

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

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

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Group					
	Unaudited 4Q-2017 ⁽¹⁾ S\$'000	Unaudited 4Q-2016 ⁽²⁾ S\$'000	Change %	Unaudited FY2017 ⁽³⁾ S\$'000	Audited FY2016 ⁽⁴⁾ S\$'000	Change %
Revenue	43,248	34,753	24.4	156,401	125,166	25.0
Other Items of Income						
Other Gains	978	183	NM ⁽⁵⁾	1,569	1,133	38.5
Other Items of Expense						
Material Costs	(31,180)	(24,491)	27.3	(111,853)	(87,206)	28.3
Employee Benefits Expense	(4,326)	(3,632)	19.1	(14,477)	(12,176)	18.9
Depreciation and Amortisation Expenses	(729)	(462)	57.8	(2,430)	(1,819)	33.6
Finance Costs	(1,432)	(1,097)	30.5	(5,253)	(4,072)	29.0
Other Losses	-	(310)	(100.0)	(85)	(453)	(81.2)
Other Expenses	(3,792)	(3,231)	17.4	(14,836)	(12,218)	21.4
Profit Before Tax	2,767	1,713	61.5	9,036	8,355	8.2
Income Tax Expense	(464)	(212)	118.9	(1,748)	(1,849)	(5.5)
Profit Net of Tax	2,303	1,501	53.4	7,288	6,506	12.0
Other Comprehensive Income	33	47	(29.8)	28	15	86.7
Total Comprehensive Income	2,336	1,548	50.9	7,316	6,521	12.2
Attributable to:						
Owners of the Company	2,249	1,539	46.1	6,830	6,229	9.6
Non-controlling Interests	54	(38)	NM ⁽⁵⁾	458	277	65.3
Profit Net of Tax	2,303	1,501	53.4	7,288	6,506	12.0
Attributable to:						
Owners of the Company	2,282	1,586	43.9	6,858	6,244	9.8
Non-controlling Interests	54	(38)	NM ⁽⁵⁾	458	277	65.3
Total Comprehensive Income	2,336	1,548	50.9	7,316	6,521	12.2

Notes:-

- (1) "4Q-2017" refers to the fourth quarter ended 31 December 2017.
- (2) "4Q-2016" refers to the fourth quarter ended 31 December 2016.
- (3) "FY2017" refers to the financial year ended 31 December 2017.
- (4) "FY2016" refers to the financial year ended 31 December 2016.
- (5) NM: Not meaningful.

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

The Group's profit after tax was arrived at after charging / (crediting) the following:

	Group					
	Unaudited 4Q-2017 ⁽¹⁾ S\$'000	Unaudited 4Q-2016 ⁽²⁾ S\$'000	Change %	Unaudited FY2017 ⁽³⁾ S\$'000	Audited FY2016 ⁽⁴⁾ S\$'000	Change %
Rental Income	(128)	(126)	1.6	(532)	(645)	(17.5)
Government Grants	(17)	(33)	(48.5)	(189)	(421)	(55.1)
Depreciation of Plant and Equipment	690	429	60.8	2,288	1,577	45.1
Amortisation of Lease Assignment Fees	-	-	NM	-	102	(100.0)
Amortisation of Other Intangible Assets	39	33	18.2	142	140	1.4
Foreign Exchange (Gain)/Loss	(238)	208	NM	(183)	308	NM
Loss on Collateral Loan Services	2	2	-	6	2	200.0
(Over)/Under Adjustments to Tax in respect of Prior Years	(176)	106	NM	(25)	106	NM
(Gain)/Loss on Disposal of Plant and Equipment	(1)	40	NM	66	83	(20.5)
Inventories Written Down	-	-	NM	18	-	NM
Forfeiture of Deposits	-	60	(100.0)	-	60	(100.0)
Fair value gain on the Investment in Available- For-Sale Investments	(279)	-	NM	(279)	-	NM

Notes:

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.

