



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

Third Quarter Financial Statement and Dividend Announcement for the period ended 30 September 2017

Key Financial Performance

S\$'000	2017 3Q	2016 3Q	Change	2017 9M	2016 9M	Change
Revenue	85,557	80,957	5.7%	245,625	239,470	2.6%
Gross margin (%)	25.1%	29.1%	-13.7%	26.5%	30.6%	-13.1%
Earnings before interest and tax	4,743	5,621	-15.6%	13,112	19,299	-32.1%
Profit before exceptional items and after tax and non-controlling interests	3,004	4,020	-25.3%	9,007	15,029	-40.1%
Cash generated from operations	6,211	17,114	-63.7%	535	60,868	-99.1%
New orders received	86,406	70,791	22.1%	295,011	228,954	28.9%
Outstanding orders	207,625	178,999	16.0%	207,625	178,999	16.0%

Review of Performance - 3rd Quarter

Profit before exceptional items and after tax and non-controlling interests for 3Q17 declined by 25.3% year-on-year to S\$3.0 million, despite a 5.7% growth in revenue to S\$85.6 million.

Revenues grew by 5.7% in 3Q17 compared with 3Q16, mainly attributed to 38.6% growth in revenues achieved for the Americas region, particularly in the oil and gas sector. Gross profit, however, were 8.8% lower at \$21.5 million mainly due to lower gross margins achieved from the oil and gas sector, resulting in group gross margins decreasing from 29.1% in 3Q16 to 25.1% in 3Q17.

Operating expenses were 13.4% higher at S\$20.2 million in 3Q17 as compared to 3Q16 at S\$17.8 million, mainly due to higher doubtful debts provision of S\$2.0 million in 3Q17.

Consequently, CSE Group recorded profit after tax attributable to equity owners of the Company of S\$3.0 million in 3Q17 as compared to S\$4.0 million in 3Q16.

During the quarter, the Group continues to secure new orders from greenfield (new installations) projects and brownfield (maintenance, upgrade and enhancement of existing installations) projects totalling S\$86.4 million, an increase of 22.1% year-on-year, mainly due to higher flow orders. As at end of 3Q17, outstanding orders stood at S\$207.6 million as compared to S\$207.9 million as at end of 2Q17.



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

Review of Performance - YTD 9 months

For 9M17, group revenue increased marginally by 2.6% year-on-year to S\$245.6 million, mainly due to higher revenues achieved in the Asia Pacific region, particularly in the infrastructure industry sector, as well as in the Americas region, partially offset by lower revenues in the EMEA region. Gross profit, however, were 10.9% lower at \$65.2 million mainly due to sustained competitive pricing pressures in the oil and gas industry. Group gross margins declined to 26.5% in 9M17 from 30.6% in 9M16.

Operating expenses increased by 4% to S\$56.3 million in 9M17 as compared to 9M16 at S\$54.2 million, mainly due to the increase in provision for doubtful debts of S\$2.0 million in 3Q17 and the inclusion of new acquisitions in 2017 and late 2016. Excluding the effect of provision for doubtful debts and operating expenses of new acquisitions, operating expenses would have decreased by 15.7% year-on-year.

In 9M17, CSE Group recorded profit before exceptional items and after tax and non-controlling interests of S\$9.0 million as compared to S\$15.0 million in 9M16. Including the exceptional costs recognized in 2Q17, the group recorded a loss attributable to shareholders of the company of S\$7.8 million.

New orders received for 9M2017 rose by 28.9% year-on-year to S\$295.0 million as compared with S\$229.0 million for the same corresponding period in 2016, mainly due to the award of two large greenfield projects secured in 1Q17 and higher flow orders in 9M2017. As at end of 9M17, outstanding orders stood at S\$207.6 million as compared to S\$207.9 million as at end of 1H17.

