NauticAWT Limited
(Company Registration No: 201108075C)

UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER ("FY") 2018

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, SAC Capital Private Limited ("**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

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.

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Overview of NauticAWT Limited

NauticAWT Limited, together with its subsidiaries (the "**Group**") is a Singapore based company currently engaging more than 60 employees in subsidiaries and offices in Mexico, Dubai, Mumbai, Malaysia, Singapore, Brunei and Brisbane. Ultra High-Performance Concrete and Composites ("**UHPC**") are our business - we develop and produce UHPC products and we offer UHPC based solutions and services for multiple industries including:

- Renewables Industries
- Ports and Offshore Industries
- Civil Construction Industries
- Energy and Mining Industries

Our UHPC products, which are manufactured at our automated production facility in Malaysia, are marketed under the trade name **NaX™** dry-mix series. The nano-engineered products are composed of selected silica and bauxite aggregates coupled with cementitious pozzolans and proprietary blend of chemical additives.

In a constantly changing and dynamic world, our organization must continually adapt and fine-tune our offerings in order to remain relevant and attractive to both clients, personnel and investors. Since our inception in 2011, through the listing on the Catalist Board of the SGX-ST in Singapore in July 2015 to present day, the Group has strived to move with the times, whilst retaining the overall ethics, service excellence, quality and ethos of the founding organisation.

Our evolution is symbolized in the adoption of our new brand, **NAUTEC** – which we believe precisely aligns itself with the original branding, expertise and cutting edge UHPC materials range NaX™ which is synonymous with the original company Nautic, together with a renewed emphasis on the technologies that will allow us to drive the business forward.

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

1(a)(i) 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 immediately preceding year

Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Group		
	Unaudited FY2018 US$	**Audited FY2017 US$**	**Increase/ (Decrease) %**
Continuing operations			
Revenue	7,565,952	8,953,151	(15.5)
Cost of sales	(3,761,120)	(5,080,212)	(26.0)
Gross profit	3,804,832	3,872,939	(1.8)
Distribution expenses	(550,412)	(480,197)	14.6
Administrative expenses	(4,493,780)	(7,559,669)	(40.6)
One-off NauticAWT Performance Share Plan ("**PSP**") cost	(485,702)[(1)]	-	N/M
Other income	40,844	69,173	(41.0)
Finance costs	(555,600)	(408,169)	36.1
Loss before tax	(2,239,818)	(4,505,923)	(50.3)
Income tax credit (expense)	45,434	(140,879)	N/M
Loss for the year from continuing operations	(2,194,384)	(4,646,802)	(52.8)
Discontinued operations			
Loss for the year from discontinued operations	(2,788,991)[(2)]	(1,623,426)	71.8
Loss for the year	(4,983,375)	(6,270,228)	(20.5)
Other comprehensive income (loss)			
Item that may be reclassified subsequently to profit or loss			
Exchange differences on translation of foreign operations	138,441	(175,439)	N/M
Total other comprehensive income (loss) for the year	138,441	(175,439)	N/M
Total comprehensive loss for the year	(4,844,934)	(6,445,667)	(24.8)
Loss (Profit) attributable to:			
Owners of the Company	(4,983,375)	(6,854,912)	(27.3)
Non-controlling interests	-	584,684	N/M
	(4,983,375)	(6,270,228)	(20.5)
Total comprehensive (loss) income attributable to:			
Owners of the Company	(4,844,934)	(7,030,351)	(31.1)
Non-controlling interests	-	584,684	N/M
	(4,844,934)	(6,445,667)	(24.8)

N/M: Not meaningful

Notes:

(1) Excluding the one-off NauticAWT PSP cost of approximately US$0.5 million, the Group would have recorded a loss before tax from continuing operations of US$1.8 million in FY2018.

(2) Including an impairment of US$2.7 million in relation to a major asset of a wholly owned subsidiary held for sale.

1(a)(ii) The total comprehensive income include the following charges (credits):

	Group		
	Unaudited FY2018 US$	**Audited FY2017 US$**	**Increase/ (Decrease) %**
Depreciation of property, plant and equipment	731,226	860,229	(15.0)
Amortisation of intangible assets	30,192	30,300	(0.4)
Interest expense	623,213	545,162	14.3
(Write back) Write off of obsolete inventories	(14,523)	77,374	N/M
Allowance for doubtful debts	915,026	3,755,899	(75.6)
Impairment of assets classified as held for sale	2,718,338	-	N/M
Write off of property, plant and equipment	26,479	125,526	(78.9)
Loss on disposal of property, plant and equipment	182,426	41,822	N/M
One-off NauticAWT PSP expense	485,702	-	N/M
Net foreign exchange loss (gain)	214,843	(78,060)	N/M
Interest income	(17,163)	(726)	N/M
(Write back) Write off of deferred tax (liabilities) assets	(52,589)	636,628	N/M
Share of profit of joint venture	-	(13,000)	N/M
Gain on disposal of discontinued operations	-	(1,905,159)	N/M

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.

