



mm2 Asia Ltd.

(Incorporated in the Republic of Singapore)

(Company Registration No. 201424372N)

**FULL YEAR FINANCIAL STATEMENTS ANNOUNCEMENT
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2018**

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 the immediately preceding financial year

	Group			Group		
	Quarter ended			Twelve months ended		
	31 Mar 2018 4Q FY2018 (Unaudited) SGD'000	31 Mar 2017 4Q FY2017 (Restated) SGD'000	Change %	31 Mar 2018 12M FY2018 (Unaudited) SGD'000	31 Mar 2017 12M FY2017 (Restated) SGD'000	Change %
Revenue	83,632	42,648	96.1%	192,045	95,721	100.6%
Cost of Sales	(47,316)	(26,026)	81.8%	(101,592)	(50,467)	101.3%
Gross profit	36,316	16,622	118.5%	90,453	45,254	99.9%
Other income	168	(207)	-181.2%	927	171	442.1%
Other gains - net	(29)	(470)	-93.8%	217	242	-10.3%
Administrative expenses	(21,693)	(6,537) ⁽¹⁾	231.8%	(48,407)	(20,237) ⁽¹⁾	139.2%
Finance expenses	(1,302)	(961) ⁽¹⁾	35.5%	(1,892)	(1,414) ⁽¹⁾	33.8%
Share of profit/(loss) of associates	160	(7)	NM	112	(7)	NM
Profit before income tax	13,620	8,440	61.4%	41,410	24,009	72.5%
Income tax expense	(2,569)	(821) ⁽¹⁾	212.9%	(7,857)	(3,672) ⁽¹⁾	114.0%
Net profit for the financial period	11,051	7,619	45.0%	33,553	20,337	65.0%
Other comprehensive income, net of tax:						
Items that may be reclassified subsequently to profit or loss:						
Currency translation difference arising from consolidation – gains/(losses)	281	(367)	-176.6%	360	(526)	-168.4%
Total comprehensive income	11,332	7,252	56.3%	33,913	19,811	71.2%
Profit attributable to:						
Equity holders of the Company	9,067	6,388	41.9%	26,435	17,524	50.9%
Non-controlling interests	1,984	1,231	61.2%	7,118	2,813	153.0%
	11,051	7,619	45.0%	33,553	20,337	65.0%
Total comprehensive income attributable to:						
Equity holders of the Company	9,355	6,012	55.6%	26,819	16,998	57.8%
Non-controlling interests	1,977	1,240	59.4%	7,094	2,813	152.2%
	11,332	7,252	56.3%	33,913	19,811	71.2%

⁽¹⁾ The results for 4Q FY2017 and 12M FY2017 have been restated to include the finance costs, amortisation charges and the corresponding tax adjustment arising from the recognition of intangible assets (i.e., brand and artiste rights) upon finalisation of Purchase Price Allocation (“PPA”) exercise. This is in accordance with FRS 103 Business Combinations for the acquisition of UnUsUaL Limited and its subsidiaries in FY2017.

1 (a)(ii) Notes to Consolidated Statement of Comprehensive Income.

Notes to Consolidated Statement of Comprehensive Income

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

	Group			Group		
	Quarter ended			Twelve months ended		
	31 Mar 2018 4Q FY2018 (Unaudited) SGD'000	31 Mar 2017 4Q FY2017 (Restated) SGD'000	Change %	31 Mar 2018 12M FY2018 (Unaudited) SGD'000	31 Mar 2017 12M FY2017 (Restated) SGD'000	Change %
Amortisation of film rights	8,069	7,880	2.4%	11,457	13,075	-12.4%
Amortisation of film intangible and film inventories	2,561	464	451.9%	3,527	688	412.6%
Amortisation of brand	247	135 ⁽¹⁾	83.0%	681	375 ⁽¹⁾	81.6%
Amortisation of artiste rights	-	246 ⁽¹⁾	NM	-	655 ⁽¹⁾	NM
Amortisation of software development	11	-	NM	16	-	NM
Amortisation of intangible assets - investment in project	90	-	NM	90	-	NM
Employees compensation	10,336	3,048	239.1%	22,370	8,234	171.7%
Depreciation of property, plant and equipment	2,746	771	256.2%	5,631	1,577	257.1%
Interest expenses	1,302	961 ⁽¹⁾	35.5%	1,892	1,414 ⁽¹⁾	33.8%
Loss on disposal of property, plant and equipment	-	23	NM	6	24	-75.0%
Gain on disposal of available- for-sale investment	-	-	NM	-	(25)	NM
Waiver of non-trade payables due by directors of a subsidiary	-	92	NM	-	(172)	NM
Foreign exchange gain, net	29	355	-91.8%	(223)	(69)	223.2%
Interest income	(120)	(19)	531.6%	(460)	(29)	NM
Bad debt recovered	(3)	-	NM	(216)	-	NM
Other income	(45)	226	-119.9%	(251)	(142)	76.8%

NM – not meaningful

⁽¹⁾ The results for 4Q FY2017 and 12M FY2017 have been restated to include the finance costs, amortisation charges and the corresponding tax adjustment arising from the recognition of intangible assets (i.e., brand and artiste rights) upon finalisation of Purchase Price Allocation (“PPA”) exercise. This is in accordance with FRS 103 Business Combinations for the acquisition of UnUsUaL Limited and its subsidiaries in FY2017.

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	
	31 Mar 2018 FY2018 (Unaudited) SGD'000	31 Mar 2017 FY2017 (Restated) ⁽¹⁾ SGD'000	31 Mar 2018 FY2018 (Unaudited) SGD'000	31 Mar 2017 FY2017 (Restated) ⁽¹⁾ SGD'000
ASSETS				
Current assets				
Cash and cash equivalents	93,463	25,755	47,605	2,453
Trade and other receivables	114,104	46,265	75,882	48,665
Inventories and work-in-progress	636	653	-	-
Film products and films under production	25,920	23,394	-	-
Income tax recoverable	-	11	-	-
	234,123	96,078	123,487	51,118
Non-current assets				
Property, plant and equipment	41,569	11,184	-	-
Goodwill	264,377	39,177 ⁽¹⁾	-	-
Film rights	4,694	5,561	-	-
Film intangibles and film inventories	4,536	3,513	-	-
Software development	272	247	-	-
Brand	24,479	8,048 ⁽¹⁾	-	-
Investment in subsidiaries	-	-	66,035	64,534 ⁽¹⁾
Investment in associates	2,554	1,493	2,243	1,493
Investment in a joint venture company	73	-	-	-
Available for sale financial asset	710	-	-	-
Other assets	3,805	-	-	-
Deferred tax assets	675	675	-	-
	347,744	69,898	68,278	66,027
Total assets	581,867	165,976	191,765	117,145
LIABILITIES				
Current liabilities				
Trade and other payables	281,688	46,636	31,528	28,636
Income tax payables	9,194	5,603	-	-
Deferred income	1,058	2,922	-	-
Progress billing in excess of work-in-progress	1,217	749	-	-
Borrowings	5,066	6,223	3,200	2,500
	298,223	62,133	34,728	31,136
Non-current liabilities				
Borrowings	61,197	5,464	8,000	-
Financial embedded derivatives	6,870	-	-	-
Deferred tax liabilities	3,090	1,867 ⁽¹⁾	-	-
	71,157	7,331	8,000	-
Total liabilities	369,380	69,464	42,728	31,136
NET ASSETS	212,487	96,512	149,037	86,009
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	152,855	88,212	152,855	88,212
Other reserves	(32,016)	(37,441)	-	-
Retained profits/(accumulated losses)	60,650	34,215 ⁽¹⁾	(3,818)	(2,203) ⁽¹⁾
	181,489	84,986	149,037	86,009
Non-controlling interests	30,998	11,526 ⁽¹⁾	-	-
Total equity	212,487	96,512	149,037	86,009

