

VASHION GROUP LTD
Company Registration Number: 199906220H

**UNAUDITED HALF YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR PERIOD (6 MONTHS) ENDED 30 JUNE 2017 ("HY2017")**

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

1(a)(i) A statement of comprehensive income for the group together with a comparative statement for the corresponding period of the immediately preceding for the half year ended 30 June 2017

| | Group | | Increase / (Decrease) % |
|---|-------------------------|--------------------|-------------------------------|
| | Half Year Ended 30 June | | |
| | 2017 | (Restated) 2016 | |
| Note | S\$'000 | S\$'000 | |
| Continuing operations | | | |
| Revenue | 1,646 | 1,564 | 5.24 |
| Cost of Sales | (1,316) | (1,256) | 4.78 |
| Gross profit | 330 | 308 | 7.14 |
| Other operating income | 8 | 169 | (95.27) |
| Selling & distribution expenses | (18) | (23) | (21.74) |
| Administrative expenses | (897) | (1,219) | (26.42) |
| Other operating expenses | (122) | (8) | 1,425 |
| Finance expenses | (1) | (4) | (75) |
| (Loss) before income tax | (699) | (777) | (10.04) |
| Income tax expenses | - | - | N/A |
| (Loss) for the period from continuing operations | (699) | (777) | (10.04) |
| Discontinued operations | | | |
| Profit / (Loss) for the period from discontinued operations | 19 | 1 | 1,800 |
| Total loss for the period | (680) | (776) | (12.37) |
| Gross profit margin | 20.0% | 19.7% | |

Consolidated Statement of Comprehensive Income:

| | Group | | Increase / (Decrease) % |
|--|----------------------|------------------------------|-------------------------------|
| | Half Year Ended 2017 | Half Year Ended 30 June 2016 | |
| | S\$'000 | S\$'000 | |
| (Loss) for the period | (680) | (776) | (12.37) |
| Other comprehensive (loss) / income: | | | |
| - Foreign currency translation differences arising from translation of financial statements of subsidiaries reported in currency other than Singapore dollar | (51) | (41) | 24.39 |
| Total comprehensive (loss) for the period | (731) | (817) | (10.53) |

1. (a) (ii) Notes to income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year.

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

| | Group | |
|---|----------------------|------------------------------|
| | Half Year Ended 2017 | Half Year Ended 30 June 2016 |
| | S\$'000 | S\$'000 |
| Foreign exchange (gain)/loss | 122 | (116) |
| Depreciation of property, plant and equipment | 9 | 21 |
| Interest expense | 1 | 4 |
| Interest income | 79 | 90 |
| Disposal of fixed assets | - | 8 |

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 | | Company | |
|---|--|--|--|--|
| | As at 30 Jun 2017 S\$'000 | As at 31 Dec 2016 S\$'000 | As at 30 Jun 2017 S\$'000 | As at 31 Dec 2016 S\$'000 |
| Non-current assets | | | | |
| Property, plant and equipment | 26 | 35 | 7 | 10 |
| Investment in subsidiaries | - | - | 3,129 | 3,129 |
| Intangible assets | - | 1 | - | - |
| Membership rights | 24 | 24 | - | - |
| Total non-current assets | 50 | 60 | 3,136 | 3,139 |
| Current assets | | | | |
| Inventories | 506 | 258 | - | - |
| Trade receivables | 1,149 | 1,100 | - | - |
| Other receivables, deposits and prepayments | 76 | 518 | 47 | 15 |
| Due from subsidiaries (non-trade) | - | - | - | 327 |
| Fixed deposits | 2,594 | 3,219 | - | - |
| Cash and bank balances | 1,010 | 1,248 | 9 | 268 |
| Total current assets | 5,335 | 6,343 | 56 | 609 |
| Current liabilities | | | | |
| Trade payables | (190) | (211) | - | - |
| Other payables and accruals | (1,220) | (1,447) | (478) | (500) |
| Due to subsidiaries (non-trade) | - | - | (225) | (584) |
| Borrowings | - | (37) | - | - |
| Income tax payable | (58) | (61) | - | - |
| Total current liabilities | (1,468) | (1,756) | (703) | (1,084) |
| Net current assets | 3,867 | 4,587 | (647) | (475) |
| Net assets | 3,917 | 4,647 | 2,489 | 2,663 |
| Share capital | 33,503 | 33,503 | 33,503 | 33,503 |
| Translation reserve | (2,424) | (2,373) | - | - |
| Accumulated losses | (27,162) | (26,482) | (31,014) | (30,840) |
| Total equity | 3,917 | 4,647 | 2,489 | 2,663 |

