

PAN-UNITED CORPORATION LTD

(Company Reg No: 199106524G)

SECOND QUARTER FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2019
PART I – INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS
1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED INCOME STATEMENT						
	2Q 2019	2Q 2018	+(-)	1H 2019	1H 2018	+(-)
	\$'000	\$'000	%	\$'000	\$'000	%
Revenue	210,849	219,050	(4)	406,805	433,293	(6)
Other income	1,166	540	116	1,886	1,234	53
Raw materials, subcontract cost and other direct costs	(176,092)	(191,997)	(8)	(343,468)	(383,243)	(10)
Staff costs	(10,758)	(9,413)	14	(20,946)	(18,615)	13
Depreciation and amortisation expenses	(5,943)	(4,785)	24	(12,048)	(8,768)	37
Other expenses	(10,029)	(11,870)	(16)	(18,531)	(22,043)	(16)
Finance costs	(1,302)	(1,004)	30	(2,706)	(2,042)	33
	7,891	521	nm	10,992	(184)	nm
Share of results of associates	491	793	(38)	780	1,681	(54)
Profit before income tax from continuing operations	8,382	1,314	538	11,772	1,497	686
Income tax expense	(1,614)	(683)	136	(2,507)	(808)	210
Profit from continuing operations, net of tax	6,768	631	973	9,265	689	nm
Discontinued operations						
Profit from discontinued operations, net of tax	-	-	nm	-	1,007	(100)
Profit for the period, net of tax	6,768	631	973	9,265	1,696	446
Attributable to:						
Equity holders of the Company						
Profit from continuing operations, net of tax	6,696	538	nm	9,131	568	nm
Profit from discontinued operations, net of tax	-	-	nm	-	878	(100)
	6,696	538	nm	9,131	1,446	531
Non-controlling interests						
Profit from continuing operations, net of tax	72	93	(23)	134	121	11
Profit from discontinued operations, net of tax	-	-	nm	-	129	(100)
	72	93	(23)	134	250	(46)
	6,768	631	973	9,265	1,696	446

nm: Not meaningful

The discontinued operations comprised the results from the Ports business, under Xinghua Port Holdings Ltd (Xinghua), which was de-merged on 7 February 2018, as a separate entity. The de-merger was effected through a capital reduction of the Company and a distribution in specie of all the shares in Xinghua, held by the Company, to its shareholders.

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

A. Profit before income tax is arrived at after crediting/(charging) the following:	2Q 2019	2Q 2018	+ /(-)	1H 2019	1H 2018	+ /(-)
	\$'000	\$'000	%	\$'000	\$'000	%
Interest income	109	72	51	199	145	37
Interest expense	(1,221)	(950)	29	(2,541)	(1,921)	32
Bad debts written-off	-	-	nm	(2)	-	nm
Impairment loss on trade receivables	(706)	(2,064)	(66)	(891)	(2,057)	(57)
Foreign exchange (loss)/gain	(64)	704	(109)	(346)	321	(208)
Gain/(loss) on disposal of property, plant and equipment	5	(12)	142	8	20	(60)
Write-off of property, plant and equipment	-	(322)	(100)	(103)	(327)	(69)

B. The increase in interest expense was mainly due to the recognition of lease liabilities following the adoption of SFRS(l) 16 as disclosed in paragraph 5 of \$232,000 and higher interest expense from bank loans.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME						
	2Q 2019	2Q 2018	+ /(-)	1H 2019	1H 2018	+ /(-)
	\$'000	\$'000	%	\$'000	\$'000	%
Profit for the period, net of tax	6,768	631	973	9,265	1,696	446
Other comprehensive income:						
Foreign currency translation	(643)	(491)	31	(136)	2,871	(105)
Fair value changes of derivatives	11	2,314	(100)	(350)	2,266	(115)
Other comprehensive income for the period, net of tax	<u>(632)</u>	<u>1,823</u>	<u>(135)</u>	<u>(486)</u>	<u>5,137</u>	<u>(109)</u>
Total comprehensive income for the period	<u>6,136</u>	<u>2,454</u>	<u>150</u>	<u>8,779</u>	<u>6,833</u>	<u>28</u>
Attributable to:						
Equity holders of the Company	6,068	2,269	167	8,662	6,214	39
Non-controlling interests	68	185	(63)	117	619	(81)
Total comprehensive income for the period	<u>6,136</u>	<u>2,454</u>	<u>150</u>	<u>8,779</u>	<u>6,833</u>	<u>28</u>
Attributable to equity holders of the Company:						
Total comprehensive income from continuing operations, net of tax	6,068	2,269	167	8,662	3,229	168
Total comprehensive income from discontinued operations, net of tax	-	-	nm	-	2,985	(100)
Total comprehensive income for the period attributable to equity holders of the Company	<u>6,068</u>	<u>2,269</u>	<u>167</u>	<u>8,662</u>	<u>6,214</u>	<u>39</u>

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.

