



GS HOLDINGS LIMITED

(Incorporated in Singapore on 19 September 2014)

(Company Registration Number: 201427862D)

**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2017**

This announcement has been prepared by GS Holdings Limited (the "**Company**") and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "**Sponsor**") for compliance with the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.

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

The contact persons for the Sponsor are Mr Alvin Soh, Head of Catalist Operations, Senior Vice President, and Mr Lan Kang Ming, Vice President, at 8 Anthony Road, #01-01, Singapore 229957, telephone (65) 6590 6881.

PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

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

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Group FY2017 S\$'000	Group FY2016 S\$'000	Increase/ (Decrease) %
Revenue	9,946	9,201	8%
Cost of sales	(10,875)	(9,279)	17%
Gross Loss	<u>(929)</u>	<u>(78)</u>	N.M.
Other income	1,134	2,145	(47%)
Administrative expenses	(3,640)	(3,574)	2%
Finance costs	(405)	(433)	(6%)
Loss before tax for the period	<u>(3,840)</u>	<u>(1,940)</u>	N.M.
Income tax credits/(expense)	27	(11)	(345%)
Loss for the period, net of tax	<u>(3,813)</u>	<u>(1,951)</u>	N.M.
Loss attributable to:			
Equity holders of the Company	(3,784)	(1,913)	N.M.
Non-controlling interests	(29)	(38)	N.M.
	<u>(3,813)</u>	<u>(1,951)</u>	

1(a)(ii) Notes to consolidated statements of profit or loss and other comprehensive income.

	Group	Group	Increase/ (Decrease)
	FY2017	FY2016	
	S\$'000	S\$'000	%
Loss for the period include the following (charges)/credits:			
Fair value (loss) / gain on investment properties	(221)	5	N.M.
Government grants	413	531	(22%)
Finance expenses	(405)	(433)	(6%)
Depreciation of property, plant and equipment	(1,527)	(1,135)	35%
Rental expense	(700)	(611)	15%
Personnel expenses	(6,911)	(6,508)	6%
Bad debts written-off	(101)	–	N.M.
Property, plant and equipment written off	(19)	(4)	N.M.
Loss on disposal of property, plant and equipment	–	(43)	N.M.
Subcontractor expenses	(555)	(647)	(14%)
Income tax credits/(expense)	27	(11)	N.M.

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.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Group As at <u>31 Dec 2017</u> S\$'000	Group As at <u>31 Dec 2016</u> S\$'000	Company As at <u>31 Dec 2017</u> S\$'000	Company As at <u>31 Dec 2016</u> S\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	11,363	12,262	—*	—*
Investment properties	4,570	4,791	—	—
Investments in subsidiaries	—	—	13,071	13,071
	<u>15,933</u>	<u>17,053</u>	<u>13,071</u>	<u>13,071</u>
Current assets				
Inventories	39	117	—	—
Trade and other receivables	3,506	3,335	4,455	2,855
Tax recoverable	—	7	—	—
Cash and bank balances	752	1,065	35	230
	<u>4,297</u>	<u>4,524</u>	<u>4,490</u>	<u>3,085</u>
Total assets	<u>20,230</u>	<u>21,577</u>	<u>17,561</u>	<u>16,156</u>
EQUITY				
Equity attributable to owners of the Company				
Share capital	11,498	11,498	11,498	11,498
Assets revaluation reserve	2,919	2,919	—	—
Accumulated losses	(5,178)	(1,394)	(606)	(528)
Merger Reserve	(6,071)	(6,071)	—	—
Equity attributable to equity holders of the Company	<u>3,168</u>	<u>6,952</u>	<u>10,892</u>	<u>10,970</u>
Non-controlling interests	<u>(22)</u>	<u>7</u>	<u>—</u>	<u>—</u>
Total equity	<u>3,146</u>	<u>6,959</u>	<u>10,892</u>	<u>10,970</u>
LIABILITIES				
Non-current liabilities				
Loans and borrowings	7,788	8,350	—	—
Other payable	3,000	—	1,420	—
	<u>10,788</u>	<u>8,350</u>	<u>1,420</u>	<u>—</u>
Current Liabilities				
Trade and other payables	2,486	2,421	5,249	5,186
Loans and borrowings	3,810	3,847	—	—
	<u>6,296</u>	<u>6,268</u>	<u>5,249</u>	<u>5,186</u>
Total liabilities	<u>17,084</u>	<u>14,618</u>	<u>6,669</u>	<u>5,186</u>
Total equity and liabilities	<u>20,230</u>	<u>21,577</u>	<u>17,561</u>	<u>16,156</u>