⁽¹⁾ The financial position of the Group and the Company for financial year ended 31 March 2017 was restated due to the Purchase Price Allocation ("PPA") exercise in connection to the acquisition of UnUsUaL Limited and its subsidiaries has been finalised. As a result, the financial statement has been adjusted retrospectively on goodwill, intangible assets (i.e., brand and artiste rights) and deferred tax liability.

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 March 2018		As at 31 March 2017	
(Unaudited)		(Audited)	
Secured SGD'000	Unsecured SGD'000	Secured SGD'000	Unsecured SGD'000
5,066	-	6,223	-

Amount repayable after one year

As at 31 March 2018		As at 31 March 2017	
(Unaudited)		(Audited)	
Secured SGD'000	Unsecured SGD'000	Secured SGD'000	Unsecured SGD'000
68,067	-	5,464	-

Details of any collateral

The Group's secured portion of borrowings are secured by corporate guarantee from the Company and its subsidiaries, subsidiaries' ordinary shares, Group's leasehold property and deeds of guarantee and indemnities, joint and several personal guarantees provided by our Management Officers.

The bank borrowings for UnUsUaL Limited' subsidiaries are secured by a corporate guarantee from UnUsUaL Limited and a leasehold building of a related company of the Unusual Limited while finance lease payables are secured by underlying assets acquired.

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		Group	
	Quarter ended		Twelve months ended	
	31 Mar 2018 4Q FY2018 (Unaudited) SGD'000	31 Mar 2017 4Q FY2017 (Restated) SGD'000	31 Mar 2018 12M FY2018 (Unaudited) SGD'000	31 Mar 2017 12M FY2017 (Restated) SGD'000
Cash flows from operating activities				
Net profit	11,051	7,619 ⁽¹⁾	33,553	20,337 ⁽¹⁾
Adjustments for:				
- Income tax expenses	2,569	821	7,857	3,672
- Depreciation of property, plant and equipment	2,746	771	5,631	1,577
- Interest income	(120)	(19)	(460)	(29)
- Interest expenses	1,302	961 ⁽¹⁾	1,892	1,414 ⁽¹⁾
- Amortisation of film rights	8,069	7,880	11,457	13,075
- Amortisation of film intangible and film inventories	2,561	464	3,527	688
- Amortisation of brand	247	135 ⁽¹⁾	681	375 ⁽¹⁾
- Amortisation of artiste rights	-	246 ⁽¹⁾	-	655 ⁽¹⁾
- Amortisation of development of software	11	-	16	-
- Amortisation of intangible asset – Investment in project	90	-	90	-
- Share of (gain)/loss of associated companies	(160)	7	(112)	7
- Loss on disposal of property, plant & equipment	-	23	6	24
- Allowance for impairment of trade receivables	-	36	-	36
- Unrealised currency translation loss	(1,048)	251	(575)	350
- Performance share plan expenses	154	-	560	-
- Gain on disposal of available-for-sale financial asset	-	-	-	(25)
Operating cash flow before working capital changes	27,472	19,195	64,123	42,156
Change in working capital, net of effects from acquisition of subsidiaries:				
- Trade and other receivables	(36,568)	(9,329)	(65,280)	(8,376)
- Inventories and work-in-progress	220	(421)	139	(389)
- Film products and films under production	(3,090)	(1,525)	(13,345)	(23,091)
- Film intangibles and film inventories	(1,481)	811	(4,559)	(1,974)
- Trade and other payables	7,702	6,537	28,156	553
- Deferred income	(3,565)	1,230	(2,804)	2,365
- Progress billing in excess of work-in-progress	(1,053)	145	468	145
Cash (used in)/ generated from operations	(10,363)	16,643	6,898	11,389
Income tax paid	(94)	(490)	(5,158)	(1,963)
Net (used in)/ cash generated from operating activities	(10,457)	16,153	1,740	9,426
Cash flows from investing activities				
Acquisition of a subsidiary, net of cash acquired	-	-	(5,773)	(6,000)
Acquisition of associates	803	-	(2,195)	-
Acquisition of cinema business assets	189	7,599	(31,937)	(3,935)
Acquisition of a joint venture company	(102)	-	(102)	-
Additions of film rights	1,045	48	(12)	(418)
Additions to software development	(1)	(29)	(41)	(45)
Additions to property, plant and equipment	(1,682)	(9,022)	(10,556)	(9,675)
Additions to other assets - investment in a project	(708)	-	(3,408)	-
Additions to available-for-sale financial asset	(710)	-	(710)	-
Deposit paid for acquisition of business assets	-	(498)	-	(498)

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

Consolidated Statement of Cash Flows (continued)

