TELECHOICE INTERNATIONAL LIMITED
(REG. NO. 199802072R)

PART I - UNAUDITED RESULTS FOR THE 2nd QUARTER AND HALF YEAR ENDED 30 JUNE 2018

1(a)(i) INCOME STATEMENT FOR THE 2nd QUARTER AND HALF YEAR ENDED 30 JUNE 2018

In S$'000	2Q2018	2Q2017	+/- %	1H2018	1H2017	+/- %
Revenue	121,109	150,150	-19.3%	241,215	263,584	-8.5%
Cost of sales	(112,946)	(140,926)	-19.9%	(226,310)	(246,898)	-8.3%
Gross profit (Note 1a)	**8,163**	**9,224**	-11.5%	**14,905**	**16,686**	-10.7%
Gross margin % (Note 1b)	*6.7%*	*6.1%*	*0.6 ppt*	*6.2%*	*6.3%*	*-0.1 ppt*
Other income (Note 2)	113	367	-69.2%	295	548	-46.2%
Selling and marketing expenses (Note 3)	(2,302)	(2,670)	-13.8%	(4,533)	(5,282)	-14.2%
Administrative expenses	(4,272)	(4,210)	1.5%	(8,437)	(8,391)	0.5%
Other expenses (Note 4)	(137)	(113)	21.2%	(81)	(196)	-58.7%
Net finance costs (Note 5)	(191)	(266)	-28.2%	(373)	(417)	-10.6%
Operating profit before income tax	**1,374**	**2,332**	-41.1%	**1,776**	**2,948**	-39.8%
% of revenue	*1.1%*	*1.6%*	*-0.5 ppt*	*0.7%*	*1.1%*	*-0.4 ppt*
Share of (loss) / profit of associate (net of tax) (Note 6)	(2)	(92)	-97.8%	228	(70)	nm
Profit before income tax	**1,372**	**2,240**	-38.8%	**2,004**	**2,878**	-30.4%
% of revenue	*1.1%*	*1.5%*	*-0.4 ppt*	*0.8%*	*1.1%*	*-0.3 ppt*
Income tax expense (Note 7)	(393)	(529)	-25.7%	(662)	(781)	-15.2%
Profit for the period	979	1,711	-42.8%	1,342	2,097	-36.0%
Attributable to:						
Equity holders of the Company	**928**	**1,709**	-45.7%	**1,278**	**2,096**	-39.0%
% of revenue	*0.8%*	*1.1%*	*-0.3 ppt*	*0.5%*	*0.8%*	*-0.3 ppt*
Non-controlling interests	51	2	2,450.0%	64	1	6,300.0%
	979	1,711	-42.8%	1,342	2,097	-36.0%
Weighted average number of shares (in '000)	454,095	454,932		454,241	455,043	
Earnings per share (in cents)						
Basic	0.20	0.38		0.28	0.46	
Diluted	0.20	0.38		0.28	0.46	

nm - not meaningful

TELECHOICE INTERNATIONAL LIMITED
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STATEMENT OF COMPREHENSIVE INCOME FOR THE 2ND QUARTER AND HALF YEAR ENDED 30 JUNE 2018

In S$'000	2Q2018	2Q2017	+/- %	1H2018	1H2017	+/- %
Profit for the period	979	1,711	-42.8%	1,342	2,097	-36.0%
Items that may be reclassified subsequently to profit or loss:						
Translation differences relating to financial statements of foreign subsidiaries	(104)	(21)	395.2%	(467)	(307)	52.1%
Share of foreign currency translation differences of associate	27	15	80.0%	8	-	nm
Exchange differences on monetary items forming part of net investment in a foreign operations	128	(60)	nm	(68)	(243)	-72.0%
Total comprehensive income for the period	1,030	1,645	-37.4%	815	1,547	-47.3%
Attributable to:						
Equity holders of the Company	979	1,643	-40.4%	751	1,546	-51.4%
Non-controlling interests	51	2	2450.0%	64	1	6300.0%
Total comprehensive income for the period	1,030	1,645	-37.4%	815	1,547	-47.3%

1(a)(ii) PROFIT AFTER TAXATION HAS BEEN ARRIVED AT AFTER CHARGING/(CREDITING):

