BLUMONT
博诺有限公司

BLUMONT GROUP LTD.
(Company Registration No. 199302554G)
(Incorporated in the Republic of Singapore)

FOURTH QUARTER AND FULL YEAR ENDED 31 DECEMBER 2019 FINANCIAL STATEMENTS & DIVIDEND ANNOUNCEMENT

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Unaudited Results for The Fourth Quarter And Full Year Ended 31 December 2019

The Board of Directors of Blumont Group Ltd. wishes to announce the following unaudited results of the Group for the fourth quarter and full year ended 31 December 2019.

1. Consolidated Income Statement

	GROUP S$'000			GROUP S$'000		
	4Q2019	4Q2018	% Increase/ (Decrease)	FY2019	FY2018	% Increase/ (Decrease)
Revenue	1,115	982	14	4,298	3,919	10
Other gains/(losses) − net	67	(122)	NM	(20)	1,126	NM
Expenses						
Raw materials and consumables used	(21)	(23)	(9)	(75)	(91)	(18)
Employee benefits	(437)	(456)	(4)	(1,679)	(1,829)	(8)
Others	(397)	(436)	(9)	(1,464)	(2,245)	(35)
Finance costs	(74)	(60)	23	(273)	(319)	(14)
Total expenses	**(929)**	**(975)**		**(3,491)**	**(4,484)**	
Profit/(loss) before income tax	**253**	**(115)**		**787**	**561**	
Income tax	(612)	(512)	20	(585)	(486)	20
(LOSS)/PROFIT FOR THE PERIOD/YEAR	**(359)**	**(627)**		**202**	**75**	
(Loss)/profit for the period/year attributable to:						
Owners of the Company	(359)	(627)	(43)	202	(142)	NM
Non-controlling interests	-	-	NM	-	217	NM
	(359)	**(627)**		**202**	**75**	
(Loss)/profit per share attributable to owners of the Company (expressed in cents)						
- Basic	**(0.0013)**	**(0.0023)**	(43)	**0.0007**	**(0.0005)**	NM
- Diluted	**(0.0013)**	**(0.0023)**	(43)	**0.0007**	**(0.0005)**	NM

NM: Not Meaningful

2. Consolidated Statement of Comprehensive (Loss)/Income

	GROUP S$'000			GROUP S$'000		
	4Q2019	4Q2018	% Increase/ (Decrease)	FY2019	FY2018	% Increase/ (Decrease)
(Loss)/profit for the period/year	(359)	(627)		202	75	
Items that will not be reclassified subsequently to profit or loss:						
Actuarial (loss)/gain on defined benefit plans	(56)	34	NM	(56)	34	NM
Items that may be reclassified subsequently to profit or loss:						
Foreign currency translation (loss)/gain						
- on translating foreign operations	(57)	215	NM	216	(2,070)	NM
- reclassified to profit or loss on dissolution of a dormant subsidiary	-	-	NM	-	882	NM
Other comprehensive (loss)/income for the period/year, net of tax	(113)	249		160	(1,154)	
TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD/YEAR	(472)	(378)		362	(1,079)	
Total comprehensive (loss)/income for the period/year attributable to:						
Owners of the Company	(472)	(378)	25	362	(1,276)	NM
Non-controlling interests	-	-	NM	-	197	NM
	(472)	(378)		362	(1,079)	

NM: Not Meaningful

3. Notes to Consolidated Income Statement and Other Comprehensive (Loss)/Income

3a. (Loss)/Profit before income tax is after (charging)/crediting:

	GROUP S$'000		%	GROUP S$'000		%
	4Q2019	4Q2018	Increase/ (Decrease)	FY2019	FY2018	Increase/ (Decrease)
Other gains/(losses) – net comprise of:						
Gain on dissolution of a dormant subsidiary	-	-	NM	-	882	NM
Net currency exchange gain/(loss)	52	(93)	NM	(51)	170	NM
Miscellaneous income	5	(31)	NM	18	32	43
Other expenses comprise of:						
Depreciation of property and equipment	(209)	(154)	36	(674)	(591)	14
Professional and consultancy fees	(16)	(52)	(69)	14	(589)	NM
Provision for withholding tax expenses	(32)	(15)	113	(75)	(53)	42
Finance costs comprise of:						
Interest expense	(74)	(60)	23	(273)	(319)	(14)
- Bank loans	(28)	(35)	(20)	(120)	(144)	(17)
- Shareholder's loans	(37)	(25)	48	(144)	(175)	(18)
- Lease liabilities	(9)	-	NM	(9)	-	NM
- Others	-	-	NM	*(-)	* (-)	NM

