



MANHATTAN RESOURCES LIMITED
Company Registration No : 199006289K

Unaudited Financial Statement Announcement for the financial year ended 31 December 2017

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

Unaudited Consolidated Income Statement for the Four Quarter ("4Q 2017) and year ended 31 December 2017

	Group S\$'000		% Change	Group S\$'000		% Change
	4Q 2017	4Q 2016	+/(-)	FY 2017	FY 2016	+/(-)
Revenue*	8,129	5,539	47	27,432	14,141	94
Other income *	1,361	949	43	1,697	1,755	(3)
Employee benefits expenses	(1,354)	(1,237)	9	(4,862)	(4,708)	3
Depreciation and amortisation ⁽¹⁾	(4,911)	(2,371)	107	(9,463)	(6,090)	55
Other expenses *	(2,433)	(6,532)	(63)	(19,895)	(14,393)	38
Finance costs on loans and borrowings ⁽²⁾	(933)	(995)	(6)	(3,896)	(1,995)	95
Share of results of associate, net of tax	(2)	(5)	(60)	(11)	(53)	(79)
Share of results of joint venture company, net of tax	(9)	(57)	(84)	49	(1)	n.m.
Loss before tax	(152)	(4,709)	(97)	(8,949)	(11,344)	(21)
Income tax ⁽³⁾	110	103	7	(7,354)	(337)	2,082
Loss for the period	(42)	(4,606)	(99)	(16,303)	(11,681)	40
Profit/(loss) attributable to:						
Owners of the Company	47	(4,825)	n.m.	(14,443)	(12,378)	17
Non-controlling interests	(89)	219	n.m.	(1,860)	697	n.m.
	(42)	(4,606)	(99)	(16,303)	(11,681)	40

Unaudited Consolidated Statement of Comprehensive Income for 4Q 2017 and FY 2017

	Group S\$'000		% Change	Group S\$'000		% Change
	4Q 2017	4Q 2016	+/(-)	FY 2017	FY 2016	+/(-)
Loss for the period	(42)	(4,606)	(99)	(16,303)	(11,681)	40
Other comprehensive income:						
Item that may be reclassified subsequently to profit or loss:						
Foreign currency translation	(41)	4,642	n.m.	(6,192)	(1,294)	379
Other comprehensive income for the period, net of tax	(41)	4,642	n.m.	(6,192)	(1,294)	379
Total comprehensive income for the period	(83)	36	n.m.	(22,495)	(12,975)	73
Total comprehensive income attributable to:						
Owners of the Company	(268)	(1,069)	(75)	(19,674)	(11,840)	66
Non-controlling interests	185	1,105	(83)	(2,821)	(1,135)	149
	(83)	36	n.m.	(22,495)	(12,975)	73

Notes:

n.m. '- not meaningful, * - Refer to item 1(a)(ii) for details.

(1) The results of PT Kariangau Power ("PT KP") was consolidated following the completion of the acquisition on 29 June 2016. The depreciation and amortisation of PT KP, the power plant segment, was S\$1.0m and S\$1.6m in 4Q 2016 and FY2016 while in 4Q 2017 and FY2017 it amounted to S\$1.3m and S\$5.2m respectively. This included additional depreciation and amortisation arising from the purchase price allocation exercise.

In October 2016, a subsidiary entered into a conditional sale and purchase agreement for the sale of 22 tugs and 22 barges. As at 31 December 2017, the proposed disposal has not been completed. As such the Group ceased to classify these tugs and barges as held for sale and has adjusted for depreciation that would have been recognised had the vessels not been classified as held for sale.

(2) Finance costs pertain to the interest expenses incurred on the bank loans.

(3) During the year, certain subsidiaries participated in the Tax Amnesty Programme introduced by the Indonesian Tax office, resulting in the forfeiting of unutilised losses. The Group had previously classified the unutilised losses forgone amounted to S\$7.6m in other expenses in 3Q 2017 and have reclassified it to income tax line in 4Q 2017 to better reflect the nature of the transaction.

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.