	Group		Group	
	Quarter ended		Twelve months ended	
	31 Mar 2018 4Q FY2018 (Unaudited) SGD'000	31 Mar 2017 4Q FY2017 (Restated) SGD'000	31 Mar 2018 12M FY2018 (Unaudited) SGD'000	31 Mar 2017 12M FY2017 (Restated) SGD'000
Cash flows from investing activities (continued)				
Interest received	120	19	460	29
Proceeds from disposal of property, plant and equipment	(477)	3,198	47	3,198
Proceeds from disposal of available-for-sale financial asset	-	-	-	275
Repayment of deferred purchase consideration for acquisition of a subsidiary	-	(9,356)	(20,000)	(9,356)
Net cash used in investing activities	(1,523)	(8,041)	(74,227)	(26,425)
Cash flows from financing activities				
Decrease/(Increased) in fixed deposits pledged to banks	386	(405)	398	(356)
Interest paid	(569)	(159)	(1,159)	(533)
Dividend paid by subsidiary to non-controlling interest	-	-	(123)	-
Proceeds from issuance of shares of the Company	-	-	64,082	18,040
Proceeds from issuance of shares of subsidiary ⁽²⁾	-	-	17,542	-
Proceeds from issuance of convertible notes and bonds	47,850	-	115,495	7,500
Proceeds from issuance of convertible bonds of subsidiary	-	-	-	3,000
Proceeds from borrowings	408	3,335	29,071	11,769
Repayment of borrowings	(5,447)	(418)	(84,314)	(1,449)
Repayment of finance lease liabilities	(26)	(23)	(94)	(63)
Net cash generated from financing activities	42,602	2,330	140,898	37,908
Net increase in cash and cash equivalents	30,622	10,442	68,411	20,909
Cash and cash equivalents				
Beginning of financial period/ year	62,296	14,586	24,858	4,133
Exchange effects on cash and cash equivalents	9	(170)	(342)	(184)
End of financial period/ year	92,927	24,858	92,927	24,858
Cash and cash equivalents comprise:				
Cash and bank balances	30,477	24,858	30,477	24,858
Fixed deposits	62,986	897	62,986	897
	93,463	25,755	93,463	25,755
Cash and cash equivalents				
Cash and bank balances	93,463	25,755	93,463	25,755
Less: Fixed deposits pledged	(536)	(897)	(536)	(897)
Cash and cash equivalents per consolidated statement of cash flows	92,927	24,858	92,927	24,858

(1) The results for 4Q FY2017 and 12M FY2017 have been restated to include the finance costs, amortisation charges and the corresponding tax adjustment arising from the recognition of intangible assets (i.e. brand and artiste rights) upon finalisation of Purchase Price Allocation ("PPA") exercise. This is in accordance with FRS 103 Business Combinations for the acquisition of UnUsUaL Limited and its subsidiaries in FY2017.

(2) Fund raised by the Group's subsidiaries, UnUsUaL Limited pursuant to the IPO in April 2017.

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.

Consolidated Statement of Changes in Equity

Group (Unaudited)	<-----Attributable to equity holders of the Company----->					
	Share capital SGD'000	Other reserves SGD'000	Retained profits SGD'000	Total SGD'000	Non-controlling interests SGD'000	Total equity SGD'000
Balance as at 1 April 2017	88,212	(37,441)	34,215 ⁽¹⁾	84,986	11,526	96,512
Profit for the financial period	-	-	6,341	6,341	1,333	7,674
Other comprehensive loss for the period	-	(158)	-	(158)	(6)	(164)
Total comprehensive income for the period	-	(158)	6,341	6,183	1,327	7,510
	88,212	(37,599)	40,556	91,169	12,853	104,022
Dilution of interest in subsidiary without loss of control	-	6,873	-	6,873	10,669	17,542
Issuance of new shares pursuant to performance share plan (PSP)	559	-	-	559	-	559
Balance as at 30 June 2017/ 1 July 2017	88,771	(30,726)	40,556	98,601	23,522	122,123
Profit for the financial period	-	-	4,595	4,595	1,753	6,348
Other comprehensive loss for the period	-	(6)	-	(6)	(6)	(12)
Total comprehensive income for the period	-	(6)	4,595	4,589	1,747	6,336
	88,771	(30,732)	45,151	103,190	25,269	128,459
Issuance of new shares pursuant to placement agreement with financial institutions	49,084	-	-	49,084	-	49,084
Issuance of new shares pursuant to placement agreement with Starhub Ltd	15,000	-	-	15,000	-	15,000
Balance as at 30 September 2017	152,855	(30,732)	45,151	167,274	25,269	192,543

⁽¹⁾ The results for FY2017 have been restated to include the finance costs, amortisation charges and the corresponding tax adjustment arising from the recognition of intangible assets (i.e. brand and artiste rights) upon finalisation of Purchase Price Allocation ("PPA") exercise. This is in accordance with FRS 103 Business Combinations for the acquisition of UnUsUaL Limited and its subsidiaries in FY2017.

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. (continued)

Consolidated Statement of Changes in Equity (continued)

Group (Unaudited)	<-----Attributable to equity holders of the Company----->					Total equity SGD'000
	Share capital SGD'000	Other reserves SGD'000	Retained profits SGD'000	Total SGD'000	Non-controlling interests SGD'000	
Balance as at 1 October 2017	152,855	(30,732)	45,151	167,274	25,269	192,543
Profit for the financial period	-	-	6,432	6,432	2,048	8,480
Other comprehensive gain for the period	-	260	-	260	(5)	255
Total comprehensive income for the period	-	260	6,432	6,692	2,043	8,735
	152,855	(30,472)	51,583	173,966	27,312	201,278
Dividend paid by subsidiary to non-controlling interests	-	-	-	-	(123)	(123)
Balance as at 31 December 2017/ 1 January 2018	152,855	(30,472)	51,583	173,966	27,189	201,155
Profit for the financial period	-	-	9,067	9,067	1,984	11,051
Other comprehensive gain for the period	-	288	-	288	(7)	281
Total comprehensive income for the period		288	9,067	9,355	1,977	11,332
	152,855	(30,184)	60,650	183,321	29,166	212,487
Dilution of interest in subsidiary without loss of control		(1,832)	-	(1,832)	1,832	-
Balance as at 31 March 2018	152,855	(32,016)	60,650	181,489	30,998	212,487

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. (continued)

Consolidated Statement of Changes in Equity (continued)

Group (Restated)	<-----Attributable to equity holders of the Company----->				Non-controlling interests SGD'000	Total equity SGD'000
	Share capital SGD'000	Other reserves SGD'000	Retained profits SGD'000	Total SGD'000		
Balance as at 1 April 2016	56,982	(37,486)	16,691	36,187	978	37,165
Profit for the financial period	-	-	4,908	4,908	250	5,158
Other comprehensive loss for the period	-	(141)	-	(141)	-	(141)
Total comprehensive income for the period	-	(141)	4,908	4,767	250	5,017
	56,982	(37,627)	21,599	40,954	1,228	42,182
Issuance of new shares pursuant to conversion of exchangeable notes	2,644	-	-	2,644	-	2,644
Issuance of new shares pursuant to conversion of convertible notes	2,604	(446)	-	2,158	-	2,158
Issuance of new shares pursuant to placement agreement with Starhub Ltd	18,040	-	-	18,040	-	18,040
Balance as at 30 June 2016/ 1 July 2016	80,270	(38,073)	21,599	63,796	1,228	65,024
Profit for the financial period	-	-	2,021 ⁽¹⁾	2,021	657	2,678
Other comprehensive loss for the period	-	139	-	139	(20)	119
Total comprehensive income for the period	-	139	2,021	2,160	637	2,797
	80,270	(37,934)	23,620	65,956	1,865	67,821
Non-controlling interests arising from acquisition/incorporation of subsidiaries	-	-	-	-	5,591	5,591
Issuance of new shares pursuant to conversion of convertible notes	4,930	-	-	4,930	-	4,930
Issuance of new shares pursuant to acquisition of business from Mega Cinemas Management Sdn. Bhd.	3,012	-	-	3,012	-	3,012
Balance as at 30 September 2016	88,212	(37,934)	23,620	73,898	7,456	81,354

