



(Incorporated in the Republic of Singapore)  
(Registration No: 200613299H)

**UNAUDITED FINANCIAL STATEMENT FOR THE FIRST QUARTER PERIOD ENDED 31 March 2018**  
**PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF**  
**YEAR AND FULL YEAR RESULTS**

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

	Unaudited 1st Quarter Ended			Unaudited Year Ended		
	31/03/2018	31/03/2017	(+/-)	31/03/2018	31/12/2017	(+/-)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	629	232	171%	629	163	286%
Cost of sales	(123)	(71)	73%	(123)	(63)	95%
<b>Gross Profit</b>	<b>506</b>	<b>161</b>	<b>214%</b>	<b>506</b>	<b>100</b>	<b>406%</b>
<b>Other items of Income</b>						
Other income	6	11	-45%	6	151	-96%
Other losses - net	-	-	n.a	-	(662)	-100%
<b>Other items of Expense</b>						
Administrative expenses	(596)	(463)	29%	(596)	(2,907)	-79%
Finance costs	(11)	(1)	100%	(11)	(7)	57%
Other expenses	(16)	(7)	129%	(16)	-	n.a
(Loss)/profit before income tax	(111)	(299)	-63%	(111)	(3,325)	-97%
Income tax credit	-	-	-	-	8	-100%
<b>(Loss)/profit after income tax for the financial period/year</b>	<b>(111)</b>	<b>(299)</b>	<b>-63%</b>	<b>(111)</b>	<b>(3,317)</b>	<b>-97%</b>
<b>Other comprehensive (loss)/income for the financial period/year</b>						
Foreign currency translation difference	(15)	(1)	1400%	(15)	11	-236%
Other comprehensive income for the financial period/year	(15)	(1)	1400%	(15)	11	-236%
<b>Total comprehensive (loss)/income for the financial period/year</b>	<b>(126)</b>	<b>(300)</b>	<b>-58%</b>	<b>(126)</b>	<b>(3,306)</b>	<b>-96%</b>
<b>(Loss)/profit for financial period/year attributable to:</b>						
Owners of the company	(111)	(299)	-63%	(111)	(3,317)	-97%
<b>Total comprehensive (loss)/income for the year attributable to:</b>						
Owners of the company	(126)	(300)	-58%	(126)	(3,306)	-96%

**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.**

(Loss) before tax is arrived at after charging the following items:

	<b>Unaudited</b>	
	<b>1<sup>st</sup> Quarter Ended</b>	
	<b>31/03/2018</b>	<b>31/03/2017</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Depreciation of property, plant & equipment	30	9

**1(a)(iii) Other expenses**

	<b>1<sup>st</sup> Quarter Ended</b>	
	<b>31/03/2018</b>	<b>31/03/2017</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Unrealised exchange gain, net	-	(2)
Other expenses	14	9
	<u>14</u>	<u>7</u>

1(b)(i) A statement of financial position together with a comparative statement for the corresponding periods of the immediately preceding year:

	Group		Company	
	Unaudited 31/03/2018 S\$'000	Audited 31/12/2017 S\$'000	Unaudited 31/03/2018 S\$'000	Audited 31/12/2017 S\$'000
<b>ASSETS</b>				
<b>Current assets</b>				
Cash and bank balances	152	312	98	122
Trade and other receivables	1,699	1,492	2,315	2,282
Inventories	20	19	-	-
Other current assets	169	191	22	31
	<u>2,040</u>	<u>2,014</u>	<u>2,435</u>	<u>2,435</u>
<b>Non-current assets</b>				
Investment in subsidiary corporations	-	-	1	1
Property, plant and equipment	740	746	4	10
	<u>740</u>	<u>746</u>	<u>5</u>	<u>11</u>
<b>Total assets</b>	<u>2,780</u>	<u>2,760</u>	<u>2,440</u>	<u>2,446</u>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Trade and other payables	1,274	1,368	1,282	1,158
Current income tax liabilities		7	-	7
Borrowings	5,492	5,244	4,768	4,586
<b>Total liabilities</b>	<u>6,766</u>	<u>6,619</u>	<u>6,050</u>	<u>5,751</u>
<b>NET (LIABILITIES)/ASSETS</b>	<u><b>(3,986)</b></u>	<u><b>(3,859)</b></u>	<u><b>(3,610)</b></u>	<u><b>(3,305)</b></u>
<b>Equity and Liabilities</b>				
<b>Equity</b>				
<b>Capital and reserves attributable to equity holders of the company</b>				
Share capital	125,783	125,783	125,783	125,783
Other reserve	8	24	-	-
Accumulated losses	(129,777)	(129,666)	(129,393)	(129,088)
<b>Total equity</b>	<u><b>(3,986)</b></u>	<u><b>(3,859)</b></u>	<u><b>(3,610)</b></u>	<u><b>(3,305)</b></u>

1(b)(ii) In relation to the aggregate amount of group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:-

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

	<b>As at 31/03/2018</b>		<b>As at 31/03/2017</b>	
	<b>Secured</b>	<b>Unsecured</b>	<b>Secured</b>	<b>Unsecured</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
Borrowings	-	5,492	-	1,100
	-	5,492	-	1,100

**Amount repayable after one year**

	<b>As at 31/03/2018</b>		<b>As at 31/03/2017</b>	
	<b>Secured</b>	<b>Unsecured</b>	<b>Secured</b>	<b>Unsecured</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
Borrowings	-	-	-	-
	-	-	-	-

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.

