



Singapore Myanmar Investco Limited

(Company Registration No. 200505764Z)

Unaudited Financial Statements Announcement for the Reporting Year Ended 31 March 2019

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

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

(In US\$'000)		Group		%	Group		%
Description	Note	3 months ended 31/03/2019 FY2019	3 months ended 31/03/2018 FY2018	Increase/ Decrease	12 months ended 31/03/2019 FY2019	12 months ended 31/03/2018 FY2018	Increase/ Decrease
Revenue	1	5,771	5,772	0.0	23,370	23,999	(2.6)
Cost of Sales		(4,394)	(5,028)	(12.6)	(17,271)	(18,567)	(7.0)
Gross Profit	2	1,377	744	85.1	6,099	5,432	12.3
Gross Profit Margin		23.9%	12.9%		26.1%	22.6%	
Other Items of Income							
Other Income	3	260	827	(68.6)	756	1,528	(50.5)
Other Gains	4	1,753	-	N.M	2,416	-	N.M
Other Items of Expenses							
Selling & Distribution Costs	6	(366)	(284)	28.9	(1,736)	(1,139)	52.5
Administrative Expenses	7	(1,561)	(1,691)	(7.7)	(6,259)	(7,460)	(16.1)
Finance Costs	8	(302)	(271)	11.4	(1,302)	(1,333)	(2.3)
Other Charges	5	(2,124)	(155)	N.M	(2,474)	(266)	N.M
Share of results of jointly-controlled entities, net of tax		(26)	(21)	23.8	(108)	(115)	(6.1)
Loss Before Income Tax from Continuing Operations		(989)	(851)	16.2	(2,608)	(3,353)	(22.2)
Income Tax Expenses		76	(41)	N.M	(16)	(50)	68.0
Loss from Continuing Operations, Net of Tax		(913)	(892)	2.4	(2,624)	(3,403)	(22.9)
Loss from Discontinued Operations, Net of Tax	10	(1,412)	(5,452)	(74.1)	(2,333)	(7,581)	N.M
Loss, Net of Tax and total comprehensive loss		(2,325)	(6,344)	(63.4)	(4,957)	(10,984)	(54.9)
Loss, Net of Tax and total comprehensive loss, Attributable to:-							
Equity holders of the Company		(2,235)	(6,190)	(63.9)	(4,776)	(10,730)	(55.5)
Non-Controlling Interests		(90)	(154)	(41.6)	(181)	(254)	(28.7)
Loss, Net of Tax and total comprehensive loss		(2,325)	(6,344)	(63.4)	(4,957)	(10,984)	(54.9)

N.M. denotes not meaningful

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(In US\$'000)	Note	Group		%	Group		%
		3 months ended 31/03/2019 FY2019	3 months ended 31/03/2018 FY2018		12 months ended 31/03/2019 FY2019	12 months ended 31/03/2018 FY2018	
1(a)(ii) Loss included the following:							
Depreciation and amortisation of property, plant and equipment and intangible assets	9	(657)	(570)	15.3	(2,692)	(2,123)	26.3
Management fees	7	(13)	88	(71.5)	(84)	(119)	(29.4)
Inventory written off	2	(40)	-	N.M.	(40)	(26)	53.8
Penalty and dues							
- Discontinued operations	10	-	-	N.M.	-	(1,320)	N.M.
- Continuing operations	5	(105)	-	N.M.	(105)	-	N.M.
Other income and other gains/(losses)							
Impairment losses on property, plant and equipment ("PPE")							
- Discontinued operations	10	(1,100)	(5,500)	N.M.	(1,100)	(5,500)	N.M.
- Continuing operations	5	(220)	-	N.M.	(220)	-	N.M.
Loss allowance on trade and other receivables	5	(1,851)	(42)	N.M.	(1,851)	(42)	N.M.
Loss on disposal of PPE (net)	5	(44)	-	N.M.	(207)	-	N.M.
Foreign exchange (loss)/gain	4	(108)	(113)	(4.5)	554	(224)	N.M.
Interest income	3	10	105	(90.5)	41	135	(69.6)
Write-back of accrued NPM fee	3	-	688	N.M.	-	688	N.M.
Forfeiture of deposit received on TPR share sale	4	1,862	-	N.M.	1,862	-	N.M.
Finance costs							
- Interest expense	8	(302)	(271)	(11.4)	(1,302)	(1,333)	(2.3)

N.M. denotes not meaningful

1(a)(iii) Income tax expenses included the following:

Current taxation

Provision for current year
Under provision in respect of prior year

Total

Group		%	Group		%
3 months ended 31/03/2019 FY2019	3 months ended 31/03/2018 FY2018		12 months ended 31/03/2019 FY2019	12 months ended 31/03/2018 FY2018	
		Increase/ (Decrease)			Increase/ (Decrease)
76	(53)	N.M.	(16)	(53)	(69.2)
-	12	N.M.	-	3	N.M.
76	(41)	N.M.	(16)	(50)	(67.3)

Explanatory notes on performance for 4QFY2019:

1. Revenue

For 4QFY2019, the Group reported revenue of US\$5.8 million, a US\$0.3 million increase from 3QFY2019. This was mostly attributable to increased retail sales and usage fees charged. The increase in sales is partially offset by the drop in revenue in Construction and Auto segment as the two business segments are undergoing rightsizing as the Group continue to focus its effort heavily on the Retail and F&B segment.