Performance of Geographical Segments

S\$'000	2017 3Q	2016 3Q	Change	2017 9M	2016 9M	Change
Revenue						
Asia-Pacific	30,060	30,921	-2.8%	94,879	81,956	15.8%
The Americas	53,926	38,917	38.6%	132,018	125,521	5.2%
Europe/Middle East/Africa	1,571	11,119	-85.9%	18,728	31,993	-41.5%
Group	85,557	80,957	5.7%	245,625	239,470	2.6%
Earnings before interest and tax (EBIT)						
Asia-Pacific	6,571	2,692	144.1%	14,883	8,068	84.5%
The Americas	237	1,610	-85.3%	326	7,326	-95.6%
Europe/Middle East/Africa	(2,065)	1,319	-256.5%	(2,097)	3,905	-153.7%
Group	4,743	5,621	-15.6%	13,112	19,299	-32.1%

3Q17 vs 3Q16

The Asia Pacific region recorded 2.8% reduction in revenue but a 144.1% increase in EBIT in 3Q17 as compared with 3Q16, mainly due to better profitability achieved from the infrastructure projects in Australia coupled with higher exchange gains recognised in 3Q17.

In 3Q17, revenues in the Americas region grew by 38.6%, but registered a 85.3% decline in EBIT, mainly attributed to lower gross profit margins as a result of sustained competitive pricing pressures in the oil and gas sector.

Europe/Middle East/Africa (“EMEA”) region saw a 85.9% decline in revenue to S\$1.6 million in 3Q17 from S\$11.1 million in the same corresponding period a year ago, mainly attributed to a lack of greenfield projects and higher provisions for doubtful debts. Consequently, EMEA region registered a loss before interest and taxes of S\$2.1 million in 3Q17.



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

9M17 vs 9M16

Revenue for 9M17 as compared with 9M16 in the Asia-Pacific region were higher by 15.8% due to increased orders for infrastructure projects in Australia. In line with increased revenues and better margins achieved for these infrastructure projects coupled with higher exchange gains recognised, EBIT for the Asia Pacific region grew by 84.5% year-on-year.

The Americas region reported an increase of 5.2% in revenue but a 95.6% decline in EBIT for 9M17 as compared with 9M16, mainly due to lower gross profit margins as a result of sustained competitive pricing pressures in the oil and gas sector.

The EMEA region recorded a 41.5% year-on-year decrease in revenue due to a lack of greenfield projects and higher provisions for doubtful debts, resulting in a loss before interest and taxes of S\$2.1 million for 9M17.

Liquidity and Capital Resources

In 9M17, the Group generated a cash inflow from operations of S\$0.5 million after funding of working capital for large greenfield projects secured in the Americas region earlier in the year. The Group ended the period with a net cash position of S\$20.6 million, after deducting for acquisition costs of S\$8.2 million, dividend payments of S\$14.2 million and the exceptional settlement of S\$16.6 million.

Outstanding Orders

S\$'000	3Q2017	2Q2017	3Q2016
Asia-Pacific	104,543	95,741	105,540
The Americas	86,934	89,436	26,784
Europe/Middle East/Africa	16,148	22,766	46,675
Total	207,625	207,943	178,999

During the quarter, the Group continues to secure new orders from greenfield (new installations) projects and brownfield (maintenance, upgrade and enhancement of existing installations) projects totalling S\$86.4 million, an increase of 22.1% year-on-year, mainly due to higher flow orders. As at end of 3Q17, outstanding orders stood at S\$207.6 million from S\$207.9 million as at end of 2Q17.



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

Outlook

Conditions in the sectors which the Group operates in remain difficult. The current oil/gas and commodity prices continue to influence investment decisions and customers remain highly focused on cost control and cash flow generation.

In the oil & gas sector, the Group will focus on executing the existing backlog and delivering the flow orders while keeping a look out for any new business opportunities that may arise either from its current operations or new investments. In the infrastructure segment, there are business opportunities, although not of a very significant nature, in Singapore and elsewhere that have yet to be awarded. The Group believes that, given its core engineering capabilities, it is in a good position in winning some of these opportunities for the rest of the year.

