

# CREATIVE TECHNOLOGY LTD

## FIRST QUARTER ENDED 30 SEPTEMBER 2018 FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT

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**UNAUDITED RESULTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2018**

**1 CONSOLIDATED INCOME STATEMENT**

	<b>GROUP</b>		
	<b>Three months ended 30 September</b>		
	<b>2018 US\$'000</b>	<b>2017 US\$'000</b>	<b>% change + / (-)</b>
Sales, net	13,212	16,107	(18)
Cost of goods sold	(9,402)	(11,630)	(19)
<b>Gross profit</b>	<b>3,810</b>	<b>4,477</b>	(15)
Expenses:			
Selling, general and administrative	(6,780)	(10,538)	(36)
Research and development	(3,306)	(3,359)	(2)
<b>Total expenses</b>	<b>(10,086)</b>	<b>(13,897)</b>	(27)
Other income	424	227	87
Other (losses) gains	(275)	32,037	n.m.
<b>(Loss) profit before income tax</b>	<b>(6,127)</b>	<b>22,844</b>	n.m.
Income tax credit (expense)	24	(11)	n.m.
<b>Net (loss) profit</b>	<b>(6,103)</b>	<b>22,833</b>	n.m.
<b>Attributable to:</b>			
Equity holders of the Company	(6,113)	22,832	n.m.
Non-controlling interests	10	1	n.m.
(Loss) earnings per share for loss attributable to equity holders of the Company			
- Basic (US\$ per share)	(0.09)	0.32	n.m.
- Diluted (US\$ per share)	(0.09)	0.32	n.m.

n.m. - not meaningful

**1(a) Net loss is arrived at after accounting for:**

	<b>GROUP</b>		
	<b>Three months ended</b>		
	<b>30 September</b>		
	<b>2018</b>	<b>2017</b>	<b>% change</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>+ / (-)</b>
Write-off/write-down for inventory obsolescence	(643)	(660)	(3)
Foreign exchange (loss) gain	(301)	568	n.m.
Interest income	424	227	87
Litigation settlement	-	31,200	(100)

**2 CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	<b>GROUP</b>		
	<b>Three months ended</b>		
	<b>30 September</b>		
	<b>2018</b>	<b>2017</b>	<b>% change</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>+ / (-)</b>
Net (loss) profit	(6,103)	22,833	n.m.
Other comprehensive income (loss):			
Items that may be reclassified subsequently to profit or loss:			
Available-for-sale financial assets:			
Fair value gains (losses)	-	447	(100)
Reclassification	-	(56)	(100)
	<u>-</u>	<u>391</u>	<u>(100)</u>
Items that will not be reclassified subsequently to profit or loss:			
Financial assets at fair value through other comprehensive income ("Financial assets at FVOCI"):			
Fair value losses	<u>(678)</u>	<u>-</u>	n.m.
Total comprehensive (loss) income for the period	<u><u>(6,781)</u></u>	<u><u>23,224</u></u>	
Attributable to:			
Shareholders of the Company	(6,791)	23,223	n.m.
Non-controlling interests	10	1	n.m.
Total comprehensive (loss) income for the period	<u><u>(6,781)</u></u>	<u><u>23,224</u></u>	n.m.

