RYOBI KISO HOLDINGS LTD.
(Incorporated in the Republic of Singapore)
Company Registration No. 200803985D

FOURTH QUARTER AND FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT

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

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

INCOME STATEMENT FOR THE FOURTH QUARTER ("4Q2017") AND FINANCIAL YEAR ENDED 30 JUNE 2017 ("FY2017")

		Group					
		3 Months Ended 30 June			12 Months Ended 30 June		
		2017	2016	Change	2017	2016	Change
	Note	$'000	$'000	%	$'000	$'000	%
Revenue	1	42,834	49,270	(13.1)	144,814	190,991	(24.2)
Cost of sales	2	(38,284)	(42,579)	(10.1)	(126,488)	(168,647)	(25.0)
Gross profit		4,550	6,691	(32.0)	18,326	22,344	(18.0)
Other income	3	718	439	63.6	2,851	1,768	61.3
Administrative expenses		(4,618)	(5,054)	(8.6)	(18,612)	(20,147)	(7.6)
Other (losses)/gains – net	4	(344)	(6,421)	(94.6)	1,104	(13,910)	107.9
Finance costs	5	(757)	(639)	18.5	(2,545)	(2,736)	(7.0)
		(451)	(4,984)	(91.0)	1,124	(12,681)	108.9
Share of results of associates		5	-	NM	5	-	NM
(Loss)/Profit before income tax	6	(446)	(4,984)	(91.1)	1,129	(12,681)	108.9
Income tax credit/(expense)	7	707	333	112.3	(76)	(168)	(54.8)
Profit/(Loss) for the period/year		261	(4,651)	105.6	1,053	(12,849)	108.2
Attributable to:							
Owners of the Company		88	(3,831)	102.3	801	(11,371)	107.0
Non-controlling interests		173	(820)	121.1	252	(1,478)	117.1
Profit/(Loss) for the period/year		261	(4,651)	105.6	1,053	(12,849)	108.2
Gross profit margin		10.6%	13.6%		12.7%	11.7%	
Net profit/(loss) margin		0.6%	(9.4%)		0.7%	(6.7%)	
Effective tax rate		NM	NM		56.2%	NM	

NM – Not Meaningful

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1(a) (i) Statement of Comprehensive Income for the Fourth Quarter ("4Q2017") and Financial Year Ended 30 June 2017 ("FY2017")

	Group					
	3 Months Ended 30 June			12 Months Ended 30 June		
	2017	2016	Change	2017	2016	Change
	$'000	$'000	%	$'000	$'000	%
Profit/(Loss) for the period/year	261	(4,651)	105.6	1,053	(12,849)	108.2
Other comprehensive income/(loss):						
Items that may be reclassified subsequently to profit or loss:						
Currency translation differences arising from consolidation	137	624	(78.0)	(1,027)	658	(256.1)
Available-for-sale financial assets						
- Currency translation differences	191	(934)	120.4	(200)	(2,050)	(90.2)
- Fair value gains/(losses)	7	-	NM	46	(136)	133.8
Foreign exchange gains arising from non-current amount due from associates	295	-	NM	295	-	NM
Other comprehensive income/(loss), net of tax	630	(310)	303.2	(886)	(1,528)	(42.0)
Total comprehensive income/(loss) for the period/year	891	(4,961)	118.0	167	(14,377)	101.2
Attributable to:						
Owners of the Company	569	(4,028)	114.1	72	(12,491)	100.6
Non-controlling interests	322	(933)	134.5	95	(1,886)	105.0
Total comprehensive income/(loss) for the period/year	891	(4,961)	118.0	167	(14,377)	101.2
NM – Not Meaningful						

1(a) (ii) Notes to Income Statement

(1) Revenue

	Group			
	3 Months Ended 30 June		12 Months Ended 30 June	
	2017	2016	2017	2016
	$'000	$'000	$'000	$'000
Bored piling	19,481	24,114	68,974	102,198
Eco-friendly piling, geoservices and others	22,736	24,738	73,210	84,739
Plant engineering services	151	136	1,223	3,012
Property investment	466	282	1,407	1,042
Total revenue	42,834	49,270	144,814	190,991

1(a) (ii) Notes to Income Statement (Cont'd):

(2) Cost of sales includes the following:

	Group			
	3 Months Ended 30 June		12 Months Ended 30 June	
	2017	2016	2017	2016
	$'000	$'000	$'000	$'000
Amortisation of land use right	5	6	20	36
Depreciation of machinery and equipment	3,524	3,411	13,709	13,712
Depreciation of investment property	38	39	156	159
Unrecoverable costs	-	-	-	1,880

