

Half Year Financial Statements for the Period Ended 30 June 2018

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

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

| | The Group | | Change % |
|--|--------------------------------|--------------------------------|-------------|
| | 6 months ended 30-Jun-18 | 6 months ended 30-Jun-17 | |
| | \$'000 | \$'000 | |
| Revenue | 163,205 | 131,012 | 24.6% |
| Cost of sales | (131,182) | (103,943) | 26.2% |
| Gross profit | 32,023 | 27,069 | 18.3% |
| Other income | 694 | 379 | 83.1% |
| Distribution and selling expenses | (7,536) | (6,863) | 9.8% |
| General and administrative expenses | (10,160) | (8,955) | 13.5% |
| Other expenses | (300) | (175) | 71.4% |
| Finance costs | (824) | (585) | 40.9% |
| Profit before tax | 13,897 | 10,870 | 27.8% |
| Tax expense | (2,882) | (3,015) | -4.4% |
| Profit for the period | 11,015 | 7,855 | 40.2% |
| Profit attributable to: | | | |
| Owners of the Company | 9,780 | 7,203 | 35.8% |
| Non-controlling interests | 1,235 | 652 | 89.4% |
| Profit for the period | 11,015 | 7,855 | |
| Consolidated Statement of Comprehensive Income | | | |
| Profit for the period | 11,015 | 7,855 | 40.2% |
| Other comprehensive income: | | | |
| Items that are or may be reclassified subsequently to profit or loss: | | | |
| Foreign currency translation differences - foreign operations | 1,042 | (2,072) | -150.3% |
| Effective portion of changes in fair value of cash flow hedges | 33 | (40) | -182.5% |
| Other comprehensive income for the period, net of tax | 1,075 | (2,112) | -150.9% |
| Total comprehensive income for the period | 12,090 | 5,743 | 110.5% |
| Total comprehensive income attributable to: | | | |
| Owners of the Company | 10,776 | 5,243 | 105.5% |
| Non-controlling interests | 1,314 | 500 | 162.8% |
| Total comprehensive income for the period | 12,090 | 5,743 | |
| Note on profit before tax | | | |
| Profit before tax is determined after charging/(crediting) the following: | | | |
| Interest income from fixed deposit and others | (194) | (156) | |
| Interest expense on loans and borrowings | 710 | 513 | |
| Depreciation of property, plant and equipment | 3,402 | 3,275 | |
| Property, plant and equipment written off | 44 | 16 | |
| Loss on disposal of property, plant and equipment (net) | 24 | 18 | |
| Allowances made/(reversal of allowances) for doubtful trade receivables (net) | 57 | (19) | |
| (Reversal of allowances)/allowances made for impairment loss for inventories (net) | (657) | 19 | |
| (Gain)/loss on foreign exchange (net) | (29) | 53 | |
| Amortisation of intangible assets | 2 | 2 | |
| Amortisation of deferred income | (81) | (58) | |
| Taxation | | | |
| Current period income tax | 2,835 | 3,262 | |
| Under provision of income tax in respect of prior years | 204 | 6 | |
| Current period deferred tax | (157) | (257) | |
| Under provision of deferred tax in respect of prior years | - | 4 | |
| | 2,882 | 3,015 | |

