

Unaudited Full Year Financial Statement And Dividend Announcement for the Year Ended 31/12/2018
PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

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

	Group		Increase / (Decrease) %
	2018 S\$'000	2017 S\$'000	
Revenue	43,346	50,584	(14.31)
Cost of sales	(36,965)	(48,655)	(24.03)
Gross Profit	<u>6,381</u>	<u>1,929</u>	230.79
Other operating income	497	-	N.M.
Selling and distribution expenses	(2,611)	(3,369)	(22.50)
General and administrative expenses	(8,750)	(11,079)	(21.02)
Other operating expenses	(62)	(1,555)	(96.01)
Finance income	102	437	(76.66)
Finance expenses	(832)	(779)	6.80
Finance expenses, net	<u>(730)</u>	<u>(342)</u>	113.45
Loss before tax	(5,275)	(14,416)	(63.41)
Income tax	(246)	(287)	(14.29)
Loss after tax	<u>(5,521)</u>	<u>(14,703)</u>	(62.45)
Other comprehensive income :			
Currency translation difference	(383)	(326)	17.48
Other comprehensive income, net of tax	<u>(383)</u>	<u>(326)</u>	17.48
Total comprehensive income	<u>(5,904)</u>	<u>(15,029)</u>	(60.72)
Loss attributable to:			
Owners of the parent	(3,721)	(9,628)	(61.35)
Non-controlling interests	<u>(1,800)</u>	<u>(5,075)</u>	(64.53)
	<u>(5,521)</u>	<u>(14,703)</u>	(62.45)
Total comprehensive income attributable to:			
Owners of the parent	(3,854)	(9,707)	(60.30)
Non-controlling interests	<u>(2,050)</u>	<u>(5,322)</u>	(61.48)
	<u>(5,904)</u>	<u>(15,029)</u>	(60.72)

N.M. - Not meaningful

Other notes :

Profit / (loss) from operations is arrived at after charging / (crediting) the following.

	Group		Increase / (Decrease)
	2018 S\$'000	2017 S\$'000	%
Depreciation of property, plant and equipment	1,736	1,788	(2.91)
Amortisation of land use rights	73	70	4.29
Amortisation of intangible assets	2	27	(92.59)
Cost of inventories sold	33,888	46,418	(26.99)
Impairment of trade receivables	761	1,048	(27.39)
Write back of impairment of trade receivables	(85)	-	N.M.
Research and development	107	(30)	N.M.
Allowance of inventory obsolescence	6	1,463	(99.59)
Foreign exchange (gain) / loss	(102)	443	N.M.
(Gain) / loss from disposal of property, plant & equipment	(37)	629	N.M.
Property, plant and equipment written off	-	666	(100.00)
Interest expense	832	779	6.80
Interest income	(102)	(437)	(76.66)

N.M. - Not meaningful

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.

	Group		Company	
	Dec-2018 S\$'000	Dec-2017 S\$'000	Dec-2018 S\$'000	Dec-2017 S\$'000
Non-Current Assets				
Property, plant and equipment	13,809	14,335	156	206
Land use right	714	806	-	-
Intangible assets	15	14	-	-
Investment in subsidiaries	-	-	13,055	13,055
Investment properties	-	36	-	-
Long term prepaid and deferred expenses	435	28	-	-
Trade and notes receivables	751	1,188	751	1,188
Current Assets				
Inventories	12,820	11,657	29	33
Trade and notes receivables	11,795	17,717	1,890	2,115
Other receivables	1,928	868	2,380	1,500
Advance to suppliers	378	3,795	-	-
Prepayment	64	424	23	22
Fixed deposits	1,536	2,723	-	900
Cash at bank and at hand	6,843	8,895	134	237
	35,364	46,079	4,456	4,807
Current Liabilities				
Trade payables	5,048	7,215	-	5
Bills payable to banks	127	175	-	-
Other payables and accruals	5,051	6,914	515	639
Contract liabilities	215	93	-	-
Tax payable	16	250	-	-
Finance lease liabilities	69	15	-	5
Term loan	8,248	8,930	-	-
Deferred tax liabilities	142	208	-	-
	18,916	23,800	515	649
Net Current Assets	16,448	22,279	3,941	4,158
Non-Current Liabilities				
Finance lease liabilities	1	26	-	-
	1	26	-	-
Net Assets	32,171	38,660	17,903	18,607
Equity				
Share capital	23,406	23,406	23,406	23,406
Capital reserve	294	294	-	-
General reserve	4,369	4,369	-	-
Enterprise expansion fund	4,369	4,369	-	-
Translation reserve	(213)	(79)	-	-
Retained losses	(8,594)	(4,288)	(5,503)	(4,799)
	23,631	28,071	17,903	18,607
Non-controlling interest	8,540	10,589	-	-
Total Equity	32,171	38,660	17,903	18,607