⁽¹⁾ The results for 2Q FY2017 have been restated to include the finance costs, amortisation charges and the corresponding tax adjustment arising from the recognition of intangible assets (i.e. brand and artiste rights) upon finalisation of Purchase Price Allocation ("PPA") exercise. This is in accordance with FRS 103 Business Combinations for the acquisition of UnUsUaL Limited and its subsidiaries in FY2017.

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. (continued)

Consolidated Statement of Changes in Equity (continued)

Group (Restated)	<---Attributable to equity holders of the Company--->					Total equity SGD'000
	Share capital SGD'000	Other reserves SGD'000	Retained profits SGD'000	Total SGD'000	Non-controlling interests SGD'000	
Balance as at 1 October 2016	88,212	(37,934)	23,620	73,898	7,456	81,354
Profit for the financial period	-	-	4,207 ⁽¹⁾	4,207	675	4,882
Other comprehensive loss for the period	-	(148)	-	(148)	11	(137)
Total comprehensive income for the period	-	(148)	4,207	4,059	686	4,745
Balance as at 31 December 2016/ 1 January 2017	88,212	(38,082)	27,827	77,957	8,142	86,099
Profit for the financial period	-	-	6,388 ⁽¹⁾	6,388	1,231	7,619
Other comprehensive loss for the period	-	(376)	-	(376)	9	(367)
Total comprehensive income for the period	-	(376)	6,388	6,012	1,240	7,252
	88,212	(38,458)	34,215	83,969	9,382	93,351
Dilution of interest in subsidiary without loss of control	-	1,017	-	1,017	2,144	3,161
Balance as at 31 March 2017	88,212	(37,441)	34,215	84,986	11,526	96,512

⁽¹⁾ The results for 2H FY2017 have been restated to include the amortisation charges and the corresponding tax adjustment arising from the recognition of intangible assets (i.e. brand and artiste rights) upon finalisation of Purchase Price Allocation ("PPA") exercise. This is in accordance with FRS 103 Business Combinations for the acquisition of UnUsUaL Limited and its subsidiaries in FY2017.

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. (continued)

Statement of Changes in Equity

Company	Share capital SGD'000	Other reserves SGD'000	Retained profits/ (Accumulated losses) SGD'000	Total equity SGD'000
Balance as at 1 April 2017	88,212	-	(2,203) ⁽¹⁾	86,009
Net loss for the period	-	-	(1,110)	(1,110)
	88,212	-	(3,313)	84,899
Issuance of new shares pursuant to performance share plan (PSP)	559	-	-	559
Balance as at 30 June 2017 / 1 July 2017	88,771	-	(3,313)	85,458
Net profit for the financial period	-	-	595	595
	88,771	-	(2,718)	86,053
Issuance of new shares pursuant to placement agreement with financial institutions	49,084	-	-	49,084
Issuance of new shares pursuant to placement agreement with Starhub Ltd	15,000	-	-	15,000
Balance as at 30 September 2017 / 1 October 2017	152,855	-	(2,718)	150,137
Net loss for the financial period	-	-	(1,786)	(1,786)
Balance as at 31 December 2017 / 1 January 2018	152,855	-	(4,504)	148,351
Net profit for the financial period	-	-	686	686
Balance as at 31 March 2018	152,855	-	(3,818)	149,037

⁽¹⁾ The results for FY2017 have been restated to include the finance costs upon finalisation of Purchase Price Allocation ("PPA") exercise. This is in accordance with FRS 103 Business Combinations for the acquisition of UnUsUaL Limited and its subsidiaries in FY2017.

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. (continued)

Statement of Changes in Equity (continued)

Company	Share capital SGD'000	Other reserves SGD'000	Retained profits/ (Accumulated losses) SGD'000	Total equity SGD'000
Balance as at 1 April 2016	56,982	446	(601)	56,827
Net loss for the period	-	-	(846)	(846)
	56,982	446	(1,447)	55,981
Issuance of new shares pursuant to conversion of exchangeable notes	2,644	-	-	2,644
Issuance of new shares pursuant to conversion of convertible notes	2,604	(446)	-	2,158
Issuance of new shares pursuant to placement agreement with Starhub Ltd	18,040	-	-	18,040
Balance as at 30 June 2016 / 1 July 2016	80,270	-	(1,447)	78,823
Net loss for the financial period	-	-	(212)	(212)
	80,270	-	(1,659)	78,611
Issuance of new shares pursuant to conversion of convertible notes	4,930	-	-	4,930
Issuance of new shares pursuant to acquisition of business from Mega Cinemas Management Sdn. Bhd.	3,012	-	-	3,012
Balance as at 30 September 2016 / 1 October 2016	88,212	-	(1,659)	86,553
Net profit for the financial period	-	-	126	126
Balance as at 31 December 2016 / 1 January 2017	88,212	-	(1,533)	86,679
Net loss for the financial period	-	-	(670) ⁽¹⁾	(670)
Balance as at 31 March 2017	88,212	-	(2,203)	86,009

⁽¹⁾ The results for FY2017 have been restated to include the finance costs upon finalisation of Purchase Price Allocation ("PPA") exercise. This is in accordance with FRS 103 Business Combinations for the acquisition of UnUsUaL Limited and its subsidiaries in FY2017.

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 also the number of shares that may be issue on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the 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.

Shares Capital - Ordinary Shares

	Number of shares	Issued and paid-up share capital (S\$)
Ordinary shares of the Company		
As at 31 March 2018	1,162,804,610 ⁽¹⁾	152,854,834
As at 31 March 2017	1,047,781,420	88,211,923

⁽¹⁾ Pursuant to (a) the issuance of 959,400 shares pursuant to performance share granted on 31 May 2017, (b) the issuance of 87,748,000 shares pursuant to the placement of shares to financial institutions, and (c) the issuance of 26,315,790 shares pursuant to the placement of shares to Starhub Ltd.

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.