STATEMENTS OF FINANCIAL POSITION

	Group		Company	
	Unaudited 31 December 2017 S\$'000	Audited 31 December 2016 S\$'000	Unaudited 31 December 2017 S\$'000	Audited 31 December 2016 S\$'000
ASSETS				
<u>Non-Current Assets</u>				
Plant and Equipment	5,032	2,992	-	-
Intangible Assets	3,010	2,085	-	-
Investment in Subsidiaries	-	-	51,405	50,405
Investment in Available-For-Sale Investments	5,471	-	5,471	-
Deferred Tax Assets	62	42	-	-
Total Non-Current Assets	13,575	5,119	56,876	50,405
<u>Current Assets</u>				
Inventories	30,003	23,039	-	-
Trade and Other Receivables	192,945	182,453	19,556	17,941
Other Assets	4,086	4,037	72	81
Cash and Cash Equivalents	11,850	9,008	159	108
Total Current Assets	238,884	218,537	19,787	18,130
Total Assets	252,459	223,656	76,663	68,535
EQUITY AND LIABILITIES				
<u>Equity Attributable to Owners of the Company</u>				
Share Capital	56,144	56,144	56,144	56,144
Retained Earnings	13,153	8,092	4,573	3,534
Reserves	39	11	-	-
	69,336	64,247	60,717	59,678
Non-controlling Interests	2,668	2,375	-	-
Total Equity	72,004	66,622	60,717	59,678
<u>Non-Current Liabilities</u>				
Other Financial Liabilities, Non-Current	2,894	1,517	-	-
Deferred Tax Liabilities	167	140	-	-
Total Non-Current Liabilities	3,061	1,657	-	-
<u>Current Liabilities</u>				
Income Tax Payable	1,396	1,455	19	-
Trade and Other Payables	13,907	8,293	12,928	6,857
Other Financial Liabilities, Current	160,944	144,826	3,000	2,000
Other Liabilities	1,147	803	-	-
Total Current Liabilities	177,394	155,377	15,946	8,857
Total Liabilities	180,455	157,034	15,946	8,857
Total Equity and Liabilities	252,459	223,656	76,663	68,535

1(b)(ii) Aggregate amount of group's borrowings and debt securities

Amount repayable by the Group in one year or less, or on demand

As at 31 December 2017		As at 31 December 2016	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
160,944	-	144,826	-

Amount repayable by the Group after one year

As at 31 December 2017		As at 31 December 2016	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
2,894	-	1,517	-

Details of collaterals

The Group's borrowings and debt securities are secured by the following:

- i) Deeds of debentures, a charge on all sums in the current account of certain subsidiaries and a fixed and floating charge over all present and future assets of certain subsidiaries;
- ii) Corporate guarantee by MoneyMax Financial Services Ltd. and certain subsidiaries;
- iii) Deeds of assignment of all rights, interests and benefits from insurance policies for pledged articles;
- iv) All monies charge on the facility agreement of a subsidiary;
- v) Subordination of advances from a subsidiary and a director of certain subsidiaries; and
- vi) Personal guarantee by a director of certain subsidiaries.