	<b>Unaudited</b>	
	<b>31/03/2018</b>	<b>31/03/2017</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Cash Flows from Operating Activities</b>		
(Loss)/profit before tax	(111)	(299)
Adjustments for:		
Depreciation of property, plant and equipment	35	9
Finance costs	-	2
Translation reserve	(42)	(1)
<b>Operating cash flows before changes in working capital</b>	<u>(118)</u>	<u>(289)</u>
Changes in working capital:		
Decrease in inventories	(1)	-
(Increase) in trade and other receivables	(242)	(109)
(Increase) in prepaid operating expenses	9	(358)
Increase/(decrease) in trade and other payables	(144)	207
Increase in amount due to directors	3	-
Increase in other liabilities	91	(47)
<b>Cash flows used in operations</b>	<u>(402)</u>	<u>(596)</u>
Interest received/(paid)	1	(2)
Income taxes paid	(7)	-
<b>Net cash used in operating activities</b>	<u>(408)</u>	<u>(598)</u>
<b>Cash flows from Investing Activities</b>		
Addition to property, plant and equipment	-	(25)
<b>Net cash flows used in investing activities</b>	<u>-</u>	<u>(25)</u>
<b>Cash flows from Financing Activities</b>		
Proceeds from loans and borrowings	248	-
<b>Net cash provided by financing activities</b>	<u>248</u>	<u>-</u>
<b>Net decrease in cash and bank balances</b>	(160)	(623)
Cash and bank balance at beginning of period	312	645
<b>Cash and bank balances at end of period</b>	<u>152</u>	<u>22</u>

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Unaudited 2018 - Group	Attributable to owners of the company						Total equity S\$'000
	Share capital S\$'000	Share-based payment reserve S\$'000	Translation reserve S\$'000	Accumulated (loss) S\$'000	Attributable to owners of the parent S\$'000	Non-controlling interests S\$'000	
<i>Balance as at 1 January 2018</i>	125,783	-	24	(129,666)	(3,859)	-	(3,859)
Profit/(loss) for the period	-	-	-	(111)	(111)	-	(111)
Foreign currency translation reserve	-	-	(15)	-	(15)	-	(15)
Total comprehensive income for the period	-	-	(15)	(111)	(127)	-	(126)
<u>Contributions by and distributions to owners of the parent</u>							
Issuance of ordinary shares	-	-	-	-	-	-	-
Share issue expenses	-	-	-	-	-	-	-
Total transactions with owners in their capacity as owners of the parent	-	-	-	-	-	-	-
<i>Balance as at 31 March 2018</i>	125,783	-	9	(129,777)	(3,986)	-	(3,985)

**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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year. (cont'd)**

Audited 2017 - Group	Attributable to owners of the company						Total equity S\$'000
	Share capital S\$'000	Share-based payment reserve S\$'000	Translation reserve S\$'000	Accumulated (loss) S\$'000	Attributable to owners of the parent S\$'000	Non-controlling interests S\$'000	
<i>Balance as at 1 January 2017</i>	124,487	2,421	13	(126,349)	572	-	572
Profit/(loss) for the period	-	-	-	(3,317)	(3,317)	-	(3,317)
Foreign currency translation gain	-	-	11	-	11	-	11
Total comprehensive income for the period	-	-	11	(3,317)	(3,306)	-	(3,306)
<u>Contributions by and distributions to owners of the parent</u>							
Issuance of ordinary shares	1,361	-	-	-	1,361	-	1,361
Share issue expenses	(65)	-	-	-	(65)	-	(65)
Reclassification of share based payment	-	(2,421)	-	-	(2,421)	-	(2,421)
Total transactions with owners in their capacity as owners of the parent	1,296	(2,421)	-	-	(1,125)	-	(1,125)
<i>Balance as at 31 December 2017</i>	125,783	-	24	(129,666)	(3,859)	-	(3,859)

**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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year. (cont'd)**