### 3 BALANCE SHEETS

	Group			Company		
	30 September 2018	30 June 2018	1 July 2017	30 September 2018	30 June 2018	1 July 2017
	US\$'000	Restated US\$'000	Restated US\$'000	US\$'000	US\$'000	Restated US\$'000
<b>ASSETS</b>						
<b>Current assets:</b>						
Cash and cash equivalents	107,725	114,817	75,282	103,431	112,118	69,892
Trade receivables	5,404	5,976	6,624	159	15	193
Amounts due from subsidiaries	-	-	-	14,466	9,157	36,277
Inventories	18,391	16,582	20,413	1,872	1,978	2,489
Other current assets	1,454	1,236	1,422	672	220	597
	<b>132,974</b>	<b>138,611</b>	<b>103,741</b>	<b>120,600</b>	<b>123,488</b>	<b>109,448</b>
<b>Non-current assets:</b>						
Financial assets at FVPL	2,487	-	-	-	-	-
Financial assets at FVOCI	4,018	-	-	-	-	-
Available-for-sale financial assets	-	7,602	9,622	-	-	-
Amounts due from subsidiaries	-	-	-	5,049	5,388	21,323
Investments in subsidiaries	-	-	-	14,365	14,365	14,665
Property and equipment	725	748	866	107	108	143
Other non-current assets	154	154	186	-	-	-
	<b>7,384</b>	<b>8,504</b>	<b>10,674</b>	<b>19,521</b>	<b>19,861</b>	<b>36,131</b>
<b>Total assets</b>	<b>140,358</b>	<b>147,115</b>	<b>114,415</b>	<b>140,121</b>	<b>143,349</b>	<b>145,579</b>
<b>LIABILITIES</b>						
<b>Current liabilities:</b>						
Trade payables	6,059	5,816	9,300	458	233	417
Amounts due to subsidiaries	-	-	-	17,590	18,359	9,272
Accrued liabilities and provisions	14,891	14,880	17,526	8,516	9,363	10,101
Contract liabilities	2,728	2,952	2,725	-	-	68
Current income tax liabilities	-	1	5	-	-	-
	<b>23,678</b>	<b>23,649</b>	<b>29,556</b>	<b>26,564</b>	<b>27,955</b>	<b>19,858</b>
<b>Non-current liabilities:</b>						
Amounts due to subsidiaries	-	-	-	26,381	26,993	19,105
Deferred income tax liabilities	10,426	10,426	10,426	-	-	-
	<b>10,426</b>	<b>10,426</b>	<b>10,426</b>	<b>26,381</b>	<b>26,993</b>	<b>19,105</b>
<b>Total liabilities</b>	<b>34,104</b>	<b>34,075</b>	<b>39,982</b>	<b>52,945</b>	<b>54,948</b>	<b>38,963</b>
<b>NET ASSETS</b>	<b>106,254</b>	<b>113,040</b>	<b>74,433</b>	<b>87,176</b>	<b>88,401</b>	<b>106,616</b>
<b>EQUITY</b>						
Share capital	266,753	266,753	266,753	266,753	266,753	266,753
Treasury shares	(16,262)	(16,262)	(16,262)	(16,262)	(16,262)	(16,262)
Fair value reserve	(898)	3,646	5,416	-	-	-
Other reserves	62,274	62,279	62,315	34,810	34,815	34,851
Accumulated losses	(205,937)	(203,690)	(244,112)	(198,125)	(196,905)	(178,726)
	105,930	112,726	74,110	87,176	88,401	106,616
Non-controlling interests	324	314	323	-	-	-
<b>Total equity</b>	<b>106,254</b>	<b>113,040</b>	<b>74,433</b>	<b>87,176</b>	<b>88,401</b>	<b>106,616</b>

#### 4 CONSOLIDATED STATEMENTS OF CASH FLOWS

	<b>GROUP</b>	
	<b>Three months ended 30 September</b>	
	<b>2018</b>	<b>2017</b>
	<b>US\$'000</b>	<b>Restated US\$'000</b>
<b>Cash flows from operating activities:</b>		
Net (loss) profit	(6,103)	22,833
Adjustments for:		
Income tax (credit) expense	(24)	11
Depreciation of property and equipment	52	52
Employee share-based expenses	(5)	(11)
Gain on disposal of property and equipment	--	(1)
Gain on disposal of available-for-sale financial assets	--	(56)
Currency translation loss (gain)	288	(486)
Dividend income	(1)	--
Interest income	(424)	(227)
	<u>(6,217)</u>	<u>22,115</u>
 Changes in working capital, net of effects from acquisition and disposal of subsidiaries		
Trade receivables	572	(2,875)
Inventories	(1,809)	(1,049)
Other assets and receivables	(137)	(523)
Trade payables	243	(1,722)
Accrued liabilities and provisions	11	(192)
Contract liabilities	(224)	741
Cash (used in) provided by operations	<u>(7,561)</u>	<u>16,495</u>
Interest received	343	222
Income tax received (paid)	23	(16)
<b>Net cash (used in) provided by operating activities</b>	<b><u>(7,195)</u></b>	<b><u>16,701</u></b>
 <b>Cash flows from investing activities:</b>		
Purchase of property and equipment	(29)	(24)
Proceeds from sale of property and equipment	--	1
Proceeds from sale of financial assets at FVPL	419	--
Proceeds from sale of available-for-sale financial assets	--	402
Purchase of available-for-sale financial assets	--	(34)
Dividend received	1	--
<b>Net cash provided by investing activities</b>	<b><u>391</u></b>	<b><u>345</u></b>
 <b>Net (decrease) increase in cash and cash equivalents</b>	<b>(6,804)</b>	<b>17,046</b>
Cash and cash equivalents at beginning of financial year	114,817	75,282
Effects of currency translation on cash and cash equivalents	(288)	486
<b>Cash and cash equivalents at end of the period</b>	<b><u>107,725</u></b>	<b><u>92,814</u></b>