For the next quarter and FY2017, CSE expects to report weaker operating performance as compared to the same corresponding period in 2016, but it expects to remain in a net cash position at the end of the year. However, given the difficult operating environment, the Group expects that it may not recover some of its accounts receivables.

The Group is presently undertaking a financial review of its business units for the purpose of assessing the fair value of its investments which together with the additional provisioning of some of its accounts receivables will likely see the Group reporting a loss in the next quarter. Consequently, with the earlier settlement made of S\$16.8 million, the Group will end the full financial year with a loss.

CSE will focus on integrating and consolidating the new acquisitions, and will continue to explore acquisition opportunities to support its long term sustainable growth objectives.



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

PART 1 – INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL-YEAR ANNOUNCEMENTS

1. The following statements in the form presented in the issuer's most recently audited annual financial statement:-

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

S\$'000	Group			Group		
	2017 3Q	2016 3Q	Change (%)	2017 9M	2016 9M	Change (%)
Revenue	85,557	80,957	5.7%	245,625	239,470	2.6%
Cost of sales	(64,053)	(57,375)	11.6%	(180,429)	(166,287)	8.5%
Gross profit	21,504	23,582	-8.8%	65,196	73,183	-10.9%
Operating expenses						
Administrative costs	(16,465)	(15,913)	3.5%	(49,842)	(50,235)	-0.8%
Selling and distribution costs	(1,084)	(902)	20.2%	(2,999)	(2,746)	9.2%
Other operating costs (Note 1)	(2,681)	(1,018)	163.4%	(3,503)	(1,197)	192.6%
Total operating expenses	(20,230)	(17,833)	13.4%	(56,344)	(54,178)	4.0%
Operating profit	1,274	5,749	-77.8%	8,852	19,005	-53.4%
Interest expense	(275)	(141)	95.0%	(657)	(537)	22.3%
Interest income	120	323	-62.8%	426	626	-31.9%
Other non-operating income/(expense) (Note 2)	3,469	(128)	N.M	4,260	294	1,349.0 %
Profit before exceptional items	4,588	5,803	-20.9%	12,881	19,388	-33.6%
Exceptional items (Note 3)	–	–	N.M	(16,845)	–	N.M
Profit/(Loss) before tax	4,588	5,803	-20.9%	(3,964)	19,388	N.M
Taxation (Note 4)	(1,630)	(1,575)	3.5%	(3,784)	(4,463)	-15.2%
Profit/(Loss) after tax	2,958	4,228	-30.0%	(7,748)	14,925	N.M
Attributable to :-						
Equity owners of the Company	3,004	4,020	-25.3%	(7,838)	15,029	N.M
Non-controlling interests	(46)	208	N.M	90	(104)	N.M
	2,958	4,228	-30.0%	(7,748)	14,925	N.M
Earnings/(loss) per ordinary share (cents)						
-basic	0.58	0.78		(1.52)	2.91	
-diluted	0.58	0.78		(1.52)	2.91	



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

Consolidated statement of comprehensive income for the third quarter ended 30 September 2017

SS'000	2017 3Q	2016 3Q	Group Change (%)	2017 9M	2016 9M	Change (%)
Profit/(Loss) after taxation	2,958	4,228	-30.0%	(7,748)	14,925	N.M
Other comprehensive income/(loss) :						
Foreign currency translation	(2,215)	2,213	N.M	(10,349)	(8,969)	15.4%
Other comprehensive income/(loss) for the period, net of tax	(2,215)	2,213	N.M	(10,349)	(8,969)	15.4%
Total comprehensive income for the period	743	6,441	-88.5%	(18,097)	5,956	N.M
Total comprehensive income attributable to :-						
Owners of the Company	729	6,239	-88.4%	(18,287)	6,529	N.M
Non-controlling interests	14	202	-93.0%	190	(573)	N.M
	743	6,441	-88.5%	(18,097)	5,956	N.M