Unaudited 2018 - Company	Share capital S\$'000	Share-based payment S\$'000	Accumulated (loss) S\$'000	Total S\$'000
<i>Balance at 1 January 2018</i>	125,783	-	(129,088)	(3,305)
(loss) for the period	-	-	(2,429)	(2,429)
<u>Other comprehensive income</u>				
Foreign currency translation reserve	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	(2,429)	(2,429)
<u>Contributions by and distributions to owners of the parent</u>				
Issuance of ordinary shares	1,361	-	-	1,361
Share issue expense	(65)	-	-	-
Reclassification of share based payment	-	(2,421)	-	(2,421)
Total transactions with owners in their capacity as owners of the parent	1,296	(2,421)	-	(1,060)
<i>Balance as at 31 March 2018</i>	127,079	(2,421)	(131,517)	(6,794)
Audited 2017 - Company	Share capital S\$'000	Share-based payment S\$'000	Accumulated (loss) S\$'000	Total S\$'000
<i>Balance at 1 January 2017</i>	124,487	2,421	(126,554)	354
Profit for the period	-	-	(2,534)	(2,534)
<u>Other comprehensive income</u>				
Foreign currency translation reserve	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	(2,534)	(2,534)
<u>Contributions by and distributions to owners of the parent</u>				
Issuance of ordinary shares	1,361	-	-	1,361
Share issue expense	(65)	-	-	(65)
Total transactions with owners in their capacity as owners of the parent	1,296	(2,421)	-	(1,125)
<i>Balance as at 31 December 2017</i>	125,783	-	(129,088)	(3,305)



**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.**

There were no treasury shares and subsidiary holdings.

Details of ordinary share capital movements are as shown below:

<b>As at 31/03/2017</b>		<b>As at 31/03/2017</b>	
<b>No of shares</b>	<b>S\$</b>	<b>No of shares</b>	<b>S\$</b>
2,343,527,950	125,783,225	1,997,657,117	124,487,275

**1(d) (iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

<b>Company</b>	<b>31/03/2018</b>	<b>31/03/2017</b>
Total number of issued shares	2,343,527,950	1,997,657,117

There are no treasury shares as at the end of the current financial year and as at the end of the immediately preceding year.

**1(d) (iv) A statement showing all sales, transfer, 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 auditors.

**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.**

The same accounting policies and methods of computation adopted in the most recently audited financial statements for the financial year ended 31 December 2017 have been applied in the preparation for the financial statements for the financial period ended 31 March 2018 except that the Group has adopted the new and revised Financial Reporting Standards (FRS) and interpretations of FRS (INT FRS) which became effective for annual period beginning on 1 January 2018 or otherwise stated.

**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 adoption of the new and revised FRS and INT FRS does not have any material financial impact on the Group's and Company's financial statements for the current year.

**6 Earnings per ordinary share of the group for the current 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).**

	1 <sup>st</sup> Quarter Ended	
	31/3/2018	31/3/2017
	SGD (cents)	SGD (cents)
(Loss)/Profit per share		
Basic	(0.005)	(0.02)
Diluted	(0.005)	(0.02)

The basic and diluted EPS is computed using loss attributable to shareholders in the relevant periods over the weighted average number of shares as shown below:

	31/3/2018	31/3/2017
	No of Shares	No of Shares
Basic	2,343,527,950	1,997,657,117
Diluted	2,343,527,950	1,997,657,117

Net asset value per ordinary share of the Group was calculated based on the share capital of 2,343,527,950 (1Q2017: 1,997,657,117) shares.

- 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	
	31/3/2018 SGD (cents)	31/3/2017 SGD (cents)	31/3/2018 SGD (cents)	31/3/2017 SGD (cents)
Net asset value per ordinary shares	(0.17)	0.01	(0.154)	0.001

- 8 **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss 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 INCOME STATEMENT**

The Group reported a net loss of S\$0.111 million for 1Q2018. An analysis of the statement of comprehensive income is as follows:

#### **Revenue**

The Group's total revenue of S\$0.629 million for the 1Q2018 increased 171% compared to the Prior Corresponding Period ("PCP") (1Q2017: S\$0.232 million). The increase in revenue was largely due to the ski operations in Chisenupuri area in Niseko, Hokkaido, Japan. The ski season 2017/2018 generated a total sales of ¥50,927,605 (S\$0.624 million at the exchange rate as at 10 May 2018 ¥1: S\$0.01225) for the season.

#### **Cost of Sales**

The Group recorded a total cost of sales of S\$0.123 million for 1Q2018, increased by 73% compared to the PCP (1Q2017: S\$0.071 million). The reason for the increase between 1Q2018 and 1Q2017 was largely due to cost of sales incurred for Japan operations.

#### **Other Income**

The Group reported a nominal other income of S\$0.006 million for the 1Q2018, decreased 45% compared to the PCP (1Q2017: S\$0.011 million). The income incurred in 1Q2017 was due to adjustments to prior year adjustment while the nominal other income incurred in 1Q2018 was due to collection of rent from staff in Japan operations.

