

Full Year Financial Statement And Dividend Announcement for the Period Ended 31/07/2019

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

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.

Income Statement

	Notes	GROUP		Increase/(Decrease) %
		31/7/2019 \$'000	31/7/2018 \$'000	
Revenue		61,694	60,834	1.41
Other income	1	296	490	(39.59)
Changes in short-term investments	2	(767)	(412)	86.17
Changes in inventories		(788)	407	NM
Purchases of short-term investments		(1,891)	(1,644)	15.02
Purchases of inventories		(52,824)	(52,453)	0.71
Employee benefits expense		(4,334)	(3,950)	9.72
Depreciation and amortisation expenses	3	(732)	(530)	38.11
Share of result of associate, net of tax		975	892	9.30
Other expenses		(2,116)	(1,959)	8.01
(Loss)/Profit before tax		(487)	1,675	(129.07)
Income tax expense	4	(94)	(433)	(78.29)
(Loss)/Profit for the financial year		(581)	1,242	(146.78)
 (Loss)/Profit for the financial year attributable to :				
Equity holders of the Company		(693)	1,037	(166.83)
Non-controlling interests		112	205	(45.37)
		(581)	1,242	(146.78)

NM - Not Meaningful

Statement of Comprehensive Income

	GROUP	
	31/7/2019 \$'000	31/7/2018 \$'000
(Loss)/Profit for the financial year	(581)	1,242
Other comprehensive income :		
Items that may be subsequently reclassified to profit or loss:		
Share of associate's capital reserve	(18)	(45)
Net fair value loss on equity instrument at fair value through other comprehensive income	(16)	0
Translation differences relating to financial statements of foreign operations	(389)	2,092
Other comprehensive income, net of tax	(423)	2,047
Total comprehensive income for the financial year	(1,004)	3,289
 Total comprehensive income attributable to :		
Equity holders of the Company	(1,089)	2,945
Non-controlling interests	85	344
	(1,004)	3,289

Note : *Due to the weakening of Ringgit Malaysia against the Singapore Dollar.

1(a)(ii) (Loss)/Profit for the financial year includes the following :

	GROUP	
	31/7/2019 \$'000	31/7/2018 \$'000
(a) Investment income	158	153
(b) Interest income	106	140
(c) Interest on borrowings	0	0
(d) Depreciation and amortisation expenses	(732)	(530)
(e) Allowance for doubtful receivables written back/(made) and bad debts written off	12	(53)
(f) Write off for stock obsolescence	0	0
(g) Impairment in value of investments	0	0
(h) Foreign exchange (loss)/gain	(83)	274
(i) Underprovision of tax in respect of prior years	(63)	(2)
(j) Profit on sale of quoted short-term investments	83	410
(k) Profit on disposal of property, plant and equipment	0	9
(l) Fair value (loss)/gain on short-term investments, unrealised	(195)	259

Notes :

1 Other income

	31/7/2019 \$'000	31/7/2018 \$'000
Interest income	106	140
Rental income	138	0
Foreign exchange gain	0	274
Others	52	76
	<u>296</u>	<u>490</u>

2 Changes in short-term investments

	31/7/2019 \$'000	31/7/2018 \$'000
Purchases	1,891	1,644
Cost of sales		
Cost of investments sold	(2,002)	(1,919)
Fair value gain, realised	(461)	(396)
	(2,463)	(2,315)
Fair value (loss)/gain, unrealised	(195)	259
	<u>(767)</u>	<u>(412)</u>

3 Depreciation and amortisation expenses

	31/7/2019 \$'000	31/7/2018 \$'000
Property, plant and equipment	509	478
Prepaid lease	51	52
Investment property	172	0
	<u>732</u>	<u>530</u>

The Group commenced depreciation on the Company's investment property during the financial year.

4 Income tax expense

	31/7/2019 \$'000	31/7/2018 \$'000
Current taxation		
- Malaysian tax	333	521
- tax deducted at source	2	2
Deferred taxation	(304)	(92)
Underprovision for taxation in prior years	63	2
	<u>94</u>	<u>433</u>

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

Notes	GROUP		COMPANY		
	31/7/2019 \$'000	31/7/2018 \$'000	31/7/2019 \$'000	31/7/2018 \$'000	
ASSETS AND LIABILITIES					
Non-Current Assets					
Property, plant and equipment	1	5,122	3,261	966	269
Prepaid lease		1,453	1,519	0	0
Investment property		13,897	13,447	13,897	13,447
Investments in subsidiaries		0	0	18,287	18,287
Investment in associate	2	20,059	19,700	0	0
Long-term investment	3	279	24	0	0
		<u>40,810</u>	<u>37,951</u>	<u>33,150</u>	<u>32,003</u>