(3) Other income

	Group			
	3 Months Ended 30 June		12 Months Ended 30 June	
	2017	2016	2017	2016
	$'000	$'000	$'000	$'000
Interest income from deposit and receivable	153	185	614	875
Premium gained from derivative financial instruments	-	-	284	-
Sales of minor and other assets	288	38	789	236
Government incentives	30	126	396	363
Recovery from insurance claim	85	-	205	90
Miscellaneous income	162	90	563	204
Total other income	718	439	2,851	1,768

(4) Other (losses)/gains–net

	Group			
	3 Months Ended 30 June		12 Months Ended 30 June	
	2017	2016	2017	2016
	$'000	$'000	$'000	$'000
Foreign exchange (loss)/gain, net	(468)	(702)	921	(1,117)
Gain on disposal of available-for-sale financial assets	-	*	-	*
Gain/(Loss) on disposal of property, plant and equipment	124	(158)	183	142
Unrecoverable progress claim written off	-	-	-	(7,374)
Impairment loss of goodwill	-	(5,561)	-	(5,561)
Total other (losses)/gains-net	(344)	(6,421)	1,104	(13,910)

* Amount less than $1,000

1(a) (ii) Notes to Income Statement (Cont'd):

(5) Finance costs

	Group			
	3 Months Ended 30 June		12 Months Ended 30 June	
	2017	2016	2017	2016
	$'000	$'000	$'000	$'000
Interest expenses				
- bank and other borrowings	704	545	2,226	2,348
- finance lease liabilities	53	94	319	388
Total finance costs	757	639	2,545	2,736

(6) (Loss)/Profit before income tax is arrived at after charging the following:

	Group			
	3 Months Ended 30 June		12 Months Ended 30 June	
	2017	2016	2017	2016
	$'000	$'000	$'000	$'000
Amortisation of land use right	5	6	20	36
Depreciation of property, plant and equipment	4,110	3,956	15,960	15,874
Depreciation of investment property	38	39	156	159
Employee compensation, including directors' remuneration	7,540	7,431	29,910	29,746
Rental on operating leases - premises	331	328	1,418	1,068
Professional fees	395	388	1,460	1,969

(7) Income tax (credit)/expense

	Group			
	3 Months Ended 30 June		12 Months Ended 30 June	
	2017	2016	2017	2016
	$'000	$'000	$'000	$'000
Current income tax				
- current period/year	(171)	(338)	634	100
- Under/(Over) provision in prior years	1	(10)	2	38
	(170)	(348)	636	138
Deferred income tax				
- current period/year	(504)	(123)	(527)	(108)
- (Over)/Under provision in prior years	(33)	138	(33)	138
	(537)	15	(560)	30
Total income tax (credit)/expense	(707)	(333)	76	168

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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.

Statements of Financial Position

	Note	Group		Company	
		As At 30/06/17	As At 30/06/16	As At 30/06/17	As At 30/06/16
		$'000	$'000	$'000	$'000
ASSETS					
Current assets					
Cash and cash equivalents		21,980	30,312	1,790	1,880
Trade and other receivables	1	90,550	87,290	42,164	39,950
Inventories		18,769	13,100	-	-
Construction contract work-in-progress		13,190	1,365	-	-
Derivative financial instruments		-	8	-	-
		144,489	132,075	43,954	41,830
Non-current assets					
Investment in subsidiaries		-	-	51,310	45,719
Investment in associates		11,778	-	-	-
Investment in joint ventures		44	43	-	-
Club memberships		200	220	-	-
Available-for-sale financial assets		4,278	16,696	-	-
Property, plant and equipment		80,582	90,752	-	-
Investment property		4,723	4,858	-	-
Land use right		831	847	-	-
Deferred tax assets		9	15	-	-
Goodwill arising on consolidation		-	-	-	-
		102,445	113,431	51,310	45,719
TOTAL ASSETS		246,934	245,506	95,264	87,549
LIABILITIES					
Current liabilities					
Trade and other payables	2	65,278	50,922	2,168	696
Current income tax liabilities		715	112	24	5
Derivative financial instruments		-	25	-	-
Borrowings		64,907	68,631	5,000	-
		130,900	119,690	7,192	701
Non-current liabilities					
Borrowings		19,678	28,179	-	-
Deferred income tax liabilities		8,001	8,559	-	-
		27,679	36,738	-	-
TOTAL LIABILITIES		158,579	156,428	7,192	701
NET ASSETS		**88,355**	**89,078**	**88,072**	**86,848**
EQUITY					
Capital and reserves attributable to equity holders of the Company					
Share capital		88,385	88,385	88,385	88,385
Treasury shares		(3,115)	(3,115)	(3,115)	(3,115)
Other reserves		(316)	413	-	-
Retained profits		1,685	1,774	2,802	1,578
		86,639	**87,457**	**88,072**	**86,848**
Non-controlling interests		1,716	1,621	-	-
TOTAL EQUITY		**88,355**	**89,078**	**88,072**	**86,848**

