)	(2,051)	(7,170)	(15,189)

1(c) Consolidated Statement of Cash Flows (Continued)

	Group		Group	
	4Q 2016/2017	4Q 2015/2016	FY 2016/2017	FY 2015/2016
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	\$'000	\$'000	\$'000	\$'000
<b>Financing activities</b>				
Fixed deposits pledged with bank	-	(195)	-	(185)
Issuance of ordinary shares to non-controlling interests in a subsidiary	-	-	1,745	-
Loan from a director	-	-	-	800
Loan from a related party	-	-	-	1,500
Drawdown of bank borrowings	15,386	17,680	52,261	54,185
Repayment of bank borrowings	(14,377)	(19,315)	(44,861)	(36,304)
Repayment of finance lease payables	(804)	(287)	(2,562)	(1,397)
Repayment of loan from a director	-	-	(500)	-
Repayment of loan from a related party	-	-	(245)	-
Dividends paid	-	-	(1,459)	(1,523)
Interest paid	(460)	(408)	(2,072)	(1,572)
Net cash (used in)/from financing activities	(255)	(2,525)	2,307	15,504
Net change in cash and cash equivalents	(982)	3,334	(1,598)	3,207
Effect of foreign exchange rate changes on cash and cash equivalents	2	(32)	(2)	-
Cash and cash equivalents at beginning of financial period/year	10,146	7,464	10,766	7,559
<b>Cash and cash equivalents at end of financial period/year</b>	<b>9,166</b>	<b>10,766</b>	<b>9,166</b>	<b>10,766</b>
<b>Cash and cash equivalents comprise:</b>			<b>Group</b>	
			<b>As at</b>	
			<b>31/3/2017</b>	<b>31/3/2016</b>
			<b>(Unaudited)</b>	<b>(Unaudited)</b>
			<b>\$'000</b>	<b>\$'000</b>
Cash on hand and at bank			10,163	11,688
Fixed deposits			377	488
<b>Cash and cash equivalents as per statement of financial position</b>			<b>10,540</b>	<b>12,176</b>
Less: Fixed deposits pledged			(226)	(226)
Less: Bank overdraft			(1,148)	(1,184)
<b>Cash and cash equivalents as per consolidated statement of cash flows</b>			<b>9,166</b>	<b>10,766</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

1(d)(i) Statements of Changes in Equity

Group	Share capital \$'000	Merger reserves \$'000	Capital reserves \$'000	Fair value adjustment account \$'000	Foreign currency translation reserves \$'000	Retained earnings \$'000	Total equity attributable to owners of the parent \$'000	Non-controlling interests \$'000	Total equity \$'000
<b>(Unaudited)</b>									
Balance at 1 April 2016	7,899	(326)	-	-	150	22,874	30,597	5,660	36,257
Profit for the financial year	-	-	-	-	-	3,263	3,263	(1,968)	1,295
<b>Other comprehensive income:</b>									
Exchange differences arising from translation of foreign operations	-	-	-	-	255	-	255	207	462
<b>Total comprehensive income for the financial year</b>	-	-	-	-	255	3,263	3,518	(1,761)	1,757
<b>Transactions with non-controlling interests:</b>									
Acquisition of subsidiaries	-	-	505	-	-	-	505	(1,562)	(1,057)
Issue of ordinary shares to non-controlling interests in subsidiaries	-	-	-	-	-	-	-	1,745	1,745
<b>Total transactions with non-controlling interests</b>	-	-	505	-	-	-	505	183	688
<b>Distributions to owners of the parent:</b>									
Dividends	-	-	-	-	-	(1,459)	(1,459)	-	(1,459)
<b>Total transactions with owners of the parent</b>	-	-	-	-	-	(1,459)	(1,459)	-	(1,459)
<b>Balance at 31 March 2017</b>	<b>7,899</b>	<b>(326)</b>	<b>505</b>	<b>-</b>	<b>405</b>	<b>24,678</b>	<b>33,161</b>	<b>4,082</b>	<b>37,243</b>



1(d)(i) Statements of Changes in Equity (Continued)

Group	Share capital \$'000	Merger reserves \$'000	Capital reserves \$'000	Fair value adjustment account \$'000	Foreign currency translation reserves \$'000	Retained earnings \$'000	Total equity attributable to owners of the parent \$'000	Non-controlling interests \$'000	Total equity \$'000
<b>(Audited)</b>									
Balance at 1 April 2015	6,399	(326)	-	(230)	-	18,335	24,178	-	24,178
<b>Profit for the financial year</b>	-	-	-	-	-	6,062	6,062	(1,833)	4,229
<b>Other comprehensive income:</b>									
Reclassification adjustments on fair value of available-for-sale financial asset	-	-	-	230	-	-	230	-	230
Exchange differences arising from translation of foreign operations	-	-	-	-	150	-	150	124	274
<b>Total comprehensive income for the financial year</b>	-	-	-	230	150	6,062	6,442	(1,709)	4,733
<b>Transactions with non-controlling interests:</b>									
Acquisition of subsidiaries	1,500	-	-	-	-	-	1,500	7,369	8,869
<b>Total transactions with non-controlling interests</b>	1,500	-	-	-	-	-	1,500	7,369	8,869
<b>Distribution to owners of the parent:</b>									
Dividends	-	-	-	-	-	(1,523)	(1,523)	-	(1,523)
<b>Total transactions with owners of the parent</b>	-	-	-	-	-	(1,523)	(1,523)	-	(1,523)
<b>Balance at 31 March 2016</b>	<b>7,899</b>	<b>(326)</b>	<b>-</b>	<b>-</b>	<b>150</b>	<b>22,874</b>	<b>30,597</b>	<b>5,660</b>	<b>36,257</b>