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

| | Group Borrowings | | | |
|--|-------------------------|-----------|------------------------|-----------|
| | As at 30 June 2017 | | As at 31 December 2016 | |
| | Secured | Unsecured | Secured | Unsecured |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Borrowings repayable in one year or less, or on demand | - | - | - | 37 |
| Financial lease less than one year | - | - | - | - |
| Financial lease more than one year | - | - | - | - |
| Amount repayable after one year | - | - | - | - |
| Total | - | - | - | 37 |

Details of any collateral

No collateral as at 30 June 2017. The Group had no borrowings as at 30 June 2017.

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

| | Group | |
|---|--------------------------------|----------------|
| | Half Year Ended 30 June | |
| | 2017 | 2016 |
| | S\$'000 | S\$'000 |
| <u>Cash flows from operating activities:</u> | | |
| (Loss) before income tax from continuing operations | (699) | (777) |
| Profit before income tax from discontinued operations | 19 | 1 |
| Adjustment for: | | |
| Depreciation of property, plant and equipment | 9 | 22 |
| Disposal of fixed assets | - | 8 |
| Unrealised exchange (gain) / loss | 122 | (116) |
| Interest expenses | 1 | 4 |
| Interest income | (79) | (90) |
| Operating (loss) before working capital changes | (627) | (948) |
| (Increase) in inventories and work in progress | (247) | (52) |
| Decrease in receivables | 392 | 282 |
| (Decrease) in payables | (247) | (1,718) |
| Cash used in operations | (729) | (2,436) |
| Interest paid | (1) | (4) |
| Net cash used in operating activities | (730) | (2,440) |
| <u>Cash flows from investing activities:</u> | | |
| Proceeds from disposal of intangible asset | 1 | - |
| Withdrawal/(placement) of fixed deposits | 518 | - |
| Interest received | 79 | 90 |
| Net cash generated from investing activities | 598 | 90 |
| <u>Cash flows from financing activities:</u> | | |
| Proceeds from issuing of shares – net | - | 1,200 |
| Lease obligations – net | - | (3) |
| Repayment of borrowings | (37) | - |
| Net cash (used in)/generated from financing activities | (37) | 1,197 |
| Net (decrease)/increase in cash and cash equivalents | (169) | (1,153) |
| Cash and cash equivalent at beginning of the period | 1,248 | 1,499 |
| Effect of exchange rate changes on cash and cash equivalent | (69) | 92 |
| Cash and cash equivalent at end of the period | 1,010 | 438 |

Cash and cash equivalents included in the consolidated cash flow statement comprise the following consolidated Statement of financial position amounts:-

| | Group | |
|--|-------------------------------|-------------------------------|
| | As at 30 June 2017 | As at 30 June 2016 |
| | S\$'000 | S\$'000 |
| Fixed deposits | 2,594 | 3,080 |
| Cash and bank balances | 1,010 | 438 |
| | 3,604 | 3,518 |
| Less: | | |
| Fixed deposits (more than 3 months) ⁽¹⁾ | (2,594) | (3,080) |
| Total | 1,010 | 438 |

Note (1):

The fixed deposit of the Group represent deposit amounted to IDR25,000,000,000 (equivalent to S\$2.589 million) in Indonesia and S\$5,000 in Singapore subsidiary as at 30 June 2017.