NM - Not Meaningful

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

| | The Group | | The Company | |
|---|------------------------------|---|------------------------------|------------------------------|
| | As at 30-Jun-18 \$'000 | As at 31-Dec-17 \$'000 (restated)* | As at 30-Jun-18 \$'000 | As at 31-Dec-17 \$'000 |
| Non-current assets | | | | |
| Property, plant and equipment | 76,508 | 65,935 | 2,410 | 2,607 |
| Investment in subsidiaries | - | - | 28,037 | 28,037 |
| Intangible assets | 1,150 | 1,141 | 14 | 15 |
| Deferred tax assets | 1,902 | 1,735 | 2,350 | 2,145 |
| | 79,560 | 68,811 | 32,811 | 32,804 |
| Current assets | | | | |
| Inventories | 34,625 | 25,853 | 114 | 120 |
| Trade and other receivables | 132,776 | 133,130 | 6,279 | 4,889 |
| Cash and cash equivalents | 42,869 | 40,022 | 2,762 | 4,500 |
| | 210,270 | 199,005 | 9,155 | 9,509 |
| Current liabilities | | | | |
| Trade and other payables | 81,841 | 77,817 | 3,657 | 6,019 |
| Loans and borrowings | 57,747 | 61,224 | 16 | 16 |
| Deferred income | 191 | 137 | - | - |
| Current tax liabilities | 1,217 | 1,225 | - | - |
| | 140,996 | 140,403 | 3,673 | 6,035 |
| Net current assets | 69,274 | 58,602 | 5,482 | 3,474 |
| Non-current liabilities | | | | |
| Deferred income | 1,530 | 1,217 | - | - |
| Loans and borrowings | 12,383 | 221 | 5 | 13 |
| | 13,913 | 1,438 | 5 | 13 |
| Net assets | 134,921 | 125,975 | 38,288 | 36,265 |
| Equity attributable to owners of the Company | | | | |
| Share capital | 31,440 | 31,440 | 31,440 | 31,440 |
| Retained earnings | 79,682 | 73,047 | 6,848 | 4,825 |
| Capital reserve | 3,566 | 3,566 | - | - |
| Statutory reserve fund | 10,539 | 10,539 | - | - |
| Hedging reserve | 6 | (27) | - | - |
| Foreign currency translation reserve | (495) | (1,459) | - | - |
| | 124,738 | 117,106 | 38,288 | 36,265 |
| Non-controlling interests | 10,183 | 8,869 | - | - |
| Total equity | 134,921 | 125,975 | 38,288 | 36,265 |

1(b)(ii) Aggregate amount of group's borrowings, bills payable and debt securities

| | As at 30-Jun-18 | | As at 31-Dec-17 | |
|--|-------------------|---------------------|-------------------|---------------------|
| | Secured \$'000 | Unsecured \$'000 | Secured \$'000 | Unsecured \$'000 |
| Amount repayable in one year or less, or on demand | 41,969 | 15,778 | 53,005 | 8,219 |
| Amount repayable after one year | 12,383 | - | 13 | 208 |

Details of any collateral

The Group's loans and borrowings are secured by leasehold land, certain leasehold building, certain plant and machinery and certain motor vehicle with net book value of approximately S\$27.4 million (2017: S\$23.5 million), and cash and cash equivalents amounted S\$10.2 million (2017: S\$12.9 million).