NM: Not Meaningful

3b. Income tax attributable to results is made up of:

	GROUP S$'000		%	GROUP S$'000		%
	4Q2019	4Q2018	Increase/ (Decrease)	FY2019	FY2018	Increase/ (Decrease)
Income tax comprises:						
Current income tax	(626)	(523)	20	(626)	(523)	20
Deferred tax	14	13	8	43	39	10
	(612)	(510)		(583)	(484)	
Under-provision in prior period/year	-	(2)	NM	(2)	(2)	NM
	(612)	(512)		(585)	(486)	

NM: Not Meaningful

4. Statement of Financial Position

	GROUP S$'000		%	COMPANY S$'000		%
	As at 31/12/2019	As at 31/12/2018	Increase/ (Decrease)	As at 31/12/2019	As at 31/12/2018	Increase/ (Decrease)
ASSETS						
Current assets						
Cash and bank balances	945	674	40	141	86	64
Other financial assets	120	120	NM	120	120	NM
Trade and other receivables	628	579	9	-	-	NM
Other current assets	46	143	(68)	17	28	39
Development property	4,576	4,585	**	-	-	NM
	6,315	6,101		278	234	
Assets held for sale	1,185	1,187	**	-	-	NM
	7,500	**7,288**		**278**	**234**	
Non-current assets						
Investments in subsidiaries	-	-	NM	104	105	NM
Loans to subsidiaries	-	-	NM	11,194	11,132	1
Property and equipment	4,873	4,722	3	151	40	278
Deferred tax assets	380	308	23	-	-	NM
	5,253	**5,030**		**11,449**	**11,277**	
Total assets	**12,753**	**12,318**		**11,727**	**11,511**	

4. Statement of Financial Position (Cont'd)

	GROUP S$'000		%	COMPANY S$'000		%
	As at 31/12/2019	As at 31/12/2018	Increase/ (Decrease)	As at 31/12/2019	As at 31/12/2018	Increase/ (Decrease)
LIABILITIES						
Current liabilities						
Trade and other payables	1,682	2,133	(21)	2,101	2,154	(2)
Borrowings	605	605	NM	-	-	NM
Loan from a subsidiary	-	-	NM	4,590	3,390	35
Lease liabilities	49	-	NM	49	-	NM
Current income tax liabilities	168	149	13	-	-	NM
	2,504	**2,887**		**6,740**	**5,544**	
Net Current Assets/(Liabilities)	**4,996**	**4,401**		**(6,462)**	**(5,310)**	
Non-current liabilities						
Employee compensation	1,253	1,012	24	-	-	NM
Borrowings	5,182	5,068	2	4,832	4,532	7
Lease liabilities	105	-	NM	105	-	NM
	6,540	**6,080**		**4,937**	**4,532**	
Total liabilities	**9,044**	**8,967**		**11,677**	**10,076**	
Net assets	**3,709**	**3,351**		**50**	**1,435**	
EQUITY						
Equity attributable to owners of the Company						
Share capital	127,339	127,339	NM	127,339	127,339	NM
Reserves	(3,802)	^(4,018)	(5)	-	-	NM
Accumulated losses	(119,828)	(119,970)	**	(127,289)	(125,904)	1
Total equity	**3,709**	**3,351**		**50**	**1,435**	

NM: Not Meaningful
^: Adjusted and audited as at 31 December 2018
***: <1%*

4a. Aggregate amount of Group's borrowings and debt securities

Amount repayable not later than one year				Amount repayable after one year			
As at 31/12/2019		As at 31/12/2018		As at 31/12/2019		As at 31/12/2018	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
605	-	605	-	350	4,832	536	4,532

Details of any collateral

Pertaining to the secured borrowings as at 31 December 2019, the Group has loans from banks secured by the land and building of PT Rel-ion Sterilization Services granted in favour of the lender.