2. Gross Profit

The Group reported gross profit of US\$1.4 million for 4QFY2019. Gross margin improved to 23.9% in 4QFY2019 mainly due to higher contributions from the Retail and F&B segments.

3. Other Income

Other income relates to the finance leases offered to customers, commission income, consultancy fees charged to the joint venture, franchise income and office usage fees. Included in the comparatives is the write-back of US\$688K of accrued NPM fees.

4. Other Gains

This relates mainly to the forfeiture of the deposit received of US\$1.9 million from TPR share sale with Tiger Infrastructure Pte Ltd and net exchange gain of US\$0.6 million from the revaluation of the Myanmar Kyat denominated loans due to the strengthening of the US Dollar.

5. Other Charges

Other charges is mainly attributable to impairment losses of US\$1.8 million on trade receivables from our local retail and equipment distributors. This impairment is a result of the Group's adoption of SFRS(I) 9 to provide for Expected Credit Losses ("ECL") on the trade receivables. In addition, there are donations of US\$0.2 million to Room to Read charity program, SMI's major CSR program, which commenced in January 2018, loss on disposal of car fleets of US\$0.2 million due to rightsizing of Auto business segment and impairment losses on PPE from the Serviced office segment.

6. Selling & Distribution Costs

Selling & Distribution costs increased due to F&B subsidiary which started operations in November 2017 and staff termination costs in Auto business segment, partially offset by lower marketing expenses.

7. Administrative Expenses

Administrative expenses decreased US\$1.2 million mainly due to lower administrative staff costs for the reporting year, partially offset by higher legal costs of US\$0.2 million.

8. Finance Costs

Finance costs represents interest costs on shareholder loans and bank borrowings.

9. Depreciation and Amortisation

The increase in depreciation was mainly due to fit-out of the domestic retail shops (Junction City and Myanmar Plaza) and amortization of franchise fees.

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10. Discontinued operations

As at 11 April 2019, the Company, together with its subsidiary, Myanmar Infrastructure Group Pte Ltd. ("MIG") entered into a tower asset sale and transfer agreement with Irrawaddy Green Towers Limited and Irrawaddy Towers Asset Holding Pte. Ltd. for the sale of all TPR's telecommunications towers in Myanmar.

As such, the disposal group's classification as held for sale continues to be appropriate. TPR's telecommunications towers are classified as assets held for sale in the statement of financial position and the entire results from the disposal group are presented separately in the consolidated income statement as "Discontinued operation".

As part of the Group annual review of fair value on all its assets, the Group has made an additional impairment allowance of US\$1.1 million on TPR's telecommunications towers. Excluding the one-time impairment allowance, the net loss from discontinued operations would have been US\$1.2 million.

(In US\$'000)		12 months ended 31/03/2019 (FY2019)	(Restated) 12 months ended 31/03/2018 (FY2018)
Description	Note		
Revenue		2,628	2,529
Cost of Sales		(2,659)	(2,454)
Gross Profit		(31)	75
Other Items of Income			
Other Income		-	-
Other Gains		30	-
Other Items of Expenses			
Distribution Costs		(29)	(46)
Administrative Expenses	a	(632)	(1,893)
Finance Costs		(118)	(117)
Other Charges	b	(1,553)	(5,600)
Loss Before Income Tax from Discontinued Operations		(2,333)	(7,581)
Income Tax Expenses		-	-
Loss from Discontinued Operations, Net of Tax		(2,333)	(7,581)

- Includes a penalty cost payable of US\$1.1 million to a Tower supplier and US\$0.2 million custom penalty in the comparative figures
- Includes a US\$1.1 million impairment on Tower assets for FY2019 and US\$5.5 million impairment on Tower assets in the comparative figures and a US\$0.3 million loss on disposal of equipment during FY2019

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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 reporting year and the beginning of the earliest comparative period.