	Group S\$'000		% Change	Group S\$'000		% Change
	4Q 2017	4Q 2016	+ / (-)	FY 2017	FY 2016	+ / (-)
Revenue						
Coal transportation income ⁽¹⁾	4,301	1,424	202	10,755	6,116	76
Sale of electricity ⁽²⁾	3,828	4,115	(7)	16,677	8,025	108
	<u>8,129</u>	<u>5,539</u>	47	<u>27,432</u>	<u>14,141</u>	94
Other income						
Interest income on cash and bank deposits ⁽³⁾	64	84	(24)	289	349	(17)
Fair value gain on investment in associate ⁽⁴⁾	-	858	n.m.	-	858	n.m.
Net gain on disposal of property, plant and equipment ⁽⁵⁾	-	-	n.m.	88	-	n.m.
Writeback of allowance for impairment of other receivables ⁽⁶⁾	5	-	n.m.	5	310	(98)
Miscellaneous income ⁽⁷⁾	1,292	7	18,357	1,315	238	453
	<u>1,361</u>	<u>949</u>	43	<u>1,697</u>	<u>1,755</u>	(3)

Other expenses include the following:

Operating expenses (excluding payroll and depreciation):

	Group S\$'000		% Change	Group S\$'000		% Change
	4Q 2017	4Q 2016	+ / (-)	FY 2017	FY 2016	+ / (-)
Coal and fuel ⁽²⁾⁽⁸⁾⁽⁹⁾	(1,912)	(2,209)	(13)	(12,437)	(4,301)	189
Operations and maintenance ⁽²⁾⁽¹⁰⁾⁽¹¹⁾	(154)	(1,055)	(85)	(3,578)	(2,279)	57
Agent fees and port handling charges ⁽⁹⁾	(461)	(276)	67	(1,549)	(1,286)	20
Certificate, license and other compliance expenses ⁽⁹⁾	(106)	(78)	36	(359)	(263)	37
Equipment leasing ⁽⁹⁾	(310)	(43)	621	(543)	(87)	524
Other expenses ⁽¹¹⁾	789	(515)	n.m.	(1,030)	(1,984)	(48)
	<u>(2,154)</u>	<u>(4,176)</u>	(48)	<u>(19,496)</u>	<u>(10,200)</u>	91
Legal and professional fees ⁽¹²⁾	(444)	(344)	29	(801)	(1,834)	(56)
Office and other rental expenses	(105)	(116)	(9)	(460)	(492)	(7)
Impairment loss on receivables ⁽¹³⁾	(3)	-	n.m.	(16)	(93)	(83)
Foreign exchange gain/(loss) ⁽¹⁴⁾	69	(1,287)	n.m.	1,180	(512)	n.m.

Notes:

- (1) The increase in coal transportation income in 4Q and FY2017 was due to greater coal carrying activities in 4Q and FY2017 as compared to 4Q and FY2016.
- (2) The increase in revenue and expenses in FY2017 for the power plant segment were due to the results of PT KP being consolidated from 3Q 2016 for the first time following the completion of acquisition on 29 June 2016.
- (3) The decrease in interest income in 4Q and FY2017 was mainly due to lesser bank deposit placement and lower fixed deposit interest rates in 4Q and FY2017.
- (4) This arose from the acquisition of Giantminer Pte. Ltd. following the completion of Share Swap in FY2016.
- (5) This arose from sale of vessels in 1Q 2017.
- (6) There was a writeback of allowance for impairment of receivables subsequent to receipt from a debtor in 2Q 2016.
- (7) The increase in 4Q and FY2017 was mainly due to income arising from trading activity and interest income arising from claim to debtor.
- (8) The increase in 4Q and FY2017 was mainly due to the increase in coal price for the power plant segment. The FY2017 coal expenses included adjustment for under accrual of coal in prior year 2016.
- (9) The increase in vessel expenses in 4Q and FY2017 as compared to 4Q and FY2016 were in line with the increase in coal carrying activities during the period.
- (10) The increase in operations and maintenance expenses was due to maintenance of power plant units and more vessels undergoing repair in 2H 2017.
- (11) This includes one-off warranty claim in 4Q 2017.
- (12) There were professional fees, advisory services and consultation fees relating to the acquisition of new business in 4Q and FY2016.
- (13) There were impairment of receivables due to doubtful debts in 4Q 2017 and 2Q 2016.
- (14) The foreign exchange gain in FY2017 was mainly due to the movement of Singapore Dollar ("SGD") against United States Dollar ("USD"), Renminbi ("RMB") and Indonesian Rupiah ("IDR").