- 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

	Unaudited 4Q-2017 S\$'000	Unaudited 4Q-2016 S\$'000	Unaudited FY2017 S\$'000	Audited FY2016 S\$'000
<u>Cash Flows From Operating Activities</u>				
Profit Before Tax	2,767	1,713	9,036	8,355
Adjustments for:				
Finance Costs	1,432	1,097	5,253	4,072
Depreciation of Plant and Equipment	690	429	2,288	1,577
Amortisation of Intangible Assets	39	33	142	242
(Gain)/Loss on Disposal of Plant and Equipment	(1)	40	66	83
Inventories written down	-	-	18	-
Fair value gain on the Investment in Available-For-Sale Investments	(279)	-	(279)	-
Foreign Currency Translation	(49)	193	(106)	208
Operating Cash Flows before Changes in Working Capital	4,599	3,505	16,418	14,537
Inventories	1,538	(3,897)	(6,982)	(10,191)
Trade and Other Receivables	10,219	(4,413)	(310)	(18,632)
Other Assets, Current	(46)	(788)	44	(1,289)
Trade and Other Payables	(8,719)	(1,085)	(6,139)	(2,467)
Other Liabilities	(53)	(79)	22	(53)
Net Cash Flows From/(Used in) Operations	7,538	(6,757)	3,053	(18,095)
Income Taxes Paid	(175)	(147)	(1,738)	(1,076)
Net Cash Flows From/ (Used in) Operating Activities	7,363	(6,904)	1,315	(19,171)
<u>Cash Flows From Investing Activities</u>				
Purchase of Plant and Equipment	(313)	(802)	(3,209)	(1,911)
Purchase of Available-For-Sale Investments	-	-	(5,192)	-
Proceeds from Disposal of Plant and Equipment	2	-	2	2
Acquisition of Subsidiaries (Net of Cash Acquired)	(300)	-	(650)	(254)
Net Cash Flows Used in Investing Activities	(611)	(802)	(9,049)	(2,163)
<u>Cash Flows From Financing Activities</u>				
Issue of Shares to Non-Controlling Interest	133	-	153	-
Increase in New Borrowings	1,364	10,470	17,938	27,695
Decrease in Other Financial Liabilities	(1,140)	(565)	(3,630)	(2,861)
Finance Lease Repayments	(3)	(5)	(12)	(19)
Interest Paid	(1,432)	(1,097)	(5,253)	(4,072)
Dividends Paid	-	-	(1,769)	(1,769)
Net Cash Flows (Used In)/From Financing Activities	(1,078)	8,803	7,427	18,974
Net Increase/(Decrease) in Cash and Cash Equivalents	5,674	1,097	(307)	(2,360)
Cash and Cash Equivalents, Statement of Cash Flows, Beginning Balance	(1,149)	3,733	4,834	7,194
Effects of Exchange Rate Changes on Cash and Cash Equivalents	1	4	-	-
Cash and Cash Equivalents, Statement of Cash Flows, Ending Balance	4,526	4,834	4,527	4,834

Cash and cash equivalents

Cash and cash equivalents included in the Group's consolidated cash flow statements comprise the following amounts:

	As at 31 December 2017 S\$'000	As at 31 December 2016 S\$'000
Cash at bank and in hand	11,850	9,008
Bank overdrafts	(7,324)	(4,174)
Cash and cash equivalents for statements of cash flows purposes	4,526	4,834

Acquisition of subsidiaries, net of cash acquired

Acquisition of subsidiaries, net of cash acquired, included in the Group's consolidated cash flow statements comprises the following amounts:

	As at 31 December 2017 S\$'000	As at 31 December 2016 S\$'000
Total purchase consideration fully paid in cash	712	278
Less: Cash and cash equivalents	(62)	(24)
Acquisition of subsidiaries, net of cash acquired	650	254

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

STATEMENTS OF CHANGES IN EQUITY

Group	Attributable to Owners of the Company				Non-controlling Interests	Total Equity
	Share Capital	Retained Earnings	Reserves	Sub-total		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Current Year:						
Opening balance at 1 January 2017	56,144	8,092	11	64,247	2,375	66,622
Movements in equity:						
Total comprehensive income for the year	-	6,830	28	6,858	458	7,316
Dividends paid	-	(1,769)	-	(1,769)	-	(1,769)
Issue of share capital	-	-	-	-	153	153
Acquisition of interest in subsidiaries	-	-	-	-	(318)	(318)
Closing balance at 31 December 2017	56,144	13,153	39	69,336	2,668	72,004
Previous Year:						
Opening balance at 1 January 2016	56,144	3,632	(4)	59,772	326	60,098
Movements in equity:						
Total comprehensive income for the year	-	6,229	15	6,244	277	6,521
Dividends paid	-	(1,769)	-	(1,769)	-	(1,769)
Issue of share capital	-	-	-	-	1,895	1,895
Acquisition of interest in subsidiaries	-	-	-	-	(123)	(123)
Closing balance at 31 December 2016	56,144	8,092	11	64,247	2,375	66,622