5. Consolidated Statement of Cash Flows

	GROUP S$'000		GROUP S$'000	
	4Q2019	4Q2018	FY2019	FY2018
Cash Flows from Operating Activities				
Profit/(loss) before income tax	253	(115)	787	561
Adjustments for:				
Unrealised foreign exchange loss/(gain)	3	93	110	(47)
Depreciation of property and equipment	209	154	674	591
Interest expense	74	60	273	319
Interest income	(4)	(1)	(6)	(3)
Fair value gain on financial assets, at fair value through profit or loss	-	-	-	(40)
Write-off of property and equipment	1	-	1	4
Write-off of payables	-	-	-	(3)
Gain on disposal of property and equipment	(7)	-	(7)	-
Write-back of allowance for impairment loss on other receivables	(8)	-	(8)	-
Gain on striking-off a dormant subsidiary	-	-	-	(882)
Operating cash flows before working capital changes	**521**	**191**	**1,824**	**500**
Changes in operating assets and liabilities				
Receivables	406	375	74	80
Payables	(127)	(73)	(455)	212
Cash generated from operations	**800**	**493**	**1,443**	**792**
Income tax and withholding tax paid	(459)	(372)	(613)	(910)
Net cash generated from/(used in) operating activities	**341**	**121**	**830**	**(118)**

5. Consolidated Statement of Cash Flows (Cont'd)

	GROUP S$'000		GROUP S$'000	
	4Q2019	4Q2018	FY2019	FY2018
Cash Flows from Investing Activities				
Purchase of property and equipment	(175)	(22)	(505)	(504)
Proceeds from disposal of property and equipment	11	-	11	-
Interest received	4	1	6	3
Net cash used in investing activities	**(160)**	**(21)**	**(488)**	**(501)**
Cash Flows from Financing Activities				
Repayment of borrowings	(97)	(517)	(217)	(739)
Interest paid	(38)	(52)	(129)	(146)
Proceeds from borrowings	-	532	300	1,277
Repayment of lease liabilities	(46)	-	(46)	-
Net cash (used in)/generated from financing activities	**(181)**	**(37)**	**(92)**	**392**
Net increase/(decrease) in cash and cash equivalents	-	63	250	(227)
Cash and cash equivalents at the beginning of the period	937	624	674	930
Effect of changes in foreign exchange rates on cash and cash equivalents	8	(13)	1	(29)
Cash and cash equivalents at the end of the period/year	**945**	**674**	**945**	**674**

The reconciliation of movements of the Group's liabilities to the Group's cash flows arising from financing activities is presented below:

	At 1 January 2019 S$'000	Cash flows		Non-cash changes S$'000	At 31 December 2019 S$'000
		Proceeds S$'000	Repayments S$'000		
Loans from banks	1,141	-	(217)	31	955
Loans from a shareholder	4,532	300	-	-	4,832
Lease liabilities	-	-	(46)	200	154
	5,673	300	(263)	231	5,941
Classified as:					
Current borrowings	605				605
Non-current borrowings	5,068				5,182
	5,673				5,787