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

Amount repayable in one year or less, or on demand

As at 31/12/2018		As at 31/12/2017	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
8,444	-	8,532	588

Amount repayable after one year

As at 31/12/2018		As at 31/12/2017	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1	-	26	-

Details of any collateral

Secured borrowings

As at 31 December 2018, our Group's borrowings are secured by the following:

- i) Term loan and bills payable to banks of approximately S\$8,375k (31 December 2017: S\$8,517k) granted to the subsidiaries of the company used mainly as working capital and for financing of purchases made in the ordinary course of business. The financing are secured by fixed deposit of S\$1.5m and properties, respectively owned by our Singapore and PRC subsidiaries; and
- ii) Finance lease obligations of approximately S\$70k (31 December 2017: S\$41k) secured by the underlying assets acquired with total net book values of approximately S\$78k as of 31 December 2018 (31 December 2017: S\$49k).

Unsecured borrowings

- i) There was no unsecured term loan and trade financing during the year (31 December 2017: S\$588k).

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.

	Note	2018 S\$'000	2017 S\$'000
Cash flow from operating activities			
Net loss before taxation		(5,275)	(14,416)
Adjustments for:			
Depreciation of property, plant and equipment		1,736	1,788
Amortisation of land use rights		73	70
Amortisation of intangible assets		2	27
(Gain) / loss from disposal of property, plant & equipment		(37)	629
Property, plant and equipment written off		-	666
Impairment of trade receivables		761	1,048
Write back of impairment of trade receivables		(85)	-
Allowance of inventory obsolescence		6	1,463
Interest expense		832	779
Interest income		(102)	(437)
Translation adjustments		(310)	(352)
Operating loss before working capital changes		<u>(2,399)</u>	<u>(8,735)</u>
(Increase) / decrease in inventories		(1,443)	4,429
Decrease in trade and other receivables		1,388	6,147
Decrease / (increase) in advances to suppliers		3,392	(2,826)
Decrease / (increase) in prepayment		356	(135)
(Decrease) / increase in trade and other payables		(3,615)	344
Increase in advances from customers		122	21
(Decrease) / increase in tax payables		(66)	208
Cash used in operations		<u>(2,265)</u>	<u>(547)</u>
Interest received		102	437
Interest paid		(832)	(779)
Income tax refunded		11	4
Net cash used in operations		<u>(2,984)</u>	<u>(885)</u>
Cash flow from investing activities			
Purchase of property, plant and equipment		(2,021)	(1,149)
Purchase of intangible assets		-	(5)
Proceeds from disposal of property, plant and equipment		53	262
Net cash used in investing activities		<u>(1,968)</u>	<u>(892)</u>

	2018 S\$'000	2017 S\$'000
Cash flow from financing activities		
(Increase) / decrease in restricted cash	(1,500)	905
Proceeds from loans and borrowings	-	3,383
Repayment of loans and borrowings	(452)	(67)
Addition / (repayment) of finance lease obligations	29	(20)
Decrease in note receivables from banks	2,492	4,543
Decrease in bill payables to banks	(48)	(2,378)
Net cash generated from financing activities	<u>521</u>	<u>6,366</u>
Net (decrease) / increase in cash & cash equivalents	(4,431)	4,589
Effect of exchange rate changes on cash and cash equivalents	(308)	(100)
Cash and cash equivalents at beginning of financial period	11,618	7,129
Cash and cash equivalents at end of financial period	A <u><u>6,879</u></u>	<u><u>11,618</u></u>