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

Unaudited Balance Sheets as at 31 December 2017

	Group S\$'000		Company S\$'000	
	31 Dec 2017	31 Dec 2016	31 Dec 2017	31 Dec 2016
Non-current assets				
Property, plant and equipment	60,803	60,237	202	276
Land use rights	12,084	13,768	-	-
Intangible assets	20,466	24,511	-	-
Property under development	55,537	41,360	-	-
Goodwill	82	82	-	-
Deferred tax assets	-	8,170	-	-
Prepayments	3,218	1,694	-	-
Interests in subsidiaries	-	-	76,489	76,489
Investment in associate	26,154	26,163	26,154	26,163
Interests in joint venture company	1,854	1,965	-	-
Trade and other receivables	7,160	8,898	-	-
Loan to subsidiary	-	-	31,462	-
	<u>187,358</u>	<u>186,848</u>	<u>134,307</u>	<u>102,928</u>
Current assets				
Trade and other receivables	12,079	4,827	45	77
Prepayments	614	592	6	9
Due from subsidiaries (trade)	-	-	859	-
Due from subsidiaries (non-trade)	-	-	3,969	38,356
Inventories	112	1,172	-	-
Cash and bank deposits	44,201	64,645	2,557	5,545
	<u>57,006</u>	<u>71,236</u>	<u>7,436</u>	<u>43,987</u>
Assets held for sale	-	10,482	-	-
	<u>57,006</u>	<u>81,718</u>	<u>7,436</u>	<u>43,987</u>
Current liabilities				
Loans and borrowings	(13,915)	(13,266)	(9,249)	(10,008)
Trade and other payables	(45,142)	(65,660)	(486)	(515)
Due to subsidiaries (non-trade)	-	-	(18,325)	(20,801)
Advance from joint venture company	(750)	(750)	(750)	(750)
Income tax payable	(90)	(97)	-	-
	<u>(59,897)</u>	<u>(79,773)</u>	<u>(28,810)</u>	<u>(32,074)</u>
Net current (liabilities)/assets	<u>(2,891)</u>	<u>1,945</u>	<u>(21,374)</u>	<u>11,913</u>
Non-current liabilities				
Deferred tax liabilities	(9,065)	(10,527)	(14)	(14)
Other payables	(26,634)	-	-	-
Loans and borrowings	(20,971)	(27,974)	-	-
	<u>(56,670)</u>	<u>(38,501)</u>	<u>(14)</u>	<u>(14)</u>
Net assets	<u>127,797</u>	<u>150,292</u>	<u>112,919</u>	<u>114,827</u>
Equity				
Share capital	189,004	189,004	189,004	189,004
Accumulated losses	(109,015)	(94,572)	(76,159)	(74,251)
Capital reserve	14	14	-	-
Other reserve	(320)	(320)	-	-
Foreign currency translation reserve	(3,567)	1,664	-	-
Acquisition revaluation reserve	5,392	5,392	-	-
Employee share option reserve	74	74	74	74
Equity attributable to owners of the Company	<u>81,582</u>	<u>101,256</u>	<u>112,919</u>	<u>114,827</u>
Non-controlling interests	<u>46,215</u>	<u>49,036</u>	<u>-</u>	<u>-</u>
Total equity	<u>127,797</u>	<u>150,292</u>	<u>112,919</u>	<u>114,827</u>

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

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

31 December 2017	
Unsecured	Secured
-	13,915

31 December 2016	
Unsecured	Secured
-	13,266

Cash and cash equivalents at end of the period ⁽¹⁾

31 December 2017	
Unsecured	Secured
-	20,971

31 December 2016	
Unsecured	Secured
-	27,974

The borrowings were secured by (i) the mortgage on the land and certain property, plant and equipment; (ii) fiduciary security over receivables arising out of operational transaction, claims of performance guarantee from certain suppliers and insurance claims; (iii) security over certain receivables and bank accounts.