6. Statement of Changes in Equity

6a. Statement of Changes in Equity for the Group

	Attributable to owners of the Company						
	Share capital	Currency translation reserve	Other reserve	Accumulated losses	Total	Non-controlling interests	Total equity
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
9M2019							
Balance at 1 January 2019	127,339	(5,753)	1,735	(119,970)	3,351	-	3,351
Adoption of SFRS(I) 16	-	-	-	(4)	(4)	-	(4)
Adjusted balance at 1 January 2019	127,339	(5,753)	1,735	(119,974)	3,347	-	3,347
Profit for the period	-	-	-	561	561	-	561
Other comprehensive income, net of tax:							
Foreign currency translation gain	-	273	-	-	273	-	273
Total comprehensive income for the period	**-**	**273**	**-**	**561**	**834**	**-**	**834**
Balance at 30 September 2019	**127,339**	**(5,480)**	**1,735**	**(119,413)**	**4,181**	**-**	**4,181**
4Q2019							
Loss for the period	-	-	-	(359)	(359)	-	(359)
Other comprehensive loss, net of tax:							
Foreign currency translation loss	**-**	(57)	**-**	**-**	(57)	**-**	(57)
Acturial loss on defined benefit plan	-	-	-	(56)	(56)	-	(56)
Total comprehensive loss for the period	**-**	**(57)**	**-**	**(415)**	**(472)**	**-**	**(472)**
Balance at 31 December 2019	**127,339**	**(5,537)**	**1,735**	**(119,828)**	**3,709**	**-**	**3,709**

6. Statement of Changes in Equity (Cont'd)

6a. Statement of Changes in Equity for the Group (Cont'd)

	Attributable to owners of the Company						
	Share capital	Currency translation reserve	Other reserve	Accumulated losses	Total	Non-controlling interests	Total equity
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
9M2018							
Balance at 1 January 2018	127,339	(4,585)	(22)	(119,862)	2,870	2,850	5,720
Profit for the period	-	-	-	485	485	217	702
Other comprehensive (loss)/income, net of tax:							
Foreign currency translation:							
- Loss on translating foreign operations	-	(2,265)	-	-	(2,265)	(20)	(2,285)
- Reclassified to profit or loss on dissolution of a dormant subsidiary	-	882	-	-	882	-	882
Total comprehensive (loss)/income for the period	**-**	**(1,383)**	**-**	**485**	**(898)**	**197**	**(701)**
Acquisition of additional interest in subsidiaries	-	-	1,757	-	1,757	(3,047)	(1,290)
Balance at 30 September 2018	**127,339**	**(5,968)**	**1,735**	**(119,377)**	**3,729**	**-**	**3,729**
4Q2018							
Loss for the period	-	-	-	(627)	(627)	-	(627)
Other comprehensive income, net of tax:							
Foreign currency translation gain	-	215	-	-	215	-	215
Acturial gain on defined benefit plan	-	-	-	34	34	-	34
Total comprehensive income/(loss) for the period	**-**	**215**	**-**	**(593)**	**(378)**	**-**	**(378)**
Balance at 31 December 2018	**127,339**	**(5,753)**	**1,735**	**(119,970)**	**3,351**	**-**	**3,351**

6b. Statement of Changes in Equity for the Company

	Share capital	Accumulated losses	Total
	S$'000	S$'000	S$'000
9M2019			
Balance at 1 January 2019	127,339	(125,904)	1,435
Adoption of SFRS(I) 16	-	(4)	(4)
Adjusted balance at 1 January 2019	127,339	(125,908)	1,431
Loss for the period	-	(983)	(983)
Total comprehensive loss for the period	**-**	**(983)**	**(983)**
Balance at 30 September 2019	**127,339**	**(126,891)**	**448**
4Q2019			
Loss for the period	-	(398)	(398)
Total comprehensive loss for the period	**-**	**(398)**	**(398)**
Balance at 31 December 2019	**127,339**	**(127,289)**	**50**
9M2018			
Balance at 1 January 2018	127,339	(124,446)	2,893
Loss for the period	-	(960)	(960)
Total comprehensive loss for the period	**-**	**(960)**	**(960)**
Balance at 30 September 2018	**127,339**	**(125,406)**	**1,933**
4Q2018			
Loss for the period	-	(498)	(498)
Total comprehensive income for the period	**-**	**(498)**	**(498)**
Balance at 31 December 2018	**127,339**	**(125,904)**	**1,435**

6c. Changes in the Company's share capital

Issued and paid up share capital

	No. of shares	**Amount S$**
As at 31 December 2019	27,570,762,183	127,338,850

As at 31 December 2019, the Company did not hold any treasury shares (31 December 2018: Nil).

Blumont Employee Share Option 2013 ("Blumont ESOS 2013")

No share options under the Blumont ESOS 2013 have been granted for the fourth quarter and full year ended 31 December 2019 (31 December 2018: Nil).