BALANCE SHEETS	Group		Company	
	30-Jun-19 \$'000	31-Dec-18 \$'000	30-Jun-19 \$'000	31-Dec-18 \$'000
Non-current assets				
Property, plant and equipment	198,170	180,052	224	248
Intangible assets	4,715	4,888	370	370
Subsidiaries	-	-	92,552	92,552
Associates	3,640	3,078	-	-
Other investments	407	407	404	404
Trade and other receivables	185	665	-	-
Deferred tax assets	782	679	-	-
	<u>207,899</u>	<u>189,769</u>	<u>93,550</u>	<u>93,574</u>
Current assets				
Inventories	23,168	22,293	-	-
Prepayments	2,778	1,825	326	305
Trade and other receivables	156,142	149,389	24,262	22,487
Derivatives	73	423	73	423
Other assets	12,090	10,259	-	-
Cash and short-term deposits	41,343	47,894	16,167	27,681
	<u>235,594</u>	<u>232,083</u>	<u>40,828</u>	<u>50,896</u>
Current liabilities				
Loans and borrowings	74,753	62,274	-	-
Lease liabilities	6,328	-	-	-
Payables and accruals	80,401	76,442	13,895	17,760
Deferred income	-	5,244	-	-
Provisions	1,076	1,163	-	-
Income tax payable	2,982	2,021	16	32
	<u>165,540</u>	<u>147,144</u>	<u>13,911</u>	<u>17,792</u>
Net current assets	<u>70,054</u>	<u>84,939</u>	<u>26,917</u>	<u>33,104</u>
Non-current liabilities				
Loans and borrowings	45,747	64,192	19,827	19,787
Lease liabilities	18,829	-	-	-
Deferred tax liabilities	7,691	7,704	-	-
Other liabilities	530	539	-	-
Provisions	4,097	3,949	-	-
	<u>76,894</u>	<u>76,384</u>	<u>19,827</u>	<u>19,787</u>
Net assets	<u>201,059</u>	<u>198,324</u>	<u>100,640</u>	<u>106,891</u>
Equity attributable to equity holders of the Company				
Share capital	12,645	12,645	12,645	12,645
Treasury shares	(957)	(957)	(957)	(957)
Reserves	182,967	179,852	88,952	95,203
	<u>194,655</u>	<u>191,540</u>	<u>100,640</u>	<u>106,891</u>
Non-controlling interests	6,404	6,784	-	-
Total equity	<u>201,059</u>	<u>198,324</u>	<u>100,640</u>	<u>106,891</u>

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. (continued)

Explanatory Notes to Balance Sheets

Property, plant and equipment increased due mainly to recognition of right-of-use assets arising from the adoption of SFRS(I) 16 Leases.

Lease liabilities recognised as at 30 June 2019 was due to the recognition of lease liabilities arising from the adoption of SFRS(I) 16 Leases.

As at 30 June 2019, the Group's net gearing (including lease liabilities) was 0.52 times. Assuming the SFRS(I) 16 Leases was not adopted, the net gearing would be reduced to 0.39 times as compared to 0.40 times as at 31 December 2018.

1(b)(ii) In relation to the aggregate amount of group's borrowings and debts 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.

	As of 30 June 2019		As of 31 Dec 2018	
	<u>Secured</u> \$'000	<u>Unsecured</u> \$'000	<u>Secured</u> \$'000	<u>Unsecured</u> \$'000
Amount repayable in one year or less, or on demand	30,954	50,127	21,086	41,188
Amount repayable after one year	29,922	34,654	14,603	49,589

Details of any collateral

Certain short and long-term bank loans are secured by mortgages over certain assets of foreign subsidiaries.

Included in secured borrowings are lease liabilities which are secured over right-of-use assets included under property, plant and equipment.