Current Assets					
Inventories		6,816	7,684	0	8
Short-term investments	4	4,657	5,424	0	0
Trade receivables		9,831	11,208	295	318
Other receivables		523	783	87	350
Tax recoverable		235	396	0	0
Amounts owing by subsidiaries		0	0	2,813	3,542
Fixed deposits		2,275	4,201	2,206	4,133
Cash and bank balances		6,877	7,665	2,933	3,016
		31,214	37,361	8,334	11,367
Less					
Current Liabilities					
Trade payables		4,313	6,021	188	328
Other payables	5	2,451	1,831	1,452	1,332
		6,764	7,852	1,640	1,660
Net Current Assets		24,450	29,509	6,694	9,707
Less					
Non-Current Liabilities					
Provision for retirement benefits		280	259	280	259
Deferred tax liabilities		98	403	0	0
		378	662	280	259
Net Assets		64,882	66,798	39,564	41,451
EQUITY					
Share capital		33,279	33,279	33,279	33,279
Capital reserve		357	145	0	0
Foreign currency translation reserves		1,589	1,953	0	0
Retained profits		27,073	28,789	6,285	8,172
Attributable to equity holders of the Company		62,298	64,166	39,564	41,451
Non-controlling interests		2,584	2,632	0	0
Total Equity		64,882	66,798	39,564	41,451

Notes :

1 In addition to the completion of renovation work performed for level 3 and level 4 of the Company's investment property, a Malaysian subsidiary had commenced construction of a new warehouse and office block during the financial year.

2 Investment in associate

	GROUP	
	31/7/2019	31/7/2018
	\$'000	\$'000
Unquoted equity investments, at cost	12,035	12,035
Share of post-acquisition reserve	13,287	12,716
Share of capital reserve	127	145
Foreign currency translation reserve	(5,390)	(5,196)
	20,059	19,700

3 The increase is due to adoption of SFRS(I) 9 as explained in item 5 below.

4 Short-term Investments

	GROUP	
	31/7/2019	31/7/2018
	\$'000	\$'000
Quoted investments, at fair value		
Balance at beginning of the financial year	5,424	5,836
Sales	(2,463)	(2,315)
Purchases	1,891	1,644
Fair value (loss)/gain, unrealised	(195)	259
Balance at end of the financial year	4,657	5,424

5 The increase is mainly due to the retention in respect of the construction of a new warehouse and office block in Malaysia.

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

	As at 31/07/2019		As at 31/07/2018	
	Secured \$'000	Unsecured \$'000	Secured \$'000	Unsecured \$'000
Amount repayable in one year or less, or on demand	0	0	0	0
Amount repayable after one year	0	0	0	0
Details of any collateral				

The bank overdrafts and other credit facilities are secured by way of fixed charges on a subsidiary company's landed properties and are also guaranteed by the Company.

1(b)(iii) Additional information

	Short-term Quoted Securities \$'000	*Percentage of NTA
Cost as at 1 August 2018	5,734	9.20
Purchases	1,891	3.04
Cost of investments sold	(2,002)	(3.21)
Cost as at 31 July 2019	<u>5,623</u>	9.03
Fair value movements		
Balance as at 1 August 2018	(310)	(0.50)
Fair value loss, unrealised	(195)	(0.31)
Fair value gain, realised	(461)	(0.74)
Balance as at 31 July 2019	<u>(966)</u>	(1.55)
Fair value as at 31 July 2019	<u>4,657</u>	7.48
Fair value as at 31 July 2018	<u>5,424</u>	

* NTA (Net Tangible Assets Value) is based on the unaudited consolidated statement of financial position as at 31 July 2019