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

CONSOLIDATED STATEMENT OF CASH FLOW

| | The Group | |
|--|--|--|
| | 6 months ended 30-Jun-18 \$'000 | 6 months ended 30-Jun-17 \$'000 |
| Cash flows from operating activities | | |
| Profit before tax | 13,897 | 10,870 |
| Adjustments for: | | |
| Amortisation of deferred income | (81) | (58) |
| Depreciation of property, plant and equipment | 3,402 | 3,275 |
| Property, plant and equipment written off | 44 | 16 |
| Net loss on disposal of property, plant and equipment | 24 | 18 |
| Amortisation of intangible assets | 2 | 2 |
| Allowances made/(reversal of allowances) for doubtful trade receivables (net) | 57 | (19) |
| (Reversal of allowances)/allowances made for impairment loss for inventories (net) | (657) | 19 |
| Interest expense | 710 | 513 |
| Interest income | (194) | (156) |
| Net effect of exchange differences | 7 | (10) |
| | 17,211 | 14,470 |
| Changes in: | | |
| - Inventories | (7,977) | (4,173) |
| - Trade and other receivables | 1,593 | (6,723) |
| - Trade and other payables | 3,648 | (4,929) |
| Cash generated from/(used in) operations | 14,475 | (1,355) |
| Interest paid | (710) | (513) |
| Taxes paid (net) | (3,059) | (3,646) |
| Net cash from/(used in) operating activities | 10,706 | (5,514) |
| Cash flows from investing activities | | |
| Interest received | 194 | 157 |
| Acquisition of property, plant and equipment | (13,528) | (2,384) |
| Proceeds from disposal of property, plant and equipment | 180 | 206 |
| Net cash used in investing activities | (13,154) | (2,021) |
| Cash flows from financing activities | | |
| Proceeds from loans and borrowings | 70,429 | 38,619 |
| Repayment of loans and borrowings | (62,285) | (31,133) |
| Payment of finance lease liabilities | (8) | (8) |
| Increase in pledged deposit | 2,877 | (2,926) |
| Dividend paid to non-controlling interests | - | - |
| Dividends paid | (3,144) | (4,716) |
| Net cash from/(used in) financing activities | 7,869 | (164) |
| Net increase/(decrease) in cash and cash equivalents | 5,421 | (7,699) |
| Cash and cash equivalents at 1 January | 27,130 | 40,946 |
| Effect of exchange rate fluctuations on cash held | 151 | (701) |
| Cash and cash equivalents at 30 June | 32,702 | 32,546 |
| Cash and cash equivalents at end of period comprise of:- | | |
| Fixed deposits | - | 1,000 |
| Cash and bank balances | 42,869 | 38,868 |
| | 42,869 | 39,868 |
| Cash and bank balances pledged as security for bills payable | (10,167) | (7,322) |
| | 32,702 | 32,546 |

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

| Group | Share capital | Capital reserve | Statutory reserve fund | Hedging reserve | Foreign currency translation reserve (\$'000 (restated)* | Retained earnings (\$'000 (restated)* | Total (\$'000 | Non-controlling interests (\$'000 | Total equity (\$'000 |
|--|---------------|-----------------|------------------------|-----------------|---|--|------------------|--------------------------------------|-------------------------|
| At 1/1/2017 | 31,440 | 3,566 | 7,687 | 2 | 2,646 | 59,192 | 104,533 | 6,909 | 111,442 |
| Impact of adoption of SFRS(I) 1 | - | - | - | - | (2,646) | 2,646 | - | - | - |
| At 1/1/2017, as restated | 31,440 | 3,566 | 7,687 | 2 | - | 61,838 | 104,533 | 6,909 | 111,442 |
| Total comprehensive income for the period | | | | | | | | | |
| Profit for the period | - | - | - | - | - | 7,203 | 7,203 | 652 | 7,855 |
| Other comprehensive income | | | | | | | | | |
| Foreign currency translation differences | - | - | - | - | (1,920) | - | (1,920) | (152) | (2,072) |
| Effective portion of changes in fair value of cash flow hedges | - | - | - | (40) | - | - | (40) | - | (40) |
| Total other comprehensive income | - | - | - | (40) | (1,920) | - | (1,960) | (152) | (2,112) |
| Total comprehensive income for the period | - | - | - | (40) | (1,920) | 7,203 | 5,243 | 500 | 5,743 |
| Transactions with owners, recognised directly in equity | | | | | | | | | |
| Contributions by and distributions to owners | | | | | | | | | |
| Dividends declared | - | - | - | - | - | (4,716) | (4,716) | - | (4,716) |
| Total contributions by and distributions to owners | - | - | - | - | - | (4,716) | (4,716) | - | (4,716) |
| Total transactions with owners | - | - | - | - | - | (4,716) | (4,716) | - | (4,716) |
| At 30/6/2017 | 31,440 | 3,566 | 7,687 | (38) | (1,920) | 64,325 | 105,060 | 7,409 | 112,469 |
| At 1/1/2018 | 31,440 | 3,566 | 10,539 | (27) | (1,458) | 73,046 | 117,106 | 8,869 | 125,975 |
| Total comprehensive income for the period | | | | | | | | | |
| Profit for the period | - | - | - | - | - | 9,780 | 9,780 | 1,235 | 11,015 |
| Other comprehensive income | | | | | | | | | |
| Foreign currency translation differences | - | - | - | - | 963 | - | 963 | 79 | 1,042 |
| Effective portion of changes in fair value of cash flow hedges | - | - | - | 33 | - | - | 33 | - | 33 |
| Total other comprehensive income | - | - | - | 33 | 963 | - | 996 | 79 | 1,075 |
| Total comprehensive income for the period | - | - | - | 33 | 963 | 9,780 | 10,776 | 1,314 | 12,090 |
| Transactions with owners, recognised directly in equity | | | | | | | | | |
| Contributions by and distributions to owners | | | | | | | | | |
| Dividends declared | - | - | - | - | - | (3,144) | (3,144) | - | (3,144) |
| Total contributions by and distributions to owners | - | - | - | - | - | (3,144) | (3,144) | - | (3,144) |
| Total transactions with owners | - | - | - | - | - | (3,144) | (3,144) | - | (3,144) |
| At 30/6/2018 | 31,440 | 3,566 | 10,539 | 6 | (495) | 79,682 | 124,738 | 10,183 | 134,921 |