Company	Share Capital	Retained Earnings	Total Equity
	S\$'000	S\$'000	S\$'000
Current Year:			
Opening balance at 1 January 2017	56,144	3,534	59,678
Movements in Equity:			
Total comprehensive income for the year	-	2,808	2,808
Dividends paid	-	(1,769)	(1,769)
Closing Balance at 31 December 2017	56,144	4,573	60,717
Previous Year:			
Opening balance at 1 January 2016	56,144	3,221	59,365
Movements in Equity:			
Total comprehensive income for the year	-	2,082	2,082
Dividends paid	-	(1,769)	(1,769)
Closing Balance at 31 December 2016	56,144	3,534	59,678

- 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 corresponding period immediately preceding financial year.**

Issued and fully paid-up share capital	Number of shares '000	Company
		Issued and paid-up capital S\$'000
Balance as at 30 September 2017 and 31 December 2017	353,800	56,144

During 4Q-2017, there was no change in the Company's issued and paid-up share capital. There were no outstanding convertibles or treasury shares held by the Company or subsidiary holdings as at 31 December 2017 and 31 December 2016.

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

	As at 31 December 2017 '000	As at 31 December 2016 '000
Total number of issued shares (excluding treasury shares)	353,800	353,800

- 1(d)(iv) A statement showing all sales, transfers, cancellation and/or use of treasury share 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 period reported on.

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

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

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

The figures have not been audited 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 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 financial statements for FY2017 as its most recently audited consolidated financial statements for FY2016, New and revised Financial Reporting Standards ("FRSs") which became effective for financial years beginning on or after 1 January 2017 has no material impact on the financial statements for FY2017

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.

Refer to paragraph 4.

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.

EARNINGS PER SHARE ("EPS")

	Group			
	4Q-2017	4Q-2016	FY2017	FY2016
Profit net of tax attributable to owners of the Company (S\$'000)	2,249	1,539	6,830	6,229
Basic and diluted EPS based on the weighted average number of shares (cents)	0.64	0.43	1.93	1.76

EPS of the Group for 4Q-2017, FY2017, 4Q-2016 and FY2016 have been computed based on the weighted average number of shares of 353,800,000 shares. The basic and diluted EPS are the same for 4Q-2017, FY2017, 4Q-2016 and FY2016 as the Company had no dilutive equity instruments.

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.

NET ASSET VALUE ("NAV")

	Group		Company	
	31 December 2017	31 December 2016	31 December 2017	31 December 2016
NAV per share (cents)	19.60	18.16	17.16	16.87

NAV per share as at 31 December 2017 and as at 31 December 2016 have been computed based on the issued share capital of 353,800,000 shares.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

REVIEW OF THE GROUP'S PERFORMANCE

Revenue

Revenue increased by S\$31.2 million or 25.0% from S\$125.2 million in FY2016 to S\$156.4 million in FY2017, and increased by S\$8.4 million or 24.4% from S\$34.8 million in 4Q-2016 to S\$43.2 million in 4Q-2017. This was due to revenue growth in both the pawnbroking and the retail and trading of pre-owned items segments.

Other Gains

Other gains increased by S\$0.5 million or 38.5% from S\$1.1 million in FY2016 to S\$1.6 million in FY2017, and increased by S\$0.8 million from S\$0.2 million in 4Q-2016 to S\$1.0 million in 4Q-2017. The increase was mainly due to the recording of (i) a fair value gain on investment in available-for-sale investments of S\$0.3 million and (ii) foreign exchange gains attributable to the strengthening of Malaysian Ringgit of S\$0.2 million in FY2017.