Performance Share Plan ("Blumont PSP")

No incentive share awards under the Blumont PSP have been granted for the fourth quarter and full year ended 31 December 2019. (31 December 2018: Nil)

7. Audit Statement

7a. 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.

7b. Where the figures have been audited or reviewed, the independent auditor's report (including any qualifications or emphasis of a matter).

Not applicable.

8. Changes in Accounting Policies

8a. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The accounting policies and methods of computation applied by the Group are consistent with those used in its most recently audited financial statements, except for those as disclosed under paragraph 8b.

8b. 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 Group has adopted the Singapore Financial Reporting Standards (International) ("SFRS(I)s") that are effective for annual periods beginning on or after 1 January 2019 and are relevant to its operations.

Description		**Effective for annual periods beginning on or after**
SFRS(I) 16	*Leases*	1 January 2019
Annual Improvements to SFRS(I)s 2015-2017 Cycle		
- Amendments to SFRS(I) 3	*Business Combinations*	1 January 2019
- Amendments to SFRS(I) 1-12	*Income Taxes*	1 January 2019
- Amendments to SFRS(I) 1-23	*Borrowing Costs*	1 January 2019

Except for SFRS(I) 16, the directors expect that the adoption of the other standards above will have no material impact on the financial statements in the period of initial application.

8b. 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. (Cont'd)

SFRS(I) 16 Leases

The Group adopted SFRS(I) 16 on 1 January 2019 based on a permitted transition approach that does not restate comparative information, but recognise the cumulative effect of initially applying SFRS(I) 16 as an adjustment to the opening balance of retained earnings on 1 January 2019. The Group elected the transition option to record, in respect of leases previously classified as operating leases, the right-of-use asset on 1 January 2019 at an amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments as at 31 December 2018. The Group adopted an expedient offered by SFRS(I) 16, exempting the Group from having to reassess whether pre-existing contracts contain a lease.

9. (Loss)/Profit Per Ordinary Share

	GROUP		GROUP	
(Loss)/Profit per share for (loss)/profit attributable to the owners of the Company	**4Q2019**	**4Q2018**	**FY2019**	**FY2018**
(i) On the weighted average number of ordinary shares in-issue (in cents)	(0.0013)	(0.0023)	0.0007	(0.0005)
- Weighted average number of shares	27,570,762,183	27,570,762,183	27,570,762,183	27,570,762,183
(ii) On a fully diluted basis (in cents)	(0.0013)	(0.0023)	0.0007	(0.0005)
- Adjusted weighted average number of shares	27,570,762,183	27,570,762,183	27,570,762,183	27,570,762,183

10. Net Asset Value Per Ordinary Share

	GROUP		COMPANY	
	As at 31/12/2019	**As at 31/12/2018**	**As at 31/12/2019**	**As at 31/12/2018**
Net asset value per ordinary share based on issued share capital at the end of the financial year (owners of the Company) (in cents)	0.013	0.012	0.0002	0.005

11. Review of Group's Performance

Commentary on the Consolidated Income Statement and Other Comprehensive (Loss)/Income

Revenue

Revenue increased by S$0.14 million to S$1.12 million in 4Q2019 (4Q2018: S$0.98 million) and by S$0.38 million to S$4.30 million in FY2019 (FY2018: S$3.92 million) , mainly due to increased sterilization services rendered and the recovery of previous 3 years rental of S$0.09 million from settlement of the legal action involving Raintree Rock Sdn Bhd.

Other gains/(losses) – net

Other gains of S$0.07 million for 4Q2019 was mainly due to currency exchange gains of S$0.05 million in 4Q2019. Other losses of S$0.12 million for 4Q2018 was mainly due to currency exchange loss of S$0.09 million in 4Q2018.

Other losses of S$0.02 million for FY2019 was mainly due to currency exchange loss of S$0.05 million and offset by miscellaneous income of S$0.02 million in FY2019.