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	
	31/7/2019 \$'000	31/7/2018 \$'000
Cash flows from operating activities :		
(Loss)/Profit before tax	(487)	1,675
Adjustments for non-cash and other items :		
Allowance for doubtful trade receivables	14	53
Depreciation and amortisation expenses	732	530
Fair value loss/(gain) on short-term investments	195	(259)
Profit on disposal of property, plant and equipment	0	(9)
Interest income	(106)	(140)
Provision for retirement benefits	21	22
Reversal of allowance for doubtful trade receivables	(26)	0
Share of result of associate, net of tax	(975)	(892)
	<u>(145)</u>	<u>(695)</u>
Operating (loss)/profit before working capital changes	(632)	980
Decrease in short-term investments	572	671
Decrease/(Increase) in inventories	788	(407)
Decrease/(Increase) in trade and other receivables	1,464	(822)
(Decrease)/Increase in trade and other payables	(1,022)	1,608
	<u>1,802</u>	<u>1,050</u>
Cash generated from operations	1,170	2,030
Income tax paid	(399)	(522)
Interest received	106	140
	<u>(293)</u>	<u>(382)</u>
Net cash generated from operating activities	877	1,648

Cash flows from investing activities :

Purchase of property, plant and equipment	(2,443)	(320)
Addition to investment property	(622)	(3,979)
Proceeds from disposal of property, plant and equipment	57	9
Dividend received from associate	353	528

Net cash used in investing activities

	(2,655)	(3,762)
	(1,778)	(2,114)

Cash flows from financing activities :

Dividend paid by the Company	(774)	(774)
Dividends paid by subsidiaries to non-controlling interests	(132)	(73)

Net cash used in financing activities

	(906)	(847)
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Net decrease in cash and cash equivalents

	(2,684)	(2,961)
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Cash and cash equivalents at beginning of the financial year

	11,866	14,722
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Effects of currency translations on cash and cash equivalents

	(30)	105
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Cash and cash equivalents at end of the financial year

	9,152	11,866
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Fixed deposits

	2,275	4,201
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Cash and bank balances

	6,877	7,665
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	9,152	11,866
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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.

	Share capital \$'000	Capital reserve \$'000	Foreign currency translation reserves \$'000	Retained profits \$'000	Total attributable to equity holders of Company \$'000	Non-controlling interests \$'000	Total equity \$'000
GROUP							
At 1 August 2017	33,279	190	(10,475)	39,001	61,995	2,361	64,356
Effects of adoption of SFRS(I)	0	0	10,475	(10,475)	0	0	0
At 1 August 2017 (restated)	33,279	190	0	28,526	61,995	2,361	64,356
Profit for the financial year	0	0	0	1,037	1,037	205	1,242
Other comprehensive income for the financial year	0	(45)	1,953	0	1,908	139	2,047
Total comprehensive income for the financial year	0	(45)	1,953	1,037	2,945	344	3,289
Dividends paid by							
- the Company	0	0	0	(774)	(774)	0	(774)
- subsidiaries to non-controlling interests	0	0	0	0	0	(73)	(73)
At 31 July 2018	33,279	145	1,953	28,789	64,166	2,632	66,798
At 1 August 2018	33,279	145	(8,522)	39,264	64,166	2,632	66,798
Effects of adoption of SFRS(I)	0	244	10,475	(10,724)	(5)	(1)	(6)
At 1 August 2018 (restated)	33,279	389	1,953	28,540	64,161	2,631	66,792
Loss for the financial year	0	0	0	(693)	(693)	112	(581)
Other comprehensive income for the financial year	0	(32)	(364)	0	(396)	(27)	(423)
Total comprehensive income for the financial year	0	(32)	(364)	(693)	(1,089)	85	(1,004)
Dividends paid by							
- the Company	0	0	0	(774)	(774)	0	(774)
- subsidiaries to non-controlling interests	0	0	0	0	0	(132)	(132)
At 31 July 2019	33,279	357	1,589	27,073	62,298	2,584	64,882

	Share capital \$'000	Retained profits \$'000	Total equity \$'000
COMPANY			
At 1 August 2017	33,279	9,631	42,910
Loss for the financial year	0	(685)	(685)
Other comprehensive income for the financial year	0	0	0
Total comprehensive income for the financial year	0	(685)	(685)
Dividend paid	0	(774)	(774)
At 31 July 2018	33,279	8,172	41,451
Loss for the financial year	0	(1,113)	(1,113)
Other comprehensive income for the financial year	0	0	0
Total comprehensive income for the financial year	0	(1,113)	(1,113)
Dividend paid	0	(774)	(774)
At 31 July 2019	33,279	6,285	39,564

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 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

Not Applicable

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.

The total number of issued ordinary shares as at 31 July 2019 was 25,812,520 (2018 : 25,812,520).

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

The figures for the year ended 31 July 2019 have not been audited or reviewed.

