SEN YUE HOLDINGS LIMITED

SEN YUE HOLDINGS LIMITED RCB REG. NO: 200105909M

Full Year Financial Statements and Dividend Announcement for the Financial Year Ended 30 September 2017 ("FY2017")

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

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

	Group		
	Year ended 30/09/2017 (unaudited) $'000	**Year ended 30/09/2016 (audited) $'000**	**Change %**
Revenue	207,198	152,224	36.1
Cost of sales	(190,088)	(140,314)	35.5
Gross profit	17,110	11,910	43.7
Other operating income	965	1,017	(5.1)
Distribution costs	(1,166)	(1,124)	3.7
Administrative expenses	(10,191)	(8,711)	17.0
Other operating expenses	(1,495)	(3,211)	(53.4)
Results from operating activities	5,223	(119)	**NM**
Finance costs	(1,517)	(1,111)	36.5
Profit (Loss) before tax	**3,706**	**(1,230)**	**NM**
Income tax expense	(918)	(465)	97.4
Profit (Loss) after tax	**2,788**	**(1,695)**	**NM**
Profit (Loss) attributable to:			
Owners of the Company	2,172	(922)	NM
Non-controlling interests	616	(773)	NM
	2,788	**(1,695)**	**NM**

NM: Not Meaningful

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

	Group		
	Year ended 30/09/2017 (unaudited) $'000	**Year ended 30/09/2016 (audited) $'000**	**Change %**
Profit (Loss) for the year	2,788	(1,695)	NM
Other comprehensive income (loss):			
Items that will not be reclassified to profit or loss:			
Reversal of deferred tax liability on disposal of property	367	-	NM
Loss on disposal of property	(392)	-	NM
Revaluation of properties	3,962	(30)	NM
	3,937	(30)	NM
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translation of foreign operations	(487)	517	NM
Increase in realisable value of insurance assets	(192)	192	NM
	(679)	709	
Other comprehensive income, net of tax	3,258	679	379.8
Total comprehensive income (loss) for the year	**6,046**	**(1,016)**	**NM**
Total comprehensive income (loss) attributable to:			
Owners of the Company	5,526	(324)	NM
Non-controlling interests	520	(692)	NM
	6,046	**(1,016)**	**NM**

NM: Not Meaningful

1(a)(ii) Other profit and loss items disclosure.

The following items were charged (credited) to the income statement:

	Group		
	Year ended 30/09/2017 (unaudited) $'000	**Year ended 30/09/2016 (audited) $'000**	**Change %**
Interest income	(44)	(23)	91.3
Interest expense	1,517	1,111	36.5
Depreciation of property, plant and equipment	1,955	1,617	20.9
(Gain) Loss on disposal of property, plant and equipment	(7)	4	NM
Foreign exchange loss, net	180	2,167	(98.6)
Allowance for inventories	63	1	6,200.0
Bad debts written off – trade and other receivables	4	54	(92.6)
Property, plant and equipment written-off	14	1	1,300.0
Reversal of impairment losses on loans and receivables	(16)	-	NM

NM: Not Meaningful

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	Year ended 30/09/2017 (Unaudited) $'000	Year ended 30/09/2016 (Audited) $'000	Year ended 30/09/2017 (Unaudited) $'000	Year ended 30/09/2016 (Audited) $'000
Assets				
Current assets				
Cash and cash equivalents	10,407	8,904	278	325
Trade and other receivables	52,470	41,347	2,125	2,554
Inventories	5,772	4,949	-	-
Total current assets	**68,649**	**55,200**	**2,403**	**2,879**
Non-current assets				
Property, plant and equipment	27,289	19,081	-	-
Goodwill	338	338	-	-
Subsidiaries	-	-	31,554	25,864
Other receivables	677	740	-	-
Insurance assets	3,359	3,316	-	-
Deferred tax assets	49	26	-	-
Total non-current assets	**31,712**	**23,501**	**31,554**	**25,864**
Total assets	**100,361**	**78,701**	**33,957**	**28,743**
Liabilities and equity				
Current liabilities				
Bank overdrafts, loans and trade bills	47,034	35,495	1,283	1,861
Trade and other payables	9,876	6,217	3,434	2,610
Convertible notes	1,900	-	1,900	-
Finance leases	238	110	-	-
Income tax payable	545	343	-	-
Total current liabilities	**59,593**	**42,165**	**6,617**	**4,471**
Non-current liabilities				
Convertible notes	-	1,900	-	1,900
Finance leases	578	147	-	-
Other payables	63	41	-	-
Deferred tax liabilities	1,455	1,147	-	-
Total non-current liabilities	**2,096**	**3,235**	**-**	**1,900**
Total liabilities	**61,689**	**45,400**	**6,617**	**6,371**
Capital, reserves and non-controlling interests				
Share capital	40,255	34,366	40,255	34,366
Merger deficit	(3,454)	(3,454)	-	-
Translation reserve	(7,421)	(6,934)	-	-
Revaluation reserve	8,066	6,577	-	-
Capital reserve	2,605	(26)	-	-
Accumulated losses	(1,379)	(5,903)	(12,915)	(11,994)
Equity attributable to owners of the Company	**38,672**	**24,626**	**27,340**	**22,372**
Non-controlling interests	-	8,675	-	-
Total equity	**38,672**	**33,301**	**27,340**	**22,372**
Total liabilities and equity	**100,361**	**78,701**	**33,957**	**28,743**

