



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

**FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2017**

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

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

	Group/Company		
	2017 (Unaudited) S\$'000	2016 (Audited) S\$'000	Increase/ (Decrease) %
Revenue	-	-	n.m.
Cost of sales	-	-	n.m.
Gross profit	-	-	n.m.
Other operating income	24	1	n.m.
Administrative expenses	(645)	(833)	(22.6)
Finance cost	(1)	-	n.m.
Loss before taxation	(622)	(832)	(25.2)
Taxation	-	-	n.m.
Loss after taxation	(622)	(832)	(25.2)
Other comprehensive income, net of tax	-	-	n.m.
Total comprehensive loss	(622)	(832)	(25.2)
Loss per share (S\$ cent)			
- Basic	(0.23)	(0.30)	
- Diluted	(0.23)	(0.30)	

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

	Group/Company	
	31 Dec 17 (Unaudited) S\$'000	31 Dec 16 (Audited) S\$'000
<b>Non-Current Assets</b>		
Property, plant and equipment	-	-
<b>Current Assets</b>		
Cash and bank balances	12,225	12,535
<b>Total Assets</b>	<b>12,225</b>	<b>12,535</b>
<b>Capital and Reserves</b>		
Share capital	24,714	24,714
Accumulated losses	(13,035)	(12,413)
<b>Total equity</b>	<b>11,679</b>	<b>12,301</b>
<b>Current Liabilities</b>		
Other payables and accruals	470	234
Short term borrowing	76	-
<b>Total liabilities</b>	<b>546</b>	<b>234</b>
<b>Total Equity and Liabilities</b>	<b>12,225</b>	<b>12,535</b>

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

**Amount repayable in one year or less, or on demand**

As at 31 Dec 2017 (Unaudited)		As at 31 Dec 2016 (Audited)	
Secured (S\$'000)	Unsecured (S\$'000)	Secured (S\$'000)	Unsecured (S\$'000)
NA	76	NA	NA

**Amount repayable after one year**

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

**Details of any collateral**

Not Applicable.

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

	Group/Company	
	2017 (Unaudited) S\$ '000	2016 (Audited) S\$ '000
<b>Cash flows from operating activities:</b>		
Loss before taxation	(622)	(832)
Adjustment for:		
Interest expense	1	-
Interest income	(23)	-
Operating cash flow before working capital changes	(644)	(832)
Working Capital Changes:		
Receivables	-	-
Payables	236	(134)
Cash used in operations	(408)	(966)
Income tax paid	-	-
Interest received	23	-
Net cash used in operating activities	(385)	(966)
<b>Cash flows from financing activities:</b>		
Drawdown of short term borrowing	75	-
Net cash generated from financing activities	75	-
Net decrease in cash and cash equivalents	(310)	(966)
Cash and cash equivalents at beginning of the year	372	1,338
<b>Cash and cash equivalents at end of the year</b>	<b>62</b>	<b>372</b>

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

	As at 31 December 2017 (Unaudited) S\$'000	As at 31 December 2016 (Audited) S\$'000
Bank balances	62	372
Restricted deposit	12,163	12,163
Cash and bank balances	12,225	12,535

- 1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

(S\$'000)	Group/Company		
	Share Capital	Accumulated Losses	Total
<b>2017</b>			
Balance as at 1 Jan 2017	24,714	(12,413)	12,301
Loss for the year	-	(622)	(622)
Total comprehensive loss for the year	-	(622)	(622)
Balance as at 31 Dec 2017	24,714	(13,035)	11,679
<b>2016</b>			
Balance as at 1 Jan 2016	24,714	(11,581)	13,133
Loss for the year	-	(832)	(832)
Total comprehensive loss for the year	-	(832)	(832)
Balance as at 31 Dec 2016	24,714	(12,413)	12,301

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

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

In the event the Proposed Acquisition (as defined in section 10 below) is terminated for any reason whatsoever, the outstanding sum of \$76,000 may be converted into 3,166,167 shares, based on the volume weighted average price of S\$0.024 of the Company's shares transacted on 17 December 2015 (being the full market day immediately preceding the date on which the shares were traded prior to the trading suspension on 22 December 2015). As at 31 December 2017, the Company has not received any Conversion Notice.

Save for the above, the Company did not have any outstanding convertibles as at 31 December 2017 (31 December 2016: Nil).

The Company has no outstanding treasury shares and subsidiary holdings as at 31 December 2017 and 31 December 2016.

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

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

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

There are no treasury shares held by the Company as at 31 December 2017.

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

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

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

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

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

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

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

The Company adopted the same accounting policies and methods of computation in the presentation of the unaudited financial statements for the financial year ended 31 December 2017 as compared with the audited financial statements for the financial year ended 31 December 2016.

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

The Company has adopted all applicable Financial Reporting Standard in Singapore ("FRS") that are relevant to its operations and become effective for the financial year ended 31 December 2017.