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

Not Applicable

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

In December 2017, the Accounting Standards Council ('ASC') issued Singapore Financial Reporting Standards (International) ('SFRS(I)') comprising standards and interpretations that are equivalent to International Financial Reporting Standards as issued by International Accounting Standards Boards. The Group's financial statements for the financial year ending 31 July 2019 will be prepared in accordance with SFRS(I) issued by ASC.

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as compared with the most recent audited financial statements for the year ended 31 July 2018 except for the adoption of new/revised SFRS(I)s and Interpretation of SFRS(I)s ('SFRS(I) INT') applicable for the financial year beginning on 1 August 2018 as follows:

SFRS(I) 1 First-time Adoption of Singapore Financial Reporting Standards (International)
SFRS(I) 9 Financial Instruments
SFRS(I) 15 Revenue from Contracts with Customers

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.

(a) SFRS(I) 1 First-time Adoption of Singapore Financial Reporting Standards (International)

The Group is required to retrospectively apply all SFRS(I) effective at the end of the first SFRS(I) reporting period (financial year ending 31 July 2019), subject to the mandatory exceptions and optional exemptions under SFRS(I) 1. The Group has elected the relevant optional exemptions and the exemptions resulting in adjustment to the Group's financial statements is as follows:

Cumulative translation differences

The Group has elected for the optional exemption to reset its cumulative translation differences for all foreign operations to \$NIL at the date of transition at 1 August 2017. As a result, cumulative translation losses of \$10,475,000 were reclassified from foreign currency translation reserves to retained profits as at 1 August 2017 for the Group. After the date of transition, any gain or loss on disposal of any foreign operations will exclude translation differences that arose before 1 August 2018.

(b) Adoption of SFRS(I) 9 Financial Instruments

The Group has applied the exemption in SFRS(I) 9 which allowed it not to restate comparative information. Differences in the carrying amounts of financial assets and liabilities resulting from the adoption of SFRS(I) 9 are recognised as an adjustment to the opening balance of retained profits and reserves as at 1 August 2018.

Investments

On adoption of SFRS(I) 9, the Group has changed its treatment of "Long-term investment" of \$24,000 as at 31 July 2018 from available-for-sale ('AFS') to fair value through OCI ('FVOCI') in the statement of financial position. As a result, the Group has recognised an adjustment to increase this investment by \$271,000 with a corresponding adjustment to fair value reserve of \$244,000 on 1 August 2018.

The Group continues to measure "Short-term investments" at fair value through profit or loss ('FVPL').

Trade receivables

The Group's trade receivables are subject to SFRS(I) 9's new expected credit loss model. On the initial adoption of SFRS(I) 9, the Group made an additional allowance for doubtful debts of \$226,000 on 1 August 2018 for trade receivables with a corresponding decrease in the retained profits of \$198,000.

(c) Adoption of SFRS(I) 15 Revenue from Contracts with Customers

SFRS(I) 15 establishes a single comprehensive model for entities to use in accounting for revenue arising from contracts with customers. Under SFRS(I) 15, an entity recognises revenue when (or as) a performance obligation is satisfied. The impact of the adoption on both current and prior year's profit or loss and cumulative impact on opening retained profit is assessed to be immaterial.

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.

	GROUP	
	31/7/2019	31/7/2018
Net (loss)/profit for the year attributable to equity holders of the Company	(\$693,000)	\$1,037,000
Weighted average number of ordinary shares in issue	25,812,520	25,812,520
Basic earnings per share (in cents)	(2.68)	4.02
Diluted earnings per share (in cents)	(2.68)	4.02

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

	GROUP		COMPANY	
	31/07/2019	31/07/2018	31/07/2019	31/07/2018
Net asset value per ordinary share based on total number of issued shares	\$2.41	\$2.49	\$1.53	\$1.61

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.

	31/7/2019 \$'000	31/7/2018 \$'000	(Decrease)/ Increase \$'000
Wheat flour and other consumer products trading			
Tong Guan Food Products Sdn Bhd ('TGF')	31,079	32,183	(1,104)
Swee Hin Chan Co Sdn Bhd ('SHC')	26,699	24,629	2,070
Others	1,212	1,144	68
	58,990	57,956	1,034
Investment trading			
Sales	2,546	2,725	(179)
Dividend income	158	153	5
	2,704	2,878	(174)
	<u>61,694</u>	<u>60,834</u>	<u>860</u>

The Group's revenue increased marginally, from \$60.8 million in the financial year ended 31 July 2018 ('FY2018') to \$61.7 million in the financial year ended 31 July 2019 ('FY2019'), primarily due to an increase in turnover from SHC, our trading subsidiary operating in Penang, from RM74.4 million to RM80.8 million, mainly as a result of higher sales of starches. This was partially offset by a decrease in turnover of TGF, our trading subsidiary in Sabah, from RM97.2 million in FY2018 to RM94.1 million in FY2019, primarily due to lower sales of wheat flour and edible oil.