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

	Group	
	S\$'000 FY 2017	S\$'000 FY 2016
Cash flows from operating activities		
Loss before tax	(8,949)	(11,344)
Adjustments:		
Fair value gain on investment in associate	-	(858)
Depreciation of property, plant and equipment	6,744	4,609
Amortisation of land use rights	559	400
Amortisation of intangible assets	2,092	1,046
Amortisation of prepayments	69	35
Impairment loss on receivables	16	93
Writeback of allowance for impairment of other receivables	(5)	-
Net (gain)/loss on disposal of property, plant and equipment	(88)	77
Unrealised foreign exchange differences	(1,053)	1,120
Finance costs	3,896	1,995
Interest income	(289)	(349)
Share of results of associate	11	53
Share of results of joint venture company	(49)	1
Operating cash flows before working capital changes	2,954	(3,122)
Decrease/(increase) in inventories	1,008	(919)
(Increase)/decrease in trade and other receivables	(6,748)	6,022
(Increase)/decrease in prepayments	(1,802)	366
Increase in trade and other payables	10,785	4,197
Cash flows (used in)/from operations	6,197	6,544
Interest received	357	258
Finance costs paid	(3,698)	(1,928)
Net cash flows (used in)/from operating activities	2,856	4,874
Cash flows used in investing activities		
Purchase of property, plant and equipment	(2,541)	(111)
Proceeds from sale of property, plant and equipment	150	82
Additions to property under development	(14,736)	(1,288)
Net cash outflow on acquisition of subsidiary	-	(33,442)
Increase in fixed deposits	(113)	(6,486)
Net cash flows used in investing activities	(17,240)	(41,245)
Cash flows (used in)/from financing activities		
Proceeds from loans and borrowings	-	10,008
Repayment of bank loans	(3,128)	(829)
Restricted cash	5	(280)
Net cash flows (used in)/from financing activities	(3,123)	8,899
Net decrease in cash and cash equivalents	(17,507)	(27,472)
Effect of exchange rate changes on cash and cash equivalents	(2,890)	(726)
Cash and cash equivalents at beginning of the period	53,970	82,168
Cash and cash equivalents at end of the period ⁽¹⁾	33,573	53,970

Note:

- (1) For the purpose of the consolidated cash flow statement, cash and cash equivalents comprise cash at bank and on hand and short term deposits.

	S\$'000 FY 2017	S\$'000 FY 2016
Cash and cash equivalents	33,573	53,970
Fixed deposits	10,353	10,395
Restricted cash	275	280
Cash and bank deposits	44,201	64,645

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.

	Total attributable to owners of the Company							Non-controlling interests	Total Equity	
(in S\$'000s)	Share capital	Accumulated losses	Capital reserve	Other reserve	Foreign currency translation reserve	Acquisition revaluation reserve	Employee share option reserve	Total		
<u>GROUP - 4Q 2016 and 2017</u>										
At 1 October 2016	189,004	(89,747)	14	(320)	(2,092)	5,392	74	102,325	47,931	150,256
Loss for the period, net of tax	-	(4,825)	-	-	-	-	-	(4,825)	219	(4,606)
<u>Other comprehensive income</u>										
Foreign currency translation	-	-	-	-	3,756	-	-	3,756	886	4,642
Other comprehensive income for the period, net of tax	-	-	-	-	3,756	-	-	3,756	886	4,642
Total comprehensive income for the period	-	(4,825)	-	-	3,756	-	-	(1,069)	1,105	36
At 31 December 2016	189,004	(94,572)	14	(320)	1,664	5,392	74	101,256	49,036	150,292
At 1 October 2017	189,004	(109,062)	14	(320)	(3,252)	5,392	74	81,850	46,030	127,880
Profit for the period, net of tax	-	47	-	-	-	-	-	47	(89)	(42)
<u>Other comprehensive income</u>										
Foreign currency translation	-	-	-	-	(315)	-	-	(315)	274	(41)
Other comprehensive income for the period, net of tax	-	-	-	-	(315)	-	-	(315)	274	(41)
Total comprehensive income for the period	-	47	-	-	(315)	-	-	(268)	185	(83)
At 31 December 2017	189,004	(109,015)	14	(320)	(3,567)	5,392	74	81,582	46,215	127,797

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.