1(b) (i) Notes to Statements of Financial Position

(1) Trade and other receivables

	Group		
	As At 30/06/17	As At 30/06/16	Change
	$'000	$'000	$'000
Trade receivables	23,655	20,225	3,430
Construction contracts			
- Due from customers	43,621	44,250	(629)
- Retentions	15,679	15,920	(241)
	59,300	60,170	(870)
Total trade receivables	82,955	80,395	2,560
Other receivables	7,595	6,895	700
Total trade and other receivables	90,550	87,290	3,260
Average trade receivables' turnover (days)	207	155	
Average trade receivables' turnover, excluding amount due from customers from construction contracts pending certification (days)	53	46	

(2) Trade and other payables

	Group		
	As At 30/06/17	As At 30/06/16	Change
	$'000	$'000	$'000
Trade payables	43,059	25,216	17,843
Construction contract work-in-progress	1,480	7,602	(6,122)
Other payables and accruals	20,739	18,104	2,635
Total trade and other payables	65,278	50,922	14,356
Average trade payables' turnover (days)	142	69	

Note: For review of Statements of Financial Position, please refer to Item 8 of the Results Announcement.

1(b) (ii) In relation to the aggregate amount of the 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:

	Group	
	As At 30/06/17	As At 30/06/16
	$'000	$'000
Amount repayable in one year or less (secured)		
- Bank borrowings	58,884	62,338
- Finance lease liabilities	6,023	6,293
	64,907	68,631
Amount repayable after one year (secured)		
- Bank borrowings	15,127	18,964
- Finance lease liabilities	4,551	9,215
	19,678	28,179
Total borrowings	84,585	96,810

Details of any collateral:

(a) Bank borrowings obtained by certain subsidiaries are secured by leasehold properties, investment properties, certain machinery and equipment of the Group, corporate guarantees from the Company and a subsidiary; and personal guarantee from non-controlling interests of subsidiaries.

(b) Finance lease liabilities of the Group are secured over the leased machinery and equipment, motor vehicles and corporate guarantees from the Company and certain subsidiaries.

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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.

Consolidated Statement of Cash Flows for Fourth Quarter ("4Q2017") and Financial Year Ended 30 June 2017 ("FY2017")

	Group			
	3 Months Ended 30 June		12 Months Ended 30 June	
	2017	2016	2017	2016
	$'000	$'000	$'000	$'000
Cash flows from operating activities:				
(Loss)/Profit before income tax	(446)	(4,984)	1,129	(12,681)
Adjustments for:				
Interest income	(153)	(185)	(614)	(875)
Dividend income	(9)	(6)	(11)	(11)
Gain on disposal of available-for-sale financial assets	-	*	-	*
(Gain)/Loss on disposal of property, plant and equipment	(124)	158	(183)	(142)
Amortisation of land use right	5	6	20	36
Share of results of associates	(5)	-	(5)	-
Depreciation of property, plant and equipment	4,110	3,956	15,960	15,874
Depreciation of investment properties	38	39	156	159
Impairment loss of goodwill	-	5,561	-	5,561
Interest expenses	757	639	2,545	2,736
Operating profit before working capital changes	4,173	5,184	18,997	10,657
Changes in working capital				
Trade and other receivables	1,963	(4,501)	(2,225)	3,131
Inventories	(4,359)	508	(5,661)	(257)
Construction contract work-in-progress	(6,826)	6,145	(14,577)	2,288
Trade and other payables	14,620	1,540	15,544	154
Cash generated from operations	9,571	8,876	12,078	15,973
Income tax paid	4	12	(34)	(335)
Net cash from operating activities	9,575	8,888	12,044	15,638
Cash flows from investing activities:				
Interest received	9	20	50	75
Dividend received	9	6	11	11
Proceed from:				
- disposals of property, plant and equipment	612	278	1,257	938
- disposal of available-for-sale financial assets	-	270	-	270
- cessation of club membership	-	-	20	-
Redemption of available-for-sale financial assets	-	-	1,384	7,929
Purchases of and/or additions to:				
- available-for-sale financial assets	-	(1,298)	(458)	(6,235)
- property, plant and equipment	(1,578)	(1,153)	(5,206)	(4,176)
- land use rights	-	-	-	(35)
Investment in associates	-	-	(4)	-
Investment in joint ventures	-	(2)	(1)	(43)
Loan to associates	(349)	-	(349)	-
Net cash used in investing activities	(1,297)	(1,879)	(3,296)	(1,266)
Cash flows from financing activities:				
Proceeds from bank borrowings	35,616	45,787	145,788	150,272
Dividends paid to:				
- equity holders of the Company	-	-	(890)	(2,966)
- non-controlling interests	-	(473)	-	(473)
Interest paid	(757)	(639)	(2,545)	(2,736)
Repayments of:				
- bank borrowings	(33,802)	(42,489)	(153,038)	(140,027)
- finance lease liabilities	(1,590)	(1,579)	(6,410)	(6,365)
Purchase of treasury shares	-	-	-	(76)
Deposit pledged to banks	-	-	-	50
Net cash (used in)/generated from financing activities	(533)	607	(17,095)	(2,321)
Net increase/(decrease) in cash and cash equivalents	7,745	7,616	(8,347)	12,051