Consolidated Statement of Financial Position

	Group		Company	
	Unaudited 31-Dec-18 US$	Restated[(1)] 31-Dec-17 US$	Unaudited 31-Dec-18 US$	Audited 31-Dec-17 US$
ASSETS				
Current assets				
Cash and bank balances	38,624	317,067	1,317	58,687
Trade receivables	1,185,052	1,796,337[(1)]	9,849,410	10,481,787
Contract assets	479,755	338,698[(1)]	-	-
Other receivables	903,574	1,210,542	317,787	1,922,018
Inventories	556,127	343,973	-	-
	3,163,132	4,006,617	10,168,514	12,462,492
Assets classified as held for sale	4,877	2,518,600	-	-
Total current assets	3,168,009	6,525,217	10,168,514	12,462,492
Non-current assets				
Property, plant and equipment	7,299,905	8,201,501	630,592	607,987
Intangible assets	1,109,606	680,871	1,060,970	632,235
Investment in subsidiaries	-	-	425,623	425,623
Other receivables	-	-	2,815,436	2,762,936
Total non-current assets	8,409,511	8,882,372	4,932,621	4,428,781
Total assets	11,577,520	15,407,589	15,101,135	16,891,273
LIABILITIES AND EQUITY				
Current liabilities				
Trade payables	1,136,829	1,510,718	-	-
Other payables	5,049,423	5,431,390	15,748,319	14,550,510
Government grant received	355,130	355,130	355,130	355,130
Liabilities for trade bills discounted with recourse	137,272	214,054	-	-
Bank loan and advances	697,956	1,915,932	-	237,046
Loan from directors	136,078	-	136,078	-
	7,512,688	9,427,224	16,239,527	15,142,686
Liabilities directly associated with assets classified as held for sale	219,142	120,786	-	-
Total current liabilities	7,731,830	9,548,010	16,239,527	15,142,686
Non-current liabilities				
Long-term bank loan	3,149,748	3,374,731	-	-
Loan from directors	624,459	500,099	624,459	500,099
Deferred tax liabilities	-	52,589	-	-
Convertible notes	3,072,269	1,016,061	3,072,269	1,016,061
Other payables	555,097	122,750	555,097	-
Total non-current liabilities	7,401,573	5,066,230	4,251,825	1,516,160
Total liabilities	15,133,403	14,614,240	20,491,352	16,658,846
Capital and reserves				
Share capital	7,733,885	7,248,183	7,733,885	7,248,183
Other capital reserve	733,125	723,125	733,125	723,125
Share options reserve	108,639	108,639	108,639	108,639
Foreign currency translation reserve	45,963	(92,478)	-	-
Accumulated losses	(12,177,495)	(7,194,120)	(13,965,866)	(7,847,520)
Equity attributable to owners of the Company	(3,555,883)	793,349	(5,390,217)	232,427
Non-controlling interests	-	-	-	-
Total equity	(3,555,883)	793,349	(5,390,217)	232,427
Total liabilities and equity	11,577,520	15,407,589	15,101,135	16,891,273

Note:

(1) Restatement of accounts as a result of the adoption of SFRS(I) 15 *Revenue from Contracts with Customers*. Please refer to paragraph 5(ii) for further details.

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

(A) the amount repayable in one year or less, or on demand;

Group		Group	
31-Dec-18		31-Dec-17	
Secured	Unsecured	Secured	Unsecured
US$	US$	US$	US$
835,228	776,057	2,129,986	245,500

(B) the amount repayable after one year;

Group		Group	
31-Dec-18		31-Dec-17	
Secured	Unsecured	Secured	Unsecured
US$	US$	US$	US$
3,149,748	4,251,825	3,374,731	1,638,910

Details of any collateral

Bank borrowings

The Group's bank borrowings are secured by the following:

(a) Assignment of an insurance policy;
(b) A charge of US$Nil (31 December 2017: US$74,360) over all term deposit accounts of a subsidiary (31 December 2017: a subsidiary);
(c) Fixed charge over all assets of two subsidiaries (31 December 2017: two subsidiaries);
(d) Fixed and floating charge over all assets of a subsidiary (31 December 2017: a subsidiary);
(e) A charge over the property of a subsidiary (31 December 2017: a subsidiary);
(f) A charge over the Project Account of a subsidiary (31 December 2017: a subsidiary); and
(g) Assignment of an offtake agreement by a subsidiary (31 December 2017: a subsidiary).

As at 31 December 2018, the Group is still in breach of certain bank covenants in relation to loans from one of its principal bankers since the Group did not fulfil the minimum tangible net worth requirement. As a result, all the outstanding loans due to this principal banker are repayable on demand and hence classified as current liabilities. Please refer to paragraph 8 (Working capital and going concern assessment) for further details.