1(b)(ii) Aggregate amount of the group's borrowing and debt securities.

Amount repayable in one year or less, or on demand:

As at 30/09/2017 (Unaudited)		As at 30/09/2016 (Audited)	
Secured $'000	**Unsecured $'000**	**Secured $'000**	**Unsecured $'000**
47,272	1,900	35,605	-

Amount repayable after one year:

As at 30/09/2017 (Unaudited)		As at 30/09/2016 (Audited)	
Secured $'000	**Unsecured $'000**	**Secured $'000**	**Unsecured $'000**
578	-	147	1,900

Details of any collateral:-

As at 30 September 2017, total bank borrowings amounting to $47,034,000 (30 September 2016: $35,495,000) were secured on one or more of the followings:

(i) Mortgage over certain freehold lands and buildings of the Group;
(ii) Mortgage over a leasehold building of the Group;
(iii) Deposits pledged with financial institutions;
(iv) Corporate guarantees given by the Company;
(v) Joint and several guarantees by certain Directors; and
(vi) Assignment of life insurance policies assured on a Director.

The finance leases of $816,000 (30 September 2016: $257,000) are secured by the leased assets and guarantees by a Director.

The convertible notes of $1,900,000 (30 September 2016: $1,900,000) are not secured with any collateral.

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

	Group (Unaudited)	
	Year ended 30/09/2017 $'000	**Year ended 30/09/2016 $'000**
Operating activities		
Profit (Loss) before income tax	3,706	(1,230)
Adjustments for:		
Allowance for inventories	63	1
Bad debts written off on trade and other receivables	4	54
Interest income	(44)	(23)
Interest expense	1,517	1,111
Depreciation of property, plant and equipment	1,955	1,617
Recovery of other receivables previously written off	-	(287)
Net foreign exchange gain	129	67
(Gain) Loss on disposal of property, plant and equipment	(7)	4
Property, plant and equipment written off	14	1
Post-employment benefit	30	34
Increase in net realisable value of insurance assets	(259)	-
Deposit forfeited	-	7
Reversal of impairment losses on loans and receivables	(16)	-
Operating cash flows before movements in working capital	**7,092**	**1,356**
Trade and other receivables	(8,330)	(2,924)
Inventories	(907)	(1,852)
Trade and other payables	3,028	645
Trade bills and banker acceptances	6,987	4,124
Cash generated from operations	7,870	1,349
Income taxes paid	(879)	(797)
Income taxes refund	83	-
Net cash from operating activities	**7,074**	**552**
Investing activities		
Interest received	29	23
Purchase of plant and equipment	(8,484)	(430)
Proceeds from disposal of plant and equipment	15	10
Insurance assets	-	(1,496)
Net cash used in investing activities	**(8,440)**	**(1,893)**
Financing activities		
Interest paid	(1,498)	(1,111)
Repayments of borrowings	(1,683)	(1,976)
Repayments of finance lease liabilities	(218)	(129)
(Increase) Decrease in pledged deposits with financial institutions	(1,677)	907
New bank loans raised	6,575	1,339
Issuance of convertible notes	-	1,900
Net cash from financing activities	**1,499**	**930**
Net increase (decrease) in cash and cash equivalents	**133**	**(411)**
Cash and cash equivalents at beginning of the year	1,706	2,140
Effect of exchange rate changes on cash balances held in foreign currencies	(41)	(23)
Cash and cash equivalents at end of the year	**1,798**	**1,706**
Cash at banks and in hand	2,509	2,681
Fixed deposits with financial institutions	7,898	6,223
Cash and cash equivalents in statement of financial position	10,407	8,904
Fixed deposits pledged with financial institutions	(7,898)	(6,223)
Bank overdraft (secured)	(711)	(975)
Cash and cash equivalents at end of the year	**1,798**	**1,706**

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.