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

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

	Group/Company	
	2017 (Unaudited)	2016 (Audited)
Net loss for the year (S\$ '000)	(622)	(832)
Basic loss per share (S\$ cent)	(0.23)	(0.30)
Diluted loss per share (S\$ cent)	(0.23)	(0.30)

Explanatory notes:

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

7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:**  
 (a) **current financial year reported on; and**  
 (b) **immediately preceding financial year.**

	<b>Group/Company</b>	
	<b>31 Dec 17 (Unaudited)</b>	<b>31 Dec 16 (Audited)</b>
Net Asset Value per share (S\$ cents)	4.23	4.46

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

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

#### ***Review of Performance***

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

#### **FY2017 vs FY2016**

Other operating income for the financial year ended 31 December 2017 ("FY2017") comprises mainly interest income from restricted deposit placed in an escrow account.

Administrative expenses decreased by S\$ 0.2 million from S\$ 0.8 million for the financial year ended 31 December 2016 ("FY2016") to S\$ 0.6 million for FY2017. This was mainly due to lower legal and professional fee for the Proposed Acquisition.

Finance cost for FY2017 was the interest expense on the short term borrowing to fund the fees and expenses incurred in connection with the Proposed Acquisition.

As a result of lower administrative expenses, the Company recorded a loss after tax of S\$ 0.6 million for FY2017, as compared to S\$ 0.8 million for FY2016.

#### ***Review of Balance Sheet***

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

Other payable and accruals comprise mainly accruals of salary, directors' fee and professional expenses for the Proposed Acquisition. Short term borrowing was a loan extended by a lender to fund the fees and expenses incurred in connection with the Proposed Acquisition.

#### ***Review of Cash Flow Statement***

#### **FY2017 vs FY2016**

For FY2017, the Company recorded net cash outflow of S\$ 0.4 million from operating activities compared to net cash outflow of S\$ 1.0 million in FY2016. This was due to lower losses incurred in FY2017 and higher payables in FY2017.

Net cash generated from financing activities was S\$ 0.1 million in FY2017 due to drawdown of short term borrowing to fund the fees and expenses incurred in connection with the Proposed Acquisition.

As of FY2017, the Company recorded a cash and cash equivalent of S\$ 0.1 million, excluding restricted deposit of S\$ 12.1 million which was placed in an escrow account with a bank in Singapore.

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

No forecast or prospect statement previously disclosed.

**10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

Subsequent to the announcements made by the Company on 24 August 2016, 1 November 2016, 2 December 2016, 11 January 2017, 4 April 2017, 20 June 2017, 7 July 2017, 17 November 2017, 21 November 2017, 20 December 2017, 28 December 2017 and 29 December 2017 in relation to the proposed acquisition of the entire issued and paid-up share capital of FE Resources Pte. Ltd. ("Proposed Acquisition"), the Company has on 9 January 2018 announced that SGX-ST has on 8 January 2018 agreed to grant the Company a further extension of six months period until 20 June 2018 ("Further Extended Date") under Rule 1018(2) of the SGX-ST Listing Manual for the Company to meet the requirements for a new listing. Please refer to the Company's announcement dated 9 January 2018 for full information.

Announcements on material developments will be made as and when appropriate.

**11. If a decision regarding dividend has been made**

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

None.

**(b) (i) Amount per share**

Not Applicable.

**(ii) Previous corresponding period**

Not Applicable.

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

Not Applicable.

**(d) The date the dividend is payable**

Not Applicable.

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

Not Applicable.

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

The Board of Directors of the Company does not recommend that a dividend be paid for the period ended 31 December 2017.

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

Pursuant to Rule 920(1)(a)(ii) of the Listing Manual, the details of the aggregate value of interest person transactions conducted for the financial year from 1 January 2017 to 31 December 2017:

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

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

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

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

Not required for announcement on full year results.

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

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

## PART II- ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

16. **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.**

The Company had in December 2015 completed the disposal of its principal and wholly-owned subsidiary (the "Disposal"). Following the Disposal, the Company became a cash company under Rule 1018 of the SGX-ST Listing Manual and ceased to have any operating subsidiaries or businesses for FY2017.

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

Not applicable.

18. **A breakdown of sales**

	Group/Company		
	FY2017 (Unaudited) S\$'000	FY2016 (Audited) S\$'000	Increase /(Decrease) %
Sales reported for:			
- first half year	-	-	-
- second half year	-	-	-
Operating loss after tax before deducting minority interests reported for:			
- first half year	(259)	(199)	30.1
- second half year	(363)	(633)	(42.7)

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

	FY2017 S\$ '000	FY2016 S\$ '000
Ordinary	Nil	Nil
Preference	Nil	Nil
Total	Nil	Nil

20. **Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704 (13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

The following directors have confirmed that as at 31 December 2017, there were no appointments of any relative of any Director/Chief Officer/Substantial Shareholder of the issuer who were holding a managerial position in the issuer:

Mr Lim Kean Tin  
Mr Tan Kah Ghee  
Mr Wong Chee Meng Lawrence  
Mr Lee Kean Cheong



On behalf of the Board of Directors

Lim Kean Tin  
Director  
1 March 2018

Tan Kah Ghee  
Director