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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. (Cont'd)

Consolidated Statement of Cash Flows for Fourth Quarter ("4Q2017") and Financial Year Ended 30 June 2017 ("FY2017")

	Group			
	3 Months Ended 30 June		12 Months Ended 30 June	
	2017	2016	2017	2016
	$'000	$'000	$'000	$'000
Cash and cash equivalents				
Beginning of financial period/year	13,934	22,399	30,012	17,937
Effect of currency translation on cash and cash equivalents	1	(3)	15	24
Cash and cash equivalents at end of period/year	21,680	30,012	21,680	30,012
Consolidated cash and cash equivalents are represented by:				
Cash and bank balances	19,520	24,972	19,520	24,972
Short-term bank deposits	2,460	5,340	2,460	5,340
	21,980	30,312	21,980	30,312
Less: Bank deposits pledged to secure banking facilities	(300)	(300)	(300)	(300)
Cash and cash equivalents as per consolidated statement of cash flows	21,680	30,012	21,680	30,012

* Amount less than $1,000

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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.

Statements of Changes in Equity

GROUP	Share capital	Treasury shares	Retained profits	Fair value reserves	Foreign exchange reserves	Total attributable to owners of the Company	Non-controlling interests	Total equity
	$'000	$'000	$'000	$'000	$'000	$'000	$'000	$'000
Balance at 1/07/15	88,385	(3,039)	16,111	(238)	1,771	102,990	3,980	106,970
Purchase of treasury shares	-	(76)	-	-	-	(76)	-	(76)
Total comprehensive loss for the year	-	-	(11,371)	(1,673)	553	(12,491)	(1,886)	(14,377)
Dividends	-	-	(2,966)	-	-	(2,966)	(473)	(3,439)
Balance at 30/06/16	88,385	(3,115)	1,774	(1,911)	2,324	87,457	1,621	89,078
Balance at 1/07/16	88,385	(3,115)	1,774	(1,911)	2,324	87,457	1,621	89,078
Total comprehensive income for the year	-	-	801	(103)	(626)	72	95	167
Reclassification	-	-	-	1,571	(1,571)	-	-	-
Dividends	-	-	(890)	-	-	(890)	-	(890)
Balance at 30/06/17	88,385	(3,115)	1,685	(443)	127	86,639	1,716	88,355

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.

Statements of Changes in Equity (Cont'd)

COMPANY	Share capital	Treasury shares	Retained profits	Total
	$'000	$'000	$'000	$'000
Balance at 1/07/15	88,385	(3,039)	5,989	91,335
Purchase of treasury shares	-	(76)	-	(76)
Total comprehensive loss for the year	-	-	(1,445)	(1,445)
Dividends	-	-	(2,966)	(2,966)
Balance at 30/06/16	88,385	(3,115)	1,578	86,848
Balance at 1/07/16	88,385	(3,115)	1,578	86,848
Total comprehensive income for the year	-	-	2,114	2,114
Dividends	-	-	(890)	(890)
Balance at 30/06/17	88,385	(3,115)	2,802	88,072

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.

There was no new share issued during the financial period.

Treasury shares
During the three months ended 30 June 2017, the Company did not purchase any ordinary shares under share buyback mandate from the market. As at 30 June 2017, the Company held 9,458,160 treasury shares (30 June 2016: 9,458,160).

	Group and Company		Group and Company	
	30 June 2017	30 June 2016	30 June 2017	30 June 2016
	Number of shares		$'000	
Issued and fully paid				
At beginning of the year	9,458,160	9,168,000	3,115	3,039
Acquired during the year	-	290,160	-	76
At end of the year	9,458,160	9,458,160	3,115	3,115

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

The total number of issued ordinary shares (excluding treasury shares) as at 30 June 2017 was 296,649,136 (30 June 2016: 296,649,136).