*amount below S\$1,000

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

As at 31 Dec 2017 (S\$'000)		As at 31 Dec 2016 (S\$'000)	
Secured	Unsecured	Secured	Unsecured
3,810	nil	3,847	nil

Amount repayable after one year

As at 31 Dec 2017 (S\$'000)		As at 31 Dec 2016 (S\$'000)	
Secured	Unsecured	Secured	Unsecured
7,788	nil	8,350	nil

Details of collateral

Secured bank loans amounting to S\$10,135,000 (31 December 2016: S\$11,606,000) are secured and/or guaranteed by one or several collateral(s) including: (i) a legal mortgage over our Group's property at 16A Sungei Kadut Way and/or 7 Mandai Link and/or 8 Loyang Way 4, (ii) corporate guarantees by our Company, (iii) legal mortgages over certain of Mr. Pang Pok's personal properties, and (iv) personal guarantees by Mr. Pang Pok.

Finance lease liabilities amounting to S\$1,464,000 (31 December 2016: S\$591,000) are secured by the rights to the Group's motor vehicles and machinery.

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

COMBINED STATEMENT OF CASH FLOWS

	Group FY2017 S\$'000	Group FY2016 S\$'000
Cash flows from operating activities		
Loss before tax from continuing operations	(3,840)	(1,940)
Adjustments for:		
Amortisation of government grant	(114)	(44)
Depreciation	1,527	1,135
Waiver of amount due to a director	–	(1,000)
Interest expense	405	433
Bad debts written-off	101	–
Property, plant and equipment written off	19	4
Loss on disposal of property, plant and equipment	–	43
Fair value loss (gain) on investment properties	221	(5)
Operating cash flow before working capital changes	<u>(1,681)</u>	<u>(1,374)</u>
Changes in working capital:		
Inventories	78	(114)
Receivables	(272)	(1,606)
Payables	179	927
Cash flows used in operations	<u>(1,696)</u>	<u>(2,167)</u>
Income tax refund / (paid)	33	(125)
Net cash used in operating activities	<u>(1,663)</u>	<u>(2,292)</u>
Cash flow from investing activities		
Purchases of property, plant and equipment	(342)	(4,494)
Additions to investment property	–	(11)
Proceeds from disposal of property, plant and equipment	–	13
Contributions from non-controlling interests	–	45
Net cash used in investing activities	<u>(342)</u>	<u>(4,447)</u>
Cash flow from financing activities		
Decrease in bank deposits pledged	–	55
Repayment of obligations under finance lease	(379)	(214)
Proceeds from finance lease	947	–
Proceeds from loans and borrowings	–	1,011
Repayment of loans and borrowings	(1,471)	(1,921)
Net proceeds from issuance of ordinary shares	–	8,280
Loan from director	3,000	–
Interest expenses	(405)	(433)
Net cash generated from financing activities	<u>1,692</u>	<u>6,778</u>
Net (decrease) / increase in cash and cash equivalents	(313)	39
Cash and cash equivalents at beginning of the period	1,065	1,026
Cash and cash equivalents at end of the period (Note A)	<u>752</u>	<u>1,065</u>

1(d)(i) A statement (for the issuer and group) showing either (a) all changes in equity or (b) 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 S\$'000	Asset Revaluation Reserve S\$'000	(Accumulated Losses) / Retained Earnings S\$'000	Merger Reserve S\$'000	Total attributable to owners of the Company S\$'000	Non- controlling interest S\$'000	Total equity S\$'000
At 1 January 2017	11,498	2,919	(1,394)	(6,071)	6,952	7	6,959
Loss for the period	–	–	(3,784)	–	(3,784)	(29)	(3,813)
At 31 December 2017	11,498	2,919	(5,178)	(6,071)	3,168	(22)	3,146
At 1 January 2016	3,704	2,919	519	(6,071)	1,071	–	1,071
Loss for the period	–	–	(1,913)	–	(1,913)	(38)	(1,951)
Issuance of ordinary shares	8,280	–	–	–	8,280	–	8,280
Incorporation of subsidiary	–	–	–	–	–	45	45
Capitalisation of IPO expenses	(486)	–	–	–	(486)	–	(486)
At 31 December 2016	11,498	2,919	(1,394)	(6,071)	6,952	7	6,959