	Total attributable to owners of the Company							Non-controlling interests	Total Equity	
(in S\$'000s)	Share capital	Accumulated losses	Capital reserve	Other reserve	Foreign currency translation reserve	Acquisition revaluation reserve	Employee share option reserve	Total		
<u>GROUP - 12M 2016 and 2017</u>										
At 1 January 2016	189,004	(82,194)	14	(320)	1,121	5,392	74	113,091	63,120	176,211
Loss for the period, net of tax	-	(12,378)	-	-	-	-	-	(12,378)	697	(11,681)
<u>Other comprehensive income</u>										
Foreign currency translation					538			538	(1,832)	(1,294)
Other comprehensive income for the period, net of tax	-	-	-	-	538	-	-	538	(1,832)	(1,294)
Total comprehensive income for the period	-	(12,378)	-	-	538	-	-	(11,840)	(1,135)	(12,975)
<u>Changes in ownership interests in subsidiaries</u>										
Disposal of subsidiary	-	-	-	-	5	-	-	5	(16,895)	(16,890)
Acquisition of subsidiary	-	-	-	-	-	-	-	-	3,946	3,946
Total changes in ownership interests in subsidiaries	-	-	-	-	5	-	-	5	(12,949)	(12,944)
Total transactions with owners in their capacity as owners	-	-	-	-	5	-	-	5	(12,949)	(12,944)
At 31 December 2016	189,004	(94,572)	14	(320)	1,664	5,392	74	101,256	49,036	150,292
At 1 January 2017	189,004	(94,572)	14	(320)	1,664	5,392	74	101,256	49,036	150,292
Loss for the period, net of tax	-	(14,443)	-	-	-	-	-	(14,443)	(1,860)	(16,303)
<u>Other comprehensive income</u>										
Foreign currency translation	-	-	-	-	(5,231)	-	-	(5,231)	(961)	(6,192)
Other comprehensive income for the period, net of tax	-	-	-	-	(5,231)	-	-	(5,231)	(961)	(6,192)
Total comprehensive income for the period	-	(14,443)	-	-	(5,231)	-	-	(19,674)	(2,821)	(22,495)
At 31 December 2017	189,004	(109,015)	14	(320)	(3,567)	5,392	74	81,582	46,215	127,797

- 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.

(in S\$'000)	Total attributable to owners of the Company			
	Share capital	Accumulated losses	Employee share option reserve	Total
Company - 4Q 2016 and 2017				
At 1 October 2016	189,004	(74,398)	74	114,680
Loss for the period, net of tax	-	147	-	147
At 31 December 2016	<u>189,004</u>	<u>(74,251)</u>	<u>74</u>	<u>114,827</u>
At 1 October 2017	189,004	(76,675)	74	112,403
Profit for the period, net of tax	-	516	-	516
At 31 December 2017	<u>189,004</u>	<u>(76,159)</u>	<u>74</u>	<u>112,919</u>
Company - FY 2016 and 2017				
At 1 January 2016	189,004	(70,546)	74	125,996
Loss for the period, net of tax	-	(3,705)	-	(3,705)
At 31 December 2016	<u>189,004</u>	<u>(74,251)</u>	<u>74</u>	<u>122,291</u>
At 1 January 2017	189,004	(74,251)	74	114,827
Loss for the period, net of tax	-	(1,908)	-	(1,908)
At 31 December 2017	<u>189,004</u>	<u>(76,159)</u>	<u>74</u>	<u>112,919</u>

- 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 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.

	No. of outstanding options	No. of outstanding warrants	No. of unissued shares	No. of shares issued
As at 1 January 2016, 31 March 2016, 30 June 2016 30 September 2016 and 31 December 2016	<u>275,000</u>	<u>-</u>	<u>275,000</u>	<u>568,490,975</u>
As at 1 January 2017, 31 March 2017, 30 June 2017 30 September 2017 and 31 December 2017	<u>275,000</u>	<u>-</u>	<u>275,000</u>	<u>568,490,975</u>

Each option entitles the option holder to subscribe for one new ordinary share in the Company at the exercise price of S\$0.48 per share. The option's expiry date is 23 February 2019.

- 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.