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.

There were no sales, transfers, disposal, cancellation and/or use of treasury shares during the financial year ended 30 June 2017.

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.

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as compared to the most recent audited annual financial statements as at 30 June 2016.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The adoption of the new and revised Financial Reporting Standard which took effect from the current reporting period is assessed to have no material impact to the results of the Group and of the Company for the financial year ended 30 June 2017.

6. Earnings/(Loss) per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group			
	3 Months Ended 30 June		12 Months Ended 30 June	
	2017	2016	2017	2016
Earnings/(Loss) per share				
(i) Basic (cents)	0.03	(1.29)	0.27	(3.83)
(ii) On a fully diluted basis (cents)	0.03	(1.29)	0.27	(3.83)

Earnings/(Loss) per ordinary share is computed based on the weighted average number of ordinary shares in issue during the financial year of 296,649,136 (30 June 2016: 296,667,174).

There is no difference between the basic and diluted earnings/(loss) per share.

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	
	As at 30/06/17	As at 30/06/16	As at 30/06/17	As at 30/06/16
Net assets value per ordinary share based on issued share capital (excluding treasury share) (cents)	29.78	30.03	29.69	29.28
Number of shares in issue (excluding treasury shares)	296,649,136	296,649,136	296,649,136	296,649,136

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 affect the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Review on Group's Financial Results

Full Year ended 30 June 2017 (FY2017) vs Full Year ended 30 June 2016 (FY2016)

The Group reported revenue of $144.8 million in FY2017, a decrease of $46.2 million or 24.2% from $191.0 million in FY2016. The revenue contribution from the Group's bored piling operations decreased by $33.2 million or 32.5% from $102.2 million in FY2016 to $69.0 million in FY2017. The revenue contribution from its eco-friendly piling, geoservices and other operations decreased by $11.5 million or 13.6% from $84.7 million in FY2016 to $73.2 million in FY2017. The decrease was mainly due to lower value of work undertaken in the current year.

Cost of sales decreased by $42.1 million or 25.0% to $126.5 million in FY2017 from $168.6 million in FY2016, in tandem with the decrease in business activities.

Gross profit decreased by $4.0 million or 17.9% from $22.3 million in FY2016 to $18.3 million in FY2017, mainly due to decrease in revenue. However, the gross profit margin increase from 11.7% in FY2016 to 12.7% in FY2017 as a result of lower cost incurred for certain projects in FY2017.

Other income increased was mainly due to the increase in sales of minor and other assets and premium gained from derivative financial instruments.

The decrease in administrative expenses was mainly due to a reduction in professional fee and staff costs.

The Group reversed from other losses of $13.9 million in FY2016 to other gains of $1.1 million in FY2017. The other losses in FY2016 were mainly due to a one-off unrecoverable progress claim written off of $7.4 million and the impairment loss of goodwill in relation to our Australia subsidiaries of $5.6 million. The other gains in FY2017 was mainly due to foreign exchange gain of $0.9 million which was derived as a result of the appreciation of Australian Dollar and Vietnamese Dong against Singapore Dollar during the year.

Finance costs decreased was in line with the decrease in borrowing.

The income tax expense was in relation to the profitable entities within the group. The higher effective tax rate was mainly due to certain losses which cannot be offset for income tax purpose.

As a result of the above, the Group reported a profit before income tax of $1.1 million in FY2017 as compared to a loss before tax of $12.7 million in FY2016. The profit for the year was $1.1 million as compared to a loss of $12.8 million in FY2016.

8. Review on Group's Financial Results (Cont'd)

3 months ended 30 June 2017 (4Q2017) vs 3 months ended 30 June 2016 (4Q2016)

The Group reported revenue of $42.8 million in 4Q2017, a decrease of $6.5 million or 13.2% from $49.3 million in 4Q2016. The revenue contribution from the Group's bored piling operations decreased by $4.6 million or 19.1% from $24.1 million in 4Q2016 to $19.5 million in 4Q2017. Revenue contribution from its eco-friendly geo-services and other operations decreased by $2.0 million or 8.1% from $24.7 million in 4Q2016 to $22.7 million in 4Q2017. The decrease was mainly due to lower value of work undertaken for the projects in the current period.

Cost of sales decreased by $4.3 million or 10.1% to $38.3 million in 4Q2017 from $42.6 million in 4Q2016, in tandem with decrease in business activities.