In S$'000	2Q2018	2Q2017	+/- %	1H2018	1H2017	+/- %
Staff costs	12,190	12,834	-5.0%	23,620	25,099	-5.9%
Provision of directors' remuneration, included in staff costs	127	128	-0.8%	255	258	-1.2%
Depreciation of property, plant and equipment (Note 8)	493	570	-13.5%	1,014	1,126	-9.9%
Amortisation of intangible assets	131	125	4.8%	252	252	-
Provision for bad debts and bad debts written off/(back) (Note 9)	5	24	-79.2%	2	(14)	nm
Exchange gain (Note 10)	(34)	(66)	-48.5%	(168)	(66)	154.5%
Write down/(back) of inventories to net realisable value (Note 11)	69	58	19.0%	(220)	145	nm
Adjustments for (over)/under provision of tax in respect of prior years (Note 12)	(1)	-	nm	29	5	480.0%

nm - not meaningful

Notes:

(1a) In 2Q2018, PCS and Engineering divisions reported lower gross profit against 2Q2017. In 1H2018, PCS and ICT divisions reported lower gross profit against 1H2017.

(1b) In 2Q2018, all business divisions reported lower gross margin against 2Q2017. The higher Group gross margin in 2Q2018 was due to lower revenue from PCS division. In 1H2018, the lower Group gross margin was attributed to PCS and ICT divisions.

(2) Other income in 2Q2018 and 1H2018 were lower due to lower government grants received for the wage credit and temporary employment credit schemes.

(3) Selling and marketing expenses in 2Q2018 and 1H2018 were lower due to lower staff costs and lower marketing and promotional expenses.

(4) Other expenses in 2Q2018 was higher mainly due to lower net exchange gain compared to 2Q2017. In 1H2018, other expenses were lower due to higher net foreign exchange gain and a gain recognised from the fair value of foreign currency contracts.

(5) Net finance costs in 2Q2018 and 1H2018 were lower mainly due to lower interest costs. There was a break fund cost incurred for early repayment of a long term loan in 2Q2017.

(6) Share of (loss)/profit from associate was from MVI Systems Limited. Share of loss from associate in 1H2017 was mainly due to a one-off expense of amortisation of the intangible assets identified on acquisition of the associate. The higher share of profit in 1H2018 was due to more projects completed in 1H2018.

(7) Income tax expense in 2Q2018 and 1H2018 were lower due to lower profit contributed from Singapore operations.

(8) Depreciation of property, plant and equipment in 2Q2018 and 1H2018 were lower due to assets being fully depreciated.

(9) Provision for bad debts in 2Q2018 and 1H2018 were attributed to certain ICT customers.

(10) In 2Q2018 and 1H2018, net exchange gain arose from USD payables due to weakening of USD against SGD and a gain recognised from the fair value of foreign currency contracts. In 2Q2017 and 1H2017, net exchange gain arose mainly from USD payables due to weakening of USD against SGD.

(11) In 2Q2018, there was higher inventory provisions against 2Q2017. In 1H2018, there was a write back on inventories for mobile phones which have been sold in 1Q2018. In 1H2017 there was higher inventory provisions due to higher stock balances held.

(12) Adjustments for the under provision of taxes in 1H2018 and 1H2017 were due to the differences in final tax assessment and tax estimates made in the prior years.

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1(b)(i) STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2018

In S$'000	Group		Company	
	30/06/2018	31/12/2017 (Restated)	30/06/2018	31/12/2017 (Restated)
Non-current assets				
Subsidiaries	-	-	34,460	38,082
Associate	2,738	2,501	-	-
Property, plant and equipment	2,194	2,876	313	417
Intangible assets	12,932	13,072	446	425
Deferred tax assets	1,050	829	-	-
Trade and other receivables	2,991	3,450	-	-
	21,905	**22,728**	**35,219**	**38,924**
Current assets				
Inventories	37,895	19,082	35,001	15,751
Contract assets	34,729	25,484	-	-
Trade and other receivables	55,878	67,168	19,970	27,180
Cash and cash equivalents	27,202	42,926	6,558	14,273
	155,704	**154,660**	**61,529**	**57,204**
Total assets	**177,609**	**177,388**	**96,748**	**96,128**
Equity				
Share capital	21,987	21,987	21,987	21,987
Other reserves	7,002	7,551	13,264	13,286
Accumulated profits	39,204	45,196	8,761	12,119
Equity attributable to equity holders of the Company	**68,193**	**74,734**	**44,012**	**47,392**
Non-controlling interests	454	390	-	-
Total equity	**68,647**	**75,124**	**44,012**	**47,392**
Non-current liabilities				
Deferred tax liabilities	-	-	72	72
Provisions	160	-	-	-
Trade and other payables	2,102	2,071	-	-
	2,262	**2,071**	**72**	**72**
Current liabilities				
Trade and other payables	83,647	76,931	46,645	44,645
Contract liabilities	6,610	6,451	-	-
Provision	156	324	-	-
Current tax payable	591	157	19	19
Loans and borrowings	15,696	16,330	6,000	4,000
	106,700	**100,193**	**52,664**	**48,664**
Total liabilities	**108,962**	**102,264**	**52,736**	**48,736**
Total equity and liabilities	**177,609**	**177,388**	**96,748**	**96,128**