| | Share capital | Retained earnings | Total equity |
|---|---------------|-------------------|----------------|
| <u>Company</u> | \$'000 | \$'000 | \$'000 |
| At 1/1/2017 | 31,440 | 4,157 | 35,597 |
| Total comprehensive income for the period | | | |
| Profit for the period | - | 4,195 | 4,195 |
| Total comprehensive income for the period | - | 4,195 | 4,195 |
| Transactions with owners of the Company, recognised directly in equity | | | |
| Dividends declared | - | (4,716) | (4,716) |
| Total contributions by and distributions to owners/ Total transactions with owners | - | (4,716) | (4,716) |
| At 30/6/2017 | 31,440 | 3,636 | 35,076 |
| At 1/1/2018 | 31,440 | 4,825 | 36,265 |
| Total comprehensive income for the period | | | |
| Profit for the period | - | 5,167 | 5,167 |
| Total comprehensive income for the period | - | 5,167 | 5,167 |
| Transactions with owners of the Company, recognised directly in equity | | | |
| Dividends declared | - | (3,144) | (3,144) |
| Total contributions by and distributions to owners/ Total transactions with owners | - | (3,144) | (3,144) |
| At 30/6/2018 | 31,440 | 6,848 | 38,288 |

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buybacks, 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.

Since the end of 31 December 2017, there has been no change in the Company's share capital arising from rights issue, bonus issue, shares buy-back, 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.

There were also no outstanding convertibles for which shares may be issued. Neither was there any treasury shares being transferred, transacted, cancelled or held by the Company during or as at the end of the current financial period and as at the end of the corresponding period of the immediately preceding financial year.

There were no subsidiary holdings during or as at the end of the current financial period and as at the end of the corresponding period of the immediately preceding financial year.

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.

| | As at 30-Jun-18 | As at 31-Dec-17 |
|-------------------------------|--------------------|--------------------|
| Total number of issued shares | 157,200,000 | 157,200,000 |

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.

Not applicable

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.

Not applicable

2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or and equivalent standard)

The figures have neither been audited nor reviewed by auditors.

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

Not applicable.

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

Except as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period compared with those of the audited financial statements for the year ended 31 December 2017.

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

In adopting the new SFRS(I) framework with effect from 1 January 2018, the Group is required to apply the specific transition requirements in SFRS(I) 1 First-time Adoption of International Financial Reporting Standards.

SFRS(I) 1

The Group has adopted SFRS(I) for the financial year ending 31 December 2018 ("FY2018") and has applied SFRS(I) 1 with 1 January 2017 as the date of transition for the Group and the Company. The Group has elected the optional exemption in SFRS(I) 1 to reset its cumulative Foreign Currency Translation Reserve ("FCTR") for all foreign operations to NIL at the date of transition, and reclassify the cumulative FCTR of approximately \$2,645,475 as at 1 January 2017 as determined in accordance with the previous Financial Reporting Standards (FRS) at that date to retained earnings. After the date of transition, any gain or loss on disposal of any foreign operations will exclude translation differences that arose before the date of transition.