	31 Dec 2017	31 Dec 2016
Total number of ordinary shares issued	<u>568,490,975</u>	<u>568,490,975</u>

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

Not applicable.

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

Not applicable.

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

The figures have not been audited or reviewed by the external 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.

Except as disclosed in Section 5 below, the Group and the Company have applied the same accounting policies and methods of computation in the financial statements for the current financial period as compared with those used in 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 reasons for, and the effect of, the change.

The Group and the Company have adopted the following new and revised Singapore Financial Reporting Standards ("FRSs") that are mandatory for the financial periods beginning on 1 January 2017:

<i>Description</i>	<i>Effective for annual periods beginning on or after</i>
Amendments to FRS 7 <i>Disclosure Initiative</i>	1 January 2017
Amendments to FRS 12 <i>Recognition of Deferred Tax Assets for Unrealised Losses</i>	1 January 2017

The adoption of the revised FRSs does not have material impact on the financial statements of the Group and Company.

6. Earnings/(Loss) 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: (a) Based on the weighted average number of ordinary shares on issue; and (b) On a fully diluted basis (detailing any adjustments made to the earnings).

			Group			
			4Q 2017	4Q 2016	FY 2017	FY 2016
<i>Earnings/(Loss) per share</i>						
i)	Based on the weighted average number of ordinary shares on issue	Cents	0.01	(0.85)	(2.54)	(2.18)
ii)	On a fully diluted basis	Cents	0.01	(0.85)	(2.54)	(2.18)

Note to item 6 (i)

The basic loss per ordinary share ("EPS") of the Group is computed based on net loss attributable to owners of the Company for FY 2017 amounting to S\$14,443,000 (FY 2016: S\$12,378,000) and weighted average number of 568,490,975 ordinary shares in issue during FY 2017 (FY 2016: 568,490,975).

The basic earnings per ordinary share ("EPS") of the Group is computed based on net profit attributable to owners of the Company for 4Q 2017 amounting to S\$47,000 (4Q 2016: loss of S\$4,825,000) and weighted average number of 568,490,975 ordinary shares in issue during 4Q 2017 (4Q 2016: 568,490,975).

Note to item 6 (ii)

The EPS of the Group, on a fully diluted basis, is computed based on net loss attributable to owners of the Company for FY 2017 amounting to S\$14,443,000 (FY 2016: S\$12,378,000) and weighted average number of 568,490,975 ordinary shares in issue during FY 2017 (FY 2016: 568,490,975).

(4Q 2016: loss of S\$4,825,000) and weighted average number of 568,490,975 ordinary shares in issue during 4Q 2017 (4Q 2016: 568,490,975).

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.

	Group		Company	
	31 Dec 2017	31 Dec 2016	31 Dec 2017	31 Dec 2016
Net asset value per ordinary share (cents)	14.35	17.81	19.86	20.20

Note:

Net asset value per ordinary share of the Group and of the Company are computed based on 568,490,975 ordinary shares (31 December 2016: 568,490,975) in issue at the respective balance sheet dates.

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.

Turnover, costs and net loss

The increase in coal carrying activities contributed notably to a 202% and 76% increase in coal transportation income in 4Q 2017 and FY2017 as compared to 4Q 2016 and FY2016. However, there was an increase in net loss from S\$1.0m in 4Q 2016 to S\$3.6m in 4Q 2017, mainly due to more vessels undergoing repair in FY2017 and the one-off depreciation charge in 4Q 2017 arising from the reclassification of vessels held for sale to fixed assets. Overall, the results of the shipping segment improved with lower net loss of S\$4.3m in FY2017, as compared to net loss of S\$5.6m in FY2016.

Sales of electricity increased from S\$8.0m in FY2016 to S\$16.7m in FY2017 largely due to consolidation of PT KP's results following the completion of the acquisition on 29 June 2016. The power plant segment recorded a net profit of S\$4.9m in Q4 2017 and S\$0.3m for FY2017, as compared to net loss of S\$4.4m and S\$4.3m in 4Q 2016 and FY2016. The higher net profit in Q4 2017 was contributed by the one-off warranty claim.