Gross profit decreased by $2.1 million or 31.3% from $6.7 million in 4Q2016 to $4.6 million in 4Q2017, mainly due to decrease in revenue and higher cost incurred for certain projects in the current period. Accordingly, the gross profit margin decrease from 13.6% in 4Q2016 to 10.6% in 4Q2017.

Other income increased was mainly due to the increase in sales of minor and other assets.

Administrative expenses decreased was mainly due to decrease in staff costs.

Other losses decreased by $6.1 million from $6.4 million in 4Q2016 to $0.3 million in 4Q2017. This was mainly due to an impairment loss of goodwill of $5.6 million incurred in 4Q2016. The other losses in 4Q2017 was mainly due to foreign exchange loss of $0.5 million which was derived as a result of the depreciation of Australian Dollar against Singapore Dollar during the period.

The income tax credit was as a result of certain group reliefs which were utilised to offset against tax expense and the recognition of deferred income tax credit in the current period.

As a result of the above, the Group reported a loss before income tax of $0.4 million in 4Q2017 as compared to a loss before tax of $5.0 million in 4Q2016. The profit for the period was $0.3 million as compared to a loss of $4.7 million in 4Q2016.

8. Review of Statements of Financial Position and Cash Flow

Statements of Financial Position	As At 30/06/17	As At 30/06/16	Change
	$'000	$'000	$'000
Total Assets	246,934	245,506	1,428
Current Assets	144,489	132,075	12,414
Non-Current Assets	102,445	113,431	(10,986)
Current Liabilities (excluding borrowings)	65,993	51,059	14,934
Total Borrowings	84,585	96,810	(12,225)
Shareholders' Equity	86,639	87,457	(818)
Net Working Capital	13,589	12,385	1,204

Current Assets

Current assets increased by $12.4 million were mainly due to the followings:

(i) Increase in trade and other receivables of $3.3 million was mainly contributed by the increase in trade receivables of $3.4 million. The increase was due to higher claims during the financial year.

(ii) Increase in inventories of $5.7 million mainly due to increase in construction materials purchased for the on-going projects.

(iii) Increase in construction contract work-in-progress of $11.8 million mainly due to higher value of construction work-in-progress over progress billing issued during the year.

Partially offset by:

(iv) Positive cash flow generated from operations of $12.0 million was offsetted with cash flow used in investing activities and financing activities of $3.3 million and $17.0 million respectively, resulting in decrease in cash and cash equivalents of $8.3 million in FY2017.

Non-Current Assets

Non-current assets decreased by $11.0 million were mainly attributable to the followings:

(i) Decrease in property, plant and equipment of $10.2 million. The decrease was mainly due to depreciation charge of $16.0 million which was partially offset with the purchase of property, plant and equipment of $6.7 million.

(ii) Decrease in available-for-sales financial assets and increase in associates of $12.4 million and $11.8 million respectively, mainly due to reclassification.

8. Review of Statements of Financial Position and Cash Flow (Cont'd)

Current Liabilities (excluding borrowings)

Current liabilities (excluding borrowings) increased by $14.9 million were mainly attributable to the followings:

(i) Increase in trade payables of $17.8 million mainly due to increase in purchase of construction materials for the on-going projects.

Partially offset by:

(i) Decrease in construction contract work-in-progress of $6.1 million mainly due to completion of certain projects during the financial year.

Total Borrowings

Net decrease in total borrowings were mainly due to repayment of bank borrowing made in the current year.

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 Third Quarter and Nine Months 2017 Results Announcement dated 9 May 2017.

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

Outlook

According to Ministry of Trade and Industry Singapore press release announced on 11 August 2017, the construction sector contracted by 5.7 per cent year-on-year, extending the 6.3 per cent decline in the previous quarter. The weak performance of the sector was due to a fall in both private sector and public sector construction output. On a quarter-on-quarter seasonally-adjusted annualised basis, the sector rebounded from the 15.0 per cent contraction in the preceding quarter to post growth of 4.9 per cent.

The Group's net order book as at 30 June 2017 stood at $173.6 million, comprising projects from public infrastructure, public housing, residential, commercial and geoservices.

The Group expects the outlook for the construction industry to remain challenging due to keen competition and weaken in private sector construction. The Group will remain cautious about the local and regional markets where it operates and will continue to strive to secure more projects.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Name of Dividend	:	Proposed Final
Dividend Type	:	Cash
Dividend Amount per Share	:	$0.004
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	:	Final
Dividend Type	:	Cash
Dividend Amount per Share	:	$0.003
Tax Rate	:	Tax exempt (one tier)

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

Total Annual Dividend	FY2017 $	FY2016 $
Ordinary*		
- Final	1,186,597	889,947

* Final dividend for the financial year ended 30 June 2017 was calculated based on share capital of 296,649,136 ordinary shares (excluding treasury shares).

