



偉合控股有限公司

## WEE HUR HOLDINGS LTD.

(Company Registration Number 200619510K)

(Incorporated in the Republic of Singapore)

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## RESPONSE TO SGX QUERIES ON FY2016 3<sup>RD</sup> QUARTER RESULTS ANNOUNCEMENT

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The Board of Directors of Wee Hur Holdings Ltd (the "**Company**") and its subsidiaries (the "**Group**") wishes to announce the following responses to queries raised by Singapore Exchange Securities Trading Limited ("**SGX-ST**") in its email dated 6 December 2016 on the 3<sup>rd</sup> Quarter Results Announcement released to SGX-ST on 8 November 2016.

### **Query 1:**

In the Income Statement, "Unrealised foreign exchange gain/(loss)" amounts to S\$5.48 million. Please provide the nature of the underlying items which gave rise to the foreign exchange loss of S\$2.14 million reversing into foreign exchange gain of S\$5.48 million. What were the factors that gave rise to the change?

### **Response 1:**

The breakdown of unrealised foreign exchange gain/ (loss) is as follows:

		3 <sup>rd</sup> Quarter ended		
		30/09/2016	30/09/2015	Increase
	Description	S\$'000	S\$'000	S\$'000
(a)	Foreign exchange gain/(loss)	3,742	(2,278)	6,020
(b)	Foreign exchange gain on forward contracts	1,545	-	1,545
(c)	Foreign exchange gain in financial assets investment	193	133	60
	<b>Unrealised foreign exchange gain/(loss)</b>	<b>5,480</b>	<b>(2,145)</b>	<b>7,625</b>

The two main factors that gave rise to the foreign exchange loss of S\$2.14 million reversing into foreign exchange gain of S\$5.48 million are:

- (a) The increase in foreign exchange gain/(loss) of S\$6.02 million is due to translation gain recognised on the foreign currency denominated loans extended to wholly-owned subsidiaries. These loans are extended to finance the acquisition of investment and development properties in Australia; and
- (b) The increase in foreign exchange gain on forward contracts of S\$1.55 million is due to fair value adjustments of foreign currency forward contracts entered with the banks.

### **Query 2:**

In the Income Statement, "Other income" amounts to S\$1.03 million. Please provide details on these "Other income".

### **Response 2:**

The details of "Other income" amounting to S\$1.03 million are as follows:

	Description	3 <sup>rd</sup> Quarter ended 30/09/2016
		S\$'000
(a)	Government grants	578
(b)	Fees collected from residential dormitory tenants	220
(c)	Fees collected from commercial property tenants	129
(d)	Miscellaneous*	102
	<b>Other income</b>	<b>1,029</b>

\*This includes service fees for sites' dormitory, sales of scrap metals and etc.

### **Query 3:**

In the Income Statement, "Marketing expenses" amounts to S\$246K. Please provide details on these "Marketing expenses" despite the 58% fall in revenue in the Company 3<sup>rd</sup> quarter 2016 financial results ("3Q2016").

### **Response 3:**

The marketing expenses related to show flat cum sales gallery cost for the Group's upcoming residential project in Australia which we target to launch in first quarter of 2017 and also ongoing promotional and marketing events for the Group's industrial project, Mega@Woodlands.

### **Query 4:**

Please provide details on these "Others" expenses recorded under "Administrative expenses" in the Income Statement.

### **Response 4:**

The details for "Others" expenses recorded under "Administrative expenses" in the Income Statement are as follows:

	Description	3 <sup>rd</sup> Quarter Ended		9 Months Ended	
		30/09/2016	30/09/2015	30/09/2016	30/09/2015
		S\$'000	S\$'000	S\$'000	S\$'000
(a)	Audit fee	57	61	175	179
(b)	Construction related expenses at Kranji Link factory	119	185	415	504
(c)	Register fees paid for workers' dormitory	88	59	295	332
(d)	Ad-hoc service fees for workers' dormitory	82	28	185	51
(e)	Rental fees for workers' dormitory	-	-	-	833
(f)	Staff related expenses <sup>(1)</sup>	94	93	385	360
(g)	Office related expenses <sup>(2)</sup>	177	202	515	627
(h)	Business related expenses <sup>(3)</sup>	246	92	462	284
	<b>Others in Administrative expenses</b>	<b>863</b>	<b>720</b>	<b>2,432</b>	<b>3,170</b>

Note:

(1) This includes staff training, staff welfare, staff medical, foreign workers' expenses, recruitment fees, entertainment, travelling expenses and transportation.

- (2) This includes courier services, general expenses, insurance, printing and stationary, office maintenance, upkeep of office equipment, property tax, utilities and telephone fees.
- (3) This includes bank charges, tendering expenses, commission fees, listing fees, donations, subscription fees and store rental.

**Query 5:**

In the Statement of Financial Position, "Trade and other receivables" amounted to S\$75.31 million. Please provide details for the increase in "Trade and other receivables" from S\$40.49 million to S\$75.31 million. For "other receivables", please provide details on the underlying transactions which gave rise to the significant increase in the other receivables when revenue had fallen 58% in 3Q2016 and 65% in nine months 2016.

**Response 5:**

The details for the increase in Trade and other receivables are as follows:

	Description	As at 30/09/2016	As at 31/12/2015
		S\$'000	SS'000
(a)	Trade receivables	61,573	21,937
(b)	Retention monies	3,254	2,506
(c)	Amounts due from related parties – trade	431	838
(d)	Amounts due from related parties – non trade	7	435
(d)	Other receivables	9,628	10,404
(e)	GST receivables	412	4,368
	<b>Trade and other receivables</b>	<b>75,305</b>	<b>40,488</b>

The increase in trade receivables was due to additional progress billings for the Group's residential project, Parc Centros.

The decrease in GST receivables was due to an one-off GST claim for the acquisition of investment property in Australia in FY2015.

By Order of the Board

Tan Ching Chek  
Company Secretary  
8 December 2016