(In US\$'000)		Group			Company		
Description	Note	31/03/2019	31/03/2018	1/04/2017	31/03/2019	31/03/2018	01/04/2017
ASSETS							
Non-Current Assets							
Property, Plant and Equipment	11	12,888	14,675	14,881	957	1,056	1,029
Intangible Assets	12	676	514	611	-	-	-
Investments in Subsidiaries		-	-	-	4,570	11,056	1,397
Investments in Jointly-Controlled Entities		356	464	579	650	650	650
Trade and Other Receivables, Non-Current	13	-	170	477	-	-	-
Other Assets, Non-Current	14	82	84	33	32	33	33
Total Non-Current Assets		14,002	15,907	16,581	6,209	12,795	3,109
Current Assets							
Inventories	15	53	440	1,592	-	-	-
Trade and Other Receivables, current	13	25,478	24,965	15,816	28,542	30,339	36,791
Other Assets, Current	14	1,489	1,764	1,049	117	173	155
Cash and Cash Equivalents		824	1,429	3,372	180	158	1,813
Assets classified as held for sale	18	8,001	14,743	20,888	-	130	740
Total Current Assets		35,845	43,341	42,717	28,839	30,800	39,499
Total Assets		49,847	59,248	59,298	35,048	43,595	42,608
EQUITY AND LIABILITIES							
Equity Attributable to equity holders of the company							
Share Capital		59,862	59,862	43,256	59,862	59,862	43,256
Accumulated Losses		(35,221)	(30,445)	(19,070)	(34,519)	(22,654)	(10,658)
Employee share option reserve		81	29	-	81	29	-
Total Equity attributable to Owners of the Parent		24,722	29,446	24,186	25,424	37,237	32,598
Non-Controlling Interests		119	300	12	-	-	-
Total Equity		24,841	29,746	24,198	25,424	37,237	32,598
Non-Current Liabilities							
Other Payables, Non-Current	16	-	416	33	-	416	-
Other Financial Liabilities, Non-Current		2,488	2,513	2,945	1,550	1,000	1,900
Total Non-Current Liabilities		2,488	2,929	2,978	1,550	1,416	1,900
Current Liabilities							
Trade and Other Payables, Current	16	8,527	9,873	9,798	2,760	1,827	3,182
Income and Other Tax Payable, Current		1,105	586	227	164	111	-
Other Financial Liabilities, Current	17	12,886	12,919	18,138	5,150	3,000	4,900
Liabilities associated with assets classified as held for sale	19	-	3,195	3,959	-	4	28
Total Current Liabilities		22,519	26,573	32,122	8,074	4,942	8,110
Total Liabilities		25,007	29,502	35,100	9,624	6,358	10,010
Total Equity and Liabilities		49,847	59,248	59,298	35,048	43,595	42,608

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1(b)(i) Explanatory notes on financial position as at 4QFY2019:

Financial position

The Group's total assets stood at US\$49.8 million, which decreased 16.0% from US\$59.3 million. This is mainly attributable to the US\$6.8 million reduction in Assets held for sale which comprises of US\$3.8 million tower stock and an US\$1.1 million impairment allowance and US\$1.6 million from depreciation, offset by US\$2.3 million increase in trade and other receivables.

11. Property, Plant and Equipment
Decrease in property, plant and equipment in 4QFY2019 is due to depreciation of net book value and a US\$0.2 million impairment on its carrying value.
12. Intangible Assets
The increase in intangible assets is due to addition of CBTL franchise fees for the domestic market.
13. Trade and Other Receivables
Trade and Other Receivables increased by US\$2.1 million mainly due to extension of credit to our local retail distributor, to take advantage of the growth in passengers traffic as a result of Terminal 2 closure (as evident from the higher retail sales of US\$1.5 million y-o-y). This increase in trade and other receivables is before the expected credit loss allowance of US\$1.8 million recognised as the Group adopts SFRS (I) 9.
14. Other Assets
Other assets relate mainly to advance payments to suppliers.
15. Inventories
Inventories relate mainly to food supplies in the F&B franchise business.
16. Trade and Other Payables
Trade and other payables decreased by US\$1.8 million mainly due to reversal of US\$1.8 million for the deposit received for tower share sale to other income.
17. Financial Liabilities
Decrease in financial liabilities was mainly due to increase in shareholders' loans, partially offset by decrease in bank loans.
18. Assets classified as held for sale
Decrease in assets classified as held for sale was mainly due to sales of US\$3.8 million of tower stock and additional US\$1.1 million impairment allowance on tower assets.
19. Liabilities classified as held for sale
TPR's liabilities are no longer classified under held for sale as the new Tower Transfer Agreement with Irrawaddy Green Towers are for the sale of TPR's telecommunications tower assets only.