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 Statement of Cash Flows

		Group	
		Unaudited FY2018 US$	**Restated FY2017 US$**
Operating activities			
Loss before tax	(A)	(5,028,809)	(5,492,721)
Adjustments for:			
Depreciation of property, plant and equipment		731,226	860,229
Amortisation of intangible assets		30,192	30,300
Share of profit of joint venture		-	(13,000)
Gain on disposal of discontinued operations		-	(1,905,159)
Allowance for doubtful debts		915,026	3,755,899
Impairment losses on asset held for sales		2,718,338	-
Write off of property, plant and equipment		26,479	125,526
Loss on disposal of property, plant and equipment		182,426	41,822
Write back of provision for leave entitlement		(16,986)	-
(Write back) Write off of obsolete inventories		(14,523)	77,374
Net foreign exchange loss (gain)		203,049	(71,095)
Interest expense		623,213	545,162
Interest income		(17,163)	(726)
One-off NauticAWT PSP expense		485,702	-
Share-based payment		-	44,455
Operating cash flows before movements in working capital		838,170	(2,001,934)
Trade receivables		(286,579)	2,580,162
Contract assets		(141,057)	1,527,144
Other receivables		247,358	(311,018)
Inventories		(197,631)	(127,010)
Trade payables		(373,889)	2,161,931
Other payables		156,543	(501,940)
Trade bills discounted with recourse		(76,782)	(1,851,353)
Cash generated from operations		166,133	1,475,982
Income tax refund (paid)		87,138	(45,368)
Interest received		-	726
Interest paid		(379,627)	(469,622)
Net cash (used in) generated from operating activities		(126,356)	961,718
Investing activities			
Purchase of property, plant and equipment	(B)	(507,558)	(161,940)
Proceeds from disposal of property, plant and equipment		32,132	122,340
Addition of intangible assets		(256,075)	(255,188)
Investment in joint venture		-	(1,200,000)
Net cash used in investing activities		(731,501)	(1,494,788)
Financing activities			
Loan from directors		72,701	247,350
Proceeds from bank loans		-	1,445,400
Release of restricted cash		74,630	-
Repayment of advances to bank		(79,878)	(220,311)
Repayment of finance lease payables		-	(67,529)
Repayments of bank loans		(1,288,039)	(1,493,522)
Issuance of convertible notes		1,900,000	735,000
Net cash from financing activities		679,414	646,388

	Group	
	Unaudited FY2018 US$	**Restated FY2017 US$**
Net (decrease) increase in cash and cash equivalents	(178,443)	113,318
Cash and cash equivalents at beginning of year	(139,495)	(302,711)
Effects of exchange rate changes on balances of cash held in foreign currencies	(5,893)	49,898
Cash and cash equivalents at end of year	(323,831)	(139,495)

Notes:

(A) The amount reflected as loss before tax in the consolidated statement of cash flows is derived from the aggregate of loss before tax from discontinued operations of US$2,788,991 (2017: US$986,798) and loss before tax from continuing operations of US$2,239,818 (2017: US$4,505,923).

(B) The Group acquired property, plant and equipment at an aggregate cost of US$184,946 (2017: US$165,695) of which cash payment of US$46,159 (2017: US$161,940) were paid during the year. As at 31 December 2018, US$154,701 (2017: US$477,313) remains unpaid and was recorded under "Other Payables".

For the purpose of the consolidated statement of cash flows, cash and cash equivalents comprise the following at the end of the financial year:

	Group	
	Unaudited FY2018 US$	**Restated FY2017 US$**
Cash and bank balances	38,624	317,067
Less: Bank overdrafts	(362,455)	(381,932)
Less: Restricted cash	-	(74,630)
Cash and cash equivalents	(323,831)	(139,495)

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 capitalization issues and distributions to shareholders, together with comparative statement for the corresponding period of the immediately preceding financial year.

Group	Share capital	Other capital reserve	Share options reserve	Foreign currency translation reserve	Accumulated losses	Attributable to owners of the Company	Non-controlling interests	Total
	US$	US$	US$	US$	US$	US$	US$	US$
Balance at 1 January 2018	**7,248,183**	**723,125**	**108,639**	**(92,478)**	**(7,194,120)**	**793,349**	**-**	**793,349**
Total comprehensive income for the year								
Loss for the year	-	-	-	-	(4,983,375)	(4,983,375)	-	(4,983,375)
Other comprehensive income for the year	-	-	-	138,441	-	138,441	-	138,441
Total	-	-	-	138,441	(4,983,375)	(4,844,934)	-	(4,844,934)
Transactions with owners recognised directly in equity								
Issuance of shares pursuant to NauticAWT PSP	485,702	-	-	-	-	485,702	-	485,702
Issuance of convertible notes	-	10,000	-	-	-	10,000	-	10,000
Total	485,702	10,000	-	-	-	495,702	-	495,702
Balance at 31 December 2018 (unaudited)	**7,733,885**	**733,125**	**108,639**	**45,963**	**(12,177,495)**	**(3,555,883)**	**-**	**(3,555,883)**
Balance at 1 January 2017	**7,248,183**	**718,247**	**64,184**	**82,961**	**(339,208)**	**7,774,367**	**(584,684)**	**7,189,683**
Total comprehensive income for the year								
(Loss) Profit for the year	-	-	-	-	(6,854,912)	(6,854,912)	584,684	(6,270,228)
Other comprehensive loss for the year	-	-	-	(175,439)	-	(175,439)	-	(175,439)
Total	-	-	-	(175,439)	(6,854,912)	(7,030,351)	584,684	(6,445,667)
Transactions with owners recognised directly in equity								
Recognition of share-based payment	-	-	44,455	-	-	44,455	-	44,455
Issuance of convertible notes	-	4,878	-	-	-	4,878	-	4,878
Total	-	4,878	44,455	-	-	49,333	-	49,333
Balance at 31 December 2017 (audited)	**7,248,183**	**723,125**	**108,639**	**(92,478)**	**(7,194,120)**	**793,349**	**-**	**793,349**