Other gains was S$1.13 million for FY2018 was mainly due to gain on dissolution of a dormant subsidiary of S$0.88 million, currency exchange gain of S$0.17 million, fair value gain on financial assets, at fair value through profit or loss of S$0.04 million and miscellaneous income of S$0.03 million.

Expenses

Raw materials and consumables used decreased by S$0.01 million to S$0.08 million in FY2019 (FY2018: S$0.09 million), mainly due to lesser materials consumed during the year.

Other expenses decreased by S$0.79 million to S$1.46 million in FY2019 (FY2018: S$2.25 million), mainly due to lower rental and professional fees rebate given in 2019.

11. Review of Group's Performance (Cont'd)

Finance costs decreased by S$0.05 million to S$0.27 million in FY2019 (FY2018: S$0.32 million), mainly due to lower interest rate from shareholder's bridging loan and reducing of bank loan during the year.

Income Tax

Income tax expenses increased by S$0.10 million to S$0.61 million in 4Q2019 (4Q2018: S$0.51 million) and by S$0.10 million in FY2019 to S$0.59 million (FY2018: S$0.49 million), mainly due to higher income tax charges in FY2019.

Other Comprehensive Loss

Actuarial loss on defined benefit plans of S$0.06 million for 4Q2019 and FY2019 (4Q2018 & FY2018: actuarial gain on defined benefit plan of S$0.03 million) relates to the adjustments on remeasurement of net defined benefit liability of the Group based on actuarial report obtained at end of the reporting period.

Foreign currency translation loss on translating foreign operations of S$0.06 million for 4Q2019 (4Q2018: Foreign currency translation gain on translating foreign operations of S$0.22 million) and foreign currency translation gain on translating foreign operations of S$0.22 million for FY2019 (FY2018: foreign currency translation loss on translating foreign operations of S$2.07 million) relates to the translation of the results and the net assets of the Group's foreign operations from their functional currencies to the Group's presentation currency in accordance with SFRS(I) 1-21 *The Effects of Changes in Foreign Exchange Rates.*

In FY2018, the Group reclassified foreign translation gain of S$0.88 million resulting from dissolution of a dormant subsidiary to profit or loss in accordance with SFRS(I) 1-21 *The Effects of Changes in Foreign Exchange Rates.*

Commentary on the Statement of Financial Position

Cash and bank balances increased by S$0.28 million or 40% from S$0.67 million as at 31 December 2018 to S$0.95 million as at 31 December 2019, mainly due to cash inflow generated from sterilization segment and rental income.

Other current assets decreased by S$0.09 million or 68% from S$0.14 million as at 31 December 2018 to S$0.05 million as at 31 December 2019, mainly due to deposit refund from Ministry of Local Government and Housing, Sabah.

Deferred tax assets increased by S$0.07 million or 23% from S$0.31 million as at 31 December 2018 to S$0.38 million as at 31 December 2019, mainly due to additional deferred tax assets on employee benefits, unutilized leave and capital allowances incurred during the year.

Trade and other payables decreased by S$0.45 million or 21% from S$2.13 million as at 31 December 2018 to S$1.68 million as at 31 December 2019, mainly due to repayment of various professional fees and discount received in payables, partly offset by higher interest payable of S$0.14 million.

Current income tax liabilities increased by S$0.02 million or 13% from S$0.15 million as at 31 December 2018 to S$0.17 million at as 31 December 2019, mainly due to higher income earned by overseas subsidiaries.

Employee compensation increased by $0.24 million or 24% from S$1.01 million as at 31 December 2018 to S$1.25 million as at 31 December 2019, mainly due to higher provision for employee compensation during the period.

12. Variance from Previous Forecast / Prospect Statement

Not applicable as there is no forecast or prospect statement previously disclosed to shareholders.

13. Outlook and Prospects

The performance of the sterilisation segment of the Group has been consistent. Barring any unforeseen circumstances, we do not expect any substantial variation in its performance.

The Group's investment holding segment including quoted equity investment classified as the financial assets at fair value through profit or loss, ties to the changes in the financial market and global economy with uncertainty and volatility in the investment outlook.