	<u>31 Mar 2018</u>	<u>31 Mar 2017</u>
Total number of issued shares	<u>1,162,804,610</u>	<u>1,047,781,420</u>

The Company did not have any treasury shares as at 31 March 2018 and 31 March 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. The Company did not have any treasury shares during and as at the end of the current financial year 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.

During the current financial year, there were no transactions pertaining to subsidiary holdings.

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 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 Group has applied the same accounting policies and methods of computation in the Group's financial statements for the current financial year compared to the audited financial statements for the financial year ended 31 March 2017, except for the adoption of the new and revised Financial Reporting Standards which became effective for the financial period beginning on or after 1 April 2017. The adoption of these new and revised accounting standards did not give rise to any significant impact on the financial statements for the financial year ended 31 March 2018, as disclosed in paragraph 5 below.

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 new and revised Singapore Financial Reporting Standards ("FRS") and Interpretations of FRS ("Int FRS") that are relevant to its operations and effective for the financial period beginning on or after 1 April 2017, where applicable. The adoption of these new and revised standards from the effective date is not expected to result in any material adjustments to the financial statements of the Group for the current financial year reported on.

6 Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial period, after deducting any provision for preference dividends.

	Group Quarter ended		Group Twelve months ended	
	31 Mar 2018 4Q FY2018	31 Mar 2017 4Q FY2017	31 Mar 2018 12M FY2018	31 Mar 2017 12M FY2017
Earnings per share ("EPS")				
Profit attributable to equity holders of the Company (S\$'000)	9,067	6,388 ⁽¹⁾	26,435	17,524 ⁽¹⁾
Weighted average number of ordinary share in issue	1,162,804,610	1,047,781,420	1,131,562,462	1,013,640,156
Basic and fully diluted basis EPS (cents) ⁽²⁾ ⁽³⁾	0.78	0.61	2.34	1.73

⁽¹⁾ The results for 4Q FY2017 and 12M FY2017 have been restated to include the finance cost, amortisation charges and the corresponding tax adjustment arising from the recognition of intangible assets (i.e. brand and artiste rights) upon finalisation of Purchase Price Allocation ("PPA") exercise. This is in accordance with FRS 103 Business Combinations for the acquisition of UnUsUaL Limited and its subsidiaries in FY2017.

⁽²⁾ The basic EPS of the Group for the respective periods was calculated based on the weighted average number of ordinary shares in issue for the respective periods.

⁽³⁾ The fully diluted basis EPS of the Group for the respective periods was calculated based on the weighted average number of ordinary shares in issue plus number of shares that may be issued on conversion of outstanding convertibles and share allotment for the respective periods.

- 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		Company	
	31 Mar 2018	31 Mar 2017	31 Mar 2018	31 Mar 2017
Net asset value attributable to equity holders of the Company (S\$'000)	181,489	84,986 ⁽¹⁾	149,037	86,009
Number of ordinary shares in issue	1,162,804,610	1,047,781,420	1,162,804,610	1,047,781,420
Net asset value per ordinary share (S\$)	0.16	0.08	0.13	0.08

⁽¹⁾ The net asset value of the Group and the Company for financial year ended 31 March 2017 was restated due to the Purchase Price Allocation (“PPA”) exercise in connection to the acquisition of UnUsUaL Limited and its subsidiaries has been finalised. As a result, the financial statement has been adjusted retrospectively on goodwill, intangible assets (i.e. brand and artiste rights) and deferred tax liability.

- 8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss:**
- (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 (CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME)

FY2018 vs FY2017

Revenue

Our Group's revenue recorded higher by S\$96.3 million or 100.6%, from the corresponding year in FY2017 to approximately S\$192.0 million in FY2018. The increase was mainly due to acquisition of business assets from Lotus Fivestar Cinema (M) Sdn. Bhd. and a subsidiary, Cathay Cineplexes Pte. Ltd. The increase in revenue also contributed by our core business and event production and concert promotion business from UnUsUaL Limited (“UnUsUaL”). The Group consolidated UnUsUaL’s full results in FY2018 as oppose to 5 months in FY2017 as UnUsUaL was acquired by the Group in August 2016.

Cost of sales

Cost of sales increased by S\$51.1 million or 101.3%, from the corresponding year in FY2017 to approximately S\$101.6 million in FY2018. The increase is largely in line higher revenue in our core business, event production and concert promotion business and our recent acquisitions of cinema businesses.

Gross profit

Our Group’s gross profit has increased by S\$45.2 million or 99.9%, from the corresponding year in FY2017 to approximately S\$90.5 million in FY2018. The increase corresponds to the revenue growth registered by our core business and event production and concert promotion business and cinema business.

Other income

Other income increased by S\$0.76 million or 442.1%, from approximately S\$0.17 million in FY2017 to approximately S\$0.93 million in FY2018. The increase was mainly contributed by higher interest income from fixed deposits placement of our core business and event production and concert promotion business.

Other gains and losses - net

Other net gains marginally decreased by S\$25,000 or 10.3%, from gain of approximately S\$242,000 in FY2017 to gain of approximately S\$217,000 in FY2018. It was largely due to the fluctuation arising from foreign currency translation.

REVIEW OF FINANCIAL PERFORMANCE (CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME) (continued)

FY2018 vs FY2017

Administrative expenses

Administrative expenses increased by S\$28.2 million or 139.2%, from the corresponding year in FY2017 to approximately S\$48.4 million in FY2018. The increase in administrative expenses is mainly due to higher expenses in employees' costs, depreciation charges, utilities and rental expenses contributed by our recent acquisitions of cinema business during 3Q FY2018 and one-off expenses on the recent acquisitions.

Share of profit of associates

The share of profit of associates of \$112,000 in FY2018 increased from loss of \$7,000 incurred in FY2017 is mainly due to our newly acquisition of associates during the financial period ended 31 December 2017.

Profit before income tax

As a result of the analysis above, we achieved an increase of S\$17.4 million or 72.5% in profit before tax from the corresponding year in FY2017 to approximately S\$41.4 million in FY2018.