Company	Share capital	Other capital reserve	Share options reserve	Accumulated losses	Total
	US$	US$	US$	US$	US$
Balance at 1 January 2018	**7,248,183**	**723,125**	**108,639**	**(7,847,520)**	**232,427**
Total comprehensive income for the year					
Loss for the year	-	-	-	(6,118,346)	(6,118,346)
Total	-	-	-	(6,118,346)	(6,118,346)
Transactions with owners recognised directly in equity					
Issuance of shares pursuant to NauticAWT PSP	485,702	-	-	-	485,702
Issuance of convertible notes	-	10,000	-	-	10,000
Total	485,702	10,000	-	-	495,702
Balance at 31 December 2018 (unaudited)	**7,733,885**	**733,125**	**108,639**	**(13,965,866)**	**(5,390,217)**
Balance at 1 January 2017	**7,248,183**	**718,247**	**101,337**	**(1,449,852)**	**6,617,915**
Total comprehensive income for the year					
Loss for the year	-	-	-	(6,397,668)	(6,397,668)
Total	-	-	-	(6,397,668)	(6,397,668)
Transactions with owners recognised directly in equity					
Recognition of share-based payment	-	-	7,302	-	7,302
Issuance of convertible notes	-	4,878	-	-	4,878
Total	-	4,878	7,302	-	12,180
Balance at 31 December 2017 (audited)	**7,248,183**	**723,125**	**108,639**	**(7,847,520)**	**232,427**

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.

Ordinary Shares

	Number of Shares	(US$)
As at 31 December 2017	190,965,893	7,248,183
Issuance of shares pursuant to NauticAWT PSP	21,367,632	485,702
As at 30 June 2018 and 31 December 2018	212,333,525	7,733,885

Share Options

On 27 June 2016, the Company granted 23,550,000 options, in 3 equal tranches of 7,850,000 options each, under the NauticAWT Employee Share Option Scheme (the "**Scheme**"). As at 31 Dec 2018, 9,600,000 options to subscribe for 9,600,000 shares remained outstanding (31 December 2017: 15,300,000). Details of the outstanding options as at 31 Dec 2018 are as follows:

		Exercisable Period	
Outstanding Options as at 31 December 2018	**Exercise Price (S$)**	**From**	**To**
3,200,000	0.25	31 December 2017	31 December 2020
3,200,000	0.30	31 December 2018	31 December 2021
3,200,000	0.35	31 December 2019	31 December 2022
9,600,000			

Convertible notes

On 20 March 2017, 29 May 2017 and 22 June 2017, the Company issued up to US$1,000,000 in aggregate principal amount of convertible notes (the "**Notes 1**") due 2020. The number of shares to be converted (the "**Conversion Shares 1**") will be determined by dividing the principal amount of the Notes 1, translated into Singapore dollars at the spot rate for the sale of Singapore dollars against the purchase of United State dollars on the day when the conversion right of the Notes 1 holder is exercised, by the conversion price of S$0.15 per share. Based on the exchange rate of US$1:S$1.3964 on 30 April 2017 which was used for illustration purposes in the circular in relation to the Notes 1, the number of Conversion Shares 1 which may be issued and allotted will be 9,309,334 in total.

On 7 August 2018, the Company issued up to US$2,320,000 in aggregate principal amount of convertible notes (the "**Notes 2**") due 2021. The number of shares to be converted (the "**Conversion Shares 2**") will be determined by dividing the principal amount of the Notes 2, by the conversion price of US$0.02675 per share. The maximum number of Conversion Shares 2 which may be issued and allotted will be 86,728,971 in total. As at 31 December 2018, the Company had drawn down US$1,950,000 in total.

Details of the outstanding convertible notes as at 31 December 2018 are as follows:

				Conversion Period	
	Principal amount of the convertible notes as at 31 December 2018 (US$)	**Conversion Price**	**Number of conversion shares that may be issued on conversion**	**From**	**To**
Notes 1	1,000,000	S$0.15	9,309,334	17 October 2019	16 October 2020
Notes 2	1,950,000	US$0.02675	72,897,196	18 September 2018	17 September 2021
	2,950,000		82,206,530		

The Company did not have any treasury shares and subsidiary holdings as at 31 December 2018 and 31 December 2017.