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 CASH FLOW STATEMENTS	2Q 2019	2Q 2018	1H 2019	1H 2018
	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities				
Profit before income tax from continuing operations	8,382	1,314	11,772	1,497
Profit from discontinued operations	-	-	-	1,485
Adjustments for				
Depreciation expenses	5,867	4,731	11,897	9,506
Amortisation of intangible assets	76	54	151	107
Amortisation of upfront fees	33	-	65	-
Interest income	(109)	(72)	(199)	(145)
Interest expense	1,221	950	2,541	1,921
(Gain)/loss on disposal of property, plant and equipment	(5)	12	(8)	(20)
Bad debts written off	-	-	2	-
Impairment loss on trade receivables	706	2,064	891	2,057
Write-down of inventories	-	-	-	62
Reversal of provisions	-	-	(32)	(233)
Write-off of property, plant and equipment	-	322	103	327
Write-off of intangible assets	22	-	22	-
Fair value changes of derivatives	-	(22)	-	(108)
Share-based payment expenses	30	44	60	94
Share of results of associates	(491)	(793)	(780)	(1,866)
Foreign exchange differences	(103)	(1,084)	28	(842)
Operating cash flows before working capital changes	15,629	7,520	26,513	13,842
Decrease/(Increase) in				
Trade and other receivables	(15,514)	(6,110)	(7,166)	(2,139)
Prepayments	142	425	(953)	(441)
Inventories and work-in-progress	858	3,322	(875)	15,619
Other assets	(1,065)	(494)	(1,831)	(2,007)
Increase/(Decrease) in				
Payables, accruals and provisions	6,526	(3,688)	3,902	(9,163)
Deferred income	(5,681)	-	(5,244)	(5,364)
Cash flows from operations	895	975	14,346	10,347
Interest paid	(1,221)	(950)	(2,541)	(1,921)
Income tax paid	(1,256)	(511)	(1,662)	(2,088)
Interest received	109	72	199	145
Net cash flows (used in)/from operating activities	(1,473)	(414)	10,342	6,483
Cash flows from investing activities				
Purchase of property, plant and equipment	(1,145)	(4,281)	(1,941)	(8,469)
Additions to intangible assets	-	(173)	-	(283)
Proceeds from disposal of property, plant and equipment	1	(10)	10	22
Net cash outflow on de-merger of subsidiaries	-	-	-	(3,820)
Dividend income from associates	218	1,311	218	1,311
Net cash flows used in investing activities	(926)	(3,153)	(1,713)	(11,239)
Cash flows from financing activities				
Proceeds from bank borrowings	22,982	14,502	49,011	24,017
Repayment of bank borrowings	(31,560)	(7,030)	(54,570)	(43,111)
Repayment of lease liabilities	(1,681)	-	(3,324)	-
Dividends paid to shareholders	(5,607)	(5,607)	(5,607)	(5,607)
Dividend paid to non-controlling interests	(497)	-	(497)	-
Net cash flows (used in)/from financing activities	(16,363)	1,865	(14,987)	(24,701)
Net decrease in cash and cash equivalents	(18,762)	(1,702)	(6,358)	(29,457)
Cash and cash equivalents as at beginning of period	60,204	35,150	47,894	63,133
Effects of exchange rate changes on opening cash and cash equivalents	(99)	1,000	(193)	772
Cash and cash equivalents as at end of period	41,343	34,448	41,343	34,448

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	Attributable to equity holders of the Company						Non-controlling interests	Total Equity	
	Share capital	Treasury shares	Foreign currency translation reserve	Retained earnings	Other reserves	Reserves of disposal group classified as held for sale			Total reserves
GROUP	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
Balance at 1 January 2019	12,645	(957)	(1,586)	142,479	38,959	-	179,852	6,784	198,324
Total comprehensive income for the period	-	-	520	2,435	(361)	-	2,594	49	2,643
Cost of share-based payment (share options)	-	-	-	-	30	-	30	-	30
Balance at 31 March 2019	12,645	(957)	(1,066)	144,914	38,628	-	182,476	6,833	200,997
Total comprehensive income for the period	-	-	(639)	6,696	11	-	6,068	68	6,136
Cost of share-based payment (share options)	-	-	-	-	30	-	30	-	30
Dividends on ordinary shares	-	-	-	(5,607)	-	-	(5,607)	-	(5,607)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(497)	(497)
Balance at 30 June 2019	12,645	(957)	(1,705)	146,003	38,669	-	182,967	6,404	201,059
Balance at 1 January 2018, as previously reported	151,799	(957)	(6,925)	148,242	(179)	36,914	178,052	39,015	367,909
Effect on adoption of SFRS(I)	-	-	6,228	(6,228)	-	-	-	-	-
Total comprehensive income for the period	-	-	978	30	(48)	2,985	3,945	434	4,379
Cost of share-based payment (share options)	-	-	-	-	50	-	50	-	50
Distribution in specie	-	-	-	-	37,154	(39,899)	(2,745)	(32,513)	(35,258)
Capital reduction	(139,154)	-	-	-	-	-	-	-	(139,154)
Balance at 31 March 2018	12,645	(957)	281	142,044	36,977	-	179,302	6,936	197,926
Total comprehensive income for the period	-	-	(583)	538	2,314	-	2,269	185	2,454
Cost of share-based payment (share options)	-	-	-	-	44	-	44	-	44
Dividends on ordinary shares	-	-	-	(5,607)	-	-	(5,607)	-	(5,607)
Balance at 30 June 2018	12,645	(957)	(302)	136,975	39,335	-	176,008	7,121	194,817