Material Costs

Material costs increased by S\$24.7 million or 28.3% from S\$87.2 million in FY2016 to S\$111.9 million in FY2017, and increased by S\$6.7 million or 27.3% from S\$24.5 million in 4Q-2016 to S\$31.2 million in 4Q-2017. The increase in material costs was generally in line with the increase in revenue from the retail and trading of pre-owned items segment in FY2017 and 4Q-2017.

Employee Benefits Expense

Employee benefits expense increased by S\$2.3 million or 18.9% from S\$12.2 million in FY2016 to S\$14.5 million in FY2017, and increased by S\$0.7 million or 19.1% from S\$3.6 million in 4Q-2016 to S\$4.3 million in 4Q-2017. This year-on-year increase in employee benefits expense was due to the increased headcount arising from the expansion of operations in Singapore and Malaysia, as well as annual salary increments.

Depreciation and Amortisation Expenses

Depreciation and amortisation expenses increased by S\$0.6 million or 33.6% from S\$1.8 million in FY2016 to S\$2.4 million in FY2017, and increased by S\$0.2 million or 57.8% from S\$0.5 million in 4Q-2016 to S\$0.7 million in 4Q-2017. The increase was mainly due to the increase in capital expenditure on plant and equipment in line with the expansion of our network of outlets.

Finance Costs

Finance costs increased by S\$1.2 million or 29.0% from S\$4.1 million in FY2016 to S\$5.3 million in FY2017, and increased by S\$0.3 million or 30.5% from S\$1.1 million in 4Q-2016 to S\$1.4 million in 4Q-2017. The increase was due to an increase in the utilisation of bank facilities to fund the Group's operational cash requirements, capital expenditure as well as expansion of operations in Malaysia.

Other Losses

Other losses decreased by S\$0.4 million or 81.2% from S\$0.5 million in FY2016 to S\$0.1 million in FY2017, and decreased from S\$0.3 million in 4Q-2016 to nil in 4Q-2017. The overall decrease in other losses was mainly due to the strengthening of the Malaysian Ringgit in 4Q-2017 and FY2017.

Other Expenses

Other expenses increased by S\$2.6 million or 21.4% from S\$12.2 million in FY2016 to S\$14.8 million in FY2017, and increased by S\$0.6 million or 17.4% from S\$3.2 million in 4Q-2016 to S\$3.8 million in 4Q-2017. This was mainly due to an increase in advertising and promotional expenses, and an increase in rental and other related costs for relocation and refurbishment of existing outlets.

Profit Before Tax

As a result of the above, profit before tax increased by S\$0.6 million or 8.2% from S\$8.4 million in FY2016 to S\$9.0 million in FY2017, and increased by S\$1.1 million or 61.5% from S\$1.7 million in 4Q-2016 to S\$2.8 million in 4Q-2017.

Income Tax Expense

Income tax expense decreased by S\$0.1 million or 5.5% from S\$1.8 million in FY2016 to S\$1.7 million in FY2017. This was due to the higher utilisation of tax deductible allowances in FY2017 and 4Q-2017.

Income tax expense increased by S\$0.3 million or 118.9% from S\$0.2 million in 4Q-2016 to S\$0.5 million in 4Q-2017. This is mainly due to the higher profits for 4Q-2017.

REVIEW OF THE GROUP'S FINANCIAL POSITION

Non-Current Assets

Non-current assets increased by S\$8.5 million or 165.2% from S\$5.1 million as at 31 December 2016 to S\$13.6 million as at 31 December 2017. The increase was mainly attributable to an investment in joint venture in a China-based financial leasing company¹ which had a fair value of S\$5.5 million as at 31 December 2017, an increase in intangible assets due to goodwill of S\$1.0 million arising from the investment in pawnshops in Malaysia and an increase in plant and equipment of S\$2.0 million arising from the relocation and refurbishment of existing outlets as well as opening of new outlets.