REVIEW OF FINANCIAL POSITION (CONSOLIDATED STATEMENT OF FINANCIAL POSITION)

As at 31 March 2018

Current assets

Our current assets increased by S\$138.8 million or 144.4% to approximately S\$234.8 million, from approximately S\$96.1 million as at 31 March 2017. This represents 40.3% of our total assets and comprised the following:

- (i) Cash and cash equivalents of approximately S\$93.5 million, increased by S\$67.7 million or 262.9%, from approximately S\$25.8 million as at 31 March 2017. This was mainly due to:
 - (a) an increase of S\$44.9 million from our core business;
 - (b) an increase of S\$13.2 million from cinema business;
 - (c) an increase of S\$7.8 million from event production and concert promotion business; and
 - (d) an increase of S\$1.8 million from post-production business.
- (ii) Trade and other receivables of approximately S\$114.8 million, increased by S\$68.5 million or 148.2%, from approximately S\$46.3 million as at 31 March 2017. This was mainly due to:
 - (a) an increase of S\$45.6 million from our core business;
 - (b) an increase of S\$14.8 million from event production and concert promotion business;
 - (c) an increase of S\$7.2 million from cinema business; and
 - (d) an increase of S\$0.9 million from post-production business.
- (iii) Inventories and work-in-progress of approximately S\$0.6 million, marginally decreased by S\$0.1 million or 2.6%, from approximately S\$0.7 million as at 31 March 2017. This was mainly due to decrease of S\$0.26 million in core business and S\$0.06 million in event production business. However, these have been partially offset by an increase of S\$0.28 million in cinema business.
- (iv) Film products and films under production increased by S\$2.5 million or 10.8% to approximately S\$25.9 million, from approximately S\$23.4 million as at 31 March 2017. This was mainly due to the increase in project value of movies and films under production during the year.

Non-current assets

Non-current assets increased by S\$277.8 million or 397.5%, to approximately S\$347.7 million from approximately S\$69.9 million as at 31 March 2017, comprising the following:

- (i) Property, plant and equipment increased by S\$30.4 million due to acquisition of cinema business assets from Lotus Fivestar Cinema (M) Sdn. Bhd. and a subsidiary, Cathay Cineplexes Pte. Ltd. out of which these acquisitions contributed 52% of the property, plant and equipment of the Group.

REVIEW OF FINANCIAL POSITION (CONSOLIDATED STATEMENT OF FINANCIAL POSITION) (continued)

As at 31 March 2018

Non-current assets (continued)

- (ii) Goodwill increased by S\$225.2 million or 563.4%, which mainly contributed by recent acquisitions of cinema business assets and a subsidiary. The goodwill for these acquisitions during the FY2018 are provisionally determined as the Purchase Price Allocation (“PPA”) exercise of the acquisitions are being assessed currently.
- (iii) Film rights for movies completed decreased by S\$0.9 million or 15.6%, to approximately S\$4.7 million, from approximately S\$5.6 million as at 31 March 2017 was due to higher amortisation to match against income received from the film rights.
- (iv) Film intangibles and film inventories increased by S\$1.0 million or 29.1% to approximately S\$4.5 million, from approximately S\$3.5 million as at 31 March 2017, due to addition of movies during the year under review.
- (v) Brand increased by S\$16.4 million or 204.2% to approximately S\$24.4 million, from approximately S\$8.0 million as at 31 March 2017, are mainly contributed from the recognition of brand as intangible assets from the acquisition of subsidiary, Cathay Cineplexes Pte. Ltd. during the financial period.
- (vi) Investments in associated companies increased by S\$1.1 million or 71.1%, mainly due to newly acquired associated companies namely RINGS.TV Pte Ltd and Dreamteam Studio Sdn Bhd by the Group.
- (vii) Investment in joint venture in the current financial year is River Front Mega Cineplexes Sdn Bhd by the Group
- (viii) Investment in Available For Sales is investment in Cinema Pro Limited during the financial year.
- (ix) Other assets refer to an investment in a project consists of S\$3.8 million or 100.0%, which was S\$2.7 million contributed by event production and concert promotion business and S\$1.1 million contributed by core business.

Current liabilities

Our current liabilities increased by S\$236.1 million or 380.0% to approximately S\$298.2 million, from approximately S\$62.1 million as at 31 March 2017, representing 80.7% of our total liabilities and comprised the following:

- (i) Trade and other payables of approximately S\$281.7 million increased by S\$235.1 million or 504.0%, from approximately S\$46.6 million as at 31 March 2017. The increase was mainly attributable by:
 - (a) An increase of S\$246.2 million from cinema business, largely contributed by deferred purchase consideration for acquisition of business assets and a subsidiary, Cathay Cineplexes Pte. Ltd., which amounted to S\$8.0 million and S\$215 million respectively;
 - (b) an increase of S\$1.5 million from event production and concert promotion business; offset with
 - (c) a decrease of S\$12.6 million from core business.
- (ii) Current income tax liabilities increased by S\$3.6 million or 64.1%, to approximately S\$9.2 million, from approximately S\$5.6 million as at 31 March 2017. The tax provision was mainly for the income generated by the core business, cinema business and event production and concert promotion business during the year.
- (iii) Deferred income decreased by S\$1.9 million or 63.8%, to approximately S\$1.1 million, from approximately S\$2.9 million as at 31 March 2017. This is income attributable to the next quarter of financial year 2019.
- (iv) Progress billing in excess of work-in-progress increased by S\$0.5 million or 62.5%, to approximately S\$1.2 million from approximately S\$0.7 million as at 31 March 2017. The increase in S\$0.5 million was contributed by S\$0.4 million from our core business and S\$0.1 million from post-production business.
- (v) The short-term borrowings decreased by S\$1.2 million or 18.6%, to approximately S\$5.1 million, from approximately S\$6.2 million as at 31 March 2017. The decrease was due to the repayment of borrowing relating to core business, event production and concert promotion business by S\$0.8 million and S\$0.5 million respectively.

REVIEW OF FINANCIAL POSITION (CONSOLIDATED STATEMENT OF FINANCIAL POSITION) (continued)

As at 31 March 2018

Non-current liabilities

Our non-current liabilities increased by S\$63.8 million from approximately S\$7.4 million as at 31 March 2017 to approximately S\$71.2 million. The increase was mainly due the drawdown of bank loan to finance the acquisition of the cinema business and proceeds from issuance of convertible note and bond amounted to S\$47.85 million by subsidiary, MM Connect Pte Ltd.

REVIEW OF CASH POSITION (CONSOLIDATED STATEMENT OF CASH FLOW)

As at 31 March 2018 (12M FY2018), our cash and cash equivalents amounted to approximately S\$93.5 million as compared to cash and cash equivalents of approximately S\$25.8 million as at 31 March 2017 (12M FY2017).

Net cash generated in operating activities

As at 31 March 2018, we generated a net cash inflow of approximately S\$64.1 million from operating activities before net working capital changes. Our net working capital changes was net cash outflows of approximately S\$62.4 million arising from the following:

- (1) S\$65.3 million from an increase in trade and other receivables;
- (2) S\$13.3 million from an additional film products and films under production;
- (3) S\$5.2 million tax paid during the year;
- (4) S\$4.5 million from an increase in film intangibles and film inventories;
- (5) S\$2.8 million from an increase in deferred income;
but offset by
- (6) S\$28.2 million increase in trade and other payables;
- (7) S\$0.5 million increase in progress billing in excess of work-in-progress.