(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. (continued)

COMPANY	Share capital	Treasury shares	Retained earnings	Other reserves	Total reserves	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 January 2019	12,645	(957)	56,244	38,959	95,203	106,891
Total comprehensive income for the period	-	-	(312)	(361)	(673)	(673)
Cost of share-based payment (share options)	-	-	-	30	30	30
Balance at 31 March 2019	12,645	(957)	55,932	38,628	94,560	106,248
Total comprehensive income for the period	-	-	(42)	11	(31)	(31)
Cost of share-based payment (share options)	-	-	-	30	30	30
Dividends on ordinary shares	-	-	(5,607)	-	(5,607)	(5,607)
Balance at 30 June 2019	12,645	(957)	50,283	38,669	88,952	100,640
Balance at 1 January 2018	151,799	(957)	53,320	(179)	53,141	203,983
Total comprehensive income for the period	-	-	(169)	(48)	(217)	(217)
Cost of share-based payment (share options)	-	-	-	50	50	50
Distribution in specie	-	-	-	37,154	37,154	37,154
Capital reduction	(139,154)	-	-	-	-	(139,154)
Balance at 31 March 2018	12,645	(957)	53,151	36,977	90,128	101,816
Total comprehensive income for the period	-	-	(190)	2,314	2,124	2,124
Cost of share-based payment (share options)	-	-	-	44	44	44
Dividends on ordinary shares	-	-	(5,607)	-	(5,607)	(5,607)
Balance at 30 June 2018	12,645	(957)	47,354	39,335	86,689	98,377

1(d)(ii) Details of any changes in the company's share capital arising from right issue, bonus issue, shares buy-backs, exercise of shares 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 corresponding period of the immediately preceding financial year.

	2Q 2019 ended 30-Jun-19	2Q 2018 ended 30-Jun-18
Issued share capital		
Issued and fully paid ordinary shares: As at beginning and end of period	701,995,825	701,995,825
Treasury shares		
As at beginning and end of period	1,110,000	1,110,000
Total number of issued shares excluding treasury shares	700,885,825	700,885,825

There were no share buyback and no new shares issued during the quarter ended 30 June 2019.

	As at 30-Jun-19	As at 30-Jun-18
The number of shares that may be issued on exercise of share options outstanding at the end of the period	12,867,800	12,114,600

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

	As at 30-Jun-19	As at 31-Dec-18
Total number of issued shares	701,995,825	701,995,825
Treasury shares	1,110,000	1,110,000
Total number of issued shares excluding treasury shares	700,885,825	700,885,825

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

There were no sales, transfers, disposals, cancellations and/or use of treasury shares for the quarter ended 30 June 2019.

1(d)(v) Subsidiary holdings.

There were no subsidiary holdings as at the end of the current financial period reported on.

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 our auditors, Messrs Ernst & Young LLP.

3 Where the figures have been audited or reviewed, the auditor's report (including any qualification of emphasis of matter).

Not applicable.

4 Where the same accounting policies and methods of computation as in the issuers' most recently audited annual financial statements have been applied.

Except as disclosed in item 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those of the audited financial statements for the year ended 31 December 2018.

5 If there are any changes in 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 new Singapore Financial Reporting Framework (International) (SFRS(I)) 16 Leases that is effective for the financial period beginning 1 January 2019. Under SFRS(I) 16, a lessee recognises a right-of-use (ROU) asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. The accounting for lessors has not changed significantly.

The Group recognises its existing operating lease arrangements as ROU assets with corresponding lease liabilities and measures lease liabilities based on the remaining lease payments discounted using the incremental borrowing rate as at the date of initial application, 1 January 2019. The Group applied the practical expedient to recognise amounts of ROU assets equal to its lease liabilities on 1 January 2019 and recognition exemptions for short-term leases and leases of low value items in accordance with SFRS(I) 16. The Group presents the ROU assets as part of property, plant and equipment.

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 the preference dividends.