(d) Date payable

Subject to shareholders' approval at the Annual General Meeting to be held on 19 October 2017, the dividends will be paid on 8 November 2017.

(e) Books closure date

Notice is hereby given that the Share Transfer Books and the Register of Members of the Company will be closed from 5.00 p.m. on 26 October 2017 (Books Closure Date) for the preparation of dividend warrants. Duly completed registrable transfer received by the Company's Share Registrar, B.A.C.S. Private Limited, 8 Robinson Road #03-00 ASO Building Singapore 048544, up to 5.00 p.m. on the Books Closure Date will be registered to determine shareholders' entitlement to the final dividends. In respect of the ordinary shares in securities accounts with The Central Depository (Pte) Limited (CDP), the final dividend will be paid by the Company to CDP which will, in turn, distribute the final dividend entitlements to the CDP account holders in accordance with its normal practice.

(f) If no dividend has been declared/recommended, a statement to that 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)

12. 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.

Business Segments

FY2017 Group	Bored Piling	Eco-friendly Piling, Geoservices and Others	Property Investment	Elimination	Total
	$'000	$'000	$'000	$'000	$'000
Revenue					
External sales	68,974	74,433	1,407	-	144,814
Inter-segment sales	-	8,711	894	(9,605)	-
Total revenue	68,974	83,144	2,301	(9,605)	144,814
Segment results	(4,960)	6,273	465		1,778
Interest income					614
Unallocated income					1,769
Unallocated costs					(492)
Finance costs					(2,545)
					1,124
Share of results of associates					5
Profit before income tax					1,129
Income tax expense					(76)
Profit for the year					1,053
Assets					
Segment assets	117,495	97,313	21,554		236,362
Unallocated assets					10,572
Total assets					246,934
Liabilities					
Segment liabilities	36,415	24,815	3,680		64,910
Unallocated liabilities					93,669
Total liabilities					158,579
Other segment information					
Capital expenditure	1,819	4,825	39		6,683
Depreciation	8,641	7,304	171		16,116
Amortisation	-	-	20		20
Gain on disposal of property, plant and equipment	(180)	(3)	-		(183)

12. Business Segments (Cont'd)

Business Segments

FY2016 Group	Bored Piling	Eco-friendly Piling, Geoservices and Others	Property Investment	Elimination	Total
	$'000	$'000	$'000	$'000	$'000
Revenue					
External sales	102,198	87,751	1,042	-	190,991
Inter-segment sales	388	7,475	-	(7,863)	-
Total revenue	102,586	95,226	1,042	(7,863)	190,991
Segment results	(14,921)	4,845	(19)		(10,095)
Interest income					875
Unallocated income					893
Unallocated costs					(1,618)
Finance costs					(2,736)
Loss before income tax					(12,681)
Income tax expense					(168)
Profit for the year					(12,849)
Assets					
Segment assets	123,420	89,628	22,523		235,571
Unallocated assets					9,935
Total assets					245,506
Liabilities					
Segment liabilities	29,323	17,367	3,881		50,571
Unallocated liabilities					105,857
Total liabilities					156,428
Other segment information					
Capital expenditure	3,257	4,213	2		7,472
Depreciation	8,105	7,761	167		16,033
Amortisation	-	-	36		36
Loss/(Gain) on disposal of property, plant and equipment	104	(246)	-		(142)
Impairment loss of goodwill	5,561	-	-		5,561

12. Geographical Segments

Group	Revenue		Non-current assets		Total assets	
	FY2017 $'000	FY2016 $'000	FY2017 $'000	FY2016 $'000	FY2017 $'000	FY2016 $'000
Singapore	141,404	187,771	93,414	102,475	222,712	215,338
Vietnam	2,040	1,998	5,973	6,384	17,645	20,491
Others	1,370	1,222	3,058	4,572	6,577	9,677
Total	144,814	190,991	102,445	113,431	246,934	245,506

13. 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 Items 8 and 12 of the Results Announcement.