1(d)(i) Statements of Changes in Equity

Company	Share capital \$'000	Fair value adjustment account \$'000	Retained earnings \$'000	Total equity attributable to owners \$'000
<b>(Unaudited)</b>				
Balance at 1 April 2016	7,899	-	3,748	11,647
Profit for the financial year	-	-	230	230
Total comprehensive income for the financial year	-	-	230	230
<b>Distribution to owners:</b>				
Dividends	-	-	(1,459)	(1,459)
Total transactions with owners	-	-	(1,459)	(1,459)
Balance at 31 March 2017	7,899	-	2,519	10,418
<b>(Audited)</b>				
Balance at 1 April 2015	6,399	(230)	3,554	9,723
Profit for the financial year	-	-	1,717	1,717
<b>Other comprehensive income:</b>				
Reclassification adjustments on fair value of available-for-sale financial asset	-	230	-	230
Total comprehensive income for the financial year	-	230	1,717	1,947
<b>Transactions with owners:</b>				
Share issued for acquisition of subsidiaries	1,500	-	-	1,500
Dividends	-	-	(1,523)	(1,523)
Total transactions with owners	1,500	-	(1,523)	(23)
Balance at 31 March 2016	7,899	-	3,748	11,647

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 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 has been no change in the Company's share capital since 1 April 2016. As at 31 March 2017, the Company did not have any outstanding options, warrants or other instrument convertible into securities of the Company.

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

	<b>Company</b>	
	<b>As at</b>	
	<b>31/3/2017</b>	<b>31/3/2016</b>
Total number of issued shares excluding treasury shares	145,907,100	145,907,100

There were no treasury shares as at 31 March 2017 and 31 March 2016.

**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 as the Company does not have any treasury shares as at 31 March 2017 and 31 March 2016.

**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 nor reviewed by the Company's auditors.

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

Not applicable.

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

The financial results for the current period have been prepared using the same accounting policies and methods of computation as presented in the Group's most recently audited financial statement for the financial year ended 31 March 2016.

**5. If there were 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 standards, amendments to standards and interpretations that are effective for annual periods beginning on or after 1 April 2016. The adoption of these new standards, amendments to standards and interpretations did not result in any significant changes on the financial statements of the Group.

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

Earnings per share ("EPS")	Group	
	FY 2016/2017 (Unaudited)	FY 2015/2016 (Unaudited)
Profit attributable to owners of the parent (\$'000)	3,263	6,062
Actual/Weighted average number of ordinary shares <sup>(1)</sup>	145,907,100	145,170,084
Basic and diluted EPS based on actual/weighted average number of ordinary shares (cents) <sup>(2)</sup>	2.24	4.18

**Notes:**

- (1) Basic EPS is computed by dividing the profit attributable to owners of the parent in each financial period/year by the actual/weighted average number of issued ordinary shares outstanding during the respective financial period/year. In June 2015, the Company issued 1,000,000 new ordinary shares in its capital pursuant to the Thong Siek Acquisition and in November 2015, the Company issued 907,100 new ordinary shares in its capital pursuant to the CT Vegetables Acquisition.
- (2) Diluted EPS is the same as the basic EPS for all the periods under review as the Company did not have any outstanding instruments convertible into rights or subscribe for, and options in respect of its ordinary shares during the respective financial periods.

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

Net asset value ("NAV")	Group		Company	
	As at		As at	
	31/3/2017 (Unaudited)	31/3/2016 (Audited)	31/3/2017 (Unaudited)	31/3/2016 (Audited)
NAV (\$'000)	33,161	30,597	10,418	11,647
Number of ordinary shares	145,907,100	145,907,100	145,907,100	145,907,100
NAV per ordinary share (cents)	22.73	20.97	7.14	7.98

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 period reported on.**

#### **Review of financial performance**

For management purposes, the Group is organised into business units based on its services, and has five reportable operating segments as follows:

- (i) "Food Catering business" – Provides events catering services under four catering brands to corporate, community or private functions. Food Catering business segment also provides daily meal delivery services to families, Halal-certified food as well as catering for last minute events or emergency orders.
- (ii) "Food Retail business" – Operates a chain of food retail outlets specialising in Japanese cuisine and generates franchise fee from franchise outlets specialising in Japanese cuisine.
- (iii) "Supplies and Trading business" – Supplies food ingredients used in Food Catering business and Food Retail business and the supply of food products for third parties' catering business. Supplies and Trading business segment also imports, exports and wholesale fruits, vegetables and frozen meat to a wide customer base.
- (iv) "Food Manufacturing business" – Manufactures, distributes and retails surimi-based seafood products and the "DoDo" brand of fishballs.
- (v) "Other businesses" – Involved in the design, marketing and distribution of floral arrangements, gifts and hampers and manufacturing of bread, cakes and confectionery.

#### **4Q 2016/2017 compared to 4Q 2015/2016**

##### **Revenue**

For the quarter ended 31 March 2017 ("**4Q 2016/2017**"), the Group registered \$47.96 million in revenue as compared to \$35.56 million in the previous corresponding quarter ended 31 March 2016 ("**4Q 2015/2016**"). The increase was approximately \$12.40 million or 34.9%.