Notwithstanding the higher revenue in FY2019, the Group recorded a pre-tax loss of \$0.5 million, as compared to a pre-tax profit of \$1.7 million in FY2018. This is due mainly to the following:-

- a) the combined net profit of SHC and TGF decreased to \$0.8 million in FY2019, from \$1.5 million in the preceding year due to the following:-
 - i) SHC's gross profit decreased primarily due to greater competition in the starch market, as well as fluctuations in foreign currency exchange rates;
 - ii) TGF's gross profit decreased due primarily to intense market competition of wheat flour and edible oil;
- b) higher depreciation and amortisation expenses due to investment property;
- c) the loss was partially offset by marginally higher share of result of associate from our 30% held associate, United Malayan Flour (1996) Sdn Bhd ("UMF"), due to better performance of its oats milling operations which contributed positively to UMF's operating profit despite its core flour milling business being adversely affected by higher wheat grain prices.

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 reporting period and the next 12 months.

Factors such as market competition, higher cost of raw materials and fluctuations in foreign currency exchange rates that have negatively impacted the Group operating results in the past year are expected to remain as challenges to be managed in the immediate future. To mitigate these factors, business units within the Group will continue to ensure timely purchases of goods and raw materials, improvements in marketing efforts and adoption of strategies to mitigate the impact of currency fluctuations in foreign currency transactions.

In addition, the Group is constructing a new warehouse, which would increase TGF's handling capacity, improve its ability to compete and enable it to expand its Sabah's operations.

Amidst a cautious economic outlook in Singapore, the Company remains active in searching for tenants to lease the remaining space in its heritage industrial building. It faces competition from both recently completed projects as well as older developments in its vicinity.

11 Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Yes

Name of Dividend	First & Final
Dividend Type	Cash
Dividend Amount per Share	\$0.02 per ordinary share
Tax Rate	Tax exempt one-tier

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Yes

Name of Dividend	First & Final
Dividend Type	Cash
Dividend Amount per Share	\$0.03 per ordinary share
Tax Rate	Tax exempt one-tier

(c) Date payable

The proposed dividend in (a), if approved at the Annual General Meeting to be held on 28 November 2019, will be paid on 12 December 2019.

(d) Books closure date

Registrable transfers received by the Company up to 5.00 p.m. on 5 December 2019 will be registered before entitlements to the dividend are determined. The transfer register will be closed on 6 December 2019 for the preparation of the dividend warrants.

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

Not applicable

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

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

(I) BY BUSINESS SEGMENTS

	Trading of wheat flour and consumer goods \$'000	Investment trading \$'000	Investment holding \$'000	Elimination \$'000	Group \$'000
31/7/2019					
Revenue					
External revenue	58,990	2,546	158		61,694
Inter-segment revenue	0	0	0		0
	<u>58,990</u>	<u>2,546</u>	<u>158</u>		<u>61,694</u>
Results					
(Loss)/Profit before interest, taxation and depreciation and amortisation	(442)	(524)	130		(836)
Depreciation and amortisation	(672)	(60)	0		(732)
Operating (loss)/profit	<u>(1,114)</u>	<u>(584)</u>	<u>130</u>		<u>(1,568)</u>
Interest expense					0
Interest income					106
Share of result of associate, net of tax					975
Taxation					(94)
Loss after tax					<u>(581)</u>
Assets and Liabilities					
Segments assets	<u>44,194</u>	<u>6,836</u>	<u>313</u>		51,343
Associate					20,059
Unallocated assets					622
					<u>72,024</u>
Segments liabilities	<u>5,461</u>	<u>52</u>	<u>8</u>		5,521
Unallocated liabilities					1,621
					<u>7,142</u>
Other segments information					
Expenditure for non-current assets	3,065	0	0		3,065
Other non-cash items					
Foreign exchange loss	82	1	0		83
	<u>82</u>	<u>1</u>	<u>0</u>		<u>83</u>
31/7/2018					
Revenue					
External revenue	57,956	2,725	153		60,834
Inter-segment revenue	0	0	0		0
	<u>57,956</u>	<u>2,725</u>	<u>153</u>		<u>60,834</u>
Results					
Profit before interest, taxation and depreciation and amortisation	759	277	137		1,173
Depreciation and amortisation	(470)	(60)	0		(530)
Operating profit	<u>289</u>	<u>217</u>	<u>137</u>		<u>643</u>
Interest expense					0
Interest income					140
Share of result of associate, net of tax					892
Taxation					(433)
Profit after tax					<u>1,242</u>

