

Unaudited Half-Year Financial Statement And Dividend Announcement for the Period Ended 30/06/2020

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

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

	6 Mths Ended Jun-2020 S\$'000	Group 6 Mths Ended Jun-2019 S\$'000	Increase / (Decrease) %
Revenue	12,998	19,671	(33.92)
Cost of sales	(10,972)	(18,325)	(40.13)
Gross Profit	<u>2,026</u>	<u>1,346</u>	50.52
Other operating income	308	456	(32.46)
Selling and distribution expenses	(886)	(1,458)	(39.23)
General and administrative expenses	(3,862)	(4,064)	(4.97)
Other operating expenses	-	(42)	(100.00)
Write back of impairment losses on financial assets	59	-	N.M.
Finance income	43	166	(74.10)
Finance expenses	(246)	(407)	(39.56)
Finance expenses, net	<u>(203)</u>	<u>(241)</u>	(15.77)
Loss before income tax	<u>(2,558)</u>	<u>(4,003)</u>	(36.10)
Income tax	<u>(59)</u>	<u>(65)</u>	(9.23)
Loss after tax for the period	<u>(2,617)</u>	<u>(4,068)</u>	(35.67)
Other comprehensive income / (loss) :			
Currency translation difference	231	(366)	N.M.
Other comprehensive income / (loss), net of tax	<u>231</u>	<u>(366)</u>	N.M.
Total comprehensive loss	<u>(2,386)</u>	<u>(4,434)</u>	(46.19)
Loss for the period attributable to			
Owners of the Company	(1,542)	(2,649)	(41.79)
Non-controlling interests	<u>(1,075)</u>	<u>(1,419)</u>	(24.24)
	<u>(2,617)</u>	<u>(4,068)</u>	(35.67)
Total comprehensive loss attributable to:			
Owners of the Company	(1,435)	(2,913)	(50.74)
Non-controlling interests	<u>(951)</u>	<u>(1,521)</u>	(37.48)
	<u>(2,386)</u>	<u>(4,434)</u>	(46.19)

N.M. - Not meaningful

Other notes :

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

	Group		Increase / (Decrease)
	6 Mths Ended Jun-2020 S\$'000	6 Mths Ended Jun-2019 S\$'000	%
Depreciation of property, plant and equipment	775	1,261	(38.54)
Depreciation of right-of-use assets	76	-	N.M.
Amortisation of land use rights	-	34	(100.00)
Amortisation of intangible assets	81	-	N.M.
Cost of inventories sold	6,961	14,006	(50.30)
Write back of impairment losses on financial assets	(59)	-	N.M.
Write back of provision of trade receivables	-	(153)	(100.00)
Research and development	24	22	9.09
Write back of allowance of inventory obsolescence	(1)	-	N.M.
Foreign exchange (gain) / loss	(21)	75	N.M.
(Gain) / Loss from disposal of property, plant and equipment	(39)	1	N.M.
Interest expense on borrowings and lease liabilities	246	407	(39.56)
Interest income	(43)	(166)	(74.10)

N.M. - Not meaningful

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.

	Group		Company	
	Jun-2020 S\$'000	Dec-2019 S\$'000	Jun-2020 S\$'000	Dec-2019 S\$'000
Non-Current Assets				
Property, plant and equipment	12,272	12,788	28	66
Right-of-use assets	665	735	15	17
Intangible assets	565	653	564	645
Investment in subsidiaries	-	-	5,559	5,559
Long term prepaid and deferred expenses	67	129	-	25
Trade and notes receivables	28	226	28	1,087
	13,597	14,531	6,194	7,399
Current Assets				
Inventories	11,734	12,222	-	-
Trade and notes receivables	6,135	8,527	1,416	541
Other receivables	1,670	1,480	687	940
Tax receivables	87	21	-	-
Advance to suppliers	100	312	-	-
Prepayment	151	91	70	39
Fixed deposits	1,500	1,771	-	-
Cash and bank balances	3,854	3,218	172	117
	25,231	27,642	2,345	1,637
Total Assets	38,828	42,173	8,539	9,036
Current Liabilities				
Trade payables	4,081	6,337	-	-
Bills payable to banks	709	535	-	-
Other payables and accruals	5,862	5,832	450	316
Contract liabilities	9	368	-	-
Lease liabilities	388	417	7	7
Term loans	8,029	6,176	-	-
	19,079	19,665	457	323
Net Current Assets	6,152	7,977	1,888	1,314
Non-Current Liabilities				
Lease liabilities	422	624	5	9
Other long term liabilities	-	178	-	-
Deferred tax liabilities	53	45	-	-
	474	847	5	9
Net Assets	19,275	21,661	8,077	8,704
Equity				
Share capital	23,406	23,406	23,406	23,406
Capital reserve	294	294	-	-
General reserve	4,417	4,417	-	-
Enterprise expansion fund	4,417	4,417	-	-
Translation reserve	(682)	(789)	-	-
Retained losses	(16,382)	(14,840)	(15,329)	(14,702)
	15,470	16,905	8,077	8,704
Non-controlling interests	3,805	4,756	-	-
Total Equity	19,275	21,661	8,077	8,704