Note A: Cash and cash equivalents

Cash and cash equivalents consists of bank balances and fixed deposits

Cash and cash equivalents included in consolidated statement of cash flows comprise the following balance sheet amounts:

	2018 S\$'000	2017 S\$'000
Cash and bank balances	6,843	8,895
Fixed deposits	1,536	2,723
	<u>8,379</u>	<u>11,618</u>
Less : Restricted cash*	(1,500)	-
Cash and cash equivalents	<u><u>6,879</u></u>	<u><u>11,618</u></u>

*As at 31 December 2018, there was S\$1.5m cash at bank held by the Group (31 December 2017: Nil) placed with the local banks of subsidiary companies, which was used to pledge as collateral for the short term loan and issuance of commercial bills.

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.

	Attributable to owners of parent								Total
	Share capital	Capital reserve	General reserve	Enterprise expansion fund	Translation reserve	Retained losses	Sub-total	Non-controlling interest	
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
Group									
As at 01-January-2017	23,406	294	4,369	4,369	-	5,340	37,778	15,911	53,689
Loss for the year	-	-	-	-	-	(9,628)	(9,628)	(5,075)	(14,703)
Other comprehensive income for the year	-	-	-	-	(79)	-	(79)	(247)	(326)
Total comprehensive income for the year	-	-	-	-	(79)	(9,628)	(9,707)	(5,322)	(15,029)
As at 31-December-2017	23,406	294	4,369	4,369	(79)	(4,288)	28,071	10,589	38,660
As at 01-January-2018	23,406	294	4,369	4,369	(79)	(4,288)	28,071	10,589	38,660
Loss for the year	-	-	-	-	-	(3,721)	(3,721)	(1,800)	(5,521)
Prior year adjustment	-	-	-	-	-	(488)	(488)	-	(488)
Other comprehensive income for the year	-	-	-	-	(134)	-	(134)	(249)	(383)
Total comprehensive income for the year	-	-	-	-	(134)	(4,209)	(4,343)	(2,049)	(6,392)
Transfer of reserve	-	-	-	-	-	(97)	(97)	-	(97)
As at 31-December-2018	23,406	294	4,369	4,369	(213)	(8,594)	23,631	8,540	32,171
Company									
As at 01-January-2017	23,406	-	-	-	-	(3,615)	19,791	-	19,791
Loss for the year	-	-	-	-	-	(1,184)	(1,184)	-	(1,184)
As at 31-December-2017	23,406	-	-	-	-	(4,799)	18,607	-	18,607
As at 01-January-2018	23,406	-	-	-	-	(4,799)	18,607	-	18,607
Loss for the year	-	-	-	-	-	(614)	(614)	-	(614)
Prior year adjustment	-	-	-	-	-	(90)	(90)	-	(90)
As at 31-December-2018	23,406	-	-	-	-	(5,503)	17,903	-	17,903

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 subsidiary holdings held against the total percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There were no changes in the Company's share capital since the end of the previous period reported on, being 31 December 2017. There were no outstanding convertibles, treasury shares or subsidiary holdings held by the Company as at 31 December 2018 and 31 December 2017.

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.

There were no treasury shares as at the end of 31 December 2018 and 31 December 2017. Share capital of the Company comprises 267,392,320 ordinary shares (31 December 2017 : 267,392,320).

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

Not applicable. The Company does not have any treasury shares as at 31 December 2018 and 31 December 2017.

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 as the Company did not hold any subsidiary holdings as at 31 December 2017 and 31 December 2018.

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 Company's 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 item 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial reporting period as those applied in the preparation of the audited financial statements for the financial year ended 31 December 2017.

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.