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1(b)(ii) GROUP BORROWING

In S$'000	As at 30/06/2018	As at 31/12/2017
Amount repayable in one year or less		
Bank loan – unsecured	15,696	16,330
Amount repayable after one year		
Bank loan – unsecured	-	-
Total	15,696	16,330

Details of any collateral

Nil

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1(c) CONSOLIDATED CASH FLOW STATEMENT FOR THE 2ND QUARTER AND HALF YEAR ENDED 30 JUNE 2018

In S$'000	2Q2018	2Q2017	1H2018	1H2017
Operating Activities				
Profit before income tax	1,372	2,240	2,004	2,878
Adjustments for:				
Amortisation of intangible assets	131	125	252	252
Depreciation of property, plant and equipment	493	570	1,014	1,126
Finance costs	249	360	488	581
Finance income	(58)	(94)	(115)	(164)
(Gain)/Loss on disposal of property, plant and equipment and intangible assets	(4)	1	(5)	9
Provision for warranties	3	2	(1)	5
Share-based payments expenses	198	85	288	184
Share of profit of an associate	2	92	(228)	70
Cash from operating profit before working capital	2,386	3,381	3,697	4,941
Changes in working capital	(4,956)	(570)	(9,771)	(11,631)
Cash generated from operations	(2,570)	2,811	(6,074)	(6,690)
Income tax paid	(229)	(471)	(499)	(888)
Net cash (outflow)/inflow from operating activities	**(2,799)**	**2,340**	**(6,573)**	**(7,578)**
Investing Activities				
Purchase of intangible assets	(95)	(107)	(112)	(190)
Purchase of property, plant and equipment	(301)	(371)	(384)	(765)
Proceeds from disposal of property, plant and equipment	10	-	17	-
Interest received	12	13	19	23
Net cash outflow from investing activities	**(374)**	**(465)**	**(460)**	**(932)**
Financing Activities				
Capital contribution from non-controlling interests	-	-	-	294
Dividend paid	(7,270)	(7,270)	(7,270)	(7,270)
Interest paid	(216)	(297)	(419)	(473)
Purchase of treasury shares	(310)	(615)	(310)	(615)
Proceeds from bank loans	6,647	5,899	9,736	8,879
Repayment of short term bank loans	(2,691)	(6,146)	(10,370)	(6,466)
Net cash outflow from financing activities	**(3,840)**	**(8,429)**	**(8,633)**	**(5,651)**
Net decrease in cash and cash equivalents	(7,013)	(6,554)	(15,666)	(14,161)
Cash and cash equivalents at beginning of period	34,136	41,140	42,926	48,870
Effect of exchange rate changes on balances held in foreign currencies	79	74	(58)	(49)
Cash and cash equivalents at end of period	**27,202**	**34,660**	**27,202**	**34,660**

Cash flows from operating activities

Net cash outflow in 2Q2018 was higher due to lower operating profit and a higher negative change in working capital from higher inventories. Net cash outflow in 1H2018 was lower due to lower negative change in working capital from lower trade receivables from a related corporation.

Cash flows from investing activities

Net cash outflow in 2Q2018 and 1H2018 were lower mainly due to lower capital expenditure incurred.

Cash flow from financing activities

Net cash outflow in 2Q2018 was lower due to lower repayment of bank loans. Net cash outflow in 1H2018 was higher due to higher net repayment of bank loans.