1(b)(ii) Aggregate amount of group's borrowings and debt securities.**Amount repayable in one year or less, or on demand***

As at 30/6/2020		As at 31/12/2019	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
8,759	-	6,734	-

Amount repayable after one year*

As at 30/6/2020		As at 31/12/2019	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
34	-	45	-

* Tables above only reflect borrowings from financial institutions

Details of any collateral**Secured borrowings**

As at 30 June 2020, our Group's borrowings are secured by the following:

- i) Term loan and bills payable to banks of approximately S\$8,738k (31 December 2019: S\$6,711k) were granted to the subsidiaries of the company and were used mainly as working capital and for financing of purchases made in the ordinary course of business. The financing are secured by fixed deposit of S\$1.5m (31 December 2019: S\$1.8m) and properties, owned by our Singapore and PRC subsidiaries; and
- ii) The lease liabilities reported above only consists of obligations for assets financed under the hire purchase of approximately S\$55k (31 December 2019: S\$68k) secured by the underlying assets acquired with total net book values of approximately S\$41k as of 30 June 2020 (31 December 2019: S\$49k). It does not include the office rental which arises from the adoption of SFRS(I) 16.

Unsecured borrowings

- i) 30 June 2020: Nil (31 December 2019: Nil).

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.

	Note	6 Mths Ended Jun 2020 S\$'000	6 Mths Ended Jun 2019 S\$'000
Cash flow from operating activities			
Loss before income tax		(2,558)	(4,003)
Adjustments for:			
Depreciation of property, plant and equipment		775	1,037
Depreciation of right-of-use assets		76	224
Amortisation of land use rights		-	34
Amortisation of intangible assets		81	-
Write back of impairment losses on financial assets		(59)	-
Write back of provision of trade receivables		-	(153)
(Gain) / loss from disposal of property, plant and equipment		(39)	1
Write back of allowance of inventory obsolescence		(1)	-
Interest expense on borrowings and lease liabilities		246	407
Interest income		(43)	(166)
Translation adjustments		(212)	(33)
Operating loss before working capital changes		(1,734)	(2,430)
Decrease / (increase) in inventories		681	(120)
Decrease in trade and other receivables		2,486	2,847
Decrease / (increase) in note receivables from banks		127	(1,294)
Decrease in advances to suppliers		215	210
Decrease / (increase) in prepayments		2	(601)
(Decrease) / increase in trade and other payables		(2,395)	1,027
(Decrease) / increase in contract liabilities		(541)	(177)
Increase / (decrease) in tax payables		8	(44)
Cash used in operations		(1,151)	(582)
Interest received		43	166
Interest paid		(246)	(398)
Income tax paid		(26)	(1)
Net cash used in operating activities		(1,380)	(815)
Cash flow from investing activities			
Purchase of property, plant and equipment		(59)	(1,029)
Purchase of intangible assets		-	-
Proceeds from disposal of property, plant and equipment		65	57
Net cash generated from / (used in) investing activities		6	(972)

	6 Mths Ended Jun 2020 S\$'000	6 Mths Ended Jun 2019 S\$'000
Cash flow from financing activities		
Decrease in restricted cash	267	919
Proceeds from loans and borrowings	3,306	-
Repayment of loans and borrowings	(1,575)	(70)
Payment of principal portion of lease liabilities	(209)	(226)
Increase / (decrease) in bill payables to banks	163	(81)
Net cash generated from financing activities	1,952	542
Net increase / (decrease) in cash & cash equivalents	578	(1,467)
Effect of exchange rate changes on cash and cash equivalents	58	(105)
Cash and cash equivalents at beginning of financial period	3,218	6,879
Cash and cash equivalents at end of financial period	A 3,854	5,307

Note A: Cash and cash equivalents

Cash and cash equivalents consists of bank balances and fixed deposits.