STATEMENTS OF CHANGES IN EQUITY (Cont'd)

Company

	Share capital S\$'000	Accumulated Losses S\$'000	Total S\$'000
At 1 January 2017	11,498	(528)	10,970
Profit for the period	–	(78)	(78)
At 31 December 2017	11,498	(606)	10,892
At 1 January 2016	3,704	(1,316)	2,388
Profit for the period	–	788	788
Issuance of ordinary shares	8,280	–	8,280
Capitalisation of IPO expenses	(486)	–	(486)
At 31 December 2016	11,498	(528)	10,970

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 the number of subsidiary holdings, if any, and the 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.

Issued and fully paid ordinary shares	No. of shares ('000)	Share capital (\$'000)
As at 31 December 2017 and 31 December 2016	132,000	11,498

There were no outstanding convertibles as at 31 December 2017 and 31 December 2016.

The Company did not have any treasury shares and subsidiary holdings as at 31 December 2017 and 31 December 2016.

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.

	As at 31 Dec 2017 and 31 Dec 2016
Total number of issued shares (excluding treasury shares)	132,000,000

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

Not applicable. The Company did not have treasury shares during and as at the end of the current financial period reported on.

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. The Company did not have any subsidiary holdings during and 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 by the auditors of the Company.

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 financial results for the financial year under review have been prepared using the same accounting policies and methods of computation as presented in the Group's most recently audited financial statements for the financial year ended 31 December 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 Group has adopted all the new and revised FRS and Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for the current financial period. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS and INT FRS. The adoption of these new/revised FRS and INT FRS did not have any material effect on the financial results or position of the Group and the Company.

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

	Group	
	<u>FY2017</u>	<u>FY2016</u>
Loss attributable to owners of the Company (S\$'000)	(3,784)	(1,913)
Weighted average number of ordinary shares ('000)	132,000	126,929
Basic and diluted loss per share (cents)	(2.87)	(1.51)

The basic and diluted loss per share are the same as there were no dilutive ordinary shares in issue as at 31 Dec 2017 and 31 Dec 2016.

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	Group	Company	Company
	As at	As at	As at	As at
	31-Dec-17	31-Dec-16	31-Dec-17	31-Dec-16
Net asset value (S\$'000)	3,168	6,952	10,892	10,970
Number of ordinary shares ('000)	132,000	132,000	132,000	132,000
Net asset value per ordinary share (cents)	2.4	5.3	8.3	8.3

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 THE GROUP'S PERFORMANCE

The following review of the performance of the Group is in relation to the financial year ended 31 December 2017 ("FY2017") as compared to the financial year ended 31 December 2016 ("FY2016").

Revenue

Our revenue increased by approximately S\$745,000 or 8%, from S\$9.2 million in FY2016 to S\$9.9 million in FY2017 mainly due to additional contracts secured from coffee shops.

Cost of sales and gross profits

Our cost of sales increased by approximately S\$1.6 million or 17%, from S\$9.3 million in FY2016 to S\$10.9 million in FY2017 mainly due to (i) an increase in salary and foreign worker levy of S\$1.2 million as there was an overall increase in foreign workers hired under the Government's Lean Enterprise Development (LED) scheme (ii) an increase in overhead cost of S\$129,000 such as utilities expenses and transportation (iii) an increase in depreciation expenses of approximately S\$297,000. The aforementioned was mainly due to the new facility set up at 8 Loyang Way 4 in March 2016.

Due to the foregoing, we incurred a gross loss of S\$929,000 in FY2017 as compared to a gross loss of S\$78,000 in FY2016.

Other income

Other income decreased by approximately S\$1.0 million, or 47% mainly attributable to the absence of S\$1.0 million forgiven by our Executive Chairman and Chief Executive Officer, Mr. Pang Pok recognised in FY2016.