Singapore listed companies are required to apply a new financial reporting framework - Singapore Financial Reporting Framework (International) ("SFRS(I)") that is identical to the International Financial Reporting Standards with effect from 1 January 2018. The Group has adopted SFRS(I) on 1 January 2018, including Interpretations of SFRS(I). The adoption of these new / revised SFRS(I) and interpretations of SFRS(I) did not result in significant change to the Group's accounting policies and did not have a material impact on the Group's results for 2018.

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.

Loss per share based on loss attributable to shareholders:		Year ended 31 December	
		2018	2017
		Cents	Cents
(a)	Based on weighted average number of ordinary shares	(1.39)	(3.60)
(b)	Based on a fully diluted basis	(1.39)	(3.60)
	Weighted average number of ordinary shares in issue	267,392,320	267,392,320

Loss per share was calculated based on 267,392,320 ordinary shares in issue for both FY 2018 and FY 2017.

7 **Net asset value (for the issuer and group) per ordinary share based on the total number of 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	
	Cents		Cents	
	31/12/2018	31/12/2017	31/12/2018	31/12/2017
Net asset value per ordinary share based on total number of issued shares excluding treasury shares at the end of the respective period	8.84	10.50	6.70	6.96

Net asset value per share as of 31 December 2018 was computed based on 267,392,320 ordinary shares (31 December 2017 : 267,392,320 ordinary shares).

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 financial performance

Revenue

The Group recorded a total revenue of S\$43.3m for the full year ended 31 December 2018 ("FY2018"), a drop of S\$7.3m or 14.3% in comparison to S\$50.6m for the corresponding year ended 31 December 2017 ("FY2017"). The reduction in sales during the year was mainly attributable to the decline in our sales in PRC as a result of decline in production. Following the transformation of the fuel source at our Taixin plant, we have continued to upgrade the old equipments as well as automating part of our production facilities during the second half of the year.

Gross Profit

Though there was a decline in revenue, the Group's FY2018 gross profit has increased by S\$4.5m or 230.8% to S\$6.4m (FY2017: S\$1.9m), reflecting an improvement of gross margin from 3.8% in FY2017 to 14.7% in FY2018. This was as a result of higher selling price achieved as compared to FY2017 and better control over the cost of production.

Net Operating Expenses

Net operating expenses have decreased by S\$5.1m from S\$16.0m in FY2017 to S\$10.9m in FY2018. The decrease is as a result of a decrease in general and administrative expenses by S\$2.3m or 21.0%; Decrease in impairment of trade receivables of S\$ 0.3m, decrease in allowance of inventory obsolescence of about S\$ 1.5m and the foreign exchange difference of approximately S\$0.5m, are the main causes of reduction. The decrease in operating expenses is also due from the decrease in selling and distribution expenses by S\$0.8m or 22.5% which is mainly attributed to decrease in sales commission paid to sales agents. The significant decrease in other operating expenses of S\$1.5m further reduced the net operating expenses. The decrease in other operating expenses is mainly due to the absence of loss incurred in respect to disposal of fixed assets, property, plant and equipment written off and cost incurred in segregation of wastewater from clean water in FY2017.

In addition to the mentioned reduction in expenses, the decrease in net operating expenses is also partly as a result of increase in other operating income of approximately S\$0.5m. The operating income mainly consists of grants received from government.

Net Financial Expense

The Group recorded a net financial expense of S\$730k in FY2018, as compared to an amount of S\$342k in FY2017. The increase in net financial expense is mainly due to decrease in financial income of approximately S\$335k and slight increase in financial cost of S\$53k. The reduction of financial income was attributable from the decline in interest income earned from lower amount of fixed deposit placed with banks, at a lower interest rate.

Tax

Taxation is in line with profits made by profitable subsidiaries in China and Malaysia. The reduction in tax amount incurred in FY2018 was due to lower profits generated for the year.

Net Results

As a result of the above, the Group registered a loss before tax of S\$5.3m for FY2018 as compared to loss before tax of S\$14.4m for FY2017. The loss after tax attributable to equity holders of the Company is approximately S\$3.7m in FY2018, as compared to the loss after tax of S\$9.6m recorded in FY2017.

