



CHINA BEARING (SINGAPORE) LTD.
 (Company Registration Number 200512048E)
 (Incorporated in Singapore)

UNAUDITED THIRD QUARTER RESULTS FOR THE PERIOD ENDED 30 SEPTEMBER 2017

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

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

Note	Group					
	3-month period ended 30 Sept (Unaudited)			9-month period ended 30 Sept (Unaudited)		
	2017	2016	Increase/ (Decrease)	2017	2016	Increase/ (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	6	-	n.m.	17	-	n.m.
Cost of sales	-	-	n.m.	-	-	n.m.
Gross profit	6	-	n.m.	17	-	n.m.
Administrative expenses	(187)	(117)	59.8	(457)	(316)	44.6
Loss before taxation	(181)	(117)	54.7	(440)	(316)	39.2
Taxation	-	-	n.m.	-	-	n.m.
Loss before taxation	(181)	(117)	54.7	(440)	(316)	39.2
Other comprehensive income, net of tax	-	-		-	-	
Total comprehensive loss	(181)	(117)	54.7	(440)	(316)	39.2
Loss per share (S\$ cent)						
- Basic	(0.07)	(0.04)		(0.16)	(0.11)	
- Diluted	(0.07)	(0.04)		(0.16)	(0.11)	

- 1(b)(i) A statements of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year**

	Group/Company	
	30 Sept 17 (Unaudited) S\$'000	31 Dec 16 (Audited) S\$'000
Non-Current Assets		
Property, plant and equipment	-	-
	-	-
Current Assets		
Prepayments	16	-
Cash and bank balances	12,243	12,535
	12,259	12,535
Total Assets	12,259	12,535
Capital and Reserves		
Share capital	24,714	24,714
Accumulated losses	(12,853)	(12,413)
Total equity	11,861	12,301
Current Liabilities		
Other payables and accruals	398	234
Total liabilities	398	234

Total Equity and Liabilities
1(b)(ii) Aggregate amount of group's borrowings and debt securities

12,259

12,535

Amount repayable in one year or less, or on demand

As at 30 Sept 2017 (Unaudited)		As at 31 Dec 2016 (Audited)	
Secured (S\$'000)	Unsecured (S\$'000)	Secured (S\$'000)	Unsecured (S\$'000)
NA	NA	NA	NA

Amount repayable after one year

As at 30 Sept 2017 (Unaudited)		As at 31 Dec 2016 (Audited)	
Secured (S\$'000)	Unsecured (S\$'000)	Secured (S\$'000)	Unsecured (S\$'000)
NA	NA	NA	NA

Details of any collateral

Not Applicable.

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

	Group			
	3-month period from July to Sept (Unaudited)		9-month period from Jan to Sept (Unaudited)	
	2017 S\$'000	2016 S\$'000	2017 S\$'000	2016 S\$'000
Cash flows from operating activities:				
Loss before taxation	(181)	(117)	(440)	(316)
Adjustments for:				
Depreciation of property, plant and equipment	-	-	-	-
Interest income	-	-	-	-
Operating cash flow before working capital changes	(181)	(117)	(440)	(316)
Working Capital Changes:				
Receivables	(3)	(3)	(16)	(16)
Payables	108	34	164	(232)
Cash used in operations	(76)	(86)	(292)	(564)
Income tax paid	-	-	-	-
Net cash used in operating activities	(76)	(86)	(292)	(564)
Net decrease in cash and cash equivalents	(76)	(86)	(292)	(564)
Cash and cash equivalents at beginning of the period	156	859	372	1,337
Cash and cash equivalents at end of the period	80	773	80	773

For the purpose of presentation in the consolidated statement of cash flows, the cash and cash equivalents comprise the following:

	As at 30 September 2017 (Unaudited) S\$'000	As at 30 September 2016 (Unaudited) S\$'000
Bank balances	80	773
Restricted deposit	12,163	12,163
Cash and bank balances	12,243	12,936