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.**

The Group

| | Share capital | Performance bonus shares reserve | Translation reserves | Accumulated Losses | Total Equity |
|--|----------------------|---|---------------------------------|-------------------------------|---------------------|
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Balance as at 1 Jan 2016 | 28,120 | 1,404 | (2,285) | (24,307) | 2,933 |
| Loss for the period | - | - | - | (776) | (776) |
| Total comprehensive (loss) for the period | - | - | (41) | - | (41) |
| Issuance of new ordinary shares | 1,365 | - | - | - | 1,365 |
| Conversion of performance bonus share reserve to new ordinary shares | 1,404 | (1,404) | - | - | - |
| Balance as at 30 Jun 2016 | 30,889 | - | (2,326) | (25,083) | 3,480 |
| | | | | | |
| Balance as at 1 Jan 2017 | 33,503 | - | (2,373) | (26,482) | 4,647 |
| Loss for the period | - | - | - | (680) | (680) |
| Total comprehensive (loss) for the period | - | - | (51) | - | (51) |
| Balance as at 30 Jun 2017 | 33,503 | - | (2,424) | (27,162) | 3,917 |

The Company

| | Share capital | Performance bonus shares reserve | Accumulated losses | Total Equity |
|--|----------------------|---|---------------------------|---------------------|
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Balance as at 1 Jan 2016 | 28,120 | 1,404 | (30,101) | (577) |
| Total comprehensive income for the period | - | - | 13 | 13 |
| Issuance of new ordinary shares | 1,365 | - | - | 1,365 |
| Conversion of performance bonus share reserve to new ordinary shares | 1,404 | (1,404) | - | - |
| Balance as at 30 Jun 2016 | 30,889 | - | (30,088) | 801 |
| Balance as at 1 Jan 2017 | 33,503 | - | (30,840) | 2,663 |
| Total comprehensive (loss) for the period | - | - | (174) | (174) |
| Balance as at 30 Jun 2017 | 33,503 | - | (31,014) | 2,489 |

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 financial year reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held at treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial year reported on and as at the end of the corresponding period of the immediately preceding financial year.

The Company's issued share capital as at 30 June 2017 was S\$33,502,693 comprising 1,051,385,163 ordinary shares. There was no change in the Company's issued share capital since 31 December 2016 up to 30 June 2017.

Details movement of the Company's shares capital and number of issued shares as at 31 December 2016 to 30 June 2017:-

| | Share Capital of the Company (S\$) | Number of Issued Ordinary Shares |
|-------------------------------|---------------------------------------|-------------------------------------|
| Balance as at 1 Jan 2017 | 33,502,693 | 1,051,385,163 |
| Movement during the period | - | - |
| Balance as at 30 Jun 2017 | 33,502,693 | 1,051,385,163 |

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

The total number of issued ordinary shares as at 30 June 2017 was 1,051,385,163 and 31 December 2016 was 1,051,385,163. The Company had no treasury shares as at 30 June 2017 and 31 December 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 year 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 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 Group and the Company have applied the same accounting policies and methods of computation in the announcement for the current financial period as those of the

audited financial statements for the year ended 31 December 2016, as well as the applicable Financial Reporting Standards ("FRSs") which became effective for the financial years beginning on or after 1 January 2017.

The adoption of the new and revised FRSs has no material effect to the Group's results for the period ended 30 June 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.**

Not applicable.

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.**

| | Half Year Ended 30 June | |
|---|-------------------------|-------------|
| | 2017 | 2016 |
| | Cents | Cents |
| Basic (loss)/earnings per ordinary share("EPS") | (0.06) | (0.47) |
| Weighted average number of shares in issue during the period for calculating the EPS | 1,051,385,163 | 164,785,875 |
| Diluted (loss)/earnings per ordinary share("DEPS") | (0.06) | (0.47) |
| Weighted average number of shares in issue during the period for calculating the DEPS | 1,051,385,163 | 164,785,875 |