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

(In US\$'000)	As at 31/03/2019	As at 31/03/2018
	Secured	Secured
Amount repayable in one year or less, or an demand	7,737	9,919
Amount repayable after one year	938	1,513
Total	8,675	11,432

Details of any collateral

The banking facilities of the Group as at 31 March 2019 comprise loans and overdrafts. These facilities are secured by:

- (i) corporate and bank guarantees from the Company
- (ii) charge over its subsidiaries' trade receivables and bank accounts
- (iii) assignment of its subsidiaries commercial contracts

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

(In US\$'000)	Group		Group	
	3 months ended 31/03/2019 (FY2019)	3 months ended 31/03/2018 (FY2018)	12 months ended 31/03/2019 (FY2019)	12 months ended 31/03/2018 (FY2018)
Cash Flows from Operating Activities				
Loss before tax from Continuing Operations	(989)	(851)	(2,608)	(3,353)
Loss before tax from Discontinued Operations	(1,412)	(5,452)	(2,333)	(7,581)
	(2,401)	(6,303)	(4,941)	(10,934)
Adjustments for:				
Depreciation of property, plant and equipment	1,025	935	4,200	3,568
Amortisation of intangible assets	47	28	181	116
Loss allowance on trade and other receivables	1,851	42	1,851	42
Interest income	(10)	(46)	(41)	(135)
Interest expense	275	301	1,363	1,450
Impairment losses on property, plant and equipment	1,320	5,500	1,320	5,500
Loss on disposal of property, plant and equipment	44	-	467	-
Property, plant and equipment written off	-	1	18	1
Inventory written off	38	26	38	26
Share of results of jointly-controlled entity - net of tax	26	21	108	115
Share based payments	52	29	52	29
Foreign exchange adjustment – unrealised loss/(gain)	106	209	(500)	224
Operating Cash Flows before Changes in Working Capital	2,373	743	4,116	2
Changes in working capital				
Inventories	(25)	38	350	1,126
Trade and Other Receivables	5,550	(17,900)	(343)	(11,329)
Other Assets	276	164	728	(1,033)
Trade and Other Payables	(6,696)	14,482	(3,737)	3,032
Net Cash Flows generated from/(used in) Operations	1,478	(2,473)	1,114	(8,202)
Income tax paid	-	8	(20)	*
Net Cash Flows generated from/(used in) Operating Activities	1,478	(2,465)	1,094	(8,202)
Cash Flows from Investing Activities				
Purchase of property, plant and equipment	(215)	(798)	(1,846)	(3,248)
Purchase of intangible assets	(6)	(15)	(311)	(35)
Proceeds from disposal of property, plant and equipment	92	-	1,561	15
Interest received	10	57	41	157
Net Cash Flows used in Investing Activities	(119)	(756)	(555)	(3,111)
Cash Flows from Financing Activities				
Proceeds from share placement	-	-	-	5,227
Decrease/(increase) in restricted fixed bank deposits	622	(60)	426	953
(Repayment)/additions of finance leases	(1,047)	1,143	(1,270)	(2,436)
(Repayment)/drawdown of borrowings	(1,386)	92	(1,276)	(505)
Loans from shareholders	-	1,500	2,700	8,500
Acquisition of subsidiary, net of cash	-	(100)	-	(100)
Interest paid	(53)	(529)	(933)	(1,336)
Net Cash Flows (used in)/generated from Financing Activities	(1,864)	2,046	(353)	10,303

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Net (decrease)/increase in Cash and Cash Equivalents	(505)	(1,175)	186	(1,010)
Cash and Cash Equivalents, Statement of Cash Flows, Beginning Balance	(2,826)	(2,286)	(3,491)	(2,407)
Effect of exchange rate changes on cash balances held in foreign currencies	-	(30)	(26)	(74)
Cash and Cash Equivalents, Statement of Cash Flows, Ending Balance	(3,331)	(3,491)	(3,331)	(3,491)

*Denotes lesser than USD \$1,000

Cash and cash equivalents included in the consolidated statement of cash flows comprise the following amounts:

(In US\$'000)	Group	
	As at 31/03/2019	As at 31/03/2018
Cash and bank balances	824	1,429
Bank overdraft	(4,010)	(4,544)
Restricted bank deposits	(145)	(570)
Discontinued operations	-	194
	(3,331)	(3,491)

Note: Restricted bank deposits refer to monies pledged to bankers to cover short-term and long-term borrowings

Cash flow statement

Net cash flows generated from operating activities for Q4FY2019 saw an improvement as a positive inflow of US\$1.5 million was generated as compared to US\$0.8 million for Q3FY2019. Net cash flows generated from operating activities of US\$1.1 million for FY2019 was also a significant improvement compared to net cash outflow of US\$8.2 million for correspondingly period FY2018.

Net cash flows used in investing activities of US\$0.1 million for Q4FY2019 was mainly due to US\$0.2 million used for purchase of PPE, partially offset by proceeds from disposal of car fleet of US\$0.1 million.