Cash and cash equivalents included in consolidated statement of cash flows comprise the following balance sheet amounts:

	Jun 2020 S\$'000	Jun 2019 S\$'000
Cash and bank balances	3,854	5,249
Fixed deposits	1,500	1,558
	5,354	6,807
Less : Restricted cash*	(1,500)	(1,500)
Cash and cash equivalents	3,854	5,307

*As at 30 June 2020, there was S\$1.5m cash at bank held by the Group (30 June 2019: S\$1.5m) placed with the banks of subsidiary companies, which was used to pledge as collateral for the short term loan and issuance of commercial bills.

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.

		Attributable to owners of the Company						Non-controlling interests	Total
		Share capital	Capital reserve	General reserve	Enterprise expansion fund	Translation reserve	Retained losses		
		S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Group									
As at	01-January-2019	23,406	294	4,417	4,417	(307)	(8,593)	23,634	32,171
	Loss for the year	-	-	-	-	-	(2,649)	(1,419)	(4,068)
	Other comprehensive loss for the year	-	-	-	-	(264)	-	(102)	(366)
	Total comprehensive loss for the year	-	-	-	-	(264)	(2,649)	(1,521)	(4,434)
As at	30-June-2019	23,406	294	4,417	4,417	(571)	(11,242)	20,721	27,737
As at	01-January-2020	23,406	294	4,417	4,417	(789)	(14,840)	16,905	21,661
	Loss for the year	-	-	-	-	-	(1,542)	(1,075)	(2,617)
	Other comprehensive income for the year	-	-	-	-	107	-	124	231
	Total comprehensive loss for the year	-	-	-	-	107	(1,542)	(951)	(2,386)
As at	30-June-2020	23,406	294	4,417	4,417	(682)	(16,382)	15,470	19,275
Company									
As at	01-January-2019	23,406	-	-	-	-	(5,503)	17,903	17,903
	Loss for the year	-	-	-	-	-	(640)	-	(640)
As at	30-June-2019	23,406	-	-	-	-	(6,143)	17,263	17,263
As at	01-January-2020	23,406	-	-	-	-	(14,702)	8,704	8,704
	Loss for the year	-	-	-	-	-	(627)	-	(627)
As at	30-June-2020	23,406	-	-	-	-	(15,329)	8,077	8,077

1(d)(ii) Details of any changes in the Company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and subsidiary holdings held against the total percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There were no change in the Company's share capital for the six-month period ended 30 June 2020. There were no outstanding convertibles, treasury shares or subsidiary holdings held by the Company as at 30 June 2020 and 30 June 2019.

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

There were no treasury shares as at 30 June 2020, share capital of the Company comprises 267,392,320 ordinary shares (31 December 2019 : 267,392,320 ordinary shares).

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.

Not applicable. The Company does not have any treasury shares as at 30 June 2020

1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

Not applicable as the Company did not hold any subsidiary holdings as at 31 December 2019 and 30 June 2020

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.

**3A Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion: -
(a) Updates on the efforts taken to resolve each outstanding audit issue.**

Not applicable. The Group's latest audited financial statement for the financial year ended 31 December 2019 were not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

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 and Company have applied the same accounting policies and methods of computation for the current reporting period compared with audited financial statement as at 31 December 2019.

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.

Not applicable

6 Earnings 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.

Loss per share based on loss for the year attributable to owners of the Company		6 Mths Ended Jun 2020 Cents	6 Mths Ended Jun 2019 Cents
(a)	Based on weighted average number of ordinary shares	(0.58)	(0.99)
(b)	Based on a fully diluted basis	(0.58)	(0.99)
	Weighted average number of ordinary shares in issue	267,392,320	267,392,320

Loss per share was calculated based on 267,392,320 ordinary shares in issue for both half-year ended June 2020 and half-year ended June 2019.