Group	Share capital $'000	Merger deficit $'000	Translation reserve $'000	Revaluation reserve $'000	Capital reserve $'000	Accumulated losses $'000	Equity attributable to owners of the Company $'000	Non-controlling interests $'000	Total equity $'000
Balance as at October 1, 2015 (audited)	**34,366**	**(3,454)**	**(7,451)**	**6,496**	**(26)**	**(4,981)**	**24,950**	**9,367**	**34,317**
Total comprehensive income for the year									
Loss for the year	-	-	-	-	-	(922)	(922)	(773)	(1,695)
Other comprehensive income for the year	-	-	517	81	-	-	598	81	679
Total	-	-	517	81	-	(922)	(324)	(692)	(1,016)
Balance as at September 30, 2016 (audited)	**34,366**	**(3,454)**	**(6,934)**	**6,577**	**(26)**	**(5,903)**	**24,626**	**8,675**	**33,301**
Total comprehensive income for the year									
Profit for the year	-	-	-	-	-	2,172	2,172	616	2,788
Other comprehensive (loss) income for the year	-	-	(487)	3,841	-	-	3,354	(96)	3,258
Total compressive (loss) income for the year	**-**	**-**	**(487)**	**3,841**	**-**	**2,172**	**5,526**	**520**	**6,046**
Acquisition of a subsidiary	5,889	-	-	-	-	-	5,889	-	5,889
Effect of acquiring non-controlling interest in a subsidiary	-	-	-	-	2,631	-	2,631	(9,195)	(6,564)
Transfer to retained earnings	-	-	-	(2,352)	-	2,352	-	-	-
Total	**5,889**	**-**	**-**	**(2,352)**	**2,631**	**2,352**	**8,520**	**(9,195)**	**(675)**
Balance as at September 30, 2017 (unaudited)	**40,255**	**(3,454)**	**(7,421)**	**8,066**	**2,605**	**(1,375)**	**38,672**	**-**	**38,672**

Company	Share Capital $'000	Accumulated losses $'000	Total $'000
Balance as at October 1, 2015 (audited)	**34,366**	**(12,576)**	**21,790**
Profit for the year, representing total comprehensive income for the year	-	582	582
Balance as at September 30, 2016 (audited)	**34,366**	**(11,994)**	**22,372**
Issuance of shares	5,889	-	5,889
Loss for the year, representing total comprehensive loss for the year	-	(921)	(921)
Balance as at September 30, 2017 (unaudited)	**40,255**	**(12,915)**	**27,340**

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

Issued and fully paid-up ordinary shares of the Company ("Shares")

Movements in the Company's share capital since 31 March 2017 up to 30 September 2017 were as follows:

	Number of Shares	Issued and paid-up capital – $
Balance as at 31 March 2017	864,280,038	40,254,502
Balance as at 30 September 2017	864,280,038	40,254,502

The Company had on 30 September 2015 entered into a Convertible Notes Agreement amounting to an aggregate of $1,900,000 convertible notes (the "Notes"). The Notes will mature 2.5 years from 30 October 2015 and 18 January 2016 for $900,000 and $1,000,000 respectively on which the Notes were issued and the Notes are convertible into an aggregate of 26,388,887 Shares (disregarding fractional entitlements of the Subscribers).

Save as disclosed above, the Company did not have any other outstanding options, convertibles, treasury shares or subsidiary holdings as at 30 September 2016 and 30 September 2017.

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.

	Company as at 30/09/2017	Company as at 30/09/2016
Total number of issued shares excluding treasury shares	864,280,038	637,809,450

There were no treasury shares as at 30 September 2017 and 30 September 2016.

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

Not applicable. There were no sales, transfers, cancellations and/or use of treasury shares during the 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.

Not applicable. There were no sales, transfers, cancellations and/or use of subsidiary holdings during the financial year reported on.

2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

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

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

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

Save as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those used in the most recently audited financial statements for the financial year ended 30 September 2016 ("FY2016").

