

**SUNRIGHT LIMITED**

**Full Year Financial Statements Announcement for the financial year ended 31 July 2017**

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

**1(a)(i) A statement of comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediate preceding financial year**

	Group		
	S\$'000		%
	31 July 2017	31 July 2016	Change
<b>Revenue</b>	147,965	129,422	14%
<b>Other items of income:</b>			
Interest income	1,069	1,108	-4%
Dividend income	67	64	5%
Gain on disposal of investment securities held for trading	15	-	NM
Fair value gain on investment securities held for trading	218	-	NM
	149,334	130,594	14%
<b>Items of expenses:</b>			
Fair value loss on investment securities held for trading	-	(8)	-100%
Raw materials and consumables used	(34,387)	(29,899)	15%
Changes in inventories of finished goods and work-in-progress	(237)	(132)	80%
Employee benefits expense	(49,661)	(45,771)	8%
Depreciation of property, plant and equipment	(22,573)	(19,777)	14%
Operating lease expense	(1,621)	(1,867)	-13%
Finance costs	(915)	(1,152)	-21%
Other operating expenses	(24,075)	(22,943)	5%
<b>Profit before tax</b>	15,865	9,045	75%
Income tax credit/(expense)	815	(2,249)	NM
<b>Profit for the year</b>	16,680	6,796	NM
<b>Other comprehensive income:</b>			
<b>Item that will not be reclassified to profit or loss</b>			
Remeasurement loss arising from defined benefit plans, net of tax	(8)	(106)	-92%
<b>Item that may be reclassified subsequently to profit or loss</b>			
Foreign currency translation loss	(4,017)	(5,792)	-31%
<b>Other comprehensive income for the year, net of tax</b>	(4,025)	(5,898)	-32%
<b>Total comprehensive income for the year</b>	12,655	898	NM
<b>Profit attributable to:</b>			
Owners of the Company	9,246	1,387	NM
Non-controlling interests	7,434	5,409	37%
	16,680	6,796	NM
<b>Total comprehensive income attributable to:</b>			
Owners of the Company	7,406	(1,408)	NM
Non-controlling interests	5,249	2,306	NM
	12,655	898	NM
Earnings per share (cents)			
- Basic	7.5	1.1	NM

**Note:**

(i) NM - Percentage change not meaningful.

**1(a)(ii) The following items (with appropriate breakdown 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 immediate preceding financial year:**

The following items have been included in arriving at profit before tax:

	Group		
	S\$'000		%
	31 July 2017	31 July 2016	Change
Write-back/(write-down) of inventories	592	(1,236)	NM
(Impairment loss)/reversal of impairment on trade receivables	(40)	344	NM
Exchange loss, net	(93)	(810)	-89%
Net gain on disposal of property, plant and equipment	257	286	-10%
Property, plant and equipment written off	2	14	-86%
(Under)/over provision of current income tax in respect of previous years	(38)	61	NM
Over provision of deferred tax in respect of previous years	2,315	11	NM

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

	Group		Company	
	S\$'000		S\$'000	
	31 July 2017	31 July 2016	31 July 2017	31 July 2016
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	79,717	59,145	936	358
Investment in subsidiaries	-	-	13,480	11,843
Deferred tax assets	249	432	-	-
<b>Total non-current assets</b>	<b>79,966</b>	<b>59,577</b>	<b>14,416</b>	<b>12,201</b>
<b>Current assets</b>				
Investment securities held for trading	3,047	1,971	496	573
Inventories	5,975	5,021	-	-
Prepayments	1,215	994	164	63
Tax recoverables	199	-	-	-
Trade and other receivables	36,027	30,238	3,844	3,627
Cash and short-term deposits	68,195	66,690	20,635	21,185
<b>Total current assets</b>	<b>114,658</b>	<b>104,914</b>	<b>25,139</b>	<b>25,448</b>
<b>Total assets</b>	<b>194,624</b>	<b>164,491</b>	<b>39,555</b>	<b>37,649</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital	35,727	35,727	35,727	35,727
Retained earnings/(accumulated losses)	46,259	37,267	(3,305)	(4,672)
Other reserves	(4,482)	(2,650)	155	155
<b>Total equity attributable to owners of the Company</b>	<b>77,504</b>	<b>70,344</b>	<b>32,577</b>	<b>31,210</b>
Non-controlling interests	53,744	49,175	-	-
<b>Total equity</b>	<b>131,248</b>	<b>119,519</b>	<b>32,577</b>	<b>31,210</b>
<b>Non-current liabilities</b>				
Loans and borrowings	12,518	4,002	301	23
Loans from subsidiaries	-	-	102	101
Defined benefit obligations *	1,033	1,088	-	-
Deferred tax liabilities	1,848	4,170	1,848	2,129
<b>Total non-current liabilities</b>	<b>15,399</b>	<b>9,260</b>	<b>2,251</b>	<b>2,253</b>
<b>Current liabilities</b>				
Trade and other payables *	34,510	22,411	2,310	1,803
Loans and borrowings	13,348	13,144	2,340	2,316
Provisions	22	24	-	-
Income tax payable	97	133	77	67
<b>Total current liabilities</b>	<b>47,977</b>	<b>35,712</b>	<b>4,727</b>	<b>4,186</b>
<b>Total equity and liabilities</b>	<b>194,624</b>	<b>164,491</b>	<b>39,555</b>	<b>37,649</b>