In addition, during the current financial year, the Group and the Company have adopted the following new SFRS(I)s, amendments and interpretations of SFRS(I)s which took effect from financial year beginning 1 January 2018:

- SFRS(I) 15 Revenue from Contracts with Customers which includes the clarifications to IFRS 15 Revenue from Contracts with Customers; and
- SFRS(I) 9 Financial Instruments which includes the amendments to IFRS4 Insurance Contracts – Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts;

SFRS(I) 9

SFRS(I) 9 replaces the current 'incurred loss' model with a forward-looking expected credit loss ("ECL") model. The new impairment model applies to financial assets measured at amortised cost or fair value through other comprehensive income ("FVOCI"), except for investments in equity instruments, and certain loan commitments and financial guarantee contracts.

In compliance with SFRS(I) 9, the Group has applied the simplified approach and has recorded the amount of loss allowance on all trade and other receivables by ascertaining the amount of ECLs that would result from all possible default events over the expected life of a financial instrument (lifetime ECLs). Based on the assessment made, there was no significant changes in impairment for trade and other receivables of the Group and the Company respectively as at 1 January 2018 with the adoption of SFRS(I) 9.

SFRS(I) 15

SFRS(I) 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognised. It also introduces new cost guidance which requires certain costs of obtaining and fulfilling contracts to be recognised as separate assets when specified criteria are met. There's no significant impact on adoption of SFRS(I) 15.

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

| | <u>30-Jun-18</u> | <u>30-Jun-17</u> |
|--|------------------|------------------|
| Basic and diluted earnings per ordinary share (in cents) | 6.22 | 4.58 |

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

| | The Group | | The Company | |
|---|------------------|------------------|--------------------|------------------|
| | <u>30-Jun-18</u> | <u>31-Dec-17</u> | <u>30-Jun-18</u> | <u>31-Dec-17</u> |
| Net asset value per ordinary share based on no. of ordinary share of the Company (in cents) | 79.35 | 74.49 | 24.36 | 23.07 |

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

The Group's turnover in the current reporting period ("1H2018") increased by 24.6% or S\$32.20 million from S\$131.01 million to S\$163.21 million as compared to the previous corresponding period ("1H2017").

Total revenue achieved by the Singapore entities in 1H2018 increased by 15.8% or S\$2.98 million from S\$18.86 million in 1H2017.

Total revenue of China's operations recorded a stronger growth of 26.1% or S\$29.22 million in the Group's reporting currency in 1H2018 mainly due to increase in selling price in order to pass on the increased cost of raw material to our customers. The increase of revenue is also partly attributed to higher sales volume and favourable exchange fluctuation of 2% from the strengthening of Renminbi ("RMB") against Singapore Dollars ("SGD") as compared to 1H2017.

The Group's gross profit increased by 18.3% or S\$4.95 million to S\$32.02 million. The gross profit margin for 1H2018 was marginally lower at 19.6% compared to 20.7% for 1H2017 mainly due to higher raw material costs.

Other income increased by S\$0.32 million in 1H2018 mainly due to higher government grant received in 1H2018.

The distribution and selling expenses in 1H2018 increased by S\$0.67 million mainly due to higher delivery costs, in tandem with higher revenue.

General and administrative expenses increased by S\$1.21 million in 1H2018 mainly due to higher staff incentive as a results of better performance in 1H2018 as compared to 1H2017.

Finance costs increased by S\$0.24 million in 1H2018 mainly due to the higher working capital requirement for the Group's China operations, in tandem with higher revenue and the financing for the acquisition of leasehold land of Nantong Tat Seng Packaging Co., Ltd. ("Nantong Tat Seng").

