

Third Quarter Financial Statement And Related Announcement for the Quarter Ended 30 September 2018

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENT OF Q3 RESULTS

1(a) An income statement 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.

1(a)(i) **CONSOLIDATED INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTERS ENDED 30 SEPTEMBER 2018 AND 30 SEPTEMBER 2017**

Consolidated Income Statement

	Group 3Q2018	Group 3Q2017	Increase/ (Decrease)	Group YTD Sep 2018	Group YTD Sep 2017	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Revenue	349,263	312,641	11.7%	984,306	848,870	16.0%
Cost of sales	(330,921)	(295,553)	12.0%	(930,491)	(805,040)	15.6%
Gross profit	18,342	17,088	7.3%	53,815	43,830	22.8%
Other income	410	224	83.0%	872	377	131.3%
Sales and distribution costs	(9,239)	(7,583)	21.8%	(27,534)	(20,669)	33.2%
General and administrative expenses	(4,666)	(5,307)	(12.1%)	(14,306)	(12,103)	18.2%
Other expenses	(197)	(42)	369.0%	(322)	(1,799)	(82.1%)
Interest expense	(1,730)	(1,158)	49.4%	(4,919)	(2,944)	67.1%
Profit before taxation	2,920	3,222	(9.4%)	7,606	6,692	13.7%
Income tax expense	(384)	(699)	(45.1%)	(1,401)	(1,407)	(0.4%)
Profit after taxation	2,536	2,523	0.5%	6,205	5,285	17.4%
Profit attributable to:-						
Equity holders of the Company	2,536	2,523	0.5%	6,205	5,285	17.4%

1(a) An income statement 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 (Cont'd).

1(a)(i) **CONSOLIDATED INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTERS ENDED 30 SEPTEMBER 2018 AND 30 SEPTEMBER 2017 (CONT'D)**

Consolidated Statement of Other Comprehensive Income

	Group 3Q2018	Group 3Q2017	Increase/ (Decrease)	Group YTD Sep 2018	Group YTD Sep 2017	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Profit after taxation	2,536	2,523	0.5%	6,205	5,285	17.4%
Other comprehensive income						
Items that may be reclassified subsequently to profit or loss						
Foreign currency translation	91	2	N.M.	45	23	95.7%
Net gain on fair value changes of available-for-sale financial assets	–	71	N.M.	–	574	N.M.
Item that will not be classified to profit or loss						
Fair value changes on equity instrument designated at fair value through other comprehensive income	(231)	–	N.M.	(112)	–	N.M.
Other comprehensive income for the period	(140)	73	N.M.	(67)	597	N.M.
Total comprehensive income for the period	2,396	2,596	(7.7%)	6,138	5,882	4.4%
Total comprehensive income attributable to:-						
Equity holders of the Company	2,396	2,596	(7.7%)	6,138	5,882	4.4%

1(a)(ii) **NOTES TO THE CONSOLIDATED INCOME AND STATEMENT OF COMPREHENSIVE INCOME**

Notes to the consolidated income and statement of comprehensive income	Group 3Q2018	Group 3Q2017	Group YTD Sep 2018	Group YTD Sep 2017
	US\$'000	US\$'000	US\$'000	US\$'000
Interest income	6	7	16	21
Interest on borrowings	(1,730)	(1,158)	(4,919)	(2,944)
Allowance for doubtful trade debts written back	11	15	104	50
Allowance for doubtful trade debts	(207)	(57)	(425)	(1,849)
Reversal of stocks written down	1,125	606	2,238	1,560
Stocks written down/ off	(589)	(824)	(2,074)	(2,475)
Depreciation of property, plant and equipment	(325)	(185)	(934)	(602)
Loss on disposal of property, plant and equipment	–	(10)	(1)	(11)
Property, plant and equipment written off	–	(4)	–	(4)
Gain on disposal of club membership	106	–	106	1
Net foreign exchange (loss)/ gain	(965)	443	(1,236)	814
Fair value change on derivative financial instruments	(36)	–	(62)	–

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.