Below are updates on the Group's operations:

(a) Proposed acquisition of Samadhi Retreats Pte Ltd

On 16 July 2018, the Company entered into a conditional sale and purchase agreement with Asaro Federico and Baffyn International Corp in respect of the proposed acquisition of all the 100 ordinary shares representing the entire issued and paid-

13. Outlook and Prospects (Cont'd)

(a) Proposed acquisition of Samadhi Retreats Pte Ltd (Cont'd)

up capital of Samadhi Retreats Pte Ltd (the "Sale Shares") for an aggregate consideration of S$43.8 million (the "Proposed Acquisition").

On 16 October 2018, it was announced that the supplemental sale and purchase agreement was to amend, modify and supplement, *inter alia*, the principal terms of the sales and purchase agreement (SPA). The proposed acquisition shall be revised to the sum of S$35 million. Samadhi Retreats (Private) Limited and Cheeva Na Tara Company Limited will not be included in the Samadhi Group acquisitions as they have yet to commence any businesses or operations.

The Proposed Acquisition constitutes a major transaction under Chapter 10 of the listing manual of the Singapore Exchange Securities Trading Limited, and may change the profile of the Company as it represents a diversification of the scope of the existing business of the Group (the "Proposed Diversification"). Accordingly, the Proposed Acquisition is subject to the approval of the shareholders of the Company ("Shareholders").

The Company will convene an extraordinary general meeting ("EGM") to seek the approval of Shareholders for the Proposed Acquisition. The circular containing inter alia, further information on the Proposed Acquisition and the Proposed Diversification and enclosing the notice of EGM therewith, will be despatched by the Company to Shareholders in due course.

On 4 April 2019, the Company announced that the Conditions Precedent have not been fulfilled or waived by the extended long-stop date of 31 March 2019. The Company is currently in the midst of negotiations with the Vendors on the Proposed Acquisition but have yet to agree on any further extension of time for Completion.

The Company will make such further announcements at the appropriate juncture, as and when there are material developments in relation to the Proposed Acquisition.

(b) Updates on Legal Proceeding in relation to Raintree Rock Sdn Bhd ("Raintree")

On 26 April 2016, the Company announced via SGXNET that Raintree, a wholly owned subsidiary of Blumont Group Ltd., had been notified that it had on 22 April 2016, been served with a writ of summons and statement of claim filed in the High Court of Malaya in Kuala Lumpur to take steps to effect rectification of the strata title to the property, an order for specific performance by Raintree, subject to the Court varying certain terms of the Agreement dated 15 September 2015 for the sale of a property in Kuala Lumpur, including the purchase price, or, in lieu of specific performance, a refund of deposits paid by the Plaintiffs, together with liquidated damages of RM600,000 and damages for misrepresentation.

The High Court had directed the parties to explore the possibility of reaching an amicable settlement. The next case management was scheduled on 19 August 2019 for the parties to update the Court on the status of settlement.

On 4 October 2019, the Company announced that the legal proceedings in respect of Raintree has ceased as all parties have reach a mutual agreement and received a Consent Judgement from the High Court in Malaysia. Under the Consent Judgement, Raintree will complete the sale of the property to the Plaintiffs at the agreed original selling price, and the Plaintiffs and OneSentral Park Sdn Bhd will pay all outstanding rental to Raintree as well as future rental until payment for the sale of property is completed.

14. Dividend

(a) Current Financial Period Reported On.
Any dividend declared for the current financial period reported on?
No.

(b) Corresponding Period of the Immediately Preceding Financial Year.
Any dividend declared for the corresponding period of the immediately preceding financial year?
No.

(c) Date payable
Not applicable.

(d) Books closure date
Not applicable.

(e) If no dividend has been declared/recommended, a statement to that effect.
The Board of Directors does not recommend any payment of dividends for the fourth quarter and full year ended 31 December 2019.

15. General Mandate from Shareholders for Interested Party Transactions

No general mandate for Interested Party Transactions has been obtained from the shareholders.

16. Confirmation pursuant to Rule 705(5) of the Listing Manual.

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited consolidated financial results for the fourth quarter and full year ended 31 December 2019 to be false or misleading.