Review of financial position

The Group's property, plant and equipment ("PPE") including land use rights are at S\$14.5m and S\$15.1m as at 31 December 2018 and 31 December 2017 respectively. The reduction in PPE was attributed by depreciation and amortisation of S\$1.8m, partially offset by approximately S\$2.0m incurred for capital expenditure, which was mainly incurred for upgrading the old machines and automating part of production facilities.

Long term prepaid and deferred expenses has increased by S\$0.4m, this is mainly due to additional purchase of accessories for laboratory use.

Inventories are at S\$11.7m and S\$12.8m as at 31 December 2017 and 31 December 2018 respectively. As the Group was expecting cost of raw materials to increase, more purchases were made towards end of FY 2018.

Current and non-current trade and notes receivables has decreased from S\$18.9m for FY2017 to S\$12.5m for FY2018, mainly due to the reduction in sales.

Other receivables has increased by S\$1.1m in FY2018, mainly due to deposit placed for implementing E-Commerce System for the Group.

Advance to supplier has decreased by S\$3.4m in FY2018, mainly due to lower amount of advanced payment made to trade suppliers during the year which was in line with the reduction in sales.

Cash and cash equivalents for the year decreased from S\$11.6m as at 31 December 2017 to S\$8.4m as at 31 December 2018. The decrease in cash was mainly due to cash outflow from the Group's operating and investing activities.

Trade payables has decreased from S\$7.2m in FY2017 to S\$5.0m in FY2018. The decrease in trade payables was due to more cash purchases of raw materials made during the year.

Other payables and accruals has decreased from S\$6.9m in FY2017 to S\$5.1m in FY2018. The decrease in accruals was mainly due to an accrued medical fee paid off during the year, which was in relation to hospitalisation fee incurred for an injured worker.

Term loan has decreased from S\$8.9m in FY2017 to S\$8.2m in FY2018 which was mainly attributed from repayment of loan.

Overall, Group's equity as at 31 December 2018 was S\$32.2m, a reduction of approximately of S\$6.5m or 16.8% from the position as at 31 December 2017. This is mainly attributed to loss incurred during FY2018.

Review of cash flow

Net cash used in operating activities

In FY2018, approximately S\$3.0m of net cash was used in operating activities, which was a result of operating loss before changes in working capital of S\$2.4m, net working capital inflows of approximately S\$0.1m and net interest expense of S\$0.7m.

Net cash used in investing activities

In FY2018, the Group's net cash outflow from investing activities amounted to approximately S\$2.0m, which was mainly due to purchases of property, plant and equipment.

Net cash from financing activities

In FY2018, the Group's net cash inflow from financing activities amounted to approximately S\$0.5m. This is mainly due to increase in restricted cash of S\$1.5m, loan repayment of S\$0.5m and an decrease in note receivables from banks of S\$2.5m.

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

There has not been any forecast or prospect statement in relation to the Group's results previously disclosed to shareholders.

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.

In the next 12 months we believe our industry will continue to face declining margins, product commoditization, rapidly expanding competition in developing countries, and customers demanding more at lower prices. We thus expect to see higher cost and lower gross profit margin in the short term.

We will continue to better utilize current production capacity and to lower the cost of acquiring key raw materials, which will require us to continue to forge closer and stronger relationships with our key customers and suppliers. At the same time, we will develop and sell higher valued products, which will give us better margin. Barring any unforeseen circumstances, we hope this will help to support the Group's performance in the short-term and offer better prospects for long-term growth within the group.

11 **Dividend**

(a) Current Financial Period Reported On

Any dividend declared/(recommended) for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared/(recommended) for the corresponding period of the immediately preceding financial year?

None.

(c) Whether the dividend is before tax, net of tax or tax exempt

Not applicable.

(d) Date payable

Not applicable.

(e) Books closure date

Not applicable.

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

No dividend has been declared/(recommended) as the Group is not profitable.

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.**

The Group has not obtained a general mandate from shareholders for interested person transactions.

During the financial year, there were interested person transactions based on the terms agreed between the parties as follows:

	Group	
	31/12/2018	31/12/2017
	S\$'000	S\$'000
Fees incurred or paid to a law firm which a director, Mr Wang Dao Fu is a partner	12	12

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

Not applicable for full year results announcement.