Food Catering business revenue increased by \$1.87 million or 10.9% from \$17.10 million in 4Q 2015/2016 to \$18.97 million in 4Q 2016/2017. The increase was mainly due to the stronger performance for our Chinese New Year sales during 4Q 2016/2017.

Food Retail business revenue increased by \$0.05 million or 1.2% from \$4.30 million in 4Q 2015/2016 to \$4.35 million in 4Q 2016/2017. This was mainly attributable to the opening of new outlets that are strategically located as well as new initiatives and promotions launched during 4Q 2016/2017.

Food Manufacturing business revenue increased by \$3.78 million or 39.2% from \$9.65 million in 4Q 2015/2016 to \$13.43 million in 4Q 2016/2017. The increase was mainly due to the successful launch of new product offerings during 4Q 2016/2017.

Supplies and Trading business revenue increased by \$6.58 million or 153.7% from \$4.28 million in 4Q 2015/2016 to \$10.86 million in 4Q 2016/2017. The increase was mainly due to the revenue contribution from the Group's newly acquired frozen meat trading, i.e. U-Market Place Enterprise Pte Ltd, in Supplies and Trading business in January 2017.

## **Review of financial performance** (continued)

### Other income

Other income was \$0.99 million in 4Q 2016/2017 as compared to \$0.49 million in 4Q 2015/2016. It increased by approximately \$0.50 million or 102.9% mainly due to the \$0.80 million reversal of the one-off provisional gain from bargain purchase on acquisition of subsidiaries upon finalisation of purchase price allocation report during 4Q 2015/2016, which was absent in 4Q 2016/2017. During 3Q 2015/2016, an one-off provisional gain from bargain purchase of \$4.26 million was previously recognised.

### Purchases and consumables used

Purchases and consumables used increased by approximately \$10.93 million or 79.7% to \$24.64 million in 4Q 2016/2017 from \$13.71 million in 4Q 2015/2016. The increase was mainly due to the consolidation of purchases and consumables used from the Group's newly acquired frozen meat trading in Supplies and Trading business. The Supplies and Trading business generally has a lower gross profit margin compared to the Food Catering business and Food Retail business. With the higher revenue growth in Supplies and Trading business as compared to Food Catering business and Food Retail business during 4Q 2016/2017, the percentage increase in purchases and consumables used was higher than the percentage increase in revenue.

### Delivery expenses

Delivery expenses increased by \$0.11 million or 13.6% to \$0.94 million in 4Q 2016/2017 as compared to \$0.83 million in 4Q 2015/2016. This was mainly due to the consolidation of delivery expenses from the Group's newly acquired frozen meat trading in Supplies and Trading business.

### Employee benefits expense

Employee benefits expense decreased by \$0.81 million or 5.9% to \$12.98 million in 4Q 2016/2017 as compared to \$13.79 million in 4Q 2015/2016. This was mainly attributable to the reduced headcount and cost controls for the operations in Food Manufacturing business.

### Depreciation and amortisation expenses

Depreciation and amortisation expenses decreased by \$0.18 million or 7.4% from \$2.40 million in 4Q 2015/2016 to \$2.22 million in 4Q 2016/2017. The decrease was mainly due to certain reclassifications being adjusted for Food Manufacturing business during 4Q 2015/2016 which was absent during 4Q 2016/2017.

### Advertising expenses

Advertising expenses increased by \$0.30 million or 45.2% from \$0.66 million in 4Q 2015/2016 to \$0.96 million in 4Q 2016/2017. This was mainly due to an increase in advertising and promotional activities to capture the festive season's sales during 4Q 2016/2017.

### Operating lease expenses

Operating lease expenses decreased by \$0.58 million or 23.1% from \$2.54 million in 4Q 2015/2016 to \$1.96 million in 4Q 2016/2017 mainly due to the termination of third party cold-room rental for Food Manufacturing business as well as the non-renewal of certain food retail outlets upon expiry of leases.

### Utilities

Utilities increased by approximately \$0.13 million or 12.4% from \$1.03 million in 4Q 2015/2016 to \$1.16 million in 4Q 2016/2017. The increase was mainly attributable to an increase in the electricity usage for the cold-room at 22 Senoko Way.

## **Review of financial performance** (continued)

### Other expenses

Other expenses increased by \$3.17 million or 413.0% from \$0.77 million in 4Q 2015/2016 to \$3.94 million in 4Q 2016/2017. The increase was mainly due to certain reclassifications being adjusted for Food Manufacturing business during 4Q 2015/2016 which was absent during 4Q 2016/2017. In addition, other expenses were mainly attributable to credit card charges, professional and legal fees, repair and maintenance, upkeep of motor vehicles, insurance expenses and low value asset items expensed.

### Finance costs

Finance costs increased by approximately \$0.04 million or 8.7% from \$0.42 million in 4Q 2015/2016 to \$0.46 million in 4Q 2016/2017 mainly due to the increase in bank borrowings to purchase materials and consumables for the new frozen meat trading in Supplies and Trading business during 4Q 2016/2017.

### Profit before income tax

The Group reported a profit before income tax of \$2.22 million in 4Q 2016/2017 as compared to \$0.38 million in 4Q 2015/2016. The increase was mainly attributable to the improved performance in Food Manufacturing business as well as Food Retail business in 4Q 2016/2017 as compared to 4Q 2015/2016.

### Income tax credit/(expense)

The income tax of the Group recorded a credit of \$0.03 million in 4Q 2016/2017 primarily due to a reversal of the over-provision of income tax in prior years of assessment to offset provision of income tax for FY 2016/2017.