1(d)(iii) 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.

	31-Dec-18	**31-Dec-17**
Total number of shares (excluding treasury shares)	212,333,525	190,965,893

The Company did not have any treasury shares and subsidiary holdings as at 31 December 2018 and 31 December 2017.

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

Not applicable as the Company did not have any treasury shares as at 31 December 2018.

1(d)(v) A statement showing all sales, transfers, disposals, 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 have any subsidiary holdings as at 31 December 2018.

2. Please state whether the figures have been audited or reviewed, and if so which auditing standard or practice has been followed.

The figures have not been audited or reviewed by the Company's auditors.

3. If the figures have been audited or reviewed, please provide a statement on whether there are any qualifications or emphasis of matter.

Not applicable.

4. Please state whether the same accounting policies and method of computation as in the issuer's most recently audited financial statements have been followed.

For the current reporting period, the Group has applied the same accounting policies and methods of computation as those applied in its audited financial statements for the financial year ended 31 December 2017, including the first time adoption of Singapore Financial Reporting Standards (International) ("**SFRS(I)**"), effective from 1 January 2018 for Singapore incorporated companies listed on the Singapore Exchange. Except as disclosed under Note 5 below, the adoption of new SFRS(I) and Interpretation of SFRS(I) ("**INT SFRS(I)**") which have become effective for the financial year ending 31 December 2018 have had no material impact on the financial information for the current period ended 31 December 2018 and its comparative balances.

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 adoption of new and revised SFRS(I) and INT SFRS(I) effective from 1 January 2018, mainly SFRS(I) 9 *Financial Instruments and* SFRS(I) 15 *Revenue from Contracts with Customers* did not result in any significant changes to the Group's accounting policies and methods of computation for FY2018.

(i) SFRS(I) 9 *Financial Instruments*

SFRS(I) 9 introduces new requirements for recognition, classification and measurement of financial assets, impairment of financial assets and hedge accounting from 1 January 2018. In relation to the impairment of financial assets, SFRS(I) 9 requires an expected credit loss model and replaces the FRS39 incurred loss model. The Group and the Company have adopted the new standard and assessed that the adoption of this standard has no material effect on the amounts reported.

(ii) SFRS(I) 15 *Revenue from Contracts with Customers*

SFRS(I) 15 establishes a five step model to account for revenue arising from contracts with customers, and introduces new contract costs guidance. Under SFRS(I) 15, there are specific requirements on how revenue should be recognised and other new requirements and additional disclosures. The Group and the Company have applied the changes in accounting policies retrospectively to each reporting year presenting, using the full retrospective approach. Other than the presentation of contract assets in the consolidated statement of financial position, the Group and the Company have assessed that the adoption of this standard has no material effect on the amounts reported.

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.

	FY2018	FY2017
Loss per share (US cents) from continuing and discontinued operations based on:		
a. weighted average number of shares on issue	(2.39)	(3.59)
b. a fully diluted basis	(2.39)	(3.59)
Weighted average shares for calculation of:		
a. weighted average number of shares on issue	208,231,944	190,965,893
b. a fully diluted basis	208,231,944	190,965,893

7. Net asset value (for the issuer and group) per ordinary share based on 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		Company	
	31-Dec-18 Unaudited	31-Dec-17 Restated	31-Dec-18 Unaudited	31-Dec-17 Audited
Net (liabilities) asset value per share (US cents)	(1.67)	0.42	(2.54)	0.12
Number of issued shares	212,333,525	190,965,893	212,333,525	190,965,893

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 results of continuing operations

Revenue

The Group's revenue for FY2018 decreased by 15.5% or US$1.4 million to US$7.6 million, from US$9.0 million for FY2017. This was mainly due to the decrease in revenue contribution by the Ports and Offshore segment of US$2.0 million. However, the decrease was partially offset by the increase in revenue contribution by the Renewables segment and Energy and Mining segment of US$0.3 million each. Energy and Mining segment is a new segment, focusing on rejuvenation and plugging applications in the downhole market.

Gross profit and gross profit margin

The Group's cost of sales for FY2018 decreased by 26.0% or US$1.3 million to US$3.8 million, from US$5.1 million for FY2017. The overall decrease in cost of sales was in line with the decrease in revenue. Furthermore, the decrease was due to decrease in staff costs as a result of reduced headcount, partially offset by the increase in loss on disposal of property, plant and equipment.

The gross profit for FY2018 decreased by 1.8% or US$0.1 million to US$3.8 million, from US$3.9 million in FY2017. The Group's gross profit margin for FY2018 improved by 7.0 percentage points to 50.3% as compared to 43.3% for FY2017.

Distribution expenses

The Group's distribution expenses increased by US$0.1 million or 14.6%, from US$0.5 million in FY2017 to US$0.6 million in FY2018. The increase was mainly due to higher business development cost incurred in securing new order and projects.