#### **Administrative Expenses**

Total administrative expenses of S\$0.596 million for the 1Q2018 were increased by 29% when compared to the PCP (1Q2017: S\$0.463 million). The increase in administrative expenses was mainly due to operating expenses for Japan operation and professional fees.

## **REVIEW OF STATEMENT OF FINANCIAL POSITION**

### **Non-Current assets**

#### **Property, Plant and Equipment**

All items of property, plant and equipment were initially recorded at cost, subsequently measured at cost less accumulated depreciation.

Property, plant and equipment decreased by S\$0.006 million from S\$0.746 million as at 31 December 2017 to S\$0.740 million as at 31 March 2018. The decrease was due to depreciation of assets and minimal additions to property, plant and equipment during the first quarter.

### **Current assets**

#### **Trade and other Receivables**

Trade and other receivable at the Group level increased from S\$1.492 million as at 31 December 2017 to S\$1.699 million in 1Q2018. This was due to revenue incurred by the ski operations held with PayPal.

### **Current liabilities**

#### **Trade and other Payables**

The Group's current trade and other payables as at 1Q2018 was S\$1.274 million (31 December 2017: S\$1.368 million). This decrease was due to payments made to suppliers during the quarter.

#### **Borrowings**

The Group has a total borrowing of S\$5.492 million as at 1Q2018 as compared to S\$5.244 million as at 31 December 2017. The increase was due to additional loans undertaken by the Group during the quarter.

## **REVIEW OF STATEMENT OF CASH FLOW**

As at 31 March 2018, there was net cash used in operating activities amounting to S\$0.408 million as compared to 1Q2017 of S\$0.598 million. The decrease was mainly due to:-

- (i) Increase in trade receivables due to the Group's Japan operations; and
- (ii) Payments to suppliers were made during 1Q2018

The Group has a net cash inflow from financing activities of S\$0.248 million due to a loan undertaken during the first quarter.

Cash on hand increased to S\$0.152 million as at 1Q2018 as compared to S\$0.022 million as at 1Q2017.

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

The current results are in line with the commentary in paragraph 10 of the full year results announcement dated 1 March 2018 as well as SGXNET announcements released by the Company subsequent to 1 March 2018.

**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.**

Barring any unforeseen circumstances, there are no significant changes in the trends and competitive conditions of the industry in which the Group operates and no major known factors or events that may adversely affect the Group in the next reporting period and the next twelve months.

Recent Developments

(i) Proposed Issuance of Convertible Bonds Due 2021.

As announced previously on 6 September 2017, 13 September 2017, 3 October 2017, 16 November 2017, 20 December 2017, and 8 March 2018, the Company has proposed issuance of convertible bonds due 2021 for an aggregate principal amount of up to S\$750,000, S\$50,000, S\$200,000, S\$100,000, S\$200,000 and S\$150,000 respectively (the "Proposed Issuance"). The rationale for the Proposed Issuance is to raise funds for the Group's operating expenses and construction opportunities in Tier-1 markets, with a specific focus on the Travel, Hospitality and Leisure industry. The Proposed Issuance is subject to the approval of shareholders.

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

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

None.

**(b) (i) Amount per share  
(ii) Previous corresponding period**

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 Registered Transfers received by the company (up to 5.00 pm) 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.**

No dividend has been declared or recommended for the period ended 31 March 2018.

- 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 Company does not have a shareholders' mandate under Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited.

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)
Maiora Asian Structured Finance Segregated Portfolio *	S\$182,362	-

\* Maiora Asian Structured Finance Segregated Portfolio is a controlling shareholder of the Company and is therefore an "interested person" (as defined in Chapter 9 of the Listing Manual of the SGX-ST). The directors of the Company, Christopher Michael Peck and Jason N Block, are also the shareholders of Maiora Asset Management Pte. Ltd., which is a registered fund management company based in Singapore. Each of the aforesaid directors holds 25% of the issued and paid up share capital of Maiora Asset Management Pte. Ltd. (excluding treasury shares). Maiora Asset Management Pte. Ltd. manages Maiora Asian Structured Finance Segregated Portfolio.

- 14 Use of proceeds from placement**

There are no recent placement exercises.

**15 Confirmation of undertakings from directors and executive officers.**

The Company has procured undertakings from all its directors and executive officers under Rule 720(1) of the Listing Manual.

**16 Negative assurance confirmation of interim financial results pursuant to Rule 705(5) of the listing manual.**

We, the undersigned, hereby confirm to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited interim financial results for the first quarter ended 31 March 2018 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Drew Ethan Madacsi  
Non-Executive Chairman

Chong Chee Meng Gerard  
Lead Independent Director

**BY ORDER OF THE BOARD**

Chong Chee Meng Gerard  
Lead Independent Director

Singapore  
15 May 2018