- 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.**

(S\$'000)	Group/Company		
	Share Capital	Accumulated Losses	Total
2017			
Balance as at 1 Jan 2017	24,714	(12,413)	12,301
Loss for the period	-	(440)	(440)
Total comprehensive loss for the period	-	(440)	(440)
Balance as at 30 Sept 2017	24,714	(12,853)	11,861
2016			
Balance as at 1 Jan 2016	24,714	(11,581)	13,133
Loss for the period	-	(316)	(316)
Total comprehensive loss for the period	-	(316)	(316)
Balance as at 30 Sept 2016	24,714	(11,897)	12,817

- 1(d)(ii) Details of any changes in the company's share capital arising from right issue, bonus issue, share buy-backs, exercise of share option or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There are no changes to the share capital of the Company since 31 December 2016.

The Company has no outstanding convertibles, treasury shares and subsidiary holdings as at 30 September 2017 and 30 September 2016.

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

	Group		Company	
	30 Sept 17 (Unaudited)	31 Dec 16 (Audited)	30 Sept 17 (Unaudited)	31 Dec 16 (Audited)
Total number of issued shares	276,000,000	276,000,000	276,000,000	276,000,000
Less: Treasury shares	-	-	-	-
Total number of issued shares excluding treasury shares	276,000,000	276,000,000	276,000,000	276,000,000

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

There are no treasury shares held by the Company as at 30 September 2017.

- 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.**

The Company did not have any subsidiary holdings as at the end of the current financial period reported on.

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

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

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

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

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

The Group adopted the same accounting policies and methods of computation in the presentation of the unaudited financial statements for the financial period ended 30 September 2017 as compared with the audited financial statements for the financial year ("FY") ended 31 December 2016.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reason for, and the effect of, the change.

The Group has adopted all applicable Financial Reporting Standard ("FRS") that are relevant to its operations and become effective for the financial period ended 30 September 2017.

The directors do not anticipate that the adoption of the amended FRS will have a material impact on the financial statements of the Group and the Company in the period of their initial adoption.

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

	Group			
	3-month period ended 30 Sept (Unaudited)		9-month period ended 30 Sept (Unaudited)	
	2017	2016	2017	2016
Net loss for the period (S\$'000)	(181)	(117)	(440)	(316)
Basic loss per share (S\$ cent)	(0.07)	(0.04)	(0.16)	(0.11)
Diluted loss per share (S\$ cent)	(0.07)	(0.04)	(0.16)	(0.11)

Explanatory notes:

Loss per share is calculated based on the Group's loss after taxation divided by the issued share capital of the Company of 276,000,000 (2016: 276,000,000) shares for the period under review.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:

(a) current financial year reported on; and

(b) immediately preceding financial year.

	Group/Company	
	30 Sept 17 (Unaudited)	31 Dec 16 (Audited)
Net Asset Value per share (S\$ cents)	4.30	4.46

The net asset value per ordinary share of the Group and the Company as at 30 September 2017 and 31 December 2016 were calculated based on the issued share capital of the Company of 276,000,000 shares as at 30 September 2017 and 31 December 2016.

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

Review of Performance

The Company had in December 2015 completed the disposal of its principal and wholly-owned subsidiary (the "Disposal"). Following the Disposal, the Company became a cash company under Rule 1018 of the SGX-ST Listing Manual and ceased to have any operating subsidiaries or businesses.

Q3FY2017 vs Q3FY2016

Revenue for second quarter ended 30 September 2017 ("Q3FY2017") was the interest income from restricted deposit placed in an escrow account.

Administrative expenses increased by S\$ 0.1 million from S\$ 0.1 million for third quarter ended 30 September 2016 ("Q3FY2016") to S\$ 0.2 million for Q3FY2017. This was mainly due to legal and professional fee for the Proposed Acquisition.

As a result of higher administrative expenses, the Company recorded a loss after tax of S\$ 0.2 million for Q3FY2017, as compared to S\$ 0.1 million for Q3FY2016.