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1(d)(i) STATEMENT OF CHANGES IN EQUITY FOR THE 2nd QUARTER ENDED 30 JUNE 2018

In S$'000	Share capital	Accumulated profits	Other reserves	Total attributable to equity holders of the Company	Non-controlling interests	Total equity
GROUP						
At 1 April 2017	**21,987**	**44,631**	**8,668**	**75,286**	**299**	**75,585**
Total comprehensive income for the period	-	1,709	(66)	1,643	2	1,645
Purchase of treasury shares	-	-	(615)	(615)	-	(615)
Issue of treasury shares	-	-	155	155	-	155
Share-based payments expenses	-	-	85	85	-	85
FY2016 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,270)	-	(7,270)	-	(7,270)
At 30 June 2017	**21,987**	**39,070**	**8,227**	**69,284**	**301**	**69,585**
At 1 April 2018	**21,987**	**45,546**	**7,063**	**74,596**	**403**	**74,999**
Total comprehensive income for the period	-	928	51	979	51	1,030
Purchase of treasury shares	-	-	(310)	(310)	-	(310)
Share-based payments expenses	-	-	198	198	-	198
FY2017 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,270)	-	(7,270)	-	(7,270)
At 30 June 2018	**21,987**	**39,204**	**7,002**	**68,193**	**454**	**68,647**
At 1 January 2017*	**21,987**	**44,244**	**9,053**	**75,284**	**6**	**75,290**
Total comprehensive income for the period	-	2,096	(550)	1,546	1	1,547
Purchase of treasury shares	-	-	(615)	(615)	-	(615)
Issue of treasury shares	-	-	155	155	-	155
Share-based payments expenses	-	-	184	184	-	184
Capital contribution from non-controlling interest	-	-	-	-	294	294
FY2016 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,270)	-	(7,270)	-	(7,270)
At 30 June 2017	**21,987**	**39,070**	**8,227**	**69,284**	**301**	**69,585**
At 1 January 2018*	**21,987**	**45,196**	**7,551**	**74,734**	**390**	**75,124**
Total comprehensive income for the period	-	1,278	(527)	751	64	815
Purchase of treasury shares	-	-	(310)	(310)	-	(310)
Share-based payments expenses	-	-	288	288	-	288
FY2017 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,270)	-	(7,270)	-	(7,270)
At 30 June 2018	**21,987**	**39,204**	**7,002**	**68,193**	**454**	**68,647**

* There were no adjustments to the opening retained earnings arising from the adoption of new accounting policies.

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In S$'000	Share capital	Accumulated profits	Other reserves	Total equity
COMPANY				
At 1 April 2017	**21,987**	**14,878**	**13,476**	**50,341**
Total comprehensive income for the period	-	2,574	-	2,574
Purchase of treasury shares	-	-	(615)	(615)
Issue of treasury shares	-	-	155	155
Share-based payments to employees of Company's subsidiaries	-	-	33	33
Share-based payments expenses	-	-	52	52
FY2016 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,270)	-	(7,270)
At 30 June 2017	**21,987**	**10,182**	**13,101**	**45,270**
At 1 April 2018	**21,987**	**15,651**	**13,377**	**51,015**
Total comprehensive income for the period	-	380	-	380
Purchase of treasury shares	-	-	(310)	(310)
Share-based payments to employees of Company's subsidiaries	-	-	148	148
Share-based payments expenses	-	-	49	49
FY2017 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,270)	-	(7,270)
At 30 June 2018	**21,987**	**8,761**	**13,264**	**44,012**
At 1 January 2017 *	**21,987**	**14,236**	**13,377**	**49,600**
Total comprehensive income for the period	-	3,216	-	3,216
Purchase of treasury shares	-	-	(615)	(615)
Issue of treasury shares	-	-	155	155
Share-based payments to employees of Company's subsidiaries	-	-	58	58
Share-based payments expenses	-	-	126	126
FY2016 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,270)	-	(7,270)
At 30 June 2017	**21,987**	**10,182**	**13,101**	**45,270**
At 1 January 2018 *	**21,987**	**12,119**	**13,286**	**47,392**
Total comprehensive income for the period	-	3,912	-	3,912
Purchase of treasury shares	-	-	(310)	(310)
Share-based payments to employees of Company's subsidiaries	-	-	78	78
Share-based payments expenses	-	-	210	210
FY2017 final dividend of 1.6 cents per share (one-tier tax exempt)	-	(7,270)	-	(7,270)
At 30 June 2018	**21,987**	**8,761**	**13,264**	**44,012**

* There were no adjustments to the opening retained earnings arising from the adoption of new accounting policies.