### Profit for the financial period

As a result of the above, the Group reported a profit of \$2.25 million in 4Q 2016/2017 as compared to \$0.33 million in 4Q 2015/2016. The profit attributable to the owners of the parent increased by \$1.74 million or 181.1% from \$0.96 million in 4Q 2015/2016 to \$2.70 million in 4Q 2016/2017, while net loss attributable to non-controlling interests decreased by \$0.18 million or 28.1% from \$0.63 million to \$0.45 million.

## **FY 2016/2017 compared to FY 2015/2016**

### Revenue

For the full financial year ended 31 March 2017 ("**FY 2016/2017**"), the Group registered \$162.05 million in revenue as compared to \$125.42 million in the previous full financial year ended 31 March 2016 ("**FY 2015/2016**"). The increase was \$36.63 million or 29.2%.

Food Catering business revenue increased by \$0.49 million or 0.8% from \$62.59 million in FY 2015/2016 to \$63.08 million in FY 2016/2017. The increase was mainly due to the strong performance for our Chinese New Year sales during 4Q 2016/2017.

Food Retail business revenue increased by \$1.31 million or 7.5% from \$17.49 million in FY 2015/2016 to \$18.80 million in FY 2016/2017. This was mainly attributable to the opening of new outlets that are strategically located as well as new initiatives and promotions launched during FY 2016/2017.

Food Manufacturing business revenue increased by \$11.04 million or 29.9% from \$36.93 million in FY 2015/2016 to \$47.97 million in FY 2016/2017. This was mainly due to the absence of revenue contribution in April and May 2015 as the acquisition was completed in June 2015.

## **Review of financial performance** (continued)

### Revenue (Continued)

Supplies and Trading business revenue increased by \$23.67 million or 317.7% from \$7.45 million in FY 2015/2016 to \$31.12 million in FY 2016/2017. The increase was mainly due to the revenue contribution from the Group's newly acquired frozen meat trading in January 2017 as well as the absence of revenue contribution for vegetables and fruits trading from April to October 2015 as the acquisition was only completed in November 2015.

### Other income

Other income was \$4.43 million in FY 2016/2017 as compared to \$6.47 million in FY 2015/2016, which comprised mainly gain on disposal of assets classified as held for sale, government grants and rental income. The decrease in other income of approximately \$2.04 million or 31.6% was mainly due to the absence of one-off provisional gain from bargain purchase on acquisition of subsidiaries of \$3.45 million during FY 2016/2017. The decrease was partially offset by an increase in gain on disposal of assets classified as held for sale of \$1.15 million.

### Purchases and consumables used

Purchases and consumables used increased by approximately \$25.75 million or 51.3% to \$75.91 million in FY 2016/2017 from \$50.16 million in FY 2015/2016. The increase was mainly due to the consolidation of purchases and consumables used from the Group's newly acquired frozen meat trading in Supplies and Trading business as well as the vegetables and fruits trading in Supplies and Trading business was only consolidated after the acquisition in November 2015. The Supplies and Trading business generally has a lower gross profit margin compared to the Food Catering business and Food Retail business. With the higher revenue growth in Supplies and Trading business as compared to Food Catering business and Food Retail business during FY 2016/2017, the percentage increase in purchases and consumables used was higher than the percentage increase in revenue.

### Delivery expenses

Delivery expenses decreased by \$0.29 million or 7.9% to \$3.34 million in FY 2016/2017 as compared to \$3.63 million in FY 2015/2016. This was due to a reduction in the usage of outsourced drivers for the Group as compared to prior financial year.

### Employee benefits expense

Employee benefits expense increased by \$8.44 million or 22.6% to \$45.83 million in FY 2016/2017 as compared to \$37.39 million in FY 2015/2016. This was mainly due to the introduction of employee benefits expense incurred from Food Manufacturing business and vegetables and fruits trading in Supplies and Trading business which were only consolidated for 7 months and 2 months employee benefits expense respectively during FY 2015/2016, as well as the consolidation of employee benefits expense incurred by the newly acquired frozen meat trading in Supplies and Trading business in January 2017.

### Depreciation and amortisation expenses

Depreciation and amortisation expenses increased by \$1.47 million or 20.5% from \$7.17 million in FY 2015/2016 to \$8.64 million in FY 2016/2017. This was mainly attributable to the additional renovation for leasehold properties at Enterprise Road, completed construction of cold-room facility on the new property at 22 Senoko Way and additions to other plant and machinery during FY 2016/2017.

### Advertising expenses

Advertising expenses decreased by \$0.15 million or 2.9% from \$5.41 million in FY 2015/2016 to \$5.26 million in FY 2016/2017. This was mainly due to an overall reduction in advertising and promotional activities and sponsorship expenses during FY 2016/2017.



## **Review of financial performance** (continued)

### Operating lease expenses

Operating lease expenses increased by \$0.13 million or 1.8% from \$7.33 million in FY 2015/2016 to \$7.46 million in FY 2016/2017. This was mainly attributable to an increase in land rents due to an increase in number of properties owned by the Group after acquisition of vegetables and fruits trading in Supplies and Trading business, offset by the termination on third party cold-room rental for Food Manufacturing business as well as the non-renewal of certain food retail outlets upon expiry of leases.