15 **Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H, under Rule 720(1)).**

The Company has procured undertakings from all its directors and executive officers in the format as set out in Appendix 7H of the Catalist Rules, in accordance with Rule 720(1) of Catalist Rules.

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

16 Segmented revenue and results for operating 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.

	PRC		Other Asia Pacific		Eliminations		Group	
	FY2018 S\$'000	FY2017 S\$'000	FY2018 S\$'000	FY2017 S\$'000	FY2018 S\$'000	FY2017 S\$'000	FY2018 S\$'000	FY2017 S\$'000
Segment revenue								
Sales to external customers	35,987	43,202	7,359	7,382	-	-	43,346	50,584
Inter-segment sales	21,384	21,837	2,641	326	(24,025)	(22,163)	-	-
Total revenue	57,371	65,039	10,000	7,708			43,346	50,584
Segment results	(3,296)	(11,681)	(1,658)	(1,316)	409	(1,077)	(4,545)	(14,074)
Financial expense, net							(730)	(342)
Loss before tax							(5,275)	(14,416)
Income tax							(246)	(287)
Loss after tax							(5,521)	(14,703)
Non-controlling interest							1,800	5,075
Loss attributable to owners of the parent							(3,721)	(9,628)

The revenue of the Group is primarily derived from the manufacturing and sales of dye stuffs and auxiliary chemicals. As such, no operating segment revenue and results have been prepared.

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

Please refer to paragraph 8 of this announcement for a review of the performance of the Group.

18 A breakdown of sales.

	Group		Increase / (Decrease) %
	FY2018 S\$'000	FY2017 S\$'000	
Sales reported for first half year	25,226	27,281	(7.53)
Operating (loss) / profit after tax before deducting non-controlling interests reported for first half year	(2,803)	(3,970)	(29.40)
Sales reported for second half year	18,120	23,303	(22.24)
Operating loss after tax before deducting non-controlling interests reported for second half year	(2,718)	(10,733)	(74.68)

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

No dividends were declared for FY2017 and FY2018.

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(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Pursuant to Rule 704(10) of the Catalyst Rules, we set out below the persons holding managerial positions in the Group who are related to the Directors, Chief Executive Officer or substantial shareholders of the Company or of any of its principal subsidiaries:

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Tan Pang Sim	69	Brother of Dr Tan Pang Kee, MD & CEO	Appointed as a Director of Unimatex Sdn Bhd, a subsidiary in Malaysia since 2004; responsible for its management and development of corporate policies and procedures.	NA
Tan Pang Jang	49	Brother of Dr Tan Pang Kee, MD & CEO	Appointed as Senior Sales & Marketing Manager of Unimatex Sdn Bhd, a subsidiary in Malaysia since 2013; responsible for looking into the sales & marketing.	NA
Tan Guan Liang	37	Son of Dr Tan Pang Kee, MD & CEO	Appointed as Executive Director in 2010; responsible for managing operational readiness and effectiveness, promoting Matex's image and brand locally and abroad, all business projects work, developing cost-effective plans and project schedule.	NA
Lim Kooi Yee	33	Daughter-in-law of Dr Tan Pang Kee, MD & CEO; and wife of Mr Tan Guan Liang, ED	Appointed as Assistant Marketing Manager in 2015 and was redesignated to Technical Sales Manager; She is currently responsible for technical services, product resource and development for Singapore entities of the Group.	Ms Lim has been redesignated to Technical Sales Manager; responsible for technical services, product resource and development for Singapore entities of the Group.

BY ORDER OF THE BOARD

Dr Tan Pang Kee
Chief Executive Officer / Managing Director
27 February 2019

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, CIMB Bank Berhad, Singapore Branch (the "Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST"), this being the SGX-ST Listing Manual Section B: Rules of Catalyst. The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The SGX-ST and the Sponsor assume no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Jason Chian, Managing Director, Investment Banking, CIMB Bank Berhad, Singapore Branch. The contact particulars are 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, Telephone:+65 6337 5115.