\*Comparative figures have been reclassified to conform with current financial year's presentation.

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

Amount repayable in one year or less, or on demand

As at 31.7.2017		As at 31.7.2016	
Secured	Unsecured	Secured	Secured
S\$2,747,000	S\$10,601,000	S\$1,552,000	S\$11,592,000

Amount repayable after one year

As at 31.7.2017		As at 31.7.2016	
Secured	Unsecured	Secured	Unsecured
S\$2,376,000	S\$10,142,000	S\$1,328,000	S\$2,674,000

Details of any collaterals

The Group's loans and borrowings include obligations under finance leases and bank loans. Obligations under finance leases and bank loans are secured on certain assets of the companies within the Group of net book value amounting to S\$3,212,000 (31.7.2016: S\$1,880,000).

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

	As at 31.7.2017	As at 31.7.2016
	S\$'000	S\$'000
<b>Cash flows from operating activities:</b>		
Profit before tax	15,865	9,045
Adjustments for:		
Interest income	(1,069)	(1,108)
Net gain on disposal of property, plant and equipment	(257)	(286)
Depreciation of property, plant and equipment	22,573	19,777
Property, plant and equipment written off	2	14
(Write-back)/write-down of inventories	(592)	1,236
Impairment loss/(reversal of impairment) on trade receivables	40	(344)
Dividend income	(67)	(64)
Net fair value (gain)/loss on investment securities held for trading	(218)	8
Net gain on disposal of investment securities held for trading	(15)	-
Finance costs	887	1,085
Unrealised exchange (gain)/loss	(7)	602
<b>Operating cash flows before changes in working capital</b>	<b>37,142</b>	<b>29,965</b>
(Increase)/decrease in inventories	(362)	527
(Increase)/decrease in prepayments and receivables	(6,484)	408
Increase/(decrease) in payables	334	(3,042)
<b>Cash flows generated from operations</b>	<b>30,630</b>	<b>27,858</b>
Income taxes paid	(1,587)	(1,190)
<b>Net cash flows generated from operating activities</b>	<b>29,043</b>	<b>26,668</b>
<b>Cash flows from investing activities:</b>		
Interest received	1,069	1,108
Increase in short-term deposits with maturity of more than three months	(6,649)	(10,479)
Dividends received from investment securities held for trading	67	64
Purchase of property, plant and equipment	(34,954)	(10,249)
Proceeds from disposal of property, plant and equipment	1,351	292
Purchase of investment securities held for trading	(1,222)	-
Proceeds from disposal of investment securities held for trading	719	-
<b>Net cash flows used in investing activities</b>	<b>(39,619)</b>	<b>(19,264)</b>
<b>Cash flows from financing activities:</b>		
Interest paid	(887)	(1,085)
Proceeds from term loans	20,095	1,025
Repayment of term loans	(11,751)	(13,636)
Repayment of obligations under finance leases	(1,076)	(1,032)
Dividends paid on ordinary shares	(246)	(491)
Dividends paid to non-controlling interests	(680)	(557)
<b>Net cash flows generated/(used in) financing activities</b>	<b>5,455</b>	<b>(15,776)</b>
Net decrease in cash and cash equivalents	(5,121)	(8,372)
Effect of exchange rate changes on cash and cash equivalents	(23)	289
Cash and cash equivalents at beginning of year	50,574	58,657
<b>Cash and cash equivalents at end of year</b>	<b>45,430</b>	<b>50,574</b>

**Notes:**

During the financial year ended 31 July 2017, the Group generated S\$29,043,000 and \$5,455,000 from its operating and financing activities respectively, and used S\$39,619,000 in its investing activities. These resulted in a net decrease of S\$5,121,000 in the Group's cash and cash equivalents as compared to 31 July 2016.