### Utilities

Utilities increased by approximately \$0.67 million or 16.6% from \$4.07 million in FY 2015/2016 to \$4.74 million in FY 2016/2017. The increase was mainly due to the consolidation of utilities from the vegetables and fruits trading in Supplies and Trading business and an increase in the electricity usage for the cold-room at 22 Senoko Way.

### Other expenses

Other expenses increased by \$6.47 million or 61.8% from \$10.48 million in FY 2015/2016 to \$16.95 million in FY 2016/2017. The increase was mainly due to a one-off loss on disposal of property at 14 Senoko Way of \$5.24 million during the financial year. Other than the one-off loss on disposal, the remaining other expenses were attributable to credit card charges, professional and legal fees, repair and maintenance, upkeep of motor vehicles, insurance expenses and low value asset items expensed.

### Finance costs

Finance costs increased by approximately \$0.46 million or 28.6% from \$1.61 million in FY 2015/2016 to \$2.07 million in FY 2016/2017 mainly due to the increase in bank borrowings to fund the acquisition of subsidiaries, new property, plant and equipment acquired through term loans and finance leases, purchase of materials and consumables for the new frozen meat trading in Supplies and Trading business, offset by the settlement of bank borrowings for the disposal of 14 Senoko Way.

### (Loss)/Profit before income tax

The Group reported a loss before income tax of \$1.12 million in FY 2016/2017 as compared to a profit before tax of \$5.22 million in FY 2015/2016. The loss before income tax was mainly attributable to a one-off loss on disposal of property at 14 Senoko Way of \$5.24 million during FY 2016/2017 as compared to a one-off gain from bargain purchase on acquisition of subsidiaries of \$3.45 million during FY 2015/2016.

Food Catering business reported a profit before income tax of \$6.46 million in FY 2016/2017 as compared to a profit of \$7.59 million during the previous financial year.

Food Retail business recorded a loss before income tax of \$0.78 million as compared to a loss of \$1.36 million during the previous financial year. The loss before income tax improved significantly by \$0.58 million or 42.4% mainly due to the tight cost and overheads control in our Food Retail business.

Food Manufacturing business' loss before income tax increased by \$1.59 million or 37.9% from \$4.20 million in FY 2015/2016 to \$5.79 million in FY 2016/2017. The loss before income tax was mainly attributable to a one-off loss on disposal of property at 14 Senoko Way of \$5.24 million, the plant and equipment written-off of \$0.28 million and additional provision for reinstatement costs of \$0.25 million for 14 Senoko Way due to the relocation to 22 Senoko Way, as well as an unrealised foreign exchange loss of \$0.56 million which was mainly due to the translation of intercompany transactions and balances denominated in foreign currency.

Supplies and Trading business recorded a profit before income tax of \$0.02 million in FY 2016/2017 as compared to a profit of \$5.13 million in FY 2015/2016. The decrease in profit before income tax was mainly due to the one-off gain from bargain purchase on acquisition of subsidiaries of \$3.45 million during the previous financial year which was absent in current financial year.

## **Review of financial performance** (Continued)

### Income tax credit/(expense)

The income tax of the Group recorded a credit of \$2.42 million in FY 2016/2017 primarily due to a reversal of deferred tax of \$1.90 million as a result of the disposal of property at 14 Senoko Way as well as income tax refund of \$0.89 million from IRAS being over-provision of income tax expense in FY 2015/2016 and a reversal for the over-provision of income tax in prior years of assessment to offset with the provision of income tax for FY 2016/2017.

### Profit for the financial year

As a result of the above, the Group reported a profit for the financial year of \$1.30 million in FY 2016/2017 as compared to \$4.23 million in FY 2015/2016. The profit for the financial year was mainly attributable to the improved performance in Food Manufacturing business and Food Retail business as compared to prior financial year, whilst offset by a one-off loss on disposal of property net of reversal of deferred tax of \$3.34 million during the financial year as compared to a one-off provisional gain from bargain purchase on acquisition of subsidiaries of \$3.45 million during FY 2015/2016.

The profit attributable to the owners of the parent decreased by \$2.80 million or 46.2% from \$6.06 million in FY 2015/2016 to \$3.026 million in FY 2016/2017, while net loss attributable to non-controlling interests increased by \$0.14 million or 7.4% from \$1.83 million to \$1.97 million.

## **Review of Financial Position of the Group as at 31 March 2017**

### Current assets

The Group's current assets increased by \$6.14 million from \$39.51 million as at 31 March 2016 to \$45.65 million as at 31 March 2017. The Group's inventories increased by \$3.94 million mainly due to the consolidation of inventories from the Group's newly acquired frozen meat trading in Supplies and Trading business in January 2017. The increase in trade and other receivables of approximately \$5.31 million resulted from a longer debtor turnover days for frozen meat customer in Supplies and Trading business. Prepayments decreased by \$0.44 million to \$0.32 million, whilst cash and cash equivalents decreased by \$1.64 million to \$10.54 million.

The Group's assets classified as held for sale with a total carrying amount of \$1.04 million as at 31 March 2016 related to the properties disposed off to third parties for a total cash consideration of \$2.86 million during 2Q 2016/2017.

### Non-current assets

The Group's non-current assets increased by \$4.02 million from \$89.11 million as at 31 March 2016 to \$93.13 million as at 31 March 2017 primarily due to the consolidation of the provisional goodwill of \$3.88 million from the Group's newly acquired frozen meat trading in Supplies and Trading business in January 2017.