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 ended on; and**
 (b) **immediately preceding financial year.**

| | Group | | Company | |
|-----------------------------------|-------------------|-------------------|-------------------|-------------------|
| | As at 30 Jun 2017 | As at 31 Dec 2016 | As at 30 Jun 2017 | As at 31 Dec 2016 |
| Net asset value per share (cents) | 0.37 | 0.44 | 0.24 | 0.25 |

| | | | | |
|---------------------------|---------------|---------------|---------------|---------------|
| Number of ordinary shares | 1,051,385,163 | 1,051,385,163 | 1,051,385,163 | 1,051,385,163 |
|---------------------------|---------------|---------------|---------------|---------------|

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 year 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 year reported on.

Revenue, gross profit and gross profit margin from Continuing Operations

The Group's revenue increased by approximately S\$82 thousand or 5.24% from S\$1.56 million in HY2016 to S\$1.65 million in HY2017 and was mainly due to (i) grow in revenue in distribution business unit from S\$1.46 million in HY2016 to S\$1.63 million in HY2017. Despite the increase of revenue in distribution business unit, there was a decline of revenue in switchgear assembly business from S\$100 thousand in HY2016 to S\$20 thousand in HY2017.

The gross profit margin of the Group slightly raised from 19.7% for HY2016 to 20.0% for HY2017 result from decrease in cost of material.

As a result of the increase in revenue and decrease in material cost in distribution business unit in HY2017, the Group's gross profit increased by approximately S\$22 thousand or 7.14% to approximately S\$330 thousand for HY2017.

Other Operating Income from Continuing Operations

The decline in other operating income from S\$169 thousand in HY2016 to S\$8 thousand in HY2017 was mainly contributed by (i) absent of exchange gain result from foreign currency translation and (ii) decline of agency fee income by S\$45 thousand from S\$49 thousand in HY2016 to S\$4 thousand in HY2017. Agency fee income refer to the Group acting as an agent for collection and payment on behalf in relation to sales and purchases transaction of garment related materials between the buyer and the seller. Both buyer and seller are not related to any directors nor substantial shareholders of the Company.

Selling and Distribution Expenses from Continuing Operations

The selling and distribution expenses decreased by 21.74% from S\$23 thousand in HY2016 to S\$18 thousand in HY2017 result from decrease of transportation cost.

Administrative Expenses from Continuing Operations

The decrease in administrative expenses from approximately S\$1.2 million in HY2016 to approximately S\$0.9 million in HY2017 was mainly due to (i) decrease in legal and professional fee amounting to S\$230 thousand result from various corporate actions such as issuance and allotment of placement and performance shares and share consolidation carried out by the Company in HY2016 but no corporate exercised in

HY2017; (ii) decrease of rental and building management fee by S\$92 thousand; (iii) decreased in travelling and entertainment expenses by S\$45 thousand; (iv) decline in printing and stationery expenses by S\$16 thousand and others. Despite the decrease abovementioned, there was increase in directors' remuneration and salaries/wages for staffs by S\$101 thousand in HY2017.

The administrative expenses of S\$0.9 million are mainly attributable to wages and salaries and directors' remuneration (S\$622 thousand), professionals and audit fees (S\$134 thousand), rental and building management fee (S\$32 thousand), travelling and entertainment expenses (S\$19 thousand), printing expenses (S\$18 thousand), listing fee (S\$14 thousand) and others (S\$58 thousand).

Other Operating Expenses from Continuing Operations

The other operating expenses increased significantly solely due to exchange loss result from foreign currency translation.

Finance Expenses from Continuing Operations

The finance expenses decrease from S\$4 thousand in HY2016 to S\$1 thousand in HY2017.

Income Tax Expenses from Continuing Operations

During the HY2017, no provision for income tax was made for loss making companies.

Loss After Tax From Continuing Operations

The loss after tax decreased by approximately S\$78 thousand result from increase in revenue contribution from distribution business unit and decrease in administrative expenses in HY2017.