14. A breakdown of sales

Group	FY2017 $'000	FY2016 $'000	%
a) Sales reported for first half year	62,032	99,479	(37.6)
b) Operating profit/(loss) after tax before deducting non-controlling interest reported for first half year	492	(8,737)	105.6
c) Sales reported for second half year	82,782	91,512	(9.5)
d) Operating profit/(loss) after tax before deducting non-controlling interest reported for second half year	561	(4,112)	113.6

15. Interested Persons Transactions

The Company does not have a shareholders' mandate under Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited. The following is the aggregate value of all transactions with interested persons for the fourth quarter and financial year ended 30 June 2017:

Name of Interested Persons and Transactions	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 of the Listing Manual)	
	3 months ended 30 June 2017	12 months ended 30 June 2017
	$'000	$'000
HL Suntek Insurance Brokers Pte. Ltd. (1) - Insurance expense	159	622
Mandarin Road Pty Ltd (2) - Office rental expense	41	160

15. Interested Persons Transactions (Cont'd)

Name of Interested Persons and Transactions	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 of the Listing Manual)	
	3 months ended 30 June 2017	12 months ended 30 June 2017
	$'000	$'000
Tanglin Capital Pte. Ltd. (3) - Interest expenses	54	159

Note:

(1) Mr Lee Yiok Seng, Chairman and Non-Executive Director of the Company, is a director of HL Suntek Insurance Brokers Pte. Ltd..

(2) Mr Ong Tiong Siew, Chief Executive Officer and Executive Director of the Company, is a director and shareholder of Mandarin Road Pty Ltd.

(3) Mr Ong Tiong Siew, Chief Executive Officer and Executive Director of the Company and Mr Ong Teng Choon, Executive Director of the Company, are the directors and shareholders of Tanglin Capital Pte. Ltd..

16. Undertakings from Directors and Executive Officers Pursuant to Rule 720(1) of the SGX-ST Listing Manual.

The Company confirmed that it had procured undertakings from all Directors and Executive Officers under Rule 720(1).

17. Persons Occupying Managerial Positions Who are Related to the Directors, Chief Executive Officer or Substantial Shareholders

Pursuant to Rule 704(13) of the Listing Manual of SGX-ST, 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 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 held	Details of changes in duties and position held, if any, during the year
Lee Yiok Seng @ Lee Geok Seng @ Lee Yok Seng ("Lee Yiok Seng")	78	Brother-in-law of Ong Huay Chin who is sister of Ong Tiong Siew and Ong Teng Choon	Chairman and Non-Executive Director of Ryobi Kiso Holdings Ltd. since 2009 **Duties:** Member of Audit, Nominating and Remuneration Committees	No change

17. Persons Occupying Managerial Positions Who are Related to the Directors, Chief Executive Officer or Substantial Shareholders (Cont'd)

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
Ong Tiong Siew	63	Brother of Ong Teng Choon, Ong Yee Khong and Ong Huay Chin	Chief Executive Officer and Executive Director of Ryobi Kiso Holdings Ltd. since 2008 **Duties:** Oversee the formulation of the Group's strategic direction and expansion plans, and the management of the Group's overall business development	No change
Ong Teng Choon	59	Brother of Ong Tiong Siew, Ong Yee Khong and Ong Huay Chin	Executive Director of Ryobi Kiso Holdings Ltd. since 2008 **Duties:** Oversee the procurement, resources planning and expansion of the Group	No change
Tan Ghee Hwa	60	Sister-in-law of spouse of Ong Teng Choon	Director, Corporate Development of Ryobi Kiso Holdings Ltd. since 2009 Director of Ryobi Plant Engineering Pte. Ltd. since 2012 **Duties:** Oversee the corporate development, communications and investor relations of the Group	No change
Ong Yee Khong	61	Brother of Ong Tiong Siew, Ong Teng Choon and Ong Huay Chin	Executive Director of Ryobi Machinery Pte. Ltd. since 1999 Director of Ryobi Plant Engineering Pte. Ltd. since 2012 **Duties:** Oversee the business operations of Ryobi Machinery Pte. Ltd.	No change
Lee Yan Beng	37	Son of Ong Huay Chin. Nephew of Ong Tiong Siew, Ong Teng Choon and Lee Yiok Seng	Manager of the Business Excellence Unit of Ryobi Kiso (S) Pte. Ltd. since 2012 **Duties:** Support various business units of the Group in reviewing initiatives and projects for improvement as well as to lead and monitor the implementation of these projects	No change

17. Persons Occupying Managerial Positions Who are Related to the Directors, Chief Executive Officer or Substantial Shareholders (Cont'd)

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
Li ChangGe	34	Son of Ong Huay Chin. Nephew of Ong Tiong Siew, Ong Teng Choon and Lee Yiok Seng	Manager of Ryobi Development Pte. Ltd. since 2013 Director of PT. Mulia Indah Perkasa since 2013 **Duties:** Oversee the property development projects of the Group	No change

By Order of the Board

Ong Tiong Siew
Chief Executive Officer/Executive Director

23 August 2017