N.M. – Not meaningful



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year:-

S\$'000	Group					
	2017 3Q	2016 3Q	Change (%)	2017 9M	2016 9M	Change (%)
Profit/(Loss) before taxation is arrived at after charging/(crediting) the following:						
(A) Interest expense	275	141	95.0%	657	537	22.3%
(B) Interest income	(120)	(323)	-62.8%	(426)	(626)	-31.9%
(C) Depreciation and amortisation #	1,995	2,058	-3.1%	5,460	4,937	10.6%
(D) Allowance for doubtful debts and bad debts, net	2,048	48	4,166.7%	1,989	479	315.2%
(E) Allowance/(write back for stock obsolescence	79	(18)	N.M	113	13	766.6%
(F) (Gain)/loss on disposal of property, plant and equipment	(55)	252	N.M	(55)	(459)	-88.0%

The depreciation and amortization included the depreciation and amortization expense of the newly acquired assets and businesses.

Note 1

S\$'000	Group					
	2017 3Q	2016 3Q	Change (%)	2017 9M	2016 9M	Change (%)
Allowance/(write back) for doubtful debts and bad debts, net	2,048	48	4,166.7%	1,989	479	315.2%
Miscellaneous expenses	2	6	-70.0%	1	7	-85.7%
Amortisation of intangible assets #	564	674	-16.4%	1,330	1,041	27.7%
(Gain)/loss on disposal of property, plant and equipment	(55)	252	N.M	(55)	(459)	-88.0%
Allowance/(write back) for stock obsolescence	79	(18)	N.M	113	13	766.6%
Bank charges	43	56	-22.8%	125	116	8.1%
Other operating costs	2,681	1,018	163.4%	3,503	1,197	192.6%

Note 2

S\$'000	Group					
	2017 3Q	2016 3Q	Change (%)	2017 9M	2016 9M	Change (%)
Rental income	27	6	350.0%	76	89	-14.6%
Miscellaneous income	341	203	68.0%	641	358	79.1%
Net exchange gain/(loss)	3,101	(337)	N.M	3,543	(153)	N.M
Other non-operating income	3,469	(128)	N.M	4,260	294	1,349.0%

Note 3

In July 2017, CSE entered into a settlement agreement (with no admission of liability) with the US government to settle its potential civil liability for alleged violations of the IEEPA and ITSR Act. Arising from this settlement, a provision of US\$12.0 million was recorded in 2Q17 and paid in 3Q17.

Note 4

The Group operates in several tax jurisdictions with different tax rates. Thus, depending on where the revenue and profits are earned, the effective tax rate will differ.



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

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.

S\$'000	Group		Company	
	30-09-17	31-12-16	30-09-17	31-12-16
NON-CURRENT ASSETS				
Property, plant and equipment (Note 5)	28,805	26,516	2,815	2,865
Investment in subsidiaries	–	–	204,495	204,495
Quoted investment	1,297	7,428	1,297	7,428
Other investment	307	304	190	190
Intangible assets (Note 5)	57,960	53,104	846	967
Deferred tax assets	10,218	11,548	2,528	2,727
CURRENT ASSETS				
Gross amount due from customers for contract work-in-progress (Note 6)	46,637	41,873	–	–
Inventories (Note 6)	18,436	14,732	–	–
Trade and other receivables (Note 6)	97,857	88,680	1,646	462
Prepaid operating expenses	3,493	3,659	114	77
Amount due from subsidiary companies	–	–	18,880	10,133
Short-term deposits	1,504	4,374	–	–
Cash and bank balances	45,910	86,404	7,460	11,853
	213,837	239,722	28,100	22,525
CURRENT LIABILITIES				
Gross amount due to customers for contract work-in-progress (Note 6)	5,235	10,989	–	–
Trade payables and accruals #	49,042	37,058	2,302	1,634
Finance leases	–	28	–	–
Loans and borrowings	26,815	20,581	17,239	8,889
Amount due to subsidiary companies	–	–	98,020	96,357
Provision for warranties	763	2,155	–	–
Provision for taxation	752	3,278	38	–
	82,607	74,089	117,599	106,880
Net current assets/(liabilities)	131,230	165,633	(89,499)	(84,355)
NON-CURRENT LIABILITIES				
Deferred tax liabilities	(5,769)	(5,424)	–	–
Accruals	(4,000)	(4,261)	(4,000)	(4,000)
	220,048	254,848	118,672	130,317
Equity attributable to owners of the Company				
Share capital	98,542	98,542	98,542	98,542
Revenue reserve	149,602	171,632	10,254	21,899
Other reserve	7,333	9,844	9,876	9,876
Foreign currency translation reserve	(39,117)	(28,668)	–	–
Total Shareholders' Fund	216,360	251,350	118,672	130,317
Non-controlling interests	3,688	3,498	–	–
Total Equity	220,048	254,848	118,672	130,317
Group net cash	20,599	70,197		
Group net gearing (%)	–	–		