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 the applicable new and/or revised Financial Reporting Standards ("FRS") and Interpretations of Financial Reporting Standards ("INT FRS") which are effective for the financial periods beginning on or after 1 October 2016.

The adoption of these new or revised FRS and INT FRS did not result in any substantial change to the Group's accounting policies and has no material financial impact on the Group's financial statements 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 year, after deducting any provision for preference dividends.

	Group	
Basic earnings (loss) per ordinary share ("EPS" or "LPS")	**FY2017 (Unaudited)**	**FY2016 (Audited)**
Profit (Loss) attributable to equity holders of the Company ($)	2,172,000	(922,000)
Weighted average number of ordinary shares in issue	792,926,291	637,809,450
EPS or LPS (Singapore cents)	0.27	(0.14)

	Group	
Diluted EPS or LPS	**FY2017 (Unaudited)**	**FY2016 (Audited)**
Profit (Loss) attributable to equity holders of the Company ($)	2,172,000	(922,000)
Weighted average number of ordinary shares in issue	792,926,291	637,809,450
EPS or LPS (Singapore cents)	0.27	(0.14)

The basic and diluted EPS or LPS for the financial year ended 30 September 2017 ("FY2017") and 30 September 2016 ("FY2016") were the same as there were no potentially dilutive ordinary shares in issue as at end of the respective financial years. For FY2017, the potential ordinary shares to be converted under the Convertible Notes are anti-dilutive as the conversion would result in higher diluted earnings per share than the basic earnings per share.

The Company has a balance of $1,900,000 Convertible Notes as at 30 September 2017, which can be converted into 26,388,887 shares, after disregarding fractional entitlements of the Subscribers.

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	
	As at 30/09/2017 (Unaudited)	As at 30/09/2016 (Audited)	As at 30/09/2017 (Unaudited)	As at 30/09/2016 (Audited)
Net asset value as per ordinary share based on existing issued share capital excluding treasury shares as at the end of the period (in Singapore cents)	4.47	3.86	3.16	3.51
Number of ordinary shares in issue	864,280,038	637,809,450	864,280,038	637,809,450

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 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Statement of Comprehensive Income

For FY2017, the Group recorded revenue, profit before tax, and profit after tax of $207.2 million, $3.7 million and $2.8 million respectively.

The Group's revenue increased by $55.0 million or 36.1% due mainly to the increase of revenue in the trading of commodities segment, which in turn is attributable to higher sales demand from the Republic of China ("**PRC**") region. Revenues from other business segments stayed relatively constant. The Group registered a profit before tax of $3.7 million in FY2017 compared with the loss before tax of $1.2 million in FY2016 mainly due to increase in revenue and the decrease in net foreign exchange translation loss from the trading of commodities segment (the "**FX Loss**").

Gross profit increased by $5.2 million or 43.7% due mainly to a higher gross profit margin of 8.3% in FY2017 (FY2016: 7.8%) as a result of lower cost overheads from tighter cost control measures adopted by the Group.

Administrative expenses increased by $1.5 million due to relocation expenses incurred during the financial year and dual depreciation charged in second half of the year, in which the purchase of new premises at 3 Jalan Pesawat was completed in May 2017 and the sale of the premises at 16 Tuas Avenue 20 to JTC Corporation was completed after September 2017, by one of our subsidiary SMC Industrial Pte. Ltd ("**SMC**").

Other operating expenses decreased by $1.7 million to $1.5 million in FY2017 from $3.2 million in FY2016 mainly due to the FX Loss.

Finance cost increased by $0.4 million from $1.1 million in FY2016 to $1.5 million in FY2017 mainly due to additional trade financing obtained for working capital purposes in relation to higher sales revenue.

Statement of Financial Position

The following comparative performance for both the Group's assets and liabilities are based on the consolidated financial statements as at 30 September 2017 and 30 September 2016.

Current Assets

The Group's current assets amounted to $68.6 million in FY2017, comprising cash and cash equivalents of $10.4 million, trade and other receivables of $52.5 million and inventories of $5.8 million.

The increase in trade and other receivables of $11.1 million and the increase in inventories of $0.8 million, were both due to the increase in trading volume from the trading of commodities segment.

Non-Current Assets

The increase in property, plant and equipment from $19.1 million as at 30 September 2016 to $27.3 million as at 30 September 2017 was mainly due to the purchase of equipment and the acquisition of new premises at 3 Jalan Pesawat, Singapore in May 2017 by SMC. The increase has been partially offset by the disposal of premises at 16 Tuas Ave 20 Singapore for $3.5 million in September 2017 and depreciation charges of $2.0 million.