Profit From Discontinued Operations

The profit from discontinued operations increased from S\$1 thousand in HY2016 to S\$19 thousand in HY2017 mainly due to decrease in administrative expenses. The income from discontinued operations solely benefit from the interest income (S\$79 thousand) from fixed deposit in Indonesia. Administrative expenses from discontinued operations included rental and building management fee (S\$33 thousand); withholding tax of interest income in Indonesia (S\$16 thousand) and others (S\$11 thousand).

Non-Current Assets

There was no material change to the non-current assets of the Group apart from the decrease in property, plant, and equipment as a result of depreciation.

Current Assets

The current assets of the Group decreased by approximately S\$1 million or 15.89% from S\$6.3 million as at 31 December 2016 to S\$5.3 million as at 30 June 2017. The decreased in other receivables, deposits and prepayments by approximately S\$0.44 million was mainly due to (i) stocks in transit have been fully delivered to our warehouse in early 2017 amounted S\$0.31 million; (ii) accrued interest income as at 31 December 2016 has been received from CIMB in Indonesia as at 30 June 2017 amounted to S\$121 thousand and (iii) the remaining fund under the escrow account has been

transferred to Indonesia subsidiary amounted S\$43 thousand. Apart from the majority decrease abovementioned, there was increase in prepayment paid to professionals amounted S\$44 thousand.

The increase of inventories by approximately S\$0.25 million from S\$0.26 million as at 31 December 2016 to S\$0.51 million as at 30 June 2017 result from purchase stock near end of June 2017.

The slightly increase in trade receivables by S\$49 thousand as at 30 June 2017 result from increase in sales. As at 30 June 2017, all trade receivables are within their credit terms.

The fixed deposit decreased by S\$0.6 million as at 30 June 2017 as a result of withdrawal and transferred to Indonesia subsidiary's CIMB bank account.

Please refer to cashflow position for more details on cash and bank balances.

Current Liabilities

The decrease in current liabilities by approximately S\$0.3 million was mainly due to (i) the repayment of trade payables of S\$21 thousand; (ii) repayment of other payable and accruals of S\$227 thousand; (iii) repayment of borrowing of S\$37 thousand and (iv) decrease in income tax payable by S\$3 thousand due to foreign exchange translation. As at 30 June 2017, other payable and accruals consists of directors' remuneration for past years (S\$710 thousand), audit fee for FY2016 & HY2017 (S\$127 thousand), professional fee for FY2016 & HY2017 (S\$67 thousand), service allowance due to Indonesia subsidiary's director (S\$240 thousand) and others approximately (S\$76 thousand)

Non-Current Liabilities

No non-current liabilities was recorded as at 30 June 2017.

Working Capital

The net working capital reduced from S\$4.6 million as at 31 December 2016 as compared to S\$3.9 million as at 30 June 2017 resulted from (i) decline in current assets by S\$1 million from S\$6.3 million as at 31 December 2016 to S\$5.3 million as at 30 June 2017 and (ii) decrease in current liabilities by S\$0.3 million from S\$1.8 million as at 31 December 2016 to S\$1.5 million as at 30 June 2017.

Cashflow Position

Net cash used in operating activities decreased by approximately S\$1.7 million in HY2017 mainly due to (i) repayment of S\$1.5 million to Industriatics Berhad in HY2016; (ii) increase of S\$110 thousand in receivable & inventories and (iii) recorded S\$0.6 million in operating loss before working capital changes.

The Group has a negative cash flows before working capital changes of S\$0.6 million as at 30 June 2017 mainly due to loss of approximately S\$0.7 million and adjusted by non-cash items of (i) unrealised exchange loss of S\$122,000; (ii) depreciation of S\$9,000; (iii) interest expenses of S\$1,000 and (iv) interest income of S\$79,000. Net cash used in operating activities of approximately S\$0.73 million was mainly due to (i) increase in inventories of S\$247,000; (ii) decrease in trade receivables of S\$392,000 and (iii) decrease in payables of S\$247,000. Net cash of S\$0.6 million was generated

from investing activities as at 30 June 2017 mainly because of (i) withdrawal from fixed deposit of S\$0.5 million into Indonesia subsidiary CIMB bank account and (ii) interest received of S\$79,000 in fixed deposit in Indonesia. Net cash used in financing activities of S\$37,000 resulted from repayment of borrowing as at 30 June 2017.