Net cash flows used in financing activities amounted to US\$1.9 million for Q4FY2019. This was mainly due to repayment of US\$1.4 million of borrowings and US\$1.0 million for finance lease partially offset by decrease in restricted bank deposits (from the repayment of loan).

As at the end of the reporting period, the Group's cash and cash equivalents improved by US\$0.2 million from a deficit of US\$3.5 million as at 31 March 2018 to a deficit of US\$3.3 million as at 31 March 2019.

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- 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 reporting year.

Group (In US\$'000)	Share Capital A	Accumulated Losses B	Employee share option reserve C	Attributable to Parent D = A + B + C	Non- Controlling Interests E	Total Equity F = D + E
Opening Balance at 1 April 2018	59,862	(30,445)	29	29,446	300	29,746
Movement in Equity:						
Total comprehensive loss for the year	-	(4,776)	-	(4,776)	(181)	(4,957)
Grant of equity-settled share options to employees	-	-	52	52	-	52
Closing Balance at 31 March 2019	59,862	(35,221)	81	24,722	119	24,841
Opening Balance at 1 April 2017	43,256	(19,070)	-	24,186	12	24,198
Movement in Equity:						
Total comprehensive loss for the year	-	(10,730)	-	(10,730)	(254)	(10,984)
<u>Total contributions by and distributions to owners</u>						
Debt conversion	11,379	-	-	11,379	-	11,379
Grant of equity-settled share options to employees	-	-	29	29	-	29
Capital contributions from shareholders	5,227	-	-	5,227	-	5,227
<u>Changes in ownership interests in subsidiaries</u>						
Acquisition of non-controlling interests without a change in control	-	5	-	5	(105)	(100)
Disposal of subsidiary without a change in control	-	(650)	-	(650)	647	(3)
Closing Balance at 31 March 2018	59,862	(30,445)	29	29,446	300	29,746

Company (In US\$'000)	Share Capital	Accumulated losses	Employee share option reserve	Total Equity
Opening Balance at 1 April 2018	59,862	(22,654)	29	37,237
Adjustments to beginning balance	-	(1,333)	-	(1,333)
Restated opening balance at 1 April 2018	59,862	(23,987)	29	35,904
Movement in Equity:				
Total comprehensive loss for the year	-	(10,532)	-	(10,532)
Grant of equity-settled share options to employees	-	-	52	52
Closing Balance at 31 March 2019	59,862	(34,519)	81	25,424
Opening Balance at 1 April 2017	43,256	(10,658)	-	32,598
Movement in Equity:				
Total comprehensive loss for the year	-	(11,996)	-	(11,996)
Grant of equity-settled share options to employees	-	-	29	29
Debt conversion	11,379	-	-	11,379
Capital contributions from shareholders	5,227	-	-	5,227
Closing Balance at 31 March 2018	59,862	(22,654)	29	37,237

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(A) Employee Share Option Plan

The Group's Employee Share Option Scheme ("SMI ESOS") was approved and adopted at the Extraordinary General Meeting ("EGM") of the Company held on 25 July 2017. Under the SMI ESOS, 995,000 share options (31 March 2018: 1,360,000) were granted by the Company during the reporting year ended 31 March 2019.

The movement of share options of the Company during the reporting year ended 31 March 2019 is as follows:

Date of grant/forfeiture	Balance outstanding at 1 April 2018	Number of share options granted	Number of share options forfeited*	Balance outstanding at 31 March 2019
26/04/2018	1,230,900	50,000	-	1,280,900
08/06/2018	-	945,000	-	945,000
28/06/2018	-	-	(205,500)	(205,500)
15/08/2018	-	-	(167,000)	(167,000)
30/09/2018	-	-	(370,000)	(370,000)
Total	1,230,900	995,000	(742,500)	1,483,400

* Share options forfeited/lapsed due to termination of employment

- (iii) To show the total number of issued shares excluding treasury shares as at the end of the current reporting year and as at the end of the immediately preceding year.

Company	31/03/2019	31/03/2018
The total number of issued shares	302,996,792	302,996,792

The Company did not hold any treasury shares as at 31 March 2019 and 31 March 2018.

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

Not applicable.

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

The figures are unaudited.

- 3 Where the figures have been audited and 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.

Except as disclosed in Note 5 below, the Group and the Company have applied the same accounting policies and methods of computation in the financial statements for the current financial period and the most recent audited financial statements for the financial year ended 31 March 2018.

- 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 Singapore Financial Reporting Standards (International) ("SFRS(I)") and all the new and revised standards and Interpretations to SFRS(I) ("Int SFRS(I)") that are relevant to its operations and effective for the financial period on or after 1 April 2018, 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 reporting period.