7 Net asset value (for the issuer and group) per ordinary share based on the total number of 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	
	Cents		Cents	
	30/6/2020	31/12/2019	30/6/2020	31/12/2019
Net asset value per ordinary share based on total number of issued shares excluding treasury shares at the end of the respective period	5.79	6.32	3.02	3.26

Net asset value per share as of 30 June 2020 was computed based on 267,392,320 ordinary shares (31 December 2019 : 267,392,320 ordinary shares).

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 financial performance

Revenue

The Group recorded a total revenue of S\$13.0m for the half year ended 30 June 2020 ("HY2020"), a drop of S\$6.7m or 33.9% in the Group's revenue as compared to the corresponding period ended 30 June 2019 ("HY2019") of S\$19.7m. The decreased in the Revenue for HY2020 was mainly due to the impact of Covid-19 pandemic that has had disrupted the Group's business and operations, since early this year.

Gross Profit

Gross profit for the period increased by S\$0.7m to S\$2.0m in HY2020 despite the lower revenue. This was mainly due to the reclassification of S\$0.6m idle production cost from cost of sales to general and administrative ("G&A") expenses. The idle production cost was the result of the continued closure of our factories in the China subsidiaries during the pandemic period.

Net Operating Expenses

Net operating expenses have decreased by S\$0.7m from S\$5.1m in HY2019 to S\$4.4m in HY2020. The decrease was mainly the result of a drop in G&A expenses by S\$0.2m or 5.0%, of which S\$0.4m was attributable to the decrease in depreciation of property, plant and equipment and right-of-use assets due to fully depreciated assets and disposal of idling assets in 2019, and S\$0.5m was attributable to the decrease in staff salaries and wages and director remuneration, as a result of the restructuring. The decrease in G&A expenses was partially offset by the reclassification of idle production cost of S\$0.6m. Due to the COVID-19 pandemic, lesser travelling and entertainment expenses were incurred in HY2020 and this resulted in a decrease of S\$0.5m in selling and distribution expenses.

Other operating income included government financial grants (Jobs Support Scheme) of \$152k.

Net Financial Expense

The Group recorded a net finance expenses of S\$203k in HY2020, as compared to an amount of S\$241k in HY2019. The decrease of S\$161k in finance expenses was mainly due to replacement of higher interest rate loans with lower interest rate loans in HY2020.

Tax

Taxation is in line with profits made by profitable subsidiaries in China and Malaysia.

Net Results

As a result of the above, the Group registered a loss before tax of S\$2.6m for HY2020 as compared to loss before tax of S\$4.1m for HY2019. The loss for the period attributable to owners of the Company is approximately S\$1.5m in HY2020, as compared to the loss for the period of S\$2.6m recorded in HY2019.

Review of financial position

The Group's property, plant and equipment ("PPE") including the land use rights and right-of-use assets were at S\$12.9m and S\$13.5m as at 30 June 2020 ("HY2020") and 31 December 2019 ("FY2019") respectively. The reduction in PPE was mainly attributable to the depreciation and amortisation charges of S\$0.9m, and this was partially offset by a capital expenditure of S\$59k, which was used to upgrade old machines and automate part of the production facilities, and S\$0.3m of forex translation on PPE.

Long term prepaid and deferred expenses has decreased by S\$62k for HY2020, which was mainly due to the expensed off accessories for laboratory use.

Inventories were at S\$11.7m and S\$12.2m for HY2020 and FY2019 respectively. The decline in inventories was in line with the decrease in revenue recorded for the year.

Current and non-current trade and notes receivables has decreased from S\$8.8m for FY2019 to S\$6.2m for HY2020, mainly due to the reduction in sales.

Other receivables has increased by S\$0.2m for HY2020, mainly due to the deposit placed with landlord and contractors for the new office as well as commission bonus receivables from supplier.

Advance to suppliers has decreased by S\$0.2m for HY2020, mainly due to lower amount of advanced payment made to trade suppliers during the period which was in line with the reduction in sales.

Cash and cash equivalents for the period increased from S\$3.2m for FY2019 to S\$3.9m for HY2020. The increase in cash was mainly due to the S\$3.3m loans and borrowings obtained by the PRC subsidiaries, which was partially offset by cash used in operations and repayment of loans and borrowings.

Trade payables has reduced from S\$6.3m for FY2019 to S\$4.1m for HY2020. The decrease in trade payables was in line with the reduction in sales.

Other payables and accruals remained relatively unchanged for HY2020 and FY2019.