Administrative expenses

The Group's administrative expenses decreased by US$3.1 million or 40.6%, from US$7.6 million in FY2017 to US$4.5 million in FY2018 primarily due to (i) reduction in allowance for doubtful debts of US$1.9 million, from US$2.8 million in FY2017 to US$0.9 million in FY2018 due to improved customer collection; (ii) reduction in staff costs of US$0.8 million due to decreased headcount; and (iii) reduction in general office costs such as office rental of US$0.6 million, from US$0.8 million in FY2017 to US$0.2 million in FY2018.

One-off NauticAWT PSP cost

This was pertaining to the grant of 21,367,632 shares to employees of the Group pursuant to NauticAWT PSP as announced on 19 March 2018. No such grant of share awards during FY2017.

Other income

The Group recorded other income of US$40,000 in FY2018 which comprised primarily the government subsidy as compared to US$70,000 in FY2017.

Finance costs

The Group's finance costs increased by US$0.1 million or 36.1%, from US$0.4 million in FY2017 to US$0.6 million in FY2018. The increase is mainly due to higher interest expenses arising primarily from bank loans and advances and convertible notes.

Income tax credit (expense)

The Group recorded income tax credit of US$45,000 as compared to income tax expense of US$140,000 in FY2017. The prior year income tax expense comprised primarily write off of withholding tax while the current year income tax credit related to the write back of deferred tax liabilities.

Loss after tax

As a result of the above, the Group suffered a loss for the year from continuing operations of US$2.2 million in FY2018, significantly improved by US$2.4 million as compared to the losses of US$4.6 million in FY2017.

Review of results of discontinued operations

Loss for the year from discontinued operations

The Group's loss for the year from discontinued operations increased by US$1.2 million or 71.8%, from US$1.6 million in FY2017 to US$2.8 million in FY2018. The loss for FY2018 was pertaining primarily to the impairment of US$2.7 million to a major asset of a wholly owned subsidiary held for sale, following the lapse of the binding term sheet entered by the Company as announced on 26 July 2018. The loss in FY2017 was pertaining primarily to the losses suffered by two subsidiaries placed under administration and liquidation.

Review of Consolidated Statement of Financial Position

Non-current assets

The Group's non-current assets decreased by US$0.5 million, from US$8.9 million as at 31 December 2017 to US$8.4 million as at 31 December 2018. It was mainly due to the decrease in property, plant and equipment of US$0.9 million as a result of the depreciation charge and disposal of property, plant and equipment, partially offset by purchase of property, plant and equipment during the year. The decrease in property, plant and equipment was partially offset by the capitalisation of the intangible assets of US$0.4 million in relation to material development.

Current assets

The Group's current assets decreased by US$3.3 million, from US$6.5 million as at 31 December 2017 to US$3.2 million as at 31 December 2018. The significant decrease was mainly due to the following:

i. a decrease in trade and other receivables of US$0.9 million due to improved customer collection;
ii. a decrease in cash and bank balances of US$0.3 million; and
iii. a significant decrease in assets classified as held for sale of US$2.5 million due to the impairment of a major asset of a wholly owned subsidiary held for sale.

The decrease was partially offset by the increase in inventories of US$0.2 million and contract assets of US$0.1 million.

Non-current liabilities

The Group's non-current liabilities increased by US$2.3 million, from US$5.1 million as at 31 December 2017 to US$7.4 million as at 31 December 2018. The increase was mainly due to the issuance of US$2.0 million of Notes 2 and the loan from directors and staff of US$0.1 million and US$0.4 million respectively. The increase was partially offset by the decrease of long-term bank loan of US$0.2 million due to repayments during the year.

Current liabilities

The Group's current liabilities decreased by US$1.8 million, from US$9.5 million as at 31 December 2017 to US$7.7 million as at 31 December 2018. The decrease was mainly due to the following:

i. a decrease in trade and other payables of US$0.8 million,
ii. a decrease in liabilities for trade bills discounted with recourse of US$0.1 million; and
iii. a decrease in bank loan and advances of US$1.2 million due to repayments during the year.

The decrease was partially offset by the increase of loan from director of US$0.1 million and an increase in liabilities directly associated with assets classified as held for sale of US$0.1 million.

Working capital and going concern assessment

The Group reported a negative working capital of US$4.6 million as at 31 December 2018 as compared to a negative working capital of US$3.0 million as at 31 December 2017. Furthermore, the Group is in a net liability position of US$3.6 million (2017: net asset position of US$0.8 million) as at 31 December 2018. As at the date of this announcement, the Board is of the opinion that the continuing use of the going concern assumption in the preparation of the financial information is appropriate on the following bases:

(i) the Group has continuous support from the existing bankers;
(ii) the Group is able to generate sufficient cash flows from its operations based on internal budget and management's ability to secure new contracts from customers,
(iii) the Group is able to secure additional funding from third parties. As announced on 22 January 2019, the Group had entered into placement agreements of up to an aggregate of S$12 million for general working capital as well as the acquisition of the new businesses. The Group is finalizing the fund raising with the Placement Agents; and
(iv) the Group is able to dispose its entire interest in the wholly owned subsidiary, NauticAWT Energy Pte Ltd ("**NEPL**"). As announced on 18 February 2019, the Company entered into a share sale agreement with a potential buyer to dispose its entire interest in NEPL, subject to fulfilment of certain conditions.