Net cash used in investing activities

Net cash used in investing activities amounted to approximately S\$74.2 million was mainly due to:

- (1) Payment of purchase consideration for acquisition of business assets and a subsidiary amounted to S\$31.9 million (approximately RM98 million) and S\$5.8 million (net of cash acquired of S\$9.2 million) respectively. The Group has also paid S\$20 million of deferred purchase consideration in respect of prior year's acquisition of a subsidiary, UnUsUaL Limited.
- (2) S\$10.6 million paid for purchase of property, plant and equipment approximately, mainly contributed from S\$4.1 million by cinema business and S\$4.7 million by event production and concert promotion business, S\$0.7 million by post-production business and S\$0.5 million by core business;
- (3) S\$3.4 million for the investment in projects by event production and concert promotion business and core business;
- (4) S\$2.2 million of deferred consideration paid for acquisition of associates, RINGS.TV Pte Ltd and Dreamteam Studio Sdn Bhd;
- (5) S\$0.7 million for purchase of available-for-sale financial asset, River Front Mega Cineplexes Sdn Bhd; and offset by
- (6) S\$0.4 million of interest earned from fixed deposit; and

Net cash generated from financing activities

Net cash of approximately S\$140.1 million generated from financing activities was mainly due:

- (1) S\$115.5 million pursuant to the issuance of convertible notes and bonds by cinema business out of which was S\$67.15 million subsequently being redeemed during November 2017;
- (2) S\$64.1 million pursuant to the placement of shares to financial institutions and Starhub Ltd;
- (3) S\$29.1 million proceeds from the bank loan for recent acquisitions
- (4) S\$17.5 million pursuant to the issuance of shares by subsidiary, UnUsUaL Limited; and
and offset by
- (5) a cash outflow of S\$85.3 million for the repayment of bank loan, convertible notes and bonds, finance lease and payment of interest; and
- (6) a cash outflow of S\$0.1 million of dividend paid to non-controlling interest by a subsidiary.

REVIEW OF CASH POSITION (CONSOLIDATED STATEMENT OF CASH FLOW) (continued)

Net increase in cash and cash equivalents

As a result of the above, the Group recorded a net cash increase of approximately S\$68.4 million, as compared to the net increase of approximately S\$20.9 million, in the previous corresponding year.

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

Not applicable. No forecast or prospect statement has been 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.

As evident from the financials shown for FY2018, the Group's development is still attributable to our 3 drivers of growth, namely,

(i) Regional expansion, North Asia in particular

The Group expects to see a higher number of film productions and co-productions coming out of Hong Kong, Taiwan and China, as exemplified by the fact that 57% of the Group's production revenue was derived from North Asia in FY2018. We believe revenue contribution from North Asia will increase as we leverage our strong network of contacts and talents, as evident from UnUsUaL Limited's proposed acquisition of Beijing Wish Entertainment Co. Ltd.

(ii) Platform business

Since the Group completing the acquisition of Cathay Cineplexes Pte Ltd in May 2018, it further strengthening our stakes in multiple platform businesses. The Group has also signed a binding term sheet with Singapore Press Holdings to form a company that operates the AsiaOne website, making it a lifestyle, entertainment and news portal for urbanites in Asia. Being the only cinema operator in Malaysia and Singapore, with a major presence in both countries, the Group has successfully raised funds to acquire assets with favourably financing costs.

(iii) Copyrights

The Group's content creation capabilities now extend beyond films and TV, as shown by the foray into virtual reality tour shows by Vividthree Productions Pte Ltd, a virtual reality, visual effects and computer-generated imagery studio. In February, Vividthree Productions Pte Ltd entered into a binding term sheet with Contents Panda, owner of the popular 2016 Korean blockbuster – "Train to Busan", to create VR tour shows based on the movie. Vividthree is entitled to co-operate the self-created shows with partners in all territories outside South Korea. As such, the shows have garnered investor interest in China, and we believe the creation, acquisition and exploitation of unique copyrights will be the main driver of the Group's growth in the medium to the long term.

Overall, the Group will continue to actively pursue business opportunities to expand and strengthen our capabilities and competencies to become a leading media and content company in Asia.

11 If a decision regarding dividend has been made:

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

None.

(b) Amount per share in cents

Not applicable.

(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.

11 If a decision regarding dividend has been made: (continued)

(d) The date the dividend is payable

Not applicable.

(e) The date on which Registrable Transfers received 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.

There was no dividend declared or recommended in the current year under review.

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

The Group does not have any general mandate from shareholders for interested person transactions pursuant to Rule 920.

There were no IPT of S\$100,000 and above in the current year under review.

14 Update on use of proceeds

(a) Placement of shares - Financial Institutions

The Group refers to the aggregated gross proceeds received in advance which amounting to S\$50.016 million raised from the placement of shares pursuant to the share placement agreements with financial institutions on 15 June 2017 and the issuance of shares only take place in July 2017.

As at the date of this announcement, the status of the use of proceeds in Singapore dollars is as follows:

	Financial Institutions ⁽ⁱ⁾	Utilised	Unutilised
	S\$'000	S\$'000	S\$'000
Acquisition/joint ventures/strategic alliances	34,311	(34,311) ⁽ⁱⁱ⁾	-
Investment in production/acquisition of movie rights	14,705	(14,705) ⁽ⁱⁱⁱ⁾	-
General working capital	1,000	(998) ^(iv)	2
	50,016	(50,014)	2

Set out below is a summary of uses of Proceeds since the receipt of the Proceeds:

(i) As per the announcement on 15 June 2017, the Group intend to use 70% and 30% of the net proceeds of the placement of shares to finance acquisition and for general working capital purposes respectively, where investment in production/acquisition of movie rights also form part of the general working capital of the Group.

(ii) An amount of S\$34.3 million had been used in merger and acquisition activities, which includes S\$8.9 million for the acquisition of new cinema business assets from Lotus Fivestar Cinemas (M) Sdn Bhd, S\$20.0 million of deferred consideration for the acquisition of UnUsUaL Limited, S\$1.4 million for the investment in associates and S\$4.0 million for the acquisition of Cathay Cineplexes Pte Ltd.

14 Update on use of proceeds (continued)

(a) Placement of shares - Financial Institutions (continued)

(iii) An aggregate amount of S\$14.7 million had been used in investment in productions / acquisition of movie rights and details are set below:

	The Group (S\$'000)
Acquisition of film intangibles for distribution	1,321
Additions in film products	1,346
Additions in investment in movie productions – third party	612
Additions in films under production (WIP)	11,426
	<u>14,705</u>

(iv) An amount of S\$1.0 million had been used for professional fees and expenses in relation to the placement of shares above.