Insurance assets amounting to $3.4 million as at 30 September 2017 relates to the cash surrender value of key-man life insurance policies purchased by one of the subsidiaries for the Executive Chairman/Executive Director of the Company, with the subsidiary being the beneficiary of the policies. These policies were pledged to banks as collaterals for banking facilities related to working capital purposes.

Working Capital

The working capital of the Group as at 30 September 2017 and 30 September 2016 are set out below:

$'000	As at 30 September 2017 (Unaudited)	As at 30 September 2016 (Audited)
Total current assets	68,649	55,200
Total current liabilities	59,593	42,165
Working capital	**9,056**	**13,035**

The Group had a positive working capital of $9.0 million as at 30 September 2017, compared to $13.0 million as at 30 September 2016.

Current Liabilities

The Group's current liabilities amounted to $59.6 million as at 30 September 2017, comprising trade and other payables of $9.9 million, bank overdrafts, loans and trade bills of $47.0 million, convertible notes of $1.9 million, finance leases of $0.2 million and income tax payable of $0.5 million.

The bank overdrafts, loans and trade bills increased by $11.5 million, as the facilities were drawn down to finance the increase in trading volume for trading of commodities segment.

Trade and other payables increased by $3.7 million due mainly to increase in purchases under the trading of commodities segment during the financial year.

The increase in finance leases of $0.1 million was due to the new finance lease obtained for financing of new machinery.

Income tax payable increased slightly by $0.2 million despite the significant increase in profit before tax due mainly to the availability of unutilised business losses brought forward and tax credit to offset against the chargeable income.

Convertible notes of $1.9 million will mature on April 30, 2018 and July 18, 2018 at $0.9 million and $1.0 million respectively. Hence, it has been reclassified from non-current liabilities to current liabilities.

Non-Current Liabilities

The Group's non-current liabilities as at 30 September 2017 decreased by $1.2 million mainly due to the reclassification of convertible notes from non-current liabilities to current liabilities of $1.9 million, but partially offset by the increase of non-current finance leases of $0.4 million due to the purchase of new battery recycling machine and deferred tax liabilities of $0.3 million.

Non-controlling interests

The Company had completed the acquisition of balance 50% shareholding interest in SMC on 24 January 2017. Post completion, SMC became a wholly-owned subsidiary of the Company. Hence, non-controlling interest is no longer present in the Group's statement of financial position as at 30 September 2017.

Cash Flow Analysis

The following comparative performance of the Group is based on financial statements for FY2017 and FY2016.

In FY2017, the Group generated net cash from operating activities before changes in working capital of $7.1 million and the net cash inflow from operating activities amounted to $7.1 million. This was mainly due to the higher profit before tax generated of $3.4 million and adjustments for interest expense and depreciation of property, plant and equipment.

Net cash used in investing activities amounted to $8.4 million in FY2017, mainly due to the purchase of property, plant and equipment.

Net cash generated from financing activities of $1.5 million in FY2017 is mainly due to new bank loans raised of $6.6 million, partially offset by the interest paid to the banks of $1.5 million, repayment of borrowings of $1.7 million, increase in pledged deposits with financial institutions of $1.7 million and repayment of finance lease liabilities of $0.2 million.

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 had 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.

The outlook of our business environment remains challenging as there are many uncertainties in the region.

Our ED coating business is expected to remain stable. While the trading of commodities segment has performed better this financial year, we are cautious on the outlook of commodities' prices and the opportunities that it may present. The Group will strive to further strengthen its operations and cash flow management.

Our subsidiary SMC has set up its new processing machinery for the recycling of lithium ion batteries, and will continue enhancing its waste management and recycling capabilities. During FY2017, it has also set up 2 subsidiaries as announced through SGXNET previously, in the United Kingdom and Hong Kong, principally for strengthening the Group's supply chain in respect of the waste recycling business.

11. If a decision regarding dividend has been made:

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

No

(b)(i) Amount per share:

Not applicable

(ii)Previous corresponding period:

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

(d) The date of dividend 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.

No dividend has been declared or recommended for FY2017.

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.

No IPT mandate has been obtained for recurrent interested person transactions. There were no interested person transactions with an amount of $100,000 or more during FY2017.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

14. 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 immediate preceding year.