9MFY2017 vs 9MFY2016

Revenue for the 9 months ended 30 September 2017 ("9MFY2017") was the interest income from restricted deposit placed in an escrow account.

Administrative expenses increased by S\$ 0.1 million from S\$ 0.3 million for the 9 months ended 30 September 2016 ("9MFY2016") to S\$ 0.4 million for 9MFY2017. This was mainly due to legal and professional fee for the Proposed Acquisition, offset by lower insurance expense.

As a result of higher expenses, the Company recorded a loss after tax of S\$ 0.4 million for 9MFY2017, as compared to S\$ 0.3 million for 9MFY2016.

Review of Balance Sheet

The asset of the Company comprises mainly of cash and cash equivalent of approximately S\$ 12.2 million of which S\$ 12.1 million represents restricted deposit placed in an escrow account.

Other payable and accruals comprise mainly accruals of directors' fee and professional expenses for the Proposed Acquisition.

Review of Cash Flow Statement

Q3FY2017 vs Q3FY2016

The Company recorded a net cash outflow from operating activities of S\$ 0.1 million in both Q3FY2017 and Q3FY2016.

As of Q3FY2017, the Company recorded a cash and cash equivalent of S\$ 0.1 million, excluding restricted deposit of S\$ 12.1 million which was placed in an escrow account with a bank in Singapore.

9MFY2017 vs 9MFY2016

For 9MFY2017, the Company recorded a net cash outflow of S\$ 0.3 million from operating activities compared to net cash outflow of S\$ 0.6 million for 9MFY2016. This was due mainly to higher amount of payables for 9MFY2017.

As of 9MFY2017, the Company recorded a cash and cash equivalent of S\$ 0.1 million, excluding restricted deposit of S\$ 12.1 million which was placed in an escrow account with a bank in Singapore.

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

No forecast or prospect statement previously disclosed.

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.

Subsequent to the announcements made by the Company on 24 August 2016, 1 November 2016, 2 December 2016, 11 January 2017, 4 April 2017 and 9 June 2017 in relation to the proposed acquisition of the entire issued and paid-up share capital of FE Resources Pte. Ltd. ("Proposed Acquisition"), the Company has on 7 July 2017 announced that the Company has been granted by SGX-ST an extension of time, until 20 December 2017 under Rule 1018(2) of the SGX-ST Listing Manual for the Company to meet the requirements for a new listing. Please refer to the Company's announcements dated 7 July 2017 for full information.

11. If a decision regarding dividend has been made

(a) Whether an interim (final) ordinary dividend has been declared (recommended).

None.

(b) (i) Amount per share

Not Applicable.

(ii) Previous corresponding period

Not Applicable.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated)

Not Applicable.

(d) The date the dividend is payable

Not Applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 p.m.) will be registered before entitlements to the dividend are determined.

Not Applicable.

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

The Board of Directors of the Company does not recommend that a dividend be paid for the period ended 30 September 2017.

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

Pursuant to Rule 920(1)(a)(ii) of the Listing Manual, the details of the aggregate value of interest person transactions conducted for the financial year from 1 January 2017 to 30 September 2017:

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

Note: There was interested person transaction occurring during the period but the individual transaction was less than S\$100,000.

The Company does not have a general mandate from shareholders for interested person transactions.

14. Negative Confirmation Pursuant to Rule 705(5) of the SGX-ST Listing Manual

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited consolidated financial results of China Bearing (Singapore) Ltd. for the financial period ended 30 September 2017 to be false or misleading in any material aspect.

15. Undertaking Confirmation Statement from all its directors and executive officers under Rule 720(1)

The Company has procured undertakings from all its directors and executive officer (in the format set out in Appendix 7.7) under Rule 720(1) of the Listing Manual.

On behalf of the Board of Directors

Lim Kean Tin
Director
8 November 2017

Tan Kah Ghee
Director