STATEMENT OF FINANCIAL POSITION	Group 30/09/2018	Group 31/12/2017	Company 30/09/2018	Company 31/12/2017
	US\$'000	US\$'000	US\$'000	US\$'000
Non-current assets				
Property, plant and equipment	3,320	2,621	–	–
Intangible assets	752	472	–	–
Investments in subsidiaries	–	–	10,878	9,878
Other investments	2,507	2,354	2,287	2,354
Deferred tax assets	17	–	–	–
Total non-current assets	6,596	5,447	13,165	12,232
Current assets				
Trade and other debtors	226,812	199,055	–	–
Prepayments	575	375	16	2
Stocks	208,994	174,980	–	–
Amounts due from subsidiaries	–	–	28,135	30,071
Derivative financial instruments	427	–	–	–
Cash and short term deposits	13,124	9,979	1,007	718
Total current assets	449,932	384,389	29,158	30,791
Current liabilities				
Trade and other creditors	(209,719)	(169,278)	(1,440)	(1,558)
Interest-bearing loans and borrowings	(166,493)	(142,720)	–	–
Provision for taxation	(4,446)	(4,003)	(187)	(149)
Total current liabilities	(380,658)	(316,001)	(1,627)	(1,707)
Net current assets	69,274	68,388	27,531	29,084
Net assets	75,870	73,835	40,696	41,316
Equity attributable to equity holders of the Company				
Share capital	38,595	38,553	38,595	38,553
Reserves	37,275	35,282	2,101	2,763
	75,870	73,835	40,696	41,316

1(b)(ii) Aggregate amount of Group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

At 30/09/2018 (US\$'000)		At 31/12/2017 (US\$'000)	
Secured	Unsecured	Secured	Unsecured
–	166,493	–	142,720

Amount repayable after one year, or on demand

At 30/09/2018 (US\$'000)		At 31/12/2017 (US\$'000)	
Secured	Unsecured	Secured	Unsecured
–	–	–	–

Details of any collateral

There is no collateral on the Group's interest-bearing loans and borrowings as at 30 September 2018.

As at 30 September 2018, the Company has provided corporate guarantees to banks and institutions in connection with credit facilities provided to its subsidiaries, of which US\$168,673,000 (31 December 2017: US\$144,806,000) of the credit facilities have been utilised.

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

	Group 3Q2018	Group 3Q2017	Group YTD Sep 2018	Group YTD Sep 2017
	US\$'000	US\$'000	US\$'000	US\$'000
Operating activities				
Profit before taxation	2,920	3,222	7,606	6,692
Adjustments for:-				
Interest income	(6)	(7)	(16)	(21)
Interest expense	1,730	1,158	4,919	2,944
Depreciation of property, plant and equipment	325	185	934	602
Loss on disposal of property, plant and equipment	–	10	1	11
Property, plant and equipment written off	–	4	–	4
Gain on disposal of club membership	(106)	–	(106)	(1)
Net allowance for doubtful debts	196	42	321	1,799
Net stock (written back)/ written down	(536)	218	(164)	915
Dividend income from investment securities	(195)	(181)	(195)	(181)
Net fair value change on derivative financial instruments	36	–	62	–
Share based payments under EPSS	–	–	42	26
Operating cash flows before changes in working capital	4,364	4,651	13,404	12,790
Increase in stocks	(16,670)	(713)	(33,850)	(23,287)
Increase in trade debtors, other debtors and prepayments	(19,276)	(14,693)	(28,392)	(28,439)
Increase in trade creditors, accruals and other creditors	33,919	13,225	40,441	37,046
Cash flows generated from/ (used in) operations	2,337	2,470	(8,397)	(1,890)
Interest received	6	7	16	21
Interest paid	(1,730)	(1,158)	(4,919)	(2,944)
Income tax paid	(270)	(285)	(984)	(843)
Net cash flows generated from/ (used in) operating activities	343	1,034	(14,284)	(5,656)
Investing activities				
Purchase of property, plant and equipment	(243)	(148)	(1,654)	(409)
Proceed from disposal of property, plant and equipment	4	–	4	–
Purchase of club membership	(339)	–	(339)	–
Proceed from disposal of club membership	165	–	165	48
Purchase of derivative financial instruments	–	–	(496)	–
Proceed from derivative financial instruments	4	–	4	–
Purchase of other investment	(220)	–	(220)	–
Dividend income from investment securities	150	160	150	160
Net cash flows (used in)/ generated from investing activities	(479)	12	(2,386)	(201)
Financing activities				
Increase in interest-bearing loans and borrowings	94	407	23,773	9,318
Dividend paid on ordinary shares	–	–	(4,028)	(3,376)
Net cash flows generated from financing activities	94	407	19,745	5,942
Net (decrease)/ increase in cash and short-term deposits	(42)	1,453	3,075	85
Effects of exchange rate changes on cash and short-term deposits	100	2	70	11
Cash and short-term deposits at beginning of period	13,066	15,247	9,979	16,606
Cash and short-term deposits at end of period	13,124	16,702	13,124	16,702

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.