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SFRS(I) 9 contains new requirements for classification and measurement of financial instruments, including a new expected credit loss model for calculating impairment allowance.

The Group has opted for the exemption in SFRS(I) 1 allowing it not to restate comparative information in the FY2018 SFRS(I) financial statements when adopting SFRS(I) 9. Differences in the carrying amounts of financial assets and financial liabilities resulting from the adoption of SFRS(I) 9 are recognized in opening retained earnings as at 1 April 2018.

- 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.

(In US cents)	Group	
	12 months ended 31/03/2019 (FY2019)	12 months ended 31/03/2018 (FY2018)
Loss per share ("EPS") for the period (Based on the average number of ordinary shares)		
<i>Basic</i>		
Continuing operations	(0.81)	(1.15)
Discontinued operations	(0.77)	(2.77)
	(1.58)	(3.92)
Weighted average number of shares	302,996,792	273,775,383
<i>On a fully diluted basis</i>		
Continuing operations	(0.81)	(1.15)
Discontinued operations	(0.77)	(2.77)
	(1.58)	(3.92)
Weighted average number of shares	302,996,792	273,775,383

- 7 Net assets value (for the issuer and group) per ordinary share based on the total number of issued share excluding treasury shares of the issuer at the end of the: -
 (a) current reporting year reported on; and
 (b) immediately preceding reporting year.

(In US cents)	Group		Company	
	31/03/2019	31/03/2018	31/03/2019	31/03/2018
Net asset value per ordinary share	8.16	9.72	8.39	12.29

Net asset value per ordinary share was calculated based on the total number of issued shares of 302,996,792 as at 31 March 2019 (31 March 2018: 302,996,792).

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- 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 FY2019 vs FY2018

A breakdown of our revenue and profit before tax derived from our business segments for the FY2019 and FY2018 is as set out below: -

Revenue	FY2019					FY2018				
	Q1FY2019	Q2FY2019	Q3FY2019	Q4FY2019	Total	Q1FY2018	Q2FY2018	Q3FY2018	Q4FY2018	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Travel and fashion retail	3,345	4,658	3,550	4,624	16,177	4,127	2,792	4,557	3,210	14,686
Construction services	256	1,425	830	10	2,521	956	1,932	968	1,331	5,187
Auto services	656	626	576	487	2,345	595	534	602	643	2,374
Food and beverages	382	424	424	544	1,774	176	163	272	407	1,018
Others	176	159	112	106	553	182	182	189	181	734
Total	4,815	7,292	5,492	5,771	23,370	6,036	5,603	6,588	5,772	23,999

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	FY2019					FY2018				
Profit or Loss after income tax	Q1FY2019	Q2FY2019	Q3FY2019	Q4FY2019	Total	Q1FY2018	Q2FY2018	Q3FY2018	Q4FY2018	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Travel and fashion retail	1,070	1,773	995	(46)	3,792	1,269	838	1,309	(269)	3,147
Construction services	16	205	93	(948)	(634)	50	132	82	(326)	(62)
Auto services	(114)	1	(316)	(108)	(537)	(34)	(91)	(63)	(108)	(296)
Food and beverages	(179)	(242)	(228)	25	(624)	(3)	(212)	(149)	(448)	(812)
Others	(29)	1	(56)	1,605	1,521	(326)	65	(38)	724	425
	764	1,738	488	528	3,518	956	732	1,141	(427)	2,402
Unallocated expenses:										
Head office expenses	(1,102)	(1,239)	(1,217)	(1,199)	(4,757)	(1,521)	(1,704)	(1,039)	(178)	(4,442)
Finance income	20	2	9	10	41	35	32	22	46	135
Finance charges	(302)	(392)	(306)	(302)	(1,302)	(325)	(404)	(333)	(271)	(1,333)
Share of results of jointly-controlled entities, net of tax	(6)	(37)	(39)	(26)	(108)	(5)	(62)	(27)	(21)	(115)
Income tax expenses	(69)	(23)	-	76	(16)	3	(12)	(0)	(41)	(50)
(Loss)/Profit from continuing operations	(696)	49	(1,064)	(913)	(2,624)	(857)	(1,418)	(236)	(892)	(3,403)
Loss from discontinued operations	(66)	(629)	(226)	(1,412)	(2,333)	(1,695)	(231)	(203)	(5,452)	(7,581)
Loss after income tax	(761)	(580)	(1,291)	(2,325)	(4,957)	(2,552)	(1,649)	(439)	(6,344)	(10,984)

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Revenue

For the year ended 31 March 2019 (FY2019), revenue decreased slightly by US\$0.6 million, or 2.6% from the corresponding period ended 31 March 2018 (FY2018).