In preparing this announcement, the management of the Company has assessed the fair value of the net identifiable assets and liabilities of U-Market Place Enterprise Pte Ltd on a provisional basis and are subject to change. In accordance with *FRS 103 Business Combinations*, the Group is required to perform a purchase price allocation exercise within 12 months after completion of the acquisition to assess the fair value of the net identifiable assets and liabilities purchased by the Group, and the excess of the consideration transferred over such fair values will be recorded as actual goodwill in the Group's statement of financial position which is subject to impairment test annually or more frequent if there are indicators of impairment.

## **Review of Financial Position of the Group as at 31 March 2017** (Continued)

### **Current liabilities**

The Group's current liabilities increased by \$7.53 million from \$54.20 million as at 31 March 2016 to \$61.73 million as at 31 March 2017. This was mainly attributable to an increase in trade and other payables of \$3.25 million and bank borrowings of \$6.06 million, offset by a decrease in income tax payable of \$1.16 million in respect of the refund from IRAS and over-provision of income tax in prior financial years.

### **Net current liability position**

As at 31 March 2017, the Group was in a net current liability position of \$16.09 million, mainly due to the effects of drawdown of working capital and trade facilities from banks to support the operational expansion of Supplies and Trading business and Food Manufacturing business, integration and relocation costs for the new property at 22 Senoko Way and recovering performance for the Food Retail business.

Taking into consideration of the Group's internal budget and cash flow planning, the Board of Directors of the Company ("**Directors**") believe that the Group would be able to meet its short-term obligations as and when they fall due. Barring unforeseen circumstances, the Directors believe that the Group's negative working capital position would be overcome in the longer term as the Group realises the synergistic benefits of the acquisition of the Food Manufacturing business as well as Supplies and Trading business, and results from new initiatives implemented to increase efficiency and productivity for the Food Retail business.

## **Review of Cash Flows**

The Group's net cash from operating activities in FY 2016/2017 was \$3.27 million, mainly resulted from operating cash flows before working capital changes of \$13.72 million, offset by a decrease in net working capital of \$9.98 million and a net income tax paid of \$0.47 million.

The decrease in net working capital was mainly due to an increase in inventories of \$0.99 million, increase in trade and other receivables of \$4.24 million and decrease in trade and other payables of \$5.15 million, which offset by decrease in prepayments of \$0.45 million.

The Group's net cash used in investing activities of \$7.17 million during FY 2016/2017 was mainly attributable to the purchase of property, plant and equipment of \$20.12 million, offset by the proceeds of \$10.30 million from disposal of property, plant and equipment and \$2.86 million from disposal of assets classified as held for sale. The cash used in the purchase of property, plant and equipment was mainly attributable to the acquisition of new property at 22 Senoko Way with purchase consideration of \$15.00 million, while the proceeds from the disposal of property at 14 Senoko Way was \$10.00 million.

The Group's net cash from financing activities of \$2.31 million during FY 2016/2017 was mainly due to drawdown of bank borrowings of \$52.26 million as well as contribution from the non-controlling shareholders of \$1.50 million in respect of the ordinary shares issued in Thong Siek Holdings Pte Ltd, a 55%-owned subsidiary of the Company and \$0.25 million in respect of the ordinary shares issued in Gourmetz Pte Ltd, a 51%-owned subsidiary of the Company. The net cash inflow is offset by the repayment of bank borrowings of \$44.86 million, repayment of finance lease payables of \$2.56 million, dividends paid of \$1.46 million and interest payment of \$2.07 million.

As a result of the above, the net decrease in cash and cash equivalents during FY 2016/2017 was \$1.60 million.

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

As per the previous commentary relating to the Group's profitability for the full financial year ended 31 March 2017 ("FY2017") contained in Paragraph 10 of the Company's results announcement for 3Q 2016/2017 dated 9 February 2017 was in line with the Directors' expectation.

**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 Food Catering business would continue to focus on capturing a larger market share by pursuing more institutional catering, corporate clients and venue partnerships. In light of ageing population and government initiatives for elderly and healthy lifestyle, the Group established a 51%-owned subsidiary, namely Gourmetz Pte Ltd, on 16 November 2016, which targets growing elder-care and childcare market segments and strengthens recurring income.

The Food Retail business is on track to turnaround its business positively.

Following the vertical expansion of the Group's value chain into the Food Manufacturing and Supplies and Trading businesses, and with the greater synergies from the newly acquired 75%-owned subsidiary, namely U-Market Place Enterprise Pte Ltd, the Group seeks to leverage on its global distribution network to explore export possibilities for U-Market's products, distribute the Joo Chiat Kim Choo rice dumplings through the Group's Food Retail outlets and its network of corporate clients, and tap on the Food Manufacturing segment's expertise to gradually automate processes for greater productivity and efficiency. U-Market currently meets 100% of the Group's meat-related needs, leading to significant Group-wide cost savings.

The Food Manufacturing business is currently on the right track to generate operating profit as a result of enhanced cost efficiency and successful restructuring efforts, and the Group would continue to improve the operational efficiency as well as widen its product offerings for the Food Manufacturing business. Meanwhile, the Supplies and Trading business is expected to continue to grow and contribute positively to the Group.

Barring any unforeseen circumstances, the Company expects the Group's operations to remain profitable.

**11. Dividend**

**a. Current Financial Period Reported On**

**Any dividend declared for the current financial period reported on?**

Yes, a proposed final cash dividend of 1.00 Singapore cents per share was proposed for the financial year ended 31 March 2017.