(a) Reportable Segments

FY2017 $'000	Metal components and tool and die	ED Coating	Commodities	Others	Inter-segment elimination	Group
Revenue	3,480	12,295	191,720	1,180	(1,477)	207,198
Cost of sales	(2,548)	(8,049)	(180,006)	(34)	549	(190,088)
Segment result	932	4,246	11,714	1,146	(928)	17,110
Other operating income	160	171	1,057	138	(561)	965
Distribution costs	(33)	(306)	(827)	-	-	(1,166)
Administrative expenses	(387)	(2,081)	(5,871)	(1,852)	-	(10,191)
Other operating expenses	(31)	(136)	(1,633)	(66)	371	(1,495)
Finance costs	-	(92)	(1,216)	(209)	-	(1,517)
Profit before income tax	641	1,802	3,224	(843)	(1,118)	3,706
Income tax expense						(918)
Profit for the year						2,788
Segment assets	6,417	15,936	79,316	40,635	(41,943)	100,361
Segment liabilities	1,526	8,692	55,374	20,410	(24,313)	61,689
Other segment information						
Additions to non-current assets	31	230	9,026	-	(24)	9,263
Depreciation and amortisation expenses	33	791	1,105	26	-	1,955
Revaluation of properties	-	-	3,962	-	-	3,962
Increase in realisable value of insurance assets	-	-	259	-	-	259
Exchange differences on translation of foreign operations						487

FY2016 $'000	Metal components and tool and die	ED Coating	Commodities	Others	Inter-segment elimination	Group
Revenue	3,209	11,048	138,300	1,250	(1,583)	152,224
Cost of sales	(2,152)	(7,513)	(131,208)	(141)	700	(140,314)
Segment result	1,057	3,535	7,092	1,109	(883)	11,910
Other operating income						1,017
Distribution costs						(1,124)
Administrative expenses						(8,711)
Other operating expenses						(3,211)
Finance costs						(1,111)
Loss before income tax						(1,230)
Income tax expense						(465)
Loss for the year						(1,695)
Segment assets	6,620	16,402	56,696	36,385	(37,402)	78,701
Segment liabilities	1,574	9,591	39,545	21,188	(26,498)	45,400
Other segment information						
Additions to non-current assets	10	343	162	1	-	516
Depreciation and amortisation expenses	(32)	(790)	(749)	(46)	-	(1,617)
Revaluation of properties	-	-	(30)	-	-	(30)
Increase in realisable value of insurance assets	-	-	192	-	-	192
Exchange differences on translation of foreign operations						517

(b) Geographical information

	Revenue		Non-Current Assets	
$'000	**FY2017**	**FY2016**	**FY2017**	**FY2016**
Singapore	5,362	5,530	14,608	9,004
People's Republic of China	94,578	47,803	-	-
Malaysia	11,148	8,350	10,081	10,488
Indonesia	3,182	2,565	7,031	3,983
South Korea	11,337	15,654	-	-
Taiwan	55,839	58,045	-	-
Japan	11,587	5,664	-	-
Others	14,165	8,613	-	-
Total	**207,198**	**152,224**	**31,720**	**23,475**

Non-current assets presented comprise property, plant and equipment, other receivables, insurance assets and goodwill excluding deferred tax assets.

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

See paragraph 8 above.

16. A breakdown of sales

Group	FY2017	FY2016	Increase/ (Decrease)
	$'000	$'000	%
(a) Sales reported for first half year	102,523	71,177	44.0
(b) Operating profit (loss) after tax before deducting non-controlling interests reported for first half year	2,059	(1,287)	NM
(c) Sales reported for second half year	104,675	81,047	29.2
(d) Operating profit (loss) after tax before deducting non-controlling interests reported for second half year	729	(408)	NM

NM: Not Meaningful

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

No dividend has been recommended for the FY2017 and FY2016.

18. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Pursuant to Rule 704(10) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited, as at the date of this announcement, none of the persons occupying managerial positions in the Company or any of its principal subsidiaries, is related to a director, the chief executive officer or substantial shareholder of the Company or its principal subsidiaries.

19. 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 it has procured undertakings from all of its directors and executive officers in the required format.

BY ORDER OF THE BOARD

NEO GIM KIONG
CHIEF EXECUTIVE OFFICER

22 NOVEMBER 2017

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") for compliance with the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.

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

The contact person for the Sponsor is Ms Keng Yeng Pheng, Associate Director, Continuing Sponsorship (Mailing address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).