On behalf of the Board of Directors

Lee Tak Meng Chief Executive Officer and Executive Director	Ng Keok Chai Lead Independent Director

17. Confirmation Pursuant to Rule 720(1) of the Listing Manual.

The Company hereby confirms that it has procured undertakings from all its directors and executive officer under Rule 720(1) of the listing manual.

PART II– VOLUNTARILY DISCLOSURE OF ADDITIONAL INFORMATION

18. Segmented revenue and results for business or geographic segments (Group)

The Group is organised into three main business segments:

- Investment holding – investment in transferable securities including but not limited to marketable shares, warrants and debentures etc.
- Sterilisation – providing contract sterilisation and polymerisation services to food packaging, medical devices, cosmetic raw materials and consumers products.
- Property – development of properties for sale, long-term holding of properties for rental and related income.

Information about reportable segments

2019	**Investment holding**	**Sterilisation**	**Property**	**Total**
	S$'000	**S$'000**	**S$'000**	**S$'000**
External revenues	**-**	**4,211**	**87**	**4,298**
Segment results	(890)	2,606	12	1,728
Interest income	-	6	-	6
Finance costs	(153)	(120)	-	(273)
Depreciation	(82)	(592)	-	(674)
Reportable segment (loss)/profit before income tax	**(1,125)**	**1,900**	**12**	**787**
Other material item				
Capital expenditure				
- property and equipment	-	505	-	505
Segment assets	**429**	**6,129**	**5,815**	**12,373**
Unallocated assets – deferred tax assets				380
Consolidated total assets				**12,753**
Segment liabilities	6,284	2,221	371	8,876
Unallocated liabilities - current income tax liabilities				168
Consolidated total liabilities				**9,044**

18. Segmented revenue and results for business or geographic segments (Group) (Cont'd)

Information about reportable segments (Cont'd)

2018	Investment holding	Sterilisation	Property	Total
	S$'000	S$'000	S$'000	S$'000
External revenues	**-**	**3,892**	**27**	**3,919**
Segment results	(1,186)	2,748	(94)	1,468
Interest income	-	3	-	3
Finance costs	(190)	(129)	* -	(319)
Depreciation	(43)	(548)	-	(591)
Reportable segment (loss)/profit before income tax	**(1,419)**	**2,074**	**(94)**	**561**
Other material non-cash items				
- fair value gain on financial assets, at fair value through profit or loss	40	-	-	40
Other material item				
Capital expenditure				
- property and equipment	67	1,180	-	1,247
Segment assets	**580**	**5,917**	**5,568**	**12,065**
Unallocated assets – deferred tax assets				308
Consolidated total assets				**12,373**
Segment liabilities	6,265	2,169	384	8,818
Unallocated liabilities - current income tax liabilities				149
Consolidated total liabilities				**8,967**

*: <$1,000

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers. Segment assets are based on the geographical location of the assets.

Geographical information

2019	External Revenues S$'000	Non-current assets^^ S$'000
Singapore	-	150
Malaysia	86	-
Indonesia	4,212	4,723
	4,298	**4,873**

2018	External Revenues S$'000	Non-current assets^^ S$'000
Singapore	-	40
Malaysia	27	-
Indonesia	3,892	4,682
	3,919	**4,722**

^^ : Non-current assets exclude deferred tax assets and goodwill

19. 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 point 11 above.

20. Breakdown of sales

		GROUP S$'000 Year ended		% Increase/(decrease)
		31/12/2019	31/12/2018	
19(a)	Sales reported for first half year	1,715	1,797	(5)
19(b)	Operating profit after tax before deducting non-controlling interests reported for first half year	9	593	(98)
19(c)	Sales reported for second half year	2,583	2,122	22
19(d)	Operating profit/(loss) after tax before deducting non-controlling interests reported for second half year	193	(518)	NM

21. Confirmation Pursuant to Rule 705 Appendix 7.2, paragraph 1 of the Listing Manual

No 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.

BY ORDER OF THE BOARD
Blumont Group Ltd.

John Lee Yow Meng
Chief Financial Officer and Executive Director
26 February 2020