Because of the managed sell-in, retail sales increased 10.2% y-o-y to US\$16.2 million for FY2019. While our local retail distributor sales has increased by 39.4% y-o-y, largely due to better merchandising and the increase in passenger traffic due to closure of Terminal 2.

F&B – Revenue from F&B business saw an increase of US\$0.8 million y-o-y to US\$1.8 million in FY2019 from US \$1.0 million due to full year revenue contribution from a subsidiary for the F&B franchise business.

Construction Services – The decrease in revenue in FY2019 of US\$2.6 million from US\$5.2 million in FY2018 is due to slowdown in the Construction segment and the Group's conservative stance on managing the customer credit risk.

Auto Services - Revenue remains stable at US\$2.3 million for FY2019 (FY2018: US\$2.3 million).

EBITDA

The Group achieved an improved US\$1.6 million recurring EBITDA for FY2019 (FY2018: US\$0.1 million), which was mainly contributed by Retail.

Strong cost control measures put in place over the last 12 months continue to show good results as evident from the reduction in administrative expenses from US\$7.5 million for FY2018 to US\$6.3 million for FY2019.

Administrative expenses decreased significantly by 16.1% or US\$1.2 million to US\$6.3 million for FY2019 (FY2018: US\$7.5 million), due to lower staff costs of US\$1.4 million from the reversal of bonus provisions and lower travelling expenses, partially offset by higher royalty fees, depreciation and amortisation expenses. Head count and other cost controls are in place to ensure that costs are strictly controlled.

The increase in Distribution expenses of US\$0.6 million is mainly due to operating costs of the newly set up subsidiary to operate the F&B Franchise business in the domestic market; which commenced operations in November 2017.

In January 2018, the company sponsored "Room to Read" program to promote literacy in Myanmar. This sponsorship contributed to the increase in Other Charges.

Loss from continuing operations, net of tax

In accordance to SFRS(I) 9, the Group made an assessment of the Expected Credit Losses ("ECL") on trade receivables from our retail and equipment distributor and made an impairment loss of US\$1.8 million on trade receivables. Excluding the ECL of US\$1.8 million, the Group loss before tax would have been US\$3.2 million for FY2019 (FY2018: US\$10.9 million).

Loss from discontinued operations, net of tax

The loss for FY2019 included a further impairment of US\$1.1 million on PPE (FY2018: US\$5.5 million).

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

No forecast or prospect statement was disclosed to shareholders previously.

10 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months

- World Bank and Asia Development Bank have confirmed that the domestic Myanmar economy is growing at around 6% in the current year
- In spite of some adverse publicity for the country, traveller numbers, particularly from Asia, have continued to grow

SMI has continued to develop and expand the following areas of its businesses which will impact on the next quarter and in the future:

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- The Group, through its retail subsidiary, has entered into a Joint Venture Agreement to incorporate and operate a Singapore Company, DKSHSML, to carry on the business of retailing “Levi Branded Apparel” in Myanmar
- The Group, through its retail subsidiary, has signed a distributorship agreement, with Alpargatas of Brazil, in September to launch the footwear brand, Havaianas, in domestic market
- Closure of the old International Terminal (T2) at the end of July, at Yangon International Airport has boosted passenger traffic at the new International Terminal (T1) by over 60%, which is benefiting retail at the airport travel retail stores
- Expansion of Coffee Bean and Tea Leaf, Ippudo Ramen and Crystal Jade Kitchen outlets in the domestic market is planned and three new openings are scheduled
- Expansion of Shiseido and Pandora concept stores is planned
- The Group will adopt a more effective ordering strategy to boost sales at the Retail front
- The Group will exercise caution in Construction and Auto segment

11 Dividend

(a) Any dividend recommended for the current reporting year reported on?

None.

(b) Any dividend recommended for the corresponding period of the immediately preceding reporting year?

Not applicable.

(c) Date Payable

Not applicable.

(d) Books Closure Date

Not applicable.

12 If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.

No dividend has been declared/recommendeded for the financial year ended 31 March 2019 because the Company is loss-making.

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

The Group has not obtained a general mandate from shareholders for IPTs.

14 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

15. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

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There is no person occupying a managerial position in the company or any of its principal subsidiaries who is a relative of a director or Chief Executive Officer or substantial shareholder of the Company.