Attributable to equity holders of the Company									
Group	Equity, total US\$'000	Share capital US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Statutory reserve US\$'000	Foreign currency translation reserve US\$'000	Revenue reserve US\$'000	
YTD Sep 2018									
Opening balance at 1 January 2018 (restated)	73,835	38,553	35,282	227	804	25	6	34,220	
Effect of SFRS(I) 9 - Financial Instruments	(117)	–	(117)	–	–	–	–	(117)	
Opening balance at 1 January 2018 (restated)	73,718	38,553	35,165	227	804	25	6	34,103	
Profit for the period	6,205	–	6,205	–	–	–	–	6,205	
Other comprehensive income for the period	(67)	–	(67)	–	(112)	–	45	–	
Total comprehensive income for the period	6,138	–	6,138	–	(112)	–	45	6,205	
Contributed by and distribution to owners:-									
Issuance of new shares	42	42	–	–	–	–	–	–	
Dividends on ordinary shares	(4,028)	–	(4,028)	–	–	–	–	(4,028)	
Closing balance at 30 September 2018	75,870	38,595	37,275	227	692	25	51	36,280	
YTD Sep 2017									
Opening balance at 1 January 2017 (as previously reported)	68,258	38,244	30,014	227	264	25	(1,103)	30,601	
Effect of SFRS(I) 1 – First-time Adoption of Singapore Financial Reporting Standards (International)	–	–	–	–	–	–	1,103	(1,103)	
Opening balance at 1 January 2017 (restated)	68,258	38,244	30,014	227	264	25	–	29,498	
Profit for the period	5,285	–	5,285	–	–	–	–	5,285	
Other comprehensive income for the period	597	–	597	–	574	–	23	–	
Total comprehensive income for the period	5,882	–	5,882	–	574	–	23	5,285	
Contributed by and distribution to owners:-									
Issuance of new shares	26	26	–	–	–	–	–	–	
Dividends on ordinary shares	(3,376)	–	(3,376)	–	–	–	–	(3,376)	
Closing balance at 30 September 2017 (restated)	70,790	38,270	32,520	227	838	25	23	31,407	

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 (Cont'd).

Attributable to equity holders of the Company								
Group	Equity, total US\$'000	Share capital US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Statutory reserve US\$'000	Foreign currency translation reserve US\$'000	Revenue reserve US\$'000
3Q2018								
Opening balance at 1 July 2018	73,474	38,595	34,879	227	923	25	(40)	33,744
Profit for the period	2,536	–	2,536	–	–	–	–	2,536
Other comprehensive income for the period	(140)	–	(140)	–	(231)	–	91	–
Total comprehensive income for the period	2,396	–	2,396	–	(231)	–	91	2,536
Closing balance at 30 September 2018	75,870	38,595	37,275	227	692	25	51	36,280
3Q2017								
Opening balance at 1 July 2017 (as previously reported)	68,194	38,270	29,924	227	767	25	(1,082)	29,987
Effect of SFRS(I) 1 – First-time Adoption of Singapore Financial Reporting Standards (International)	–	–	–	–	–	–	1,103	(1,103)
Opening balance at 1 July 2017 (restated)	68,194	38,270	29,924	227	767	25	21	28,884
Profit for the period	2,523	–	2,523	–	–	–	–	2,523
Other comprehensive income for the period	73	–	73	–	71	–	2	–
Total comprehensive income for the period	2,596	–	2,596	–	71	–	2	2,523
Closing balance at 30 September 2017 (restated)	70,790	38,270	32,520	227	838	25	23	31,407

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 (Cont'd).