The Company will update Shareholders of the Company on the development of the Proposed Placement and Proposed Disposal when necessary.

Review of cash flows

Operating activities

Net cash used in operating activities in FY2018 amounted to US$0.1 million taking into account the loss before tax of US$5.0 million, adjusted for working capital outflows of US$0.7 million. The working capital outflows was mainly due to increase in trade receivables of US$0.3 million, increase in contract assets of US$0.1 million, increase in inventories of US$0.2 million, decrease in trade payables of US$0.4 million, and decrease in trade bills discounted with recourse of US$0.1 million, partially offset by decrease in other receivables of US$0.3 million and increase in other payable of US$0.2 million. During FY2018, the Group received income tax refund of US$0.1 million and paid interest of US$0.4 million.

Investing activities

Net cash used in investing activities in FY2018 amounted to US$0.7 million mainly due to additions of intangible assets of US$0.3 million in relation to material development and purchase of property, plant and equipment of US$0.5 million, partially offset by proceeds from disposal of property, plant and equipment of US$30,000.

Financing activities

Net cash from financing activities for FY2018 amounted to US$0.7 million mainly due to proceeds from issuance of Notes 2 of US$1.9 million, loan from directors of US$0.1 million and release of restricted cash of US$0.1 million, which was partially offset by the repayment of bank borrowings and trade advances of US$1.3 million and US$0.1 million respectively.

As a result of the above, the Group's cash and cash equivalents decreased by US$0.2 million, from a deficit of US$0.1 million as of 31 December 2017 to a deficit of US$0.3 million as of 31 December 2018, net of bank overdrafts.

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.

The offshore oil and gas market is expected to stabilise in 2019 and renewed investments in new and old offshore assets are expected. Hence, in conjunction with the rightsizing exercise of 2018, barring unforeseen circumstances we are positive on the business outlook for our UHPC based repair and installation solutions within the oil and gas market.

The land-based wind turbine foundations segment of the renewable market is expected to continue to grow in 2019 and with the first offshore wind turbine foundation project awarded, a new stream of revenue within the renewable market is emerging.

In conjunction with our continued effort to reduce and manage costs, we will continue to look for new revenue streams for the group.

11. If a decision regarding dividend has been made:

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

None.

(b)(i) Amount per share

Not applicable.

(b)(ii) Previous corresponding period

None.

(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 Transfers received by the company (up to 5.00 pm) 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 and the reason for the decision.

No dividend has been declared or recommended for FY2018 as the Group is in a loss making position for FY2018.

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 does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920(1)(a)(ii). There was no interested person transaction of more than S$100,000 under Rule 920(1)(a)(ii) for FY2018.

14. Negative confirmation by the Board pursuant to Rule 705(5)

Not required for announcement for full year results.

15. 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 confirms that all the required undertakings under Rule 720(1) of the Catalist Rules have been obtained from all its directors and executive officers in the format set out in Appendix 7H of the Catalist Rules.

PART II ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

16. 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.

(a) Results by business segments

	Ports and Offshore		Renewables		Energy and Mining		Total	
	FY2018 Unaudited US$	FY2017 Audited US$	FY2018 Unaudited US$	FY2017 Audited US$	FY2018 Unaudited US$	FY2017 Audited US$	FY2018 Unaudited US$	FY2017 Audited US$
Total Revenue	4,582,995	6,623,190	2,669,826	2,329,961	313,131	-	7,565,952	8,953,151
Segment results	2,404,048	2,870,486	1,209,540	1,002,453	191,244	-	3,804,832	3,872,939
Depreciation of property, plant and equipment (excluding machinery and factory)							(129,227)	(244,798)
Amortisation of intangible assets							(30,192)	(30,300)
Write off of property, plant and equipment (excluding machinery and factory)							(26,479)	(125,526)
Loss on disposal of property, plant and equipment (excluding machinery and factory)							(20,819)	(41,822)
Allowance for doubtful debts							(915,026)	(2,850,096)
One-off NauticAWT PSP cost							(485,702)	-
Interest income							17,163	726
Interest expense							(555,600)	(408,169)
Other unallocated expenses							(3,898,768)	(4,678,877)
Loss before tax							(2,239,818)	(4,505,923)
Income tax credit (expense)							45,434	(140,879)
Loss for the year							(2,194,384)	(4,646,802)