Administrative expenses

Our administrative expenses increased by approximately S\$66,000 mainly due to (i) an increase in depreciation of the office fixtures and fittings in the new Loyang facility of approximately S\$95,000 and fair value loss on investment properties of S\$221,000; (ii) an increase of \$101,000 in bad debts written-off; (iii) partially offset by a decrease in salaries and related expenses of S\$240,000 arising from an overall decrease in senior executive headcount; (iv) absence of IPO expenses of approximately of S\$120,000 recognised in FY2016.

Finance Cost

Our finance costs decreased by approximately S\$28,000, or 6% mainly due to lower borrowings as a result of loan repayment, and partially offset by the new finance lease with lower interest rate.

REVIEW OF THE GROUP'S FINANCIAL POSITION

The following review of the financial position of the Group is in relation to 31 December 2017 as compared to 31 December 2016.

Non-current assets

Property, plant and equipment decreased by S\$899,000 was mainly due to the depreciation in property, plant and equipment of S\$1.5 million and offset by the additions of dishwashing equipment amounting to S\$647,000 for the expansion of the Group's dishware washing operations.

Investment properties decreased by S\$221,000 was due to the fair value loss on investment properties.

Current assets

The decrease in inventories of S\$78,000 was mainly due to sales of crockeries to coffee shops.

Trade and other receivables increased by S\$171,000 as a result of an increase in trade receivables which is in line with higher revenues

Non-current liabilities

Non-current loans and borrowings decreased by S\$562,000, or 6.7% was mainly due to new finance lease of S\$947,000 for financing of machineries and motor vehicle and partially offset by the progressive repayment loans of S\$1.5 million. The non-current portion of our loans and borrowings as at 31 December 2017 bore interest rates ranging from 1.9% to 9.6% per annum.

Other payables increased by S\$3.0 million as at 31 December 2017 was mainly due to loan of S\$3.0 million received from our Executive Chairman and Chief Executive Officer, Mr. Pang Pok.

Current liabilities

Trade and other payables increased by S\$65,000 or 3% as at 31 December 2017. This was mainly attributable to (i) an increase in trade payables of S\$89,000 which is in line with the increase in cost of sales; and partially offset by a decrease in other payables by S\$24,000.

Current loans and borrowings decreased by S\$37,000, or 1% due to new finance lease of S\$280,000 obtained for financing of machineries and motor vehicle and partially offset by progressive repayment of loans of S\$317,000. This current portion of our loans and borrowings as at 31 December 2017 bore interest rates ranging from 1.9% to 9.6% per annum

REVIEW OF THE GROUP'S FINANCIAL POSITION (Cont'd)

Negative working capital

The Group has a negative working capital of approximately S\$2.0 million as at 31 December 2017. Mr Pang Pok has as at the date of this announcement, provided an interest-free shareholder loan amounting to S\$650,000 with no fixed repayment terms. He has, on 27 Feb 2018, provided an irrevocable undertaking to the Company to provide an additional S\$2.0 million interest-free shareholder loan on or before 31 March 2018 (“**Additional SH's Loan**”). Based on the management's internal cash flow projection as well as the Additional SH's Loan, the Board is of the view that the Group is able to meet its obligations in the next 12 months.

As at the date of this announcement, our Executive Chairman and Chief Executive Officer, Mr. Pang Pok has loaned to the Group an aggregate amount of S\$3.65 million.

The Group is also planning to raise additional capital to strengthen the Group's cash position and to mitigate any potential liquidity risk.

REVIEW OF THE GROUP'S CASH FLOW STATEMENT

Net Cash Used in Operating Activities

In FY2017, we recorded net cash used in operating activities of S\$1.7 million, which comprised operating cash flows before changes in working capital of S\$1.68 million, net working capital outflow of S\$1.7 million, and net tax refund of approximately S\$33,000.

The working capital outflow was mainly due to an increase in trade and other receivables of S\$171,000 and a decrease in trade and other payables of S\$179,000.

Net Cash Used in Investing Activities

In FY2017, we recorded a net cash outflow used in investing activities of S\$342,000 which was mainly due to the additions of dishwashing equipment for the expansion of the Group's dishware washing operations. The group acquired property, plant and equipment with an aggregate cost of S\$647,000 of which S\$305,000 was financed by means of finance leases.

Net Cash Generated from Financing Activities

In FY2017, we recorded a net cash inflow from financing activities of approximately S\$1.7 million. This was mainly due to (i) loan from director of S\$3.0 million and proceeds from finance lease of S\$947,000, partially offset by repayment of bank borrowings and finance lease and interest amounting to S\$2.2 million.