As a result, the net profit attributable to owners of the Company increased by S\$2.58 million or 35.8% in 1H2018 as compared to S\$7.20 million reported for 1H2017.

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

Property, plant & equipment increased by S\$10.6 million as compared to FY2017. The increase was attributed to the acquisition of property, plant and equipment amounting to S\$13.7 million, which is mainly related to the expansion of business of Nantong Tat Seng. However, it was partially offset by depreciation charge amounting to S\$3.4 million.

Inventories increased by S\$8.8 million as compared to FY2017 mainly due to the Group stocking up more inventories in anticipation of increase in raw material prices and partly attributable to increase in raw material prices.

Trade and other receivables decreased by S\$0.4 million. Trade and bill receivables reduced by S\$5.1 million as compared to FY2017. It was mainly due to reduction of term bills receivables and better collection from customer. However, the decrease was offset by the increase of other receivables of S\$4.7 million which was mainly attributed to advance payment for purchase of material and refundable VAT payment.

Trade and other payables increased by S\$4.0 million as compared to 31 December 2017 mainly due to increase of material purchases.

Short term loans and borrowings decreased by S\$3.5 million mainly due to repayment of short term bills payables.

Long term loans and borrowings increased by S\$12.2 million mainly due to the funding requirement of new leasehold land, factory building and production line of Nantong Tat Seng.

Cash and cash equivalents excluding bank balances pledged as security increased by S\$5.6 million mainly attributed to net cash generated from operating activities and net cash from financing activities amounted to S\$10.7 million and S\$7.9 million respectively. However, it was partially offset by an increase of S\$13.2 million from net cash used in investing activities attributable to capital expenditure on new plant of Nantong Tat Seng.

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

No forecast was previously provided.

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

Singapore's operating environment is expected to remain challenging with the increase of raw material costs in anticipation of unfavourable exchange fluctuation of SGD against USD and the volatility of raw material prices.

For China's operations, the escalation of trade tension between US and China will impact its export. This will further aggravate the over-capacity of corrugator packaging industry and lead to more intense competition of the industry. At the same time, the stringent pollution control regulations of China government coupled with the potential of unfavourable exchange fluctuation of RMB against USD will result in increase in raw materials costs.

Notwithstanding the Group will continue to execute its strategy to improve operational efficiencies and further reduce costs diligently.

The Group is expected to commence the operation of its new production line of Nantong Tat Seng in the fourth quarter of 2018.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? Yes

| | |
|-----------------------------|------------------------------------|
| Name of Dividend : | Interim Ordinary |
| Dividend Type : | Cash; Tax exempt (1-tier) dividend |
| Dividend Amount Per Share : | S\$0.01 per ordinary share |
| Tax Rate : | Exempt (1-tier) |

(b) Corresponding Period of the Immediately Preceding Financial Year

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

| | |
|---------------------------|------------------------------------|
| Name of Dividend | Interim Ordinary |
| Dividend Type | Cash; Tax exempt (1-tier) dividend |
| Dividend Amount Per Share | S\$0.01 per ordinary share |
| Tax Rate | Exempt (1-tier) |
| Date Paid | Paid on 29/9/2017 |

(c) Date payable 28 September 2018

(d) Books closure date 14 September 2018

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

Not applicable

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule

No IPT general mandate has been obtained from shareholders of the Company.

| Name of Interested Person | Aggregate value of all interested person transactions during | Aggregate value of all interested person |
|---------------------------|--|--|
| Nil | Nil | Nil |

14. Negative assurance confirmation on interim financial results pursuant to Rule 705(5) of the Listing Manual

The Board of Directors have confirmed that, to the best of their knowledge, nothing has come to their attention which may render these interim financial results to be false or misleading in any material aspect.

15. Confirmation of undertakings from directors and executive officers pursuant to Rule 720(1) of the Listing Manual

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

BY ORDER OF THE BOARD

Loh See Moon
Managing Director
10 August 2018