Trade payables and accruals included S\$1.3 million of CSE Global Education Award Fund.



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

Note 5

The increase in fixed assets and intangible assets is derived from the assets and business acquisition of Combined Communications and Gulf Coast Power & Control in 1Q17.

Note 6

The Group contract recognises revenue using the percentage of completion method and bills its customers based on contractually agreed milestones. There was no material change in the payment pattern of its customers or its payment pattern to its suppliers.

1(b)(ii) In relation to the aggregate amount of group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:-

Amount repayable in one year or less, or on demand

As at 30 September 2017		As at 31 Dec 2016	
Secured	Unsecured	Secured	Unsecured
NIL	S\$26,815,000	NIL	S\$20,581,000

Amount repayable after one year

As at 30 September 2017		As at 31 Dec 2016	
Secured	Unsecured	Secured	Unsecured
NIL	NIL	NIL	NIL

Details of any collateral

Not applicable.



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

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.

S\$'000	GROUP			
	1.7.2017 to 30.9.2017	1.7.2016 to 30.9.2016	1.1.2017 to 30.9.2017	1.1.2016 to 30.9.2016
<u>CASH FLOWS FROM OPERATING ACTIVITIES :-</u>				
Profit/(Loss) before taxation	4,588	5,803	(3,964)	19,388
Adjustments for :-				
Allowance/(write back)for doubtful debts and bad debts, net	2,048	48	1,989	479
Allowance/(write back) for inventories obsolescence made, net	79	(18)	113	13
Depreciation for property, plant and equipment	1,431	1,384	4,130	3,896
Amortisation of intangible assets	564	674	1,330	1,041
Intangible assets written off	-	-	-	297
Property, plant and equipment written off	-	283	42	376
(Gain)/loss on disposal of property, plant and equipment	(55)	252	(55)	(459)
Gain on disposal of quoted investment	(137)	-	(137)	-
Changes in fair value of financial instruments	-	(80)	-	(80)
Interest expense	275	141	657	537
Interest income	(120)	(323)	(426)	(626)
Operating profit before reinvestment in working capital	8,673	8,164	3,679	24,862
Decrease/(increase) in trade and other receivables and prepaid operating expenses	571	3,362	(14,668)	11,995
(Increase)/decrease in gross amount due from customers for contract work-in-progress, net and inventories	(2,745)	1,442	(15,306)	22,749
(Decrease)/increase in payables and accruals and provision for warranties	(288)	4,146	26,830	1,262
Cash generated from operations	6,211	17,114	535	60,868
Interest paid	(275)	(141)	(657)	(537)
Interest received	120	323	426	626
Exceptional settlement (Note 3)	(16,595)	-	(16,595)	-
Income tax paid	(1,219)	(2,373)	(4,687)	(3,694)
Net cash (used in)/generated from operating activities	(11,758)	14,923	(20,978)	57,263
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>				
Proceeds/(cash consideration paid) on quoted investment	8,050	-	5,991	(20,339)
Cash consideration paid, net of cash assets & business acquired	-	(3,198)	(8,181)	(13,565)
Purchase of property, plant and equipment	(1,654)	(1,602)	(6,869)	(6,230)
Purchase of intangible assets/adjustment#	(3)	649	(134)	(260)
Proceeds from sale of property, plant and equipment	336	172	340	971
Net cash generated from/(used in) investing activities	6,729	(3,979)	(8,853)	(39,423)