Current Assets

Current assets increased by S\$20.4 million or 9.3% from S\$218.5 million as at 31 December 2016 to S\$238.9 million as at 31 December 2017. This was mainly due to an increase in trade and other receivables of S\$10.5 million mainly arising from an increase in pledged loans extended to customers and advances to external parties, an increase in inventories of S\$7.0 million mainly due to the expanded product variety for the retail and trading of pre-owned items segment, and an increase in cash and cash equivalents of S\$2.8 million.

Non-Current Liabilities

Non-current liabilities increased by S\$1.4 million or 84.7% from S\$1.7 million as at 31 December 2016 to S\$3.1 million as at 31 December 2017. This was due to greater utilisation of term loans.

Current Liabilities

Current liabilities increased by S\$22.0 million or 14.2% from S\$155.4 million as at 31 December 2016 to S\$177.4 million as at 31 December 2017. This was mainly due to (i) an increase in other financial liabilities, current of S\$16.1 million to finance the Group's operational cash requirements, (ii) an increase in other liabilities of S\$0.3 million (mainly relating to provisions for reinstatement of premises) and (iii) an increase in trade and other payables of S\$5.6 million (including advances from certain shareholders of S\$3 million).

Equity Attributable to Owners of the Company

Equity attributable to owners of the Company increased by S\$5.1 million or 7.9% from S\$64.2 million as at 31 December 2016 to S\$69.3 million as at 31 December 2017. The increase was mainly due to profit attributable to owners of the Company of S\$6.8 million for FY2017 and partially offset by the payment of dividends of S\$1.8 million in respect of FY2016.

REVIEW OF THE GROUP'S STATEMENT OF CASH FLOWS

Net cash generated from operating activities before changes in working capital in FY2017 was S\$16.4 million. Net cash used in working capital amounted to S\$13.3 million. This was mainly due to (i) an increase in inventories of S\$7.0 million from higher retail activity, (ii) a decrease in trade and other payables of S\$6.1 million and (iii) an increase in trade and other receivables of S\$0.3 million. Net cash generated from operating activities amounted to S\$1.3 million after deducting income tax paid of S\$1.7 million.

¹ The Company had, on 18 October 2016, announced that it entered into a joint venture with AP Oil International Limited, 重庆宗申动力机械股份有限公司 and 重庆保税港区开发管理集团有限公司 for the purpose of undertaking the financial leasing business in Chongqing, the People's Republic of China.

Net cash used in investing activities amounted to S\$9.0 million, mainly due to (i) investment in joint venture in a China-based financial leasing company of S\$5.2 million; (ii) renovation costs and purchase of plant and equipment in relation to the relocation of existing retail outlets in Singapore and in connection with expansion in Malaysia of S\$3.2 million, and (iii) net cash consideration paid for the investment in pawnshops in Malaysia of S\$0.6 million.

Net cash generated from financing activities of S\$7.4 million was mainly due to an increase in new bank borrowings of S\$17.9 million, which was partially offset by interest paid, dividends paid and repayment of bank borrowings of S\$5.3 million, S\$1.8 million and S\$3.6 million respectively.

As a result of the above, there was a net decrease of S\$0.3 million in cash and cash equivalents from a net cash balance of S\$4.8 million as at 31 December 2016 to a net cash balance of S\$4.5 million as at 31 December 2017.

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

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 event that may affect the group in the next reporting period and the next 12 months.

While the business environment that the Group operates in remains highly competitive and challenging, the Group will continue to build upon its brand building efforts to attain sustainable growth in its business operations.

On 22 September 2017, the Group entered into a joint venture with Tokyo Stock Exchange-listed Aucnet Inc. to jointly develop Singapore's first online live B2B auction platform ("**e-auction platform**"). The joint venture company, SG e-Auction Pte Ltd, will operate and manage the e-auction platform which allows ASEAN business buyers and sellers to make electronic bids for luxury branded merchandise, and gold and diamond goods. This will expand the Group's distribution network as well as aid the Group's diversification into new segment of the market, helping it to secure new revenue streams for its top-line growth.