16 Use of proceeds

- (i) As at the date of this announcement, the net proceeds from the placement of 7,740,000 new shares of the Company at S\$0.40 per share (after deducting expenses) had been fully utilised as follows:

(In US\$'000)	Amount allocated	Amount utilised	Balance
Construction and fit out duty-free retail shops in Yangon Airport and purchase of duty-free merchandise	1,704	1,704	-
Construction of warehouse in Myanmar in relation to the Group's logistics business	408	408	-
	2,112	2,112	-

- (ii) As at the date of this announcement, the net proceeds from the placement of 41,370,000 new shares of the Company at S\$0.42 per share (after deducting expenses) had been fully utilised as follows:

(In US\$'000)	Amount allocated	Amount utilised	Balance
Construction of duty-free retail shops and the purchase of duty-free merchandise	3,393	3,393	-
Repayment of loan	674	674	-
Construction of warehouse in Myanmar in relation to the Group's logistics business	340	340	-
Construction of telecommunication towers	1,963	1,963	-
Fit out of F&B outlets and purchase of F&B merchandise	920	920	-
ERP implementation	301	301	-
Working capital	4,301	4,301	-
	11,892	11,892	-

- (iii) As at the date of this announcement, the net proceeds from the placement of 15,411,600 new shares of the Company at S\$0.48 per share (after deducting expenses) had been fully utilised as follows:

(In US\$'000)	Amount allocated	Amount utilised	Balance
Repayment of existing loans, borrowings and borrowing costs	523	1,258	(735)
Construction of retail shops and purchase of merchandise for the Group's retail business	1,568	1,240	328
Fit out of F&B outlets and purchase of F&B merchandise	1,568	24	1,544
Construction of service centres for the auto and construction business	523	345	178
Working capital	1,045	1,590	(545)
Others	-	770	(770)
	5,227	5,227	-

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PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

17 Segmented revenue and results for 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

FY2019 (In US\$'000)	Travel and fashion retail	Construction services	Auto services	Food and beverages	Unallocated	Total	
Total revenue by Segment	16,177	2,521	2,345	1,774	553	23,370	
Recurring EBITDA	6,602	299	(229)	(439)	(4,624)	1,609	
Forfeiture of deposit	-	-	-	-	1,862	1,862	
Interest income	-	37	4	-	-	41	
Finance costs	(763)	(141)	(238)	-	(160)	(1,302)	
Depreciation, amortisation and impairment	(2,810)	(933)	(307)	(186)	(474)	(4,710)	
ORBIT	3,029	(738)	(770)	(625)	(3,396)	(2,500)	
ORBIT Margin	18.7%	(29.3%)	(32.8%)	(35.2%)	(614.1%)	(10.7%)	
Profit/(Loss) before tax from continuing operations	3,029	(738)	(770)	(625)	(3,396)	(2,500)	
Income tax expenses						(16)	
Share of results of JV - net of tax						(108)	
Loss after tax from continuing operations						(2,624)	
Loss from discontinued operations						(2,333)	
Loss for the year						(4,957)	
	Travel and fashion retail	Construction services	Auto services	Food and beverages	Discontinued operations	Unallocated	Total
Other information:							
Total group assets	28,398	4,060	1,744	3,351	10,913	1,381	49,847
Total group liabilities	10,548	964	2,744	855	2,291	9,141	26,543
Expenditure for non-current assets	343	-	1,036	615	111	53	2,158

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FY2018 (In US\$'000)	Travel and fashion retail	Construction services	Auto services	Food and beverages	Unallocated	Total	
Total revenue by Segment	14,686	5,187	2,374	1,018	734	23,999	
Recurring EBITDA	4,820	(62)	(182)	(712)	(3,781)	83	
Interest income	-	102	-	-	33	135	
Finance costs	(858)	(196)	(136)	-	(143)	(1,333)	
Depreciation, amortisation and impairment	(1,673)	-	(114)	(100)	(236)	(2,123)	
ORBIT	2,289	(156)	(432)	(812)	(4,127)	(3,238)	
ORBIT Margin	15.6%	(3.0%)	(18.2%)	(79.8%)	(562.2%)	(13.5%)	
Profit/(Loss) before tax from continuing operations	2,289	(156)	(432)	(812)	(4,127)	(3,238)	
Income tax expenses						(50)	
Share of results of JV - net of tax						(115)	
Loss after tax from continuing operations						(3,403)	
Loss from discontinued operations						(7,581)	
Loss for the year						(10,984)	
	Travel and fashion retail	Construction services	Auto services	Food and beverages	Discontinued operations	Unallocated	Total
Other information:							
Total group assets	30,227	5,780	2,677	2,758	14,742	3,064	59,248
Total group liabilities	15,455	1,915	1,935	644	3,195	6,358	29,502
Expenditure for non-current assets	1,575	-	68	35	1,449	156	3,283

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(b) Geographical Segment

(In US\$'000)

Singapore

Myanmar

FY2019

FY2018

-

1

23,370

23,998

23,370

23,999

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

Please refer to item 8 above.

BY ORDER OF THE BOARD

Mark Francis Bedingham

Executive Director

30 May 2019