As a whole, the Group recorded a net profit attributable to owners of the Company of S\$0.1m in Q4 2017 and a net loss attributable to owners of the Company of S\$14.4m for FY2017 as compared to S\$4.8m and S\$12.4m losses for 4Q 2016 and FY2016. The higher Group losses was also attributable to the additional depreciation and amortisation arising from the purchase price allocation exercise of PT KP. In addition, there was a S\$0.9m fair value gain on investment in associate arising from the Share Swap in 4Q 2016 and FY2016. Finance costs incurred in 4Q 2017 and FY2017 were due to the bank loans of the Group.

Cash flow, working capital, assets and liabilities

The Group's cash and bank deposits remain healthy at S\$44.2m as at 31 December 2017 as compared to S\$64.6m as at 31 December 2016. The cash flows used in operating, investing and financing activities in FY2017 include changes in working capital, expenditure for property under development, vessels repair and maintenance expenditure, purchase of property, plant and equipment and repayment of bank loans. The decrease in cash and bank deposits was also attributable to the depreciation of RMB and USD against SGD.

The property under development increase in FY2017 due to capitalisation of development expenditure. The decrease in land use rights and intangible assets was mainly due to the depreciation and amortisation charges incurred, accompanied with foreign exchange differences in FY2017. Movement in deferred tax assets was a result of the unutilised tax losses being written off as certain subsidiaries participated in the Tax Amnesty Programme introduced by the Indonesian Tax Office. The increase in prepayments mainly relates to the value added tax prepayments arising from the property development segment. Trade and other receivables increase following an increase in the period end coal transportation income. The increase in trade and other payables was mainly attributable to customer deposit placed and the longer payables credit terms. Loans and borrowings decrease subsequent to the repayment of loans.

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

Amidst uncertainties in the global economy, the Group is faced with a challenging and demanding operating environment. Whilst the Group continues concentrating its efforts on the existing businesses, the focus going forward will be on creating stable revenue base and optimising operational efficiency and cost effectiveness. As the coal market picks up, the Group foresees the opportunities and has actively made plans to direct its resources towards the shipping business.

11. If a decision regarding dividend has been made: -

a Whether an interim (final) ordinary dividend has been declared (recommended); and

No.

b (i) Amount per share (cents)

Not applicable.

(ii) Previous corresponding period (cents)

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 5:00pm) 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.

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.

Name of Interested Person	Aggregate value (S\$'000) of all IPTs during the period ended 31 December 2017 (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all IPTs under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
	S\$'000	S\$'000
KaiYi Investment Pte. Ltd. - Lease of office premises	-	(246)
PT Muji Lines - Coal transportation income	-	10,399
PT Dermaga Perkasapratama - Sale of electricity	5,424	-
Bayan International Pte. Ltd. - Purchase of coal	(5,133)	-
PT Fajar Sakti Prima - Purchase of coal	(987)	-
PT Bara Tabang - Purchase of coal	(4,070)	-

14. **Negative confirmation pursuant to Rule 705(5).**

Not required for announcement on full year results.