1(d)(ii) CHANGES IN COMPANY'S SHARE CAPITAL

A) Share Capital

As at 30 June 2018, the share capital of the Company amounted to $21.987 million comprising 453,199,296 issued ordinary shares excluding treasury shares. (30 June 2017: 454,387,796 ordinary shares excluding treasury shares; 31 December 2017: 454,387,796 ordinary shares excluding treasury shares).

During the second quarter ended 30 June 2018, there was no issuance of new ordinary shares.

B) Restricted Share Plan ("RSP") and Performance Share Plan ("PSP")

As at 30 June 2018, the number of outstanding shares granted under the Company's RSP and PSP were 6,467,032 (30 June 2017: 5,875,855) and 3,565,741 (30 June 2017: 2,995,320) respectively.

C) Treasury Shares

During the second quarter ended 30 June 2018, a total of 1,188,500 ordinary shares were repurchased from the market at a total consideration of $309,997. As at 30 June 2018, there were 1,223,204 (30 June 2017: 34,704) treasury shares representing approximately 0.27% of the total issued share capital of the Company.

D) Subsidiary holdings

As at 30 June 2018, none of the Company's subsidiaries held any shares in the Company (30 June 2017: Nil).

2. AUDIT

The results have not been audited nor reviewed by the Company's auditor.

3. AUDITORS' REPORT

Not applicable.

4. ACCOUNTING POLICIES

The Group has applied the same accounting policies and method of computation in the preparation of the current period financial statements compared to those used in the annual report for the financial year ended 31 December 2017, except for the adoption of new or revised Singapore Financial Reporting Standards (International) ("**SFRS(I)**") and Interpretations to FRS ("**INT FRS**") which became effective from this financial year.

SFRS(I) 16 Leases are mandatory for adoption by the Group for annual periods beginning on or after 1 January 2019. The Group does not plan to adopt this standard early.

5. CHANGES IN ACCOUNTING POLICIES

In the current financial year, the Group and the Company have adopted all the new and revised SFRS(I)s and INT FRS that are relevant to its operations and effective for annual periods beginning on 1 January 2018. The adoption of these new/revised SFRS(I)s and INT FRS does not result in substantial changes to the Group's and the Company's accounting policies and had no material effect on the amounts reported for the current or prior periods, except as stated below:

SFRS(I) 15 Revenue from Contracts with Customers
SFRS (I) 15 establishes a five steps model to account for revenue arising from contracts with customers, and introduces new contract costs guidance. Under SFRS (I) 15, revenue is recognised at an amount that reflects the consideration which an entity expects to be entitled in exchange for transferring goods or services to a customer. The Group has adopted the retrospective approach. Accordingly, comparative financial information presented in this set of announcement has been restated.

SFRS(I) 9 Financial Instruments
SFRS (I) 9 introduces new requirements for classification and measurement of financial assets, impairment of financial assets and hedge accounting. Financial assets are classified according to their contractual cash flow characteristics and the business model under which they are held. The impairment requirements in SFRS (I) 9 are based on an expected credit loss model and replace the FRS 39 incurred loss model. There was no significant impact to the financial statements of the Group. Accordingly, the Group did not recognise any adjustments to the opening retained earnings on 1 January 2018.

6. EARNINGS PER ORDINARY SHARE (EPS)

Group	2Q2018	2Q2017	1H2018	1H2017	FY2017
Basic	0.20	0.38	0.28	0.46	1.80
Diluted	0.20	0.38	0.28	0.46	1.80

7. NET ASSET VALUE PER ORDINARY SHARE

	GROUP		COMPANY	
	30/06/2018	31/12/2017	30/06/2018	31/12/2017
Net asset value per ordinary share based on issued share capital at the end of the financial period/year (in cents):	15.05	16.45	9.71	10.43