**b. Corresponding Period of the Immediately Preceding Financial Year**

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

Yes, a proposed final cash dividend of 1.00 Singapore cents per share was proposed for the financial year ended 31 March 2016.

**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).**

The proposed dividend is one-tier tax exempt.

**d. The date the dividend is payable**

The proposed dividend is subject to the approval of shareholders at the forthcoming Annual General Meeting and the date of payment will be announced at a later date.

**e. Books closure date**

Notice will be given at a later date on the closure of the Share Transfer Books and Register of Members of the Company to determine members' entitlement to the dividend.

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

Not applicable.

### 13. Interested person transactions

	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) \$'000	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) \$'000
<b>Neo Kah Kiat</b>		
(i) GUI Solutions Pte Ltd		
- Cost of goods and services purchased	213.3	-
- Rental and utilities income	24.0	-
(ii) Office premise lease expense <sup>1</sup>	99.8	-
<b>Neo Kah Kiat and Liew Oi Peng</b>		
(i) Office premise lease expense <sup>2</sup>	197.6	-
(ii) Rental of hostel for staff welfare	12.0	-
(iii) Twinkle Investment Pte Ltd		
- Rental of yacht	240.0	-
- Office premise lease expense <sup>3</sup>	104.1	-

#### Notes:

The Group has not obtained any general mandate from shareholders for interested person transactions pursuant to Rule 920 of the SGX-ST Listing Manual.

- (1) The office premise lease expense paid to the Company's director, Neo Kah Kiat, in FY 2016/2017 relates to #05-04 at Enterprise One amounting to approximately \$99,800. As the terms of the tenancy agreement for the office premise were supported by independent valuations and with lease period of 3 years, the lease thereunder is not required to comply with Catalist Rule 906 in relation to the approval of the shareholders of the Company as exempted under Catalist Rule 916(1).
- (2) The office premise lease expense paid to the Company's directors, Neo Kah Kiat and Liew Oi Peng, in FY 2016/2017 relates to lease expense for #05-03 and #05-05 at Enterprise One amounting to approximately \$197,600. As the terms of the tenancy agreements for the office premises were supported by independent valuations and with lease period of 3 years, the leases thereunder are not required to comply with Catalist Rule 906 in relation to the approval of the shareholders of the Company as exempted under Catalist Rule 916(1).
- (3) The office premise lease expense paid to the Twinkle Investment Pte Ltd, which is jointly owned by Neo Kah Kiat and Liew Oi Peng, in FY 2016/2017 relates to lease expense for #05-06 at Enterprise One amounting to approximately \$104,100. As the terms of the tenancy agreement for the office premise were supported by independent valuations and with lease period of 3 years, the lease thereunder is not required to comply with Catalist Rule 906 in relation to the approval of the shareholders of the Company as exempted under Catalist Rule 916(1).

**PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**

**14. Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

<b>Group</b>	<b>Food catering business \$'000</b>	<b>Food retail business \$'000</b>	<b>Supplies &amp; trading \$'000</b>	<b>Food manufacturing \$'000</b>	<b>Other business \$'000</b>	<b>Unallocated \$'000</b>	<b>Elimination \$'000</b>	<b>Total \$'000</b>
<b>31 March 2017</b>								
<b>Revenue</b>								
External revenue	63,077	18,800	31,119	47,972	1,081	-	-	162,049
Inter-segment revenue	151	-	31,701	946	942	-	(33,740)	-
<b>Total revenue by segment</b>	<b>63,228</b>	<b>18,800</b>	<b>62,820</b>	<b>48,918</b>	<b>2,023</b>	<b>-</b>	<b>(33,740)</b>	<b>162,049</b>
<b>Results</b>								
Segment results	10,259	493	1,843	2,944	6	(546)	(1,250)	13,749
Interest income	833	11	331	3	2	132	(1,301)	11
Interest expenses	(741)	(32)	(769)	(1,051)	-	(780)	1,301	(2,072)
Depreciation of property, plant and equipment	(3,647)	(1,179)	(1,201)	(1,960)	(207)	(5)	-	(8,199)
Depreciation of investment properties	-	-	-	-	-	(70)	-	(70)
Amortisation of intangible assets	(126)	(8)	(21)	(205)	(7)	(7)	-	(374)
Plant and equipment written-off	(115)	(64)	-	(276)	-	-	-	(455)
Loss on disposal of property, plant and equipment	65	(2)	-	(5,237)	(1)	-	-	(5,175)
Gain on disposal of asset held for sale	-	-	-	-	-	1,817	-	1,817
Other non-cash expenses:								
- Inventories written down	-	-	(3)	-	-	-	-	(3)
- Impairment loss on investment properties	-	-	-	-	-	(112)	-	(112)
- Allowance for doubtful third parties trade receivables	-	-	(163)	-	-	-	-	(163)
- Bad third parties trade receivables written off	(70)	-	-	(5)	-	-	-	(75)
<b>Profit/(Loss) before income tax</b>	<b>6,458</b>	<b>(781)</b>	<b>17</b>	<b>(5,787)</b>	<b>(207)</b>	<b>429</b>	<b>(1,250)</b>	<b>(1,121)</b>
Income tax expenses								2,416
<b>Profit for the financial year</b>								<b>1,295</b>