Cash and cash equivalents as at 31 July 2017 comprised of the following:

	Group	
	S\$'000	
	31 July 2017	31 July 2016
Cash at banks and on hand	21,996	18,719
Bank deposits	46,199	47,971
Cash and short-term deposits	68,195	66,690
Less: Bank deposits with maturity more than three months	(22,765)	(16,116)
Cash and cash equivalents	45,430	50,574

**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 immediate preceding financial year**

**Statement of changes in equity for financial year ended 31 July 2017**

	Total equity	Total equity attributable to owners of the Company	Share capital	Retained earnings/ (accumulated losses)	Foreign currency translation reserve	Capital reserve	Statutory reserve fund	Non-controlling interests
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>The Group</b>								
As at 1 August 2016	119,519	70,344	35,727	37,267	(15,240)	11,730	860	49,175
Profit for the year	16,680	9,246	-	9,246	-	-	-	7,434
Other comprehensive income for the year, net of tax	(4,025)	(1,840)	-	(8)	(1,832)	-	-	(2,185)
Total comprehensive income for the year	12,655	7,406	-	9,238	(1,832)	-	-	5,249
Dividends on ordinary shares	(246)	(246)	-	(246)	-	-	-	-
Dividends paid to non-controlling interests	(680)	-	-	-	-	-	-	(680)
As at 31 July 2017	131,248	77,504	35,727	46,259	(17,072)	11,730	860	53,744
<b>The Company</b>								
As at 1 August 2016	31,210	31,210	35,727	(4,672)	-	155	-	-
Total comprehensive income for the year	1,613	1,613	-	1,613	-	-	-	-
Dividends on ordinary shares	(246)	(246)	-	(246)	-	-	-	-
As at 31 July 2017	32,577	32,577	35,727	(3,305)	-	155	-	-

**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 immediate preceding financial year**

**Statement of changes in equity for financial year ended 31 July 2016**

	Total equity	Total equity attributable to owners of the Company	Share capital	Retained earnings/ (accumulated losses)	Foreign currency translation reserve	Capital reserve	Statutory reserve fund	Non-controlling interests
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b><u>The Group</u></b>								
As at 1 August 2015	119,669	72,243	35,727	36,599	(12,551)	11,730	738	47,426
Profit for the year	6,796	1,387	-	1,387	-	-	-	5,409
Other comprehensive income for the year, net of tax	(5,898)	(2,795)	-	(106)	(2,689)	-	-	(3,103)
Total comprehensive income for the year	898	(1,408)	-	1,281	(2,689)	-	-	2,306
Transfer to statutory reserve fund	-	-	-	(122)	-	-	122	-
Dividends on ordinary shares	(491)	(491)	-	(491)	-	-	-	-
Dividends paid to non-controlling interests	(557)	-	-	-	-	-	-	(557)
As at 31 July 2016	119,519	70,344	35,727	37,267	(15,240)	11,730	860	49,175
<b><u>The Company</u></b>								
As at 1 August 2015	29,864	29,864	35,727	(6,018)	-	155	-	-
Total comprehensive income for the year	1,837	1,837	-	1,837	-	-	-	-
Dividends on ordinary shares	(491)	(491)	-	(491)	-	-	-	-
As at 31 July 2016	31,210	31,210	35,727	(4,672)	-	155	-	-



**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, if any, against the total number of issued shares excluding treasury shares of the company, 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 changes in share capital during the financial year.

The Company did not have any outstanding convertibles as at 31 July 2017 and 31 July 2016.

There were neither treasury shares nor share option outstanding as at 31 July 2017 and 31 July 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**

	<b>Company</b>	
	As at 31 July 2017	As at 31 July 2016
Total number of issued shares, excluding treasury shares	122,806,000	122,806,000

The Company did not have any treasury shares.