Attributable to equity holders of the Company						
Company	Equity, total US\$'000	Share capital US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Revenue reserve US\$'000
YTD Sep 2018						
Opening balance at 1 January 2018	41,316	38,553	2,763	227	804	1,732
Profit for the period	3,478	–	3,478	–	–	3,478
Other comprehensive income for the period	(112)	–	(112)	–	(112)	–
Total comprehensive income for the period	3,366	–	3,366	–	(112)	3,478
Contributed by and distribution to owners:-						
Issuance of new shares	42	42	–	–	–	–
Dividends on ordinary shares	(4,028)	–	(4,028)	–	–	(4,028)
Closing balance at 30 September 2018	40,696	38,595	2,101	227	692	1,182
YTD Sep 2017						
Opening balance at 1 January 2017	40,155	38,244	1,911	227	264	1,420
Profit for the period	3,486	–	3,486	–	–	3,486
Other comprehensive income for the period	574	–	574	–	574	–
Total comprehensive income for the period	4,060	–	4,060	–	574	3,486
Contributed by and distribution to owners:-						
Issuance of new shares	26	26	–	–	–	–
Dividends on ordinary shares	(3,376)	–	(3,376)	–	–	(3,376)
Closing balance at 30 September 2017	40,865	38,270	2,595	227	838	1,530

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 (Cont'd).

Attributable to equity holders of the Company						
Company	Equity, total US\$'000	Share capital US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Revenue reserve US\$'000
3Q2018						
Opening balance at 1 July 2018	40,423	38,595	1,828	227	923	678
Profit for the period	504	–	504	–	–	504
Other comprehensive income for the period	(231)	–	(231)	–	(231)	–
Total comprehensive income for the period	273	–	273	–	(231)	504
Closing balance at 30 September 2018	40,696	38,595	2,101	227	692	1,182
3Q2017						
Opening balance at 1 July 2017	40,629	38,270	2,359	227	767	1,365
Profit for the period	165	–	165	–	–	165
Other comprehensive income for the period	71	–	71	–	71	–
Total comprehensive income for the period	236	–	236	–	71	165
Closing balance at 30 September 2017	40,865	38,270	2,595	227	838	1,530

- 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.

	3Q2018		3Q2017	
	No. of shares	US\$'000	No. of shares	US\$'000
Issued share capital				
At beginning and end of financial period	118,582,940	38,595	117,870,940	38,270

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

The total number of issued shares excluding treasury shares as at the end of 30 September 2018 is 118,582,940 (31 December 2017: 118,502,940).

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

There were no sales, transfers, cancellation and/or use of treasury share during the current financial period reported on.

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

There were no subsidiary holdings during the current financial period reported on.

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

The figures have not been audited or reviewed by our auditors.

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

N.A.

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's accounting policies adopted are consistent with those disclosed in the FY2017 audited financial statements except that in the current financial period, the Group has adopted Singapore Financial Reporting Standards (International) ("SFRS(I)") effective on 1 January 2018.

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.**

Convergence with International Financial Reporting Standards

The Group adopted SFRS(I) on 1 January 2018.

On transition to SFRS(I), the Group elected the option to deem cumulative translation differences for foreign operations to be zero on 1 January 2017, and accordingly, the gain or loss that will be recognised on subsequent disposal of the foreign operations will exclude cumulative translation differences that arose before 1 January 2017. The Group reclassified an amount of US\$1,103,000 of foreign currency translation reserve to the opening retained earnings as at 1 January 2017.

SFRS(I) 9 – Financial Instruments

The Group recognised loss allowance amounting to US\$117,000 on initial application without restating prior periods' information according to SFRS(I) 9 – *Financial Instruments*. The difference between the previous carrying amount and the carrying amount was recognised in the opening retained earnings as at 1 January 2018.

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

	Group		Group	
	3Q2018	3Q2017	YTD Sep 2018	YTD Sep 2017
Basic and diluted earnings per share (US cent)	2.14	2.14	5.23	4.48
Weighted average number of ordinary shares	118,582,940	117,870,940	118,545,431	117,840,610

The basic and diluted earnings per share of the Group were the same, as there were no share options and warrants granted.

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

- (a) **current financial period reported on; and**
 (b) **immediately preceding financial year.**

	Group		Company	
	30/09/2018	31/12/2017	30/09/2018	31/12/2017
Net asset value per ordinary share based on existing issued share capital as at end of period reported on (US cents)	63.98	62.31	34.32	34.86
Number of ordinary shares, excluding treasury shares	118,582,940	118,502,940	118,582,940	118,502,940

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.**

INCOME STATEMENT – Comparing 3Q2018 to 3Q2017

The Group's revenue increased by 11.7% from US\$312.6 million to US\$349.3 million, and gross profit increased by 7.3% from US\$17.1 million to US\$18.3 million, mainly due to higher sales from Singapore business unit arising from stronger demand.