On 14 November 2017, the Group also announced its investment into 13 pawn broking businesses, bringing its network of outlets to 27 in Malaysia. This comes as the Group seeks to expand its geographical network of pawn broking operations, in-line with its plans to solidify the Group's position as a regional market leader in the industry.

The overseas expansion will form the base for future expansion into new countries as the Group will continue to look out for new opportunities to build its presence and expand its range of services.

Barring any unforeseen circumstances, the Group remains cautiously optimistic of its performance for the financial year ending 31 December 2018.

11. Dividend

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

Name of Dividend	Ordinary cash dividend
Dividend Type	Final
Dividend Amount per Share	0.5 cent per share
Tax Rate	Tax exempt one-tier

The final dividend is subject to shareholders' approval at the forthcoming annual general meeting of the Company ("**AGM**").

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

Name of Dividend	Ordinary cash dividend
Dividend Type	Final
Dividend Amount per Share	0.5 cent per share
Tax rate	Tax exempt one-tier

(a) Date payable

Subject to shareholders' approval at the AGM, the date payable is to be advised.

(b) Books closure date

Subject to shareholders' approval at the AGM, the books closures date is to be advised.

12. If no dividend has been declared/ recommended, a statement to the effect.

Not applicable.

13. Interested person transactions

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920(1)(a)(ii) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited ("**Catalist Rules**"). However, pursuant to Rule 905 of the Catalist Rules, the following is disclosed:

	Aggregate value of all Interested Person Transactions during the year under review (excluding transactions less than S\$100,000 and transactions conducted under Shareholders' Mandate pursuant to Rule 920 of the Catalist Rules)	
Name of Interested Person	FY2017 S\$'000	FY2016 S\$'000
Purchases of pre-owned jewellery Soo Kee Group Ltd. and its subsidiaries (the " Soo Kee Group of Companies ")	394	491
Sales of pre-owned jewellery Soo Kee Group of Companies	65	5
Central support services Soo Kee Group of Companies	199	199
Purchase of fixed assets Soo Kee Group of Companies	7	-
Payment to landlord for cancellation of lease Heng Seng Pte Ltd Lim Yong Guan	- -	24 36
Lease of premises Soo Kee Group of Companies SK Properties Pte Ltd Soo Kee Investment Pte Ltd Heng Seng Pte Ltd Lim Yong Guan	230 516 554 - -	192 516 551 72 83
Interest payable/paid Soo Kee Capital Pte Ltd Money Farm Pte Ltd Lim Yong Guan Lim Yong Sheng	40 33 31 22	- - - -
	2,091	2,169

14. Confirmation by the issuer pursuant to Rule 720(1)

The Company confirms that it has procured undertakings from all of its directors and executive officers as required under Rule 720(1) of the Catalyst Rules.

15. Segmented revenue and results for the business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

(a) Business Segment Information

FY2017	Pawn- broking S\$'000	Retail and Trading of pre-owned Jewellery and Watches S\$'000	Others S\$'000	Elimination S\$'000	Group S\$'000
Revenue by segment					
Revenue from external customers	34,478	121,923	-	-	156,401
Inter-segment sales	34,228	-	-	(34,228)	-
Results					
Segment results	11,413	2,875	2,626	(2,625)	14,289
Finance costs	(4,653)	(360)	(240)	-	(5,253)
Profit before tax	6,760	2,515	2,386	(2,625)	9,036
Income tax expenses	(1,473)	(246)	(29)	-	(1,748)
Profit net of tax	5,287	2,269	2,357	(2,625)	7,288
Segment assets	229,435	42,374	31,616	(51,028)	252,397
Unallocated assets					62
Total group assets					252,459
Segment liabilities	159,191	35,544	35,208	(51,043)	178,900
Unallocated liabilities					1,555
Total group liabilities					180,455
Purchase of plant and equipment	815	2,383	11	-	3,209
Depreciation and amortisation expenses	1,550	734	146	-	2,430
Loss on disposal of plant and equipment	12	53	1	-	66
Loss on collateral loan services	6	-	-	-	6