**1(d)(iv) A statement showing all sales, transfers, disposal and cancellation and/or use of treasury shares 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 auditing standard or practice**

The figures have not been audited or 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 company’s most recently audited annual financial statements have been applied**

The Group had applied the same accounting policies and methods of computation in the financial statements for the current reporting year compared with those of the audited financial statements as at 31 July 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 reasons for, and the effect of, the change**

In the current financial year, the Group had adopted all the new/revised Financial Reporting Standards (FRS) and Interpretations of FRS (INT FRS) that are effective for annual periods beginning on or after 1 August 2016. The adoption of these standards and interpretations did not have any effect on the financial performance or position of the Group and the Company.

**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**

	<b>Group</b>	
	31 July 2017	31 July 2016
Earnings per ordinary share*	7.5 cents	1.1 cents

\* The basic earnings per share was based on the profit for the year attributable to owners of the Company of S\$9,246,000 (2016: S\$1,387,000) and the weighted average number of 122,806,000 (2016: 122,806,000) ordinary shares outstanding during the financial year.

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

	<b>Group</b>		<b>Company</b>	
	31 July 2017	31 July 2016	31 July 2017	31 July 2016
Net asset value per ordinary share	63.1 cents	57.3 cents	26.5 cents	25.4 cents

**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 Group's revenue for the financial year ended 31 July 2017 ("FY2017") was S\$148.0 million, representing an increase of S\$18.5 million or 14%, from the preceding year. This increase was attributed to higher revenue in the burn-in, testing and electronic manufacturing services segment.

Raw materials and consumables used, as well as changes in inventories of finished goods and work-in-progress, were higher by S\$4.6 million or 15%, from S\$30.0 million to S\$34.6 million, to support the increased sales.

Employee benefits expense increased by S\$3.9 million or 8%, mainly due to adjustments to wage rates, higher staff compensation to support the increased revenue, improved staff welfare, training and skills upgrading to raise productivity and production efficiency.

Depreciation was higher by S\$2.8 million or 14%, from S\$19.8 million to S\$22.6 million, as additional machinery and test equipment were purchased during the current financial year.

Consequently, the Group reported higher profit before tax of S\$15.9 million, as compared to a profit before tax of S\$9.0 million in the previous year, representing an increase of S\$6.8 million or 75%.

Review of financial position

Non-current assets were higher by S\$20.4 million, from S\$59.6 million as at FY2016, to S\$80.0 million as at FY2017. The increase was primarily due to an increase in property, plant and equipment, as a result of high capital expenditure, totalling S\$45.9 million; offset by the depreciation of S\$22.6 million.

Current assets increased by S\$9.7 million, from S\$104.9 million to S\$114.7 million, largely because of higher (i) trade and other receivables of S\$5.8 million, resulting from higher revenue; (ii) cash and short-term deposits of S\$1.5 million, as net surplus cash was generated from operations; (iii) inventories of S\$1.0 million, due to increase in work-in-progress; and (iv) investment securities held for trading of S\$1.0 million, due to additional investments in quoted shares and fair valuation gain.

Non-current liabilities increased by S\$6.1 million or 66%, from S\$9.3 million to S\$15.4 million, mainly due to higher loans and borrowings of S\$8.5 million to finance capital expenditure; offset by a reversal of deferred tax liabilities of S\$2.3 million.

Current liabilities were higher by S\$12.3 million or 34%, from S\$35.7 million to S\$48.0 million, as a result of higher trade and other payables of S\$12.1 million, primarily arising from (i) increased trade payables of S\$2.0 million, due to higher purchases; (ii) higher sundry payables of S\$8.0 million, mainly for the purchases of machinery and test equipment; and (iii) higher accrued operating expenses of S\$2.1 million, to support the increased operational scale.

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

No significant variance.

**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**

World-wide semiconductor revenue was estimated to reach USD401.4 billion in 2017, representing an increase of 16.8% from 2016. This will likely be a record year surpassing USD400 billion mark, driven by improvements in the memory segment.

The global economy was projected to grow by 3.5% in 2017, from 3.2% in 2016, according to the July 2017 outlook report from International Monetary Fund. However, this momentum may be disrupted by *force majeure*, geopolitical issues and nuclear threats.

The Group expects to perform satisfactorily.