	Trading of wheat flour and consumer goods \$'000	Investment trading \$'000	Investment holding \$'000	Elimination \$'000	Group \$'000
Assets and Liabilities					
Segments assets	46,920	7,865	82		54,867
Associate					19,700
Unallocated assets					745
					<u>75,312</u>
Segments liabilities	6,810	51	8		6,869
Unallocated liabilities					1,645
					<u>8,514</u>

	Trading of wheat flour and consumer goods \$'000	Investment trading \$'000	Investment holding \$'000	Elimination \$'000	Group \$'000
Other segments information					
Expenditure for non-current assets	4,299	0	0		4,299
Other non-cash items					
Allowance for doubtful trade receivables	53	0	0		53

(II) BY GEOGRAPHICAL SEGMENTS

	Singapore \$'000	Malaysia \$'000	Group \$'000
31/7/2019			
Revenue			
External revenue	3,910	57,784	61,694
Inter-segment revenue	0	0	0
	<u>3,910</u>	<u>57,784</u>	<u>61,694</u>
Assets			
Segments assets	27,522	23,821	51,343
Associate	0	20,059	20,059
Unallocated assets			622
			<u>72,024</u>
31/7/2018			
Revenue			
External revenue	4,016	56,818	60,834
Inter-segment revenue	0	0	0
	<u>4,016</u>	<u>56,818</u>	<u>60,834</u>
Assets			
Segments assets	29,777	25,090	54,867
Associate	0	19,700	19,700
Unallocated assets			745
			<u>75,312</u>

14 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.

15 A breakdown of sales as follow :

	GROUP		Increase/(Decrease) %
	31/7/2019 \$'000	31/7/2018 \$'000	
(a) Sales reported for first half year	33,236	28,781	15.48
(b) Operating profit after tax before deducting minority interests reported for first half year	(561)	913	(161.45)
(c) Sales reported for second half year	28,458	32,053	(11.22)
(d) Operating profit after tax before deducting minority interests reported for second half year	(20)	329	(106.08)

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

	Latest Full Year (\$'000)	Previous Full Year (\$'000)
Ordinary	774	774
Preference	0	0
Total :	774	774

17 Negative Assurance

The Board of Directors hereby confirm to the best of their knowledge that nothing has come to their attention which may render the financial statements for the year ended 31 July 2019 to be false or misleading in any material aspect.

18 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.

19 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)

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
Chew Soo Lin	71	Cousin of Mr Chew Soo Eng Director cum shareholder of Cepheus Corporation Pte Ltd, a substantial shareholder.	Chairman of the Board In charge of financial matters.	Nil
Chew Soo Eng	71	Cousin of Mr Chew Soo Lin Director cum shareholder of Kah Hong Pte Ltd, a substantial shareholder.	Managing Director In charge of Group's business operations and management.	Nil
Chew Kian Boon Daniel	44	Son of Mr Chew Soo Eng	Executive Director In charge of procurement of raw materials shipping freights and logistics	Nil

20 Other Announcements

Aggregate value of Interest Person Transactions entered into for the year ended 31 July 2019.

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$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 \$100,000)
	\$	\$
Purchases from		
Chung Ying Confectionery & Food Products Sdn Bhd	--	2,328,000
Federal Oats Mills Sdn Bhd	--	274,000
Khong Guan Biscuit Factory (Borneo) Sdn Bhd	--	4,615,000
Leong Hong Oil Mill Sdn Bhd	--	475,000
United Malayan Flour (1996) Sdn Bhd	--	12,796,000
Sales to		
Cereal Products (M) Sdn Bhd	--	116,000
Khian Guan Biscuit Manufacturing Co Sdn Bhd	--	641,000
Khong Guan Biscuit Factory (Johore) Sdn Bhd	--	341,000
Poh Seng Trading (Ipoh) Sdn Bhd	--	1,516,000
Sunshine Traders Sdn Bhd	--	688,000

BY ORDER OF THE BOARD
KOE ENG CHUAN
Company Secretary
28 September 2019