15. **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.**

	Power plant		Shipping		Property development		Mineral resources		Corporate and others		Eliminations		Per consolidated financial statements	
	S\$'000		S\$'000		S\$'000		S\$'000		S\$'000		S\$'000		S\$'000	
	FY 2017	FY 2016	FY 2017	FY 2016	FY 2017	FY 2016	FY 2017	FY 2016	FY 2017	FY 2016	FY 2017	FY 2016	FY 2017	FY 2016
Turnover														
External Client	16,677	8,025	10,755	6,116	-	-	-	-	-	-	-	-	27,432	14,141
Inter-segment	-	-	-	-	-	-	-	-	24	24	(24)	(24)	-	-
	<u>16,677</u>	<u>8,025</u>	<u>10,755</u>	<u>6,116</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24</u>	<u>24</u>	<u>(24)</u>	<u>(24)</u>	<u>27,432</u>	<u>14,141</u>
Result														
Interest income	16	4	38	20	233	273	-	-	2	52	-	-	289	349
Depreciation and amortisation	(5,204)	(2,699)	(4,146)	(3,228)	(11)	(39)	-	-	(102)	(124)	-	-	(9,463)	(6,090)
Share of results of associate	-	-	-	-	-	-	(11)	(53)	-	-	-	-	(11)	(53)
Share of results of joint venture company	-	-	-	-	-	-	-	-	49	(1)	-	-	49	(1)
Impairment loss of trade and other receivables	(1)	-	(3)	(93)	-	-	-	-	(12)	-	-	-	(16)	(93)
Net gain on disposal of property, plant and equipment	-	-	88	-	-	-	-	-	-	-	-	-	88	-
Gain on disposal of investment in associate	-	-	-	-	-	-	-	858	-	-	-	-	-	858
Write back of allowance for impairment of trade and other receivables	-	-	-	-	-	-	-	-	5	310	-	-	5	310
Segment profit/(loss)	<u>266</u>	<u>(4,250)</u>	<u>(4,313)</u>	<u>(5,604)</u>	<u>(2,199)</u>	<u>2,193</u>	<u>(11)</u>	<u>809</u>	<u>(2,692)</u>	<u>(4,492)</u>	<u>-</u>	<u>-</u>	<u>(8,949)</u>	<u>(11,344)</u>
Assets														
Investment in associate	-	-	-	-	-	-	26,154	26,163	-	-	-	-	26,154	26,163
Investment in joint venture company	-	-	-	-	-	-	-	-	1,854	1,965	-	-	1,854	1,965
Additions to property, plant and equipment	292	-	2,224	111	-	-	-	-	25	-	-	-	2,541	111
Segment assets	<u>95,241</u>	<u>110,885</u>	<u>19,826</u>	<u>20,830</u>	<u>98,477</u>	<u>102,813</u>	<u>26,154</u>	<u>26,163</u>	<u>4,666</u>	<u>7,875</u>	<u>-</u>	<u>-</u>	<u>244,364</u>	<u>268,566</u>
Segment liabilities	<u>(71,743)</u>	<u>(74,591)</u>	<u>(19,184)</u>	<u>(16,057)</u>	<u>(10,573)</u>	<u>(11,390)</u>	<u>-</u>	<u>-</u>	<u>(15,067)</u>	<u>(16,236)</u>	<u>-</u>	<u>-</u>	<u>(116,567)</u>	<u>(118,274)</u>
Geographical information														
	Revenue		Non-current assets											
	S\$'000		S\$'000											
	FY 2017	FY 2016	FY 2017	FY 2016										
Singapore	-	-	28,210	2,241										
Indonesia	27,432	14,141	98,291	113,412										
China	-	-	60,857	71,195										
	<u>27,432</u>	<u>14,141</u>	<u>187,358</u>	<u>186,848</u>										

16. 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 Item 8.

17. A breakdown in sales is as follows:

	Group S\$'000		% Change
	FY 2017	FY 2016	+/(−)
(a) Sales reported for first half year	11,999	2,966	305%
(b) Operating loss after tax before deducting non-controlling interests reported for first half year	(4,960)	(5,601)	-11%
(c) Sales reported for second half year	15,433	11,175	38%
(d) Operating loss after tax before deducting non-controlling interests reported for second half year	(11,343)	(6,080)	87%

18. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:-

- (a) Ordinary - Not applicable.
(b) Preference - Not applicable.
(c) Total - Not applicable.

19. Confirmation by the Board pursuant to Rule 720(1) of the Listing Manual

The Company has procured undertakings from all its directors and executive officers in compliance with Listing Rule 720(1).

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.

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Low Yi Ngo	39	Son of Dato' Low Tuck Kwong, substantial shareholder and brother of Elaine Low, NENID	Current position: Chief Executive Officer ("CEO") and Managing Director Duties: Responsible for the overall business strategy, operations and day-to-day management of the affairs of the Group Position held in: November 2011	Not applicable.
Elaine Low	31	Daughter of Dato' Low Tuck Kwong, substantial shareholder and sister of Low Yi Ngo, CEO and Managing Director	Current position: Non-Executive Director and Non-Independent Director Duties: Redesignated as Non-Executive Director and Non-Independent Director Position held in: April 2017	Redesignated as Non-Executive Director and Non-Independent Director

For and on behalf of the Board of Directors
MANHATTAN RESOURCES LIMITED

Low Yi Ngo
Chief Executive Officer and Managing Director
1 March 2018

Liow Keng Teck
Independent Director