Overall, the cash and cash equivalent of the Group has decreased by S\$313,000 from S\$1.07 million as at 31 December 2016 to S\$752,000 as at 31 December 2017.

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

No forecast or prospect statement was disclosed to shareholders previously.

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.

With an anticipated tightness in the labour market for dishwashing staff and the Government's continuous effort to reduce domestic companies' reliance on foreign workers. The Group is of the opinion that any further increase in business volume will continue to reap economies of scale.

As the industry is expected to continue to be challenging due to the pressure on operation cost and keen competition. The Group will further implement necessary cost-control measures and improve work flow processes, manpower utilisation and information technology applications to increase productivity, efficiency and lower operating costs.

The Group will continue to expand into new market segment such as hospitality industry to achieve sustainable growth so as to deliver greater value for both our customers and shareholders.

11. Dividend

If a decision regarding dividend has been made: -

(a) Whether an interim (final) dividend has been declared (recommended); and

No dividend has been declared for FY2017.

(b) Amount per share (cents) and previous corresponding period (cents).

Not applicable. No dividend has been declared for FY2016.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfer receive by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

No dividend has been declared or recommended for FY2017.

13. Segmented revenue and results for operating 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

No segmental information is presented based on business or geographical segment as the Group operates in only one business segment, which is the provision of centralised dishware washing and cleaning services in Singapore.

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

Please refer to item 8 above.

15. A breakdown of sales as follows: -

	FY2017 \$'000 Group	FY2016 \$'000 Group	% Increase/ (decrease) Group
a) Sales reported for first half year	4,820	4,394	9.7%
b) (Loss) / Profit before tax for first half	(1,836)	400	N.M.
c) Sales reported for second half year	5,126	4,807	6.6%
d) Loss before tax for second half year	(2,004)	(2,340)	(14.4%)

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

Not applicable. No dividend has been declared or recommended for FY2017 and FY2016.

17. 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 had on 28 April 2017 obtained a general mandate from its shareholders for IPTs. For details, please refer to the Company’s circular dated 11 April 2017.

Name of Interested Person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	S\$'000	S\$'000
Hao Kou Wei Pte Ltd	705 ⁽¹⁾	149
Hawker Management Pte Ltd	–	187 ⁽²⁾

Notes:

- (1) S\$600,000 relates to the rental paid/payable by Hao Kou Wei Pte Ltd pursuant to the lease agreement dated 1 December 2014 (please refer to page 172 of the Company’s offer document dated 7 January 2016 for details) and crockery sales of S\$105,000. Hao Kou Wei Pte Ltd is wholly-owned by Ms. Ang Siew Kiock, spouse of Executive Chairman, Chief Executive Officer, Mr. Pang Pok.
- (2) Relates to the cleaning services provided to Hawker Management Pte Ltd pursuant to the sales agreement dated 29 September 2017 for a period of 3 years commencing 3 October 2017. Under the agreement, the Company is to perform centralised on and off-premise dishwashing and table top cleaning at S\$63,775 per month. Hawker Management Pte Ltd is a wholly-owned subsidiary of Koufu Pte Ltd. Both Hawker Management Pte Ltd and Koufu Pte Ltd are indirectly wholly-owned by Mr. Pang Lim and his spouse, brother of Executive Chairman, Chief Executive Officer, Mr. Pang Pok. For the avoidance of doubt, (i) the cleaning services are similar to that provided to Koufu Pte Ltd under the Company’s existing IPT mandate, and (ii) the methods/procedures for determining the rates of the cleaning services provided to Hawker Management Pte Ltd are similar to that provided to Koufu Pte Ltd under the Company’s existing IPT mandate.

18. Confirmation pursuant to Rule 720(1) of the Catalist Rules

The Company confirms that it has procured undertakings from all its Directors and executive officers (in the format set out in Appendix 7H) as required under Rule 720(1) of the Catalist Rules.

19. Disclosure of 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 pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

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
Pang Yiling, Eliss	34	Daughter of Mr. Pang Pok	Special Projects Manager since 2015	No change

BY ORDER OF THE BOARD

Pang Pok

Executive Chairman and Chief Executive Officer

27 February 2018