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

S\$'000	GROUP			
	1.7.2017 to 30.9.2017	1.7.2016 to 30.9.2016	1.1.2017 to 30.9.2017	1.1.2016 to 30.9.2016
<u>CASH FLOWS FROM FINANCING</u>				
<u>ACTIVITIES</u>				
Dividends paid to shareholders	(6,451)	(6,451)	(14,192)	(14,192)
Repayment of finance lease obligations	–	–	(28)	–
Proceeds/(repayment) of short term loans from bankers	8,092	3,358	6,234	(37,183)
Net cash generated from/(used in) financing activities	1,641	(3,093)	(7,986)	(51,375)
Net effect of exchange rate changes on cash and cash equivalents	(3,094)	(673)	(5,547)	(4,972)
Net (decrease)/increase in cash and cash equivalents	(3,388)	7,851	(37,817)	(33,535)
Cash and cash equivalents at beginning of the quarter/financial year	53,896	64,034	90,778	109,719
Cash and cash equivalents at end of the financial period	47,414	71,212	47,414	71,212

Adjustment on intangible assets due to finalization of purchase price exercise in 3Q16.



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group S\$'000	Attributable to equity owners of the Company						
	Share capital	Revenue reserve	Other reserve	Foreign currency translation reserve	Total	Non- controlling interests	Total Equity
At 1 January 2016	98,542	164,635	9,844	(31,393)	241,628	4,184	245,812
Dividend for FY2015 declared and paid	–	(7,741)	–	–	(7,741)	–	(7,741)
Total comprehensive income for 1 st half 2016	–	11,009	–	(10,719)	290	(775)	(485)
At 30 June 2016	98,542	167,903	9,844	(42,112)	234,177	3,409	237,586
Total comprehensive income for 3 rd quarter	–	4,020	–	2,219	6,239	202	6,441
Interim dividend for FY2016 declared and paid	–	(6,451)	–	–	(6,451)	–	(6,451)
At 30 September 2016	98,542	165,472	9,844	(39,893)	233,965	3,611	237,576
At 1 January 2017	98,542	171,632	9,844	(28,668)	251,350	3,498	254,848
Dividend for FY2016 declared and paid	–	(7,741)	–	–	(7,741)	–	(7,741)
Total comprehensive income for 1 st half 2017	–	(10,842)	–	(8,174)	(19,016)	176	(18,840)
At 30 June 2017	98,542	153,049	9,844	(36,842)	224,593	3,674	228,267
Total comprehensive income for 3 rd quarter	–	3,004	–	(2,275)	729	14	743
Currency translation of equity to financial liabilities	–	–	(2,511)	–	(2,511)	–	(2,511)
Interim dividend for FY2017 declared and paid	–	(6,451)	–	–	(6,451)	–	(6,451)
At 30 September 2017	98,542	149,602	7,333	(39,117)	216,360	3,688	220,048



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

Company S\$'000	Share capital	Revenue reserve	Other reserve	Total Equity
At 1 January 2016	98,542	24,052	9,876	132,470
Dividend for FY2015 declared and paid	–	(7,741)	–	(7,741)
Total comprehensive income for 1 st half 2016	–	1,313	–	1,313
At 30 June 2016	98,542	17,624	9,876	126,042
Total comprehensive income 3 rd quarter	–	10,070	–	10,070
Interim dividend for FY2016 declared and paid	–	(6,451)	–	(6,451)
At 30 September 2016	98,542	21,243	9,876	129,661
At 1 January 2017	98,542	21,899	9,876	130,317
Dividend for FY2016 declared and paid	–	(7,741)	–	(7,741)
Total comprehensive income for 1 st half 2017	–	1,177	–	1,177
At 30 June 2017	98,542	15,335	9,876	123,753
Total comprehensive income 3 rd quarter	–	1,370	–	1,370
Interim dividend for FY2017 declared and paid	–	(6,451)	–	(6,451)
At 30 September 2017	98,542	10,254	9,876	118,672



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares and subsidiary holdings, if any, against the total number of issue shares excluding treasury shares 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.