Term loan has increased from S\$6.2m for FY2019 to S\$8.0m for HY2020. This was mainly due to the increase in loans and borrowings of S\$3.3m which was used mainly as working capital and for financing of purchases made in the ordinary course of business, and offset by repayment in loans and borrowings.

Overall, Group's equity for HY2020 was at S\$19.3m, a reduction of approximately of S\$2.4m or 11.0% compared to FY2019. This was mainly resulted from the loss incurred during HY2020.

Review of cash flow

Net cash generated from operating activities

In HY2020, approximately S\$1.4m of net cash was used to fund the operating activities, which was a result of operating loss before changes in working capital of S\$1.7m, net working capital inflows of approximately S\$0.6m and net interest and tax expense of S\$0.2m.

Net cash used in investing activities

In HY2020, the Group's net cash inflow from investing activities amounted to approximately S\$6k, which was mainly due to the proceeds from the disposal of property, plant and equipment of S\$65k and was offset by the purchase of property, plant and equipment of S\$59k.

Net cash from financing activities

In HY2020, the Group's net cash inflow from financing activities amounted to approximately S\$2.0m. This was mainly due to the increase in loans and borrowings of S\$3.3m, reduction in restricted cash of S\$0.3m, increase in bills payable to banks of S\$0.2m, and offset by loan repayments of S\$1.5m and lease liabilities repayment of S\$0.2m.

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

There has not been any forecast or prospect statement in relation to the Group's results previously disclosed to shareholders.

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.

The emergence of Covid-19 pandemic has had affected, among others, the trading business globally, and that had resulted in a significant decline in the demand for products within the textile industry. Globally, government financial schemes are expected to continue and this helps companies to mitigate some losses and stay afloat during this pandemic.

The Group will continue to increase its cost control measures such as, reducing directors remuneration, replacing existing statutory auditor, and buying raw materials at better prices. In addition, the Group aims to improve its bottom line by selling higher yielding margin products and service solutions to increase its overall profit margins.

With the stabilisation of the COVID-19 situation in Singapore and China, we have seen revenue increases since April 2020. Barring any unforeseen circumstances, the Group expects the following: (i) a steady recovery for the rest of the year; (ii) meeting its liability obligations to banks and creditors; (iii) no cash flows issues to meet its operations needs; (iv) no material impairment of assets

11 Dividend**(a) Current Financial Period Reported On**

Any dividend declared/(recommended) for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared/(recommended) for the corresponding period of the immediately preceding financial year?

None.

(c) Whether the dividend is before tax, net of tax or tax exempt

Not applicable.

(d) Date payable

Not applicable.

(e) Books closure date

Not applicable.

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

No dividend has been declared/(recommended) as the Group is not profitable.

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

The Group has not obtained a general mandate from shareholders for interested person transactions.

During the financial year, there were interested person transactions based on the terms agreed between the parties as follows:

Group	
30/6/2020	30/6/2019
S\$'000	S\$'000
Fees incurred or paid to a law firm which a director, Mr Wang Dao Fu is a partner	
6	6

14 Disclosures on Acquisition and Realisation of Shares pursuant to Catalyst Rule 706A

There were no acquisitions or realization of shares in any of the Group's subsidiary or associated company nor incorporation of any new subsidiary or associated company by the Company or any of the Group's entities during 1H2020.

15 Negative confirmation pursuant to the Rule 705(5).

The Board of Directors of the Company hereby confirm, to the best of their knowledge, nothing has come to its attention which may render financial results for the half-year ended 30 June 2020 to be false or misleading in any material aspect.

ON BEHALF OF THE BOARD OF DIRECTORS

Dr Tan Pang Kee
Chief Executive Officer / Managing Director

Mr Dro Tan Guan Liang
Executive Director

16 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H, under Rule 720(1)).

The Company has procured undertakings from all its directors and executive officers in the format as set out in Appendix 7H of the Catalyst Rules, in accordance with Rule 720(1) of Catalyst Rules.

BY ORDER OF THE BOARD

Dr Tan Pang Kee
Chief Executive Officer / Managing Director

14 August 2020

This announcement has been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch (the "Sponsor") in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalyst (the "Catalist Rules").

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Jason Chian, Managing Director, Investment Banking, CIMB Bank Berhad, Singapore Branch, at 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, Telephone: +65 6337 5115.