**11. Dividend**

(a) ***Current Financial Period Reported On***

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

Name of Dividend	First and final tax exempt (one-tier)
Dividend Type	Cash
Dividend Amount per Ordinary Share	0.3 cent

(b) ***Corresponding Period of the Immediate Preceding Financial Year***

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

	Final Dividend
Name of Dividend	Ordinary tax exempt (one-tier)
Dividend Type	Cash
Dividend Amount per Ordinary Share	0.2 cent

**11. Dividend**

(c) ***Date payable***

8 December 2017

(d) ***Books closure date***

The Register of Members and the Transfer Books of the Company will be closed from 5.00 p.m. on 23 November 2017 for the preparation of dividend warrants.

Registrable transfers received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte. Ltd. at 50 Raffles Place #32-01, Singapore Land Tower, Singapore 048623 up to 5.00 p.m. on 23 November 2017 will be registered before entitlements to the proposed first and final tax exempt (one-tier) dividend are determined. Members whose securities accounts with The Central Depository (Pte) Limited are credited with shares as at 5.00 p.m. on 23 November 2017 will be entitled for the proposed first and final tax exempt (one-tier) dividend.

**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 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect**

No IPT mandate had been obtained.

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

## 14. Segmented revenue and results for business or geographical segment (of the group) in the form presented in the company's most recently audited annual financial statement, with comparative information for the immediately preceding year

(a) Business Segment

	Burn-in*, testing and electronic manufacturing services		Others ^		Eliminations		Consolidated	
	2017 S\$'000	2016 S\$'000	2017 S\$'000	2016 S\$'000	2017 S\$'000	2016 S\$'000	2017 S\$'000	2016 S\$'000
<b>Revenue:</b>								
External customers	147,946	128,256	19	1,166	-	-	147,965	129,422
Intra-segment	2,828	2,540	-	28	(2,828)	(2,568)	-	-
Total revenue	150,774	130,796	19	1,194	(2,828)	(2,568)	147,965	129,422
<b>Results:</b>								
Segment profit/(loss)	15,292	9,878	83	(887)	336	98	15,711	9,089
Interest income							1,069	1,108
Finance costs							(915)	(1,152)
Profit before tax							15,865	9,045
Income tax credit/(expense)							815	(2,249)
Profit for the financial year							16,680	6,796

\* Comprises manufacturing of burn-in equipment and provision of burn-in services.

^ In accordance with FRS 108 Operating Segments, the distribution segment, which was reported in the previous financial year, has been combined under "Others" segment.

(b) Geographical Segment

	Singapore		Malaysia		China		Other Asian countries**		United States		Others		Consolidated	
	2017 S\$'000	2016 S\$'000	2017 S\$'000	2016 S\$'000	2017 S\$'000	2016 S\$'000	2017 S\$'000	2016 S\$'000	2017 S\$'000	2016 S\$'000	2017 S\$'000	2016 S\$'000	2017 S\$'000	2016 S\$'000
Revenue	5,082	2,550	91,717	80,208	27,814	24,391	5,073	6,448	9,720	7,554	8,559	8,271	147,965	129,422

\*\* Classified under "Other Asian countries" are Taiwan, Hong Kong, Philippines, Thailand and Vietnam.

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

Please refer to paragraph 8.

**16. A breakdown of sales**

<b>Group</b>	<b>Financial Year 31 July 2017</b>	<b>Financial Year 31 July 2016</b>	<b>% Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	
(a) Revenue reported for first half year	70,100	64,349	9%
(b) Profit for the year reported for first half year	5,789	4,437	30%
(c) Revenue reported for second half year	77,865	65,073	20%
(d) Profit for the year reported for second half year	10,891	2,359	NM

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

	<b>Financial Year 31 July 2017 S\$'000</b>	<b>Financial Year 31 July 2016 S\$'000</b>
<b>Recognised during the financial year:</b>		
- Ordinary tax exempt (one-tier) dividend for FY2016	246	246
- Special tax exempt (one-tier) dividend for FY2016	-	245
<b>Total</b>	<b>246</b>	<b>491</b>
<b>Proposed but not recognized as a liability:</b>		
- Ordinary tax exempt (one-tier) dividend for FY2017	<b>368*</b>	<b>246</b>

\* Dividend recommended for the current financial year, subject to shareholders' approval at the AGM.

**18. 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 of Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

There was no person occupying a managerial position in the Company or its principal subsidiaries who was a relative of a Director or Chief Executive Officer or substantial shareholder of the Company for the financial year ended 31 July 2017.

**19. Disclosure of confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)**

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

**BY ORDER OF THE BOARD**

**Adeline Lim Kim Swan**  
**Company Secretary**  
**Date: 22 September 2017**