14. **Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year. (Continued)**

<b>Group</b>	<b>Food catering business</b>	<b>Food retail business</b>	<b>Supplies &amp; trading</b>	<b>Food manufacturing</b>	<b>Other business</b>	<b>Unallocated</b>	<b>Elimination</b>	<b>Total</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>31 March 2016</b>								
<b>Revenue</b>								
External revenue	62,595	17,486	7,451	36,932	954	-	-	125,418
Inter-segment revenue	132	-	37,870	339	682	-	(39,023)	-
<b>Total revenue by segment</b>	<b>62,727</b>	<b>17,486</b>	<b>45,321</b>	<b>37,271</b>	<b>1,636</b>	<b>-</b>	<b>(39,023)</b>	<b>125,418</b>
<b>Results</b>								
Segment results	11,526	(348)	2,641	(1,495)	(151)	2,393	(3,993)	10,573
Interest income	436	-	219	-	-	64	(712)	7
Interest expenses	(755)	(23)	(453)	(686)	(54)	(345)	705	(1,611)
Depreciation of property, plant and equipment	(3,436)	(975)	(706)	(1,651)	(142)	(7)	-	(6,917)
Depreciation of investment properties	-	-	-	-	-	(65)	-	(65)
Amortisation of intangible assets	(119)	(7)	(14)	(39)	(6)	(6)	-	(191)
Plant and equipment written-off	(71)	(2)	(1)	(72)	-	-	-	(146)
Gain on disposal of property, plant and equipment	9	-	-	43	(5)	-	-	47
Gain on disposal of asset held for sale	-	-	-	-	-	-	672	672
Gain from bargain purchase on acquisition of subsidiaries	-	-	3,453	-	-	-	-	3,453
Gain on disposal of investment property	-	-	-	-	-	(25)	-	(25)
Other non-cash expenses:								
- Inventories written down	-	-	(9)	-	(1)	-	-	(10)
- Bad third parties trade receivables written off	(4)	(1)	-	(25)	-	-	-	(30)
- Impairment loss on available-for-sale financial asset	-	-	-	-	-	(270)	-	(270)
- Impairment loss on property, plant and equipment	-	-	-	(271)	-	-	-	(271)
<b>Profit/(Loss) before income tax</b>	<b>7,586</b>	<b>(1,356)</b>	<b>5,130</b>	<b>(4,196)</b>	<b>(359)</b>	<b>1,739</b>	<b>(3,328)</b>	<b>5,216</b>
Income tax expenses								(987)
<b>Profit for the financial year</b>								<b>4,229</b>



15. In the review of performance, the factors leading to any material changes in contribution to turnover and earnings by the business or geographical segments.

Refer to section 8 for details.

16. A breakdown of sales

	FY 2016/2017 \$'000	FY 2015/2016 \$'000
<b>Sales reported for:</b>		
3 months ended 30 June	31,926	20,733
3 months ended 30 September	35,507	31,313
3 months ended 31 December	46,658	37,815
3 months ended 31 March	47,958	35,557
<b>Total</b>	<b>162,049</b>	<b>125,418</b>
<b>Net profit/(loss) for the year/period reported for:</b>		
3 months ended 30 June	(2,641)	141
3 months ended 30 September	2,890	(349)
3 months ended 31 December	(1,203)	4,103
3 months ended 31 March	2,249	334
<b>Total</b>	<b>1,295</b>	<b>4,229</b>

17. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

	FY 2016/2017 \$	FY 2015/2016 \$
<b>Total annual ordinary dividend</b>		
Final (Tax exempt 1-tier)	1,459,071	1,522,500
<b>Total</b>	<b>1,459,071</b>	<b>1,522,500</b>

**18. Requirement under Rule 704(10) of the Listing Manual Section B: Rules of Catalist**

Pursuant to Rule 704(10) of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual Section B: Rules of Catalist (“**Catalist Rules**”), the Company confirms that the following personnel occupying managerial positions in the Company or any of its principal subsidiaries who is a relative of a Director, Chief Executive Officer or substantial shareholder of the Company during the year. Details are as follows:

<b>Name of relative</b>	<b>Age</b>	<b>Family relationship with any director and/or substantial shareholder</b>	<b>Current position and duties and the year the position was first held</b>	<b>Details of changes in duties and position held, if any, during the year</b>
Neo Kah Lin	48	Brother of Neo Kah Kiat  Brother-in-law of Liew Oi Peng	Joined as Operations and Procurement Manager (NKK Import & Export Trading Pte Ltd) on 6 June 2016  Seconded to Thong Siek Food Industry Pte Ltd on 1 January 2017  Responsible for the operations of the food production in Thong Siek’s manufacturing plant	No change
Neo Kar King	43	Brother of Neo Kah Kiat  Brother-in-law of Liew Oi Peng	Re-designated as Quality Assurance Manager (Kitchen operations) on 1 January 2015  Seconded to CT Vegetables & Fruits Pte Ltd on 1 March 2017  Responsible for the operations in CT Vegetables’ warehouse	No change
Liew Oi Yen	47	Sister-in-law of Neo Kah Kiat  Sister of Liew Oi Peng and Liew Choh Khing	Director (Operations)  Appointed in 2012  Responsible for the operations of the food production in Orange Clove’s Central Kitchen	Not applicable

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

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

**BY ORDER OF THE BOARD**

Neo Kah Kiat  
Chairman and Chief Executive Officer  
**25 May 2017**

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This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch (the "**Sponsor**"), for compliance with the Singapore Exchange Securities Trading Limited ("**SGX-ST**"), Listing Manual Section B: Rules of Catalist. The Sponsor has not independently 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 correctness of any of the statements or opinions made or reports contained in this announcement.

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