		Retail and Trading of pre-owned			
FY2016	Pawn- broking S\$'000	Jewellery and Watches S\$'000	Others S\$'000	Elimination S\$'000	Group S\$'000
Revenue by segment					
Revenue from external customers	30,148	95,018	-	-	125,166
Inter-segment sales	25,571	-	-	(25,571)	-
Results					
Segment results	8,493	4,516	1,589	(2,171)	12,427
Finance costs	(3,837)	(70)	(165)	-	(4,072)
Profit before tax	4,656	4,446	1,424	(2,171)	8,355
Income tax expenses	(1,125)	(689)	(35)	-	(1,849)
Profit net of tax	3,531	3,757	1,389	(2,171)	6,506
Segment assets	208,780	28,084	28,244	(41,494)	223,614
Unallocated assets					42
Total group assets					223,656
Segment liabilities	152,536	21,780	22,606	(41,483)	155,439
Unallocated liabilities					1,595
Total group liabilities					157,034
Purchase of plant and equipment	1,569	342	-	-	1,911
Depreciation and amortisation expenses	1,279	401	139	-	1,819
Loss on disposal of plant and equipment	79	4	-	-	83
Loss on collateral loan services	2	-	-	-	2

(b) Geographical Segment Information

	Revenue		Non-Current Assets ⁽¹⁾	
	FY2017 S\$'000	FY2016 S\$'000	As at 31 December 2017 S\$'000	As at 31 December 2016 S\$'000
Singapore	148,959	119,617	9,331	2,549
Malaysia	7,442	5,549	4,182	2,528
Total	156,401	125,166	13,513	5,077

Note:

(1) Non-current assets presented in the table above exclude deferred tax assets.

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

Please refer to paragraph 8.

17. Breakdown of revenue and results

Group	FY2017 S\$'000	FY2016 S\$'000	Change %
Sales reported for first half year	74,411	58,747	26.7%
Operating profit after tax before deducting non-controlling interest for first half year	3,004	3,224	(6.8%)
Sales reported for second half year	81,990	66,419	23.4%
Operating profit after tax before deducting non-controlling interest for second half year	4,284	3,282	30.5%

18. Breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:

	Company	
	FY2017 S\$'000	FY2016 S\$'000
Ordinary Preference	1,769 ⁽¹⁾ -	1,769 -
Total	1,769	1,769

Note:

(1) The final dividend is subject to shareholders' approval at the AGM.

19. Disclosure of person occupying managerial position who is a relative of a director or chief executive officer or substantial shareholder

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Tan Yang Hong	52	Spouse of Lim Yong Guan	Chief Operating Officer of the Group with effect from 1 October 2010. Oversees the Group's operations, including dealings with financial institutions, relevant government authorities, management integrated systems, human resources, management and general administration.	N.A.
Lim Liang Soh	51	Sister of Lim Yong Guan, Lim Yong Sheng	Head of Retail Operations with effect from 1 October 2010. Manages the overall brand strategy and activities for the Group's financial services. She is also responsible for, <i>inter alia</i> , overseeing the Group's operations, day-to-day business processes, controls, talent management and recruitment.	N.A.
Lau Wan Lin	32	Niece of Lim Yong Guan, Lim Yong Sheng	Senior Marketing Manager with effect from 1 April 2016. Manages the brand strategy and activities for the Group's financial services. She is responsible for ensuring the consistency in brand perception and developing integrated brand campaigns across various media platforms.	N.A.

N.A.: Not applicable

ON BEHALF OF THE BOARD OF DIRECTORS

Lim Yong Guan
Executive Chairman and CEO

Lim Yong Sheng
Non-Executive Director

28 February 2018

This announcement has been prepared by MoneyMax Financial Services Ltd. (the “Company”) and its contents have been reviewed by the Company’s sponsor, United Overseas Bank Limited (the “Sponsor”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “SGX-ST”). The Sponsor has not independently verified the contents of this announcement.

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

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