There were no other 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 period reported on.

The Company does not have any outstanding convertibles and does not have any treasury shares and subsidiary holdings.

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

Number of shares as at 30 September 2017	: 516,067,852
Number of shares as at 31 December 2016	: 516,067,852

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 is no sale, transfer, disposal, cancellation and/or use of treasury shares for the current financial period.

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 our 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

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period as compared with the audited financial statements as at 31 December 2016, except for that disclosed under item 5.



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

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

The Group adopted the following revised Financial Reporting Standards (“FRS”) that are relevant and effective for annual periods beginning on 1 January 2017. The adoption of the new and revised FRS did not result in any material impact on the Group’s and the Company’s financial statements.

Amendments to FRS 7 *Disclosure Initiative*

Amendments to FRS 12 *Recognition of Deferred Tax Assets for Unrealised Losses*

Improvements to FRSs (December 2016)

(a) Amendments to FRS 112 *Disclosure of Interest in Other Entities*

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:-

	3Q 2017	3Q 2016	9M 2017	9M 2016
Earnings/(Loss) per ordinary share of the group after deducting any provision for preference dividends:-				
(a) Based on weighted average number of ordinary shares in issue; and	0.58	0.78	(1.52)	2.91
(b) On a fully diluted basis (detailing any adjustments made to the earnings).	0.58	0.78	(1.52)	2.91
For the computation of basic earnings per share, the basis of arriving at the weighted average number of shares is determined as follows :-				
Weighted average number of shares outstanding during the period	516,067,852	516,067,852	516,067,852	516,067,852
Weighted average number of shares issued during the period				
Adjusted weighted average number of shares	516,067,852	516,067,852	516,067,852	516,067,852
For the computation of diluted earnings per share, the weighted average number of shares adjusted for the effect of all dilutive potential ordinary shares is determined as follows :-				
Weighted average number of shares outstanding during the period, used in computation of basic earnings per share	—	—	—	—
Adjusted weighted average number of shares	516,067,852	516,067,852	516,067,852	516,067,852

* Weighted average number of ordinary shares issued during the year, the earnings per ordinary share of the Group has been computed based on adjusted issued share capital in accordance with FRS33 Earnings Per Share.



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

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

	30 September 2017		31 December 2016	
	Group	Company	Group	Company
Net asset value per ordinary share based on existing issued share capital (in cents)	41.93	23.00	48.70	25.25

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

There is no variance between the previous prospect statement and the actual results.

9. Dividend

(a) Current financial period reported on

No Interim dividend has been declared or recommended in relation to third quarter ended 30 September 2017 or the previous corresponding financial period.

(b) Corresponding Period of the Immediately Preceding Financial Year

Not applicable.

10. Date dividend is payable

Not applicable.

11. Book closure date

Not applicable.

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

Not applicable.



CSE GLOBAL LIMITED
(Co. Reg. No. 198703851D)

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer’s most recently audited annual financial statements, with comparative information for the immediately preceding year.

Not applicable.

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

Not applicable.

15. A breakdown of sales as follows:-

Not applicable.

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

Not applicable.

17. 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

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

18. Confirmation by the Board

We, Lim Ming Seong and Lim Boon Kheng, being two directors of CSE Global Limited (the “Company”), do hereby confirm on behalf of the directors that the Company has procured the undertakings under Appendix 7.7 of the SGX-ST Listing Manual from the directors and executive officers and to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the third quarter ended 30 September 2017 financial statements to be false or misleading in any material aspect.

On behalf of the Board of Directors

Name: Lim Ming Seong
Designation: Chairman

Name: Lim Boon Kheng
Designation: Group Managing Director

By order of the Board

Victor Lai Kuan Loong
Company Secretary
8 November 2017