Other income increased from US\$0.2 million to US\$0.4 million mainly due to non-recurring engineering income.

Sales and distribution costs increased by 21.8% from US\$7.6 million to US\$9.2 million, mainly due to net foreign exchange loss arising from the translation of balances denominated in foreign currency into functional currency and marketing expenses.

General and administrative expense decreased by 12.1% from US\$5.3 million to US\$4.7 million, mainly due to lower professional fees and one-off expense for last year relating to the Group's 30th year anniversary.

Other expenses increased by US\$0.2 million. This was due to allowance for doubtful trade debts in 3Q2018.

Interest expense increased by 49.4% from US\$1.2 million to US\$1.7 million, due to higher borrowings and higher financing cost from the hikes in interest rates.

Overall, the Group reported profit after taxation of US\$2.5 million for 3Q2018.

CASHFLOW AND FINANCIAL POSITION

During the quarter, the Group's net cash flows generated from operating activities was US\$0.3 million compared to US\$1.0 million in 3Q2017, mainly due to higher working capital requirements.

The Group's trade and other debtors increased from US\$199.1 million to US\$226.8 million as at 30 September 2018 mainly due to increase in sales. Stock increased from US\$175.0 million to US\$209.0 million as at 30 September 2018.

Trade and other creditors increased from US\$169.3 million to US\$209.7 million as at 30 September 2018, due to higher purchase of stock.

Property, plant and equipment increased from US\$2.6 million to US\$3.3 million as at 30 September 2018 mainly due to new system enhancements and office renovation across the Group. This was partially offset by the depreciation for the 9 months ended 30 September 2018.

Interest-bearing loans and borrowings increased from US\$142.7 million to US\$166.5 million as at 30 September 2018 to fund the working capital requirements.

The Group's cash and short term deposits was US\$13.1 million as at 30 September 2018 as compared to US\$10.0 million as at 31 December 2017.

Overall, shareholders' equity increased from US\$73.8 million to US\$75.9 million as at 30 September 2018, due to the net profit of US\$6.2 million for 9 months ended 30 September 2018. This was partially offset by the dividend payment of US\$4.0 million in May 2018.

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

N.A.

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.

While we have seen some volatility in the business environment due to the escalation of the trade war and other geopolitical uncertainties, Excelpoint has delivered a creditable 3Q performance.

Our core segments which include Mobile & Computing, Industrial & Instrumentation and Consumer continue to provide resilience and stability to our long-term performance. Excelpoint's strong focus on growing research and development ("R&D") competencies and technical capabilities continue to be the underpinning factor that helps us deepen collaborations and relationships with our suppliers and customers, and grow the business sustainably.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended 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

N.A.

(d) Books closure date

N.A.

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

No dividend has been declared for 3Q2018.

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.

No IPT mandate has been obtained.

The aggregate value of all interested person transactions during the financial period ended 30 Sep 2018 were as follows:-

Name of Interested Person	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)	Description of the transaction entered into with the interested person during the financial year under review	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
Albert Phuay Yong Hen	US\$80,000	Rental of premises	N.A.

14. Use of Placement Proceeds as at 30 September 2018

The Company refers to the net proceeds of approximately S\$7,825,000 raised from the placement of 15 million new ordinary shares at S\$0.525 each in the issued and paid-up share capital of the Company on 5 October 2016 (the "Net Proceeds") (as defined in the Company's announcement dated 2 September 2016).

The status on the use of the Net Proceeds is as follows:-

Intended Uses	Approximate Amount (S\$'000)	Estimated Percentage Allocation of Net Proceeds	Amount Utilised as at 30 September 2018 (S\$'000)	Balance as at 30 September 2018 (S\$'000)
Strategic Investments and Acquisitions	5,000	63.9	(300)	4,700
Development of New Technology and Application	1,700	21.7	(456)	1,244
Investments in Research and Development Expertise	1,125	14.4	(567)	558
Total	7,825	100.0	(1,323)	6,502

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

The Board of Directors of the Company hereby confirm to the best of their knowledge that nothing has come to their attention which may render the financial statements for the third quarter ended 30 September 2018 to be false or misleading.

16. Confirmation Pursuant to Rule 720(1) of the Listing Manual

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

BY ORDER OF THE BOARD

Wong Yoen Har
Company Secretary
2 November 2018