8. REVIEW OF GROUP PERFORMANCE

A) Revenue

S$M	2Q2018	2Q2017	Growth		1H2018	1H2017	Growth	
			$	%			$	%
Personal Communications Solutions Services ("**PCS**")	83.3	114.9	(31.6)	(28%)	174.1	195.0	(20.9)	(11%)
Info-Communications Technology Services ("**ICT**")	21.0	18.6	2.4	13%	37.5	36.5	1.0	3%
Network Engineering Services ("**Engineering**")	16.8	16.6	0.2	1%	29.6	32.1	(2.5)	(8%)
Group Revenue	121.1	150.1	(29.0)	(19%)	241.2	263.6	(22.4)	(8%)

- **PCS** – Revenue decreased in 2Q2018 and 1H2018. Weaker revenue in 2Q2018 was impacted by the absence of new mobile handset launches. Against 1H2018, there were lower prepaid and fulfillment revenue and lower channel sales.
- **ICT** – Revenue increased in 2Q2018 and 1H2018 mainly due to higher software revenue.
- **Engineering –** Revenue increased in 2Q2018 from the Singapore operations, partially offset by lower revenue from the Indonesia operations. In 1H2018, all operations reported lower revenue except for the Philippines and Singapore operations.

B) PBT

S$M	2Q2018	2Q2017	Growth		1H2018	1H2017	Growth	
			$	%			$	%
PCS	0.9	1.9	(1.0)	-53%	2.2	3.3	(1.1)	(33%)
ICT	0.2	0.04	0.16	400%	(0.8)	(0.9)	0.1	11%
Engineering	0.3	0.3	-	-	0.6	0.5	0.1	20%
Group PBT	1.4	2.24	(0.84)	(38%)	2.0	2.9	(0.9)	(31%)

- **PCS** – PBT decreased in 2Q2018 and 1H2018 from the Singapore operations. The lower PBT from Singapore operations was due to the lower revenue from the loss of the StarHub Logistics Contract, which was not renewed upon its expiry on 30 June 2017.
- **ICT** – Higher PBT in 2Q2018 was from higher gross profit. Lower losses in 1H2018 was due to lower operating expenses. There was also a higher share of profit from an associate.
- **Engineering** – PBT increased in 1H2018 mainly due to higher profit contribution from the Philippines and Singapore operations.

9. VARIANCE FROM PROSPECT STATEMENT

The actual results for 2Q2018 was better than expected from the better performance from the ICT division. This varied from the prospect statement set out in the 1Q2018 announcement dated 11 May 2018 which stated that the Group expects the operating performance for 2Q2018 to be weaker than 1Q2018.

10. PROSPECTS

Based on the current outlook and barring any unforeseen circumstances, the Group expects operating performance for 2H2018 to be better than 1H2018. However, operating environment continues to be challenging. Overall, the Group expects full year operating performance to be lower than that of last year. The Group will continue to explore strategic initiatives to further enhance the business operating performance.

This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition from other companies and venues for the sale/distribution of goods and services, shifts in customer demands, customers and partners, changes in operating expenses, including employee wages, benefits and training, and governmental and public policy changes. You are cautioned not to place undue reliance on these forward looking statements, which are based on current view of management on future events.

11. DIVIDEND

(a) Any dividend declared for the current financial period reported on? No

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

Not applicable.

13. Interested Person Transactions - DISCLOSURE PURSUANT TO RULE 920(1)(a)(ii)

	Aggregate value of all interested person transactions conducted under a shareholders' mandate pursuant to Rule 920 of the SGX-ST Listing Manual			
In S$M	**2Q2018**	**2Q2017**	**1H2018**	**2Q2017**
Transactions for the sales of goods and services Temasek Holdings (Private) Limited and its Associates	55.90	69.7	118.0	115.6
Transactions for the purchases of goods and services Temasek Holdings (Private) Limited and its Associates	16.70	24.4	32.9	49.5
Total Interested Person Transactions	**72.60**	**94.1**	**150.9**	**165.1**

There were no interested person transactions during the period under review (excluding transactions less than $100,000 and transactions conducted under a shareholders' mandate pursuant to Rule 920 of the SGX-ST Listing Manual).

14. Statement pursuant to Rule 705(5) of the SGX-ST Listing Manual

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the above unaudited financial statements for the second quarter and half year ended 30 June 2018 to be false or misleading in any material aspect.

15. 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) of the SGX-ST Listing Manual

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 SGX-ST Listing Manual.

BY ORDER OF THE BOARD

Lim Shuh Moh Vincent
President

Date: 7 August 2018