(b) Revenue by geographical segments

	FY2018		FY2017	
	US$	%	US$	%
Asia (exclude Middle East and India)	**2,636,494**	**34.9**	**1,861,548**	**20.8**
Brunei	817,705	10.8	560,593	6.3
Indonesia	267,634	3.5	431,356	4.8
Malaysia	403,037	5.3	180,650	2.0
Vietnam	7,013	0.1	92,000	1.0
Singapore	(9,704)	(0.1)	167,578	1.9
Myanmar	371,283	4.9	266,338	3.0
China	186,506	2.5	108,037	1.2
Mongolia	-	-	54,996	0.6
Philippines	230,710	3.1	-	-
Russia	39,000	0.5	-	-
Thailand	323,310	4.3	-	-
Australasia	**567,248**	**7.5**	**445,653**	**5.0**
Australia	567,248	7.5	445,653	5.0
India	**1,554,309**	**20.5**	**3,686,893**	**41.2**
India	1,554,309	20.5	3,686,893	41.2
Middle East and Africa	**847,883**	**11.2**	**1,370,408**	**15.3**
United Arab Emirates	34,040	0.5	-	-
Turkey	197,523	2.6	820,223	9.2
Turkmenistan	31,670	0.4	152,685	1.7
Saudi Arabia	584,650	7.7	397,500	4.4
Americas	**239,882**	**3.2**	**118,519**	**1.3**
Mexico	199,634	2.6	118,519	1.3
Brazil	40,248	0.6	-	-
Europe	**1,720,136**	**22.7**	**1,470,130**	**16.4**
Denmark	1,709,469	22.6	1,461,620	16.3
United Kingdom	-	-	8,510	0.1
Netherland	10,667	0.1	-	-
	7,565,952	100.0	8,953,151	100.0

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

Review of performance by business segments

Ports and Offshore Business Segment

Revenue from Ports and Offshore business segment for FY2018 decreased by 30.8% or US$2.0 million to US$4.6 million, from US$6.6 million for FY2017. Segment result decreased by US$0.5 million to US$2.4 million, from US$2.9 million for FY2017. This was mainly due to decreased activities in Middle East and India as a result of the prevailing market condition. However, the gross profit margin for this business segment improved by 9.2 percentage points to 52.5% in FY2018 as compared to 43.3% in FY2017.

Renewables Business Segment

To diversify our revenue base, the Group entered the Renewables business segment in 2015 offering its UHPC materials for the installation of onshore and offshore wind turbines. The entry into this strictly regulated business segment is a result of dedicated materials research and certification of the Group's materials and production technology. The Group's revenue and segment result in FY2018 was US$2.7 million (FY2017: US$2.3 million) and US$1.2 million (FY2017: US$1.0 million) respectively. The gross profit margin for this business segment improved by 2.3 percentage points to 45.3% in FY2018 as compared to 43.0% in FY2017.

Energy and Mining Business Segment

This is a new business segment in FY2018. The Group achieved US$0.3 million of revenue from Energy and Mining business segment in FY2018 and the segment result is US$0.2 million. The gross profit margin for this new business segment is 61.1%.

Review of revenue by geographical segments

Revenue from Asia (exclude Middle East and India) for FY2018 increased by US$0.8 million to US$2.6 million, from US$1.8 million for FY2017. This was mainly due to increase in Ports and Offshore projects in Brunei and Malaysia. Furthermore, the Group also secured new projects in Philippines and Thailand which contributed US$0.6 million of revenue for FY2018 in aggregate.

Revenue from Australasia for FY2018 increased by 27.2% or US$0.2 million to US$0.6 million, from US$0.4 million for FY2017.

Revenue from India for FY2018 significantly decreased by 57.8% or US$2.1 million to US$1.6 million, from US$3.7 million for FY2017. This was due to the completion of major Ports and Offshore projects during FY2017.

Revenue from Middle East and Africa for FY2018 decreased by 38.1% or US$0.6 million to US$0.8 million, from US$1.4 million for FY2017. This was mainly due to lesser Ports and Offshore projects in this region as a result of the prevailing market conditions.

The revenue contribution from Americas for FY2018 increased by 102.4% from US$0.1 million in 2017 to US$0.2 million in 2018. This was mainly due to the commencement of few Ports and Offshore projects during FY2018.

Revenue from Europe for FY2018 increased by 17.0% or US$0.2 million to US$1.7 million, from US$1.5 million for FY2017. This was primarily due to the increase in revenue derived from the Renewables business segment.

18. A breakdown of sales as follows:

	Group		
	FY2018 US$	**FY2017 US$**	**Increase/ (Decrease) %**
1H			
- Revenue	4,687,578	8,196,771	(42.8)
- Operating loss after tax before deducting minority interests reported for first half year	(244,776)	(1,401,817)	(82.5)
2H			
- Revenue	2,878,374	756,380	N/M
- Operating loss after tax before deducting minority interests reported for second half year	(1,949,608)	(3,244,985)	(39.9)

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

Not applicable.

20. 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(13). If there are no such persons, the issuer must make an appropriate negative statement.

The Company confirms that there is no person occupying a managerial position in the Company and its subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company pursuant to Rule 704(13) of the Catalist Rules.

On behalf of the Board of Directors

John Grønbech
Executive Director and CEO

1 March 2019