(b) Placement of shares – Starhub Ltd

The Group refers to the aggregated gross proceeds amounting to S\$15.0 million raised from the placement of shares pursuant to the share placement agreements with Starhub Ltd on 29 June 2017 and the issuance of shares were took place in July 2017.

As at the date of this announcement, the status of the use of proceeds in Singapore dollars is as follows:

	Starhub Ltd ⁽ⁱ⁾	Utilised	Unutilised
	S\$'000	S\$'000	S\$'000
Acquisition/joint ventures/strategic alliances	14,960	(14,960)	-
General working capital	40	-	40
	<u>15,000</u>	<u>(14,960)</u>	<u>40</u>

Set out below is a summary of uses of Proceeds since the receipt of the Proceeds:

- (i) As per the announcement on 29 June 2017, the Group intend to use net proceeds to finance the proposed acquisition of a stake in the Golden Village Cinema Business in Singapore and new productions while the balance of the net proceeds will be utilised for general working capital purposes.
- (ii) The proposed acquisition of a stake in the Golden Village Cinema Business did not occur as announced on 10 August 2017. The unutilised residual the net proceeds was used to finance the acquisition of Cathay Cineplexes Pte. Ltd. As at the date of this announcement, an amount of S\$14.96 million has been used for this acquisition.

14 Update on use of proceeds (continued)**(c) Use of IPO Proceeds**

The Group refers to the aggregated gross proceeds of its subsidiary, UnUsUaL Limited which amounted to S\$19.40 million raised from the IPO on the Catalist Board of the SGX-ST on 10 April 2017.

As at the date of this announcement, the status of the use of proceeds in Singapore dollars is as follows:

	Amount allocated	Amount utilised	Amount unutilised
	S\$'000	S\$'000	S\$'000
Investments in promotion and production projects	10,000	(10,000)	-
Expansion of our Group's business by way of acquisition, joint ventures and/or strategic alliances	4,000	-	4,000
General working capital	3,542	(3,542)	-
IPO expenditure	1,856	(1,856)	-
	19,398	(15,398)	4,000

15 Confirmation by Directors pursuant to Rule 705(5) of the SGX-ST Listing Manual.

The Board of Directors of the Company confirms that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial results of the Group and the Company for the fourth quarter and year ended 31 March 2018, to be false or misleading, in any material aspect.

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 set out in Appendix 7H) under Rule 720 (1).

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

17 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.

	Core ⁽¹⁾ SGD'000	Post- production ⁽²⁾ SGD'000	Cinema operations ⁽³⁾ SGD'000	Concert and Event ⁽⁴⁾ SGD'000	Others ⁽⁵⁾ SGD'000	Total SGD'000
31 March 2018 (Unaudited)						
Revenue	93,627	6,317	45,043	46,442	616	192,045
Costs of sales	(53,301)	(2,453)	(16,824)	(28,584)	(430)	(101,592)
Gross profit	40,326	3,864	28,219	17,858	186	90,453
Gross profit margin	43.1%	61.2%	62.6%	38.5%	30.2%	47.1%
Revenue segmental by geographical location						
Singapore	28,676	3,764	23,032	33,373	616	89,461
Malaysia	11,017	300	22,011	-	-	33,328
China	37,171	2,250	-	1,709	-	41,130
Taiwan	9,560	-	-	4,841	-	14,401
Hong Kong	6,733	3	-	2,892	-	9,628
Others	470	-	-	3,627	-	4,097
	93,627	6,317	45,043	46,442	616	192,045
31 March 2017 (restated)						
Revenue	56,612	3,515	12,597	22,962	35	95,721
Costs of sales	(28,741)	(2,172)	(5,041)	(14,417)	(96)	(50,467)
Gross profit	27,871	1,343	7,556	8,545	(61)	45,254
Gross profit margin	49.2%	38.2%	60.0%	37.2%	-174.3%	47.3%
Revenue segmental by geographical location						
Singapore	19,554	2,091	-	17,542	35	39,222
Malaysia	10,763	-	12,597	1,540	-	24,900
China	15,752	1,422	-	1,614	-	18,788
Taiwan	6,089	-	-	-	-	6,089
Hong Kong	4,428	-	-	1,087	-	5,515
Others	26	2	-	1,179	-	1,207
	56,612	3,515	12,597	22,962	35	95,721

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

17 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.

- (1) Core segment refers to the Group's core business, which is relating to distribution and production of motion picture, video and television programme and talent café business.
- (2) Post-production segment refers to provision of VFX/CGI post-production services and content production of thematic tour show with element of virtual reality.
- (3) Cinema operations segment refers to the cinema business in Malaysia and Singapore. The Group has total 197 screens in 25 locations across both countries.
- (4) Concert and events segment refers to the Group's newly acquired subsidiary which specialising in production and promotion of an event and/or concert.
- (5) Others consist of revenue from café operations, social media advertising activities and development of software for interactive digital media.

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

The revenue for our Group's Core segment increase by S\$37.0 million or 65.4%, from S\$56.6 million in FY2017 to S\$93.6 million in FY2018. This is mainly due to the Production activities during the year had increased significantly as compared to Distribution activities.

The revenue for our Group's post production segment increased by S\$2.8 million or 79.7%, from S\$3.5 million in FY2017 to S\$6.3 million in FY2018. This is mainly due to development in content-production (i.e. thematic tour show).

The revenue generated from Cinema Operation segment has increased by S\$32.5 million or 157% from corresponding period of last financial year. This is due to acquisitions of cinema business assets and a subsidiary, Cathay Cineplexes Pte Ltd during the 3QFY18.

The revenue generated from Concert and event has increased by S\$23.4 million or 102%. This is due to UnUsUaL Limited was acquired in August 2016 and consolidate its full year result commenced in FY2018.

19 A breakdown of sales as follows:

	Group		
	For the year ended		
	31 Mar 2018	31 Mar 2017	Change
	SGD'000	SGD'000	%
	(Unaudited)	(Restated)	
Revenue reported for first half year	56,019	35,034	59.9%
Profit after tax before non-controlling interests reported for first half year	13,846	7,814	77.2%
Revenue reported for second half year	136,026	60,687	124.1%
Profit after tax before non-controlling interests reported for second half year	20,067	11,997	67.3%

20 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:

(a) Ordinary

Not applicable.

(b) Preference

Not applicable.

(c) Total

Not applicable.

21 Disclosure of person occupying a managerial position in the issuer of 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) of the Listing Manual, we confirm that there are no persons occupying a managerial position in the Company of any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

Melvin Ang Wee Chye
Executive Chairman

29 May 2018