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

Not applicable.

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 outlook of the distribution of consumables to electronic manufacturer business segments facing increased competition in next twelve months based on the feedback from customers and business dealings with the four long term customers.

Although the Group's operations may face various challenges in the coming 12 months, the Group will continue to keep exploring any potential investment opportunities in order to expand and diversify the Group's business, and improve the Group's operating results in foreseeable future.

On 25 May 2017, the Company had announced that (A) proposed conversion of debts owing by the Company to the independent directors ("**The Creditors**"), into new ordinary shares in the capital of the Company (the "**Proposed Debt Conversion**"); (B) proposed share consolidation of every ten (10) existing ordinary shares in the capital of the Company as at the share consolidation books closure date into one (1) consolidated share, fractional entitlements to be disregarded (the "**Proposed Share Consolidation**"); (C) proposed renounceable non-underwritten rights issue of up to 1,130,303,160 new ordinary shares in the capital of the Company ("**Rights Shares**") at an issue price of S\$0.005 for each Rights Share and up to 565,151,580 free detachable warrants ("**Warrants**"), each Warrant carrying the right to subscribe for one (1) new share at an exercise price of S\$0.005 on the basis of ten (10) Rights Shares for every one (1) Consolidated Share held by the shareholders as at the rights books closure date, and one (1) Warrant for every two (2) Rights Shares subscribed, fractional entitlements to be disregarded (the "**Proposed Rights Cum Warrants Issue**") and (D) proposed business diversification to include the financing business and the luxury goods business (the "**Proposed Diversification**").

The Company announced that SGX-ST had on 25 July 2017 issued the notice for the listing and quotation. Please refer to announcement dated 25 July 2017 for more details.

The circular in relation to, *inter alia*, the Proposed Debt Conversion, the Proposed Share Consolidation and the Proposed Rights cum Warrants Issue will be despatched to Shareholders in due course.

The Company will make necessary announcement of any updates. The Board of Directors confirm that they are not aware of any other material information (including but not limited to financial information) with respect to the Group which was not formally disclosed or announced.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

No

(c) Date payable

Not Applicable.

(d) Books closure date

Not Applicable.

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

The Board does not recommend a dividend payment for the six months period ended 30 June 2017.

13. If the Group has obtained a general mandate from shareholders for Interested Person Transactions ("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.

The Group has not obtained a general mandate for IPTs and during HY2017 the Group did not have any interested person transaction that exceeding the S\$100,000 threshold.

14. Update on the Utilisation of Proceeds for the Rights Issue.

Please refer to announcement dated 8 August 2017 for the utilisation of the net proceeds.

15. Negative assurance confirmation

The Board of Directors has confirmed that to the best of its knowledge, nothing has come to their attention which may render the unaudited interim financial results for the six months period ended 30 June 2017 to be false or misleading in any material aspect.

**For and on behalf of the
Board of Directors of
Vashion Group Ltd**

Christian Kwok-Leun Yau Heilesen
Executive Director
10 August 2017

Chan Siew Wei
Chairman

16. Confirmation By the Company Pursuant to Rule 720(1) of the Catalist Rules of Singapore Exchange Securities Trading Limited

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7H) pursuant to Rule 720(1) of the Catalist Rules.

By Order Of The Board

Christian Kwok-Leun Yau Heilesen

Executive Director

Dated: 10 August 2017

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), Asian Corporate Advisors Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**Exchange**"). The Company's Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.*

This announcement has not been examined or approved by the Exchange and the Exchange assumes 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.

*The contact person for the Sponsor is Ms Foo Quee Yin.
Telephone number: 6221 0271*