Earnings per share from continuing operations attributable to equity holders of the Company	Quarter ended 30 June			Year to date ended 30 June		
	<u>2019</u>	<u>2018</u>	<u>Change</u>	<u>2019</u>	<u>2018</u>	<u>Change</u>
Based on weighted average number of ordinary shares in issue (in cents)	0.96	0.08	nm	1.30	0.08	nm
On a fully diluted basis (in cents)	0.96	0.08	nm	1.30	0.08	nm

- 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 (b) immediately preceding financial year.**

	<u>Group</u>	<u>Company</u>
Net asset value per ordinary share based on Issued share capital at 30 June 2019 (in cents)	27.8	14.4
Net asset value per ordinary share based on Issued share capital at 31 December 2018 (in cents)	27.3	15.3

- 8 **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following: (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Review of 1H2019 Performance

The Group recorded a lower revenue of \$406.8 million in 1H2019, a 6% year-on-year (yoy) decrease compared to 1H2018, due to lower sales volume and selling prices from the trading business. The Concrete and Cement (C&C) business has however recorded a 16% yoy increase in revenue to \$291.8 million in 1H2019. Stronger sales volume growth and selling prices of ready-mix concrete (RMC) in Singapore contributed to the rise in C&C revenue.

The EBITDA from continuing business increased from \$10.4 million in 1H2018 to \$25.4 million in 1H2019, largely attributed to the improvement in the C&C business. Assuming the SFRS(I) 16 Leases was not adopted, EBITDA would be \$21.8 million in 1H2019.

Depreciation and amortisation expenses increased by \$3.3 million yoy due to the recognition of right-of-use assets following the adoption of SFRS(I) 16 Leases as disclosed in paragraph 5.

In 1H2019, the Group recorded a net attributable profit of \$9.1 million from continuing business, up from \$0.6 million in 1H2018.

The Ports business, under Xinghua Port Holdings Ltd, was de-merged as a separate entity on 7 February 2018. The results of the Ports business and its comparatives are presented separately in the income statement under "Discontinued Operations".

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

Not applicable.

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.

According to Fitch Solutions Macro Research, the local construction sector is likely to grow by 3% in the near term. In the long run, a steady pipeline of transport mega-projects will contribute to the recovery of the sector. The mega-projects include Changi Airport Terminal 5 and the North-South Corridor Expressway which has started construction and will continue over the next few years.

The proposed S\$9 billion expansion project for Singapore's two integrated resorts will also contribute to the construction sector.

Vietnam reported foreign capital flows of US\$1.37 billion into the real estate sector in the first five months of 2019 alone, the highest ever recorded, according to the Foreign Investment Agency. International and Singapore property developers favour Vietnam for its strong economic growth, rising foreign investment, and a thriving middle class. The HCM City People's Committee will be adjusting the construction master plan for Ho Chi Minh City, with a view to build more urban structures that improve the efficiency of land use and reduce the population pressure on the city centre.

Malaysia is seeing an uptick in construction business optimism, following successful renegotiations and reinstatements of some major infrastructure projects, such as the East Coast Rail Link and the Bandar Malaysia projects. We expect the construction industry to improve gradually over time.

11 If a decision regarding dividend has been made:

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? Yes.

Name of dividend:	Interim
Dividend type:	Cash
Dividend rate:	S\$ 0.005 per ordinary share (One-tier tax exempt)

(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:

The interim dividend will be paid on 12 September 2019.

(d) Books closure date

NOTICE IS HEREBY GIVEN that the Share Transfer Books and Register of Members of the Company will be closed on 3 September 2019 at 5.00 p.m. for the preparation of dividend warrants. Duly completed transfers received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte Ltd, at 50 Raffles Place, #32-01 Singapore Land Tower, Singapore 048623 by 5.00 p.m. on 3 September 2019 will be registered before entitlements to the dividend are determined. Shareholders whose securities accounts with The Central Depository (Pte) Limited are credited with shares at 5.00 p.m. on 3 September 2019 will be entitled to the dividend.

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

Not applicable.

- 13** If the Group has obtained a general mandate from shareholders for interested person transactions ('IPT), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group does not have a general mandate from shareholders for interested person transactions.

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

CONFIRMATION PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

The Board of Directors of the Company hereby confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited consolidated financial results for the quarter ended 30 June 2019 to be false or misleading.

- 15** **Confirmation that the issuer has procured undertakings from all its directors and executive officers pursuant to Rule 720(1) of the SGX Listing Manual.**

CONFIRMATION PURSUANT TO RULE 720(1) OF THE LISTING MANUAL

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7.7) pursuant to Rule 720 (1) of the SGX Listing Manual.

BY ORDER OF THE BOARD

Kevin Cho
Company Secretary
01 August 2019