## 5 STATEMENTS OF CHANGES IN EQUITY

### 5(a) Statements of Changes in Equity for the Group

	Share Capital US\$'000	Treasury Shares US\$'000	Fair Value Reserve US\$'000	Other Reserves US\$'000	Accumulated Losses US\$'000	Total US\$'000	Non- controlling Interests US\$'000	Total Equity US\$'000
<b>FY2019</b>								
Balance at 30 June 2018	266,753	(16,262)	3,646	62,279	(203,690)	112,726	314	113,040
Adoption of SFRS(I) 9	-	-	(3,866)	-	3,866	-	-	-
Balance at 1 July 2018	266,753	(16,262)	(220)	62,279	(199,824)	112,726	314	113,040
Loss for the period	-	-	-	-	(6,113)	(6,113)	10	(6,103)
Other comprehensive loss for the period	-	-	(678)	-	-	(678)	-	(678)
<b>Total comprehensive loss for the period</b>	-	-	(678)	-	(6,113)	(6,791)	10	(6,781)
Employee share-based expense	-	-	-	(5)	-	(5)	-	(5)
<b>Total transactions with owners, recognised directly in equity</b>	-	-	-	(5)	-	(5)	-	(5)
Balance at 30 September 2018	<u>266,753</u>	<u>(16,262)</u>	<u>(898)</u>	<u>62,274</u>	<u>(205,937)</u>	<u>105,930</u>	<u>324</u>	<u>106,254</u>
<b>FY2018</b>								
Balance at 1 July 2017	266,753	(16,262)	5,416	62,315	(244,112)	74,110	323	74,433
Profit for the period	-	-	-	-	22,832	22,832	1	22,833
Other comprehensive income for the period	-	-	391	-	-	391	-	391
<b>Total comprehensive income for the period</b>	-	-	391	-	22,832	23,223	1	23,224
Employee share-based expense	-	-	-	(11)	-	(11)	-	(11)
<b>Total transactions with owners, recognised directly in equity</b>	-	-	-	(11)	-	(11)	-	(11)
Balance at 30 September 2017	<u>266,753</u>	<u>(16,262)</u>	<u>5,807</u>	<u>62,304</u>	<u>(221,280)</u>	<u>97,322</u>	<u>324</u>	<u>97,646</u>

### 5(b) Statements of Changes in Equity of the Company

	Share Capital US\$'000	Treasury Shares US\$'000	Other Reserves US\$'000	Retained Earnings US\$'000	Total Equity US\$'000
<b>FY2019</b>					
Balance at 1 July 2018	266,753	(16,262)	34,815	(196,905)	88,401
Total comprehensive loss for the period	-	-	-	(1,220)	(1,220)
Employee share-based expense	-	-	(5)	-	(5)
<b>Balance at 30 September 2018</b>	<u>266,753</u>	<u>(16,262)</u>	<u>34,810</u>	<u>(198,125)</u>	<u>87,176</u>
<b>FY2018</b>					
Balance at 1 July 2017	266,753	(16,262)	34,851	(178,726)	106,616
Total comprehensive loss for the period	-	-	-	(396)	(396)
Employee share-based expense	-	-	(11)	-	(11)
<b>Balance at 30 September 2017</b>	<u>266,753</u>	<u>(16,262)</u>	<u>34,840</u>	<u>(179,122)</u>	<u>106,209</u>

## 5(c) CHANGES IN THE COMPANY'S SHARE CAPITAL

### Issued and paid up capital

As at 30 September 2018, the Company's issued and paid up capital excluding treasury shares comprises 70,331,649 (30 June 2018: 70,331,649) ordinary shares.

As at 30 September 2018, the Company's issued and paid up share capital was US\$266.8 million (30 June 2018: US\$266.8 million).

### Employee share options plan

All outstanding options granted under the Company's Employee Share Options Plan have expired in the second quarter of FY2018. During the first quarter of FY2018, the Company did not issue any ordinary shares for cash upon the exercise of the options granted to eligible employees and directors, and the unissued ordinary shares as at 30 September 2017 was 1,005,000 shares.

### Employee performance share plan

During the first quarter of FY2019, the Company did not issue any treasury shares pursuant to the Employee Performance Share Plan to eligible employees and directors of the Company and its subsidiaries (Q1 FY2018: Nil).

As at 30 September 2018, there were 206,250 (30 September 2017: 214,500) unissued ordinary shares granted to eligible employees and directors under the Company's Employee Performance Share Plan.

### Treasury shares

As at 30 September 2018, the Company held 4,668,351 (30 September 2017: 4,668,351) treasury shares against 70,331,649 (30 September 2017: 70,331,649) issued ordinary shares excluding treasury shares.

The movement of treasury shares for the period is as follows:

	<b>Three months ended 30 September</b>	
	<b>2018</b>	<b>2017</b>
Balance at beginning of period	4,668,351	4,668,351
Issued for Employee Performance Share Plan	-	-
Balance at end of period	<u>4,668,351</u>	<u>4,668,351</u>

## 6 GROUP BORROWINGS

	GROUP	
	30 September 2018 US\$'000	30 June 2018 US\$'000
<b>Amount repayable:</b>		
<u>In one year or less, or on demand</u>		
Secured	-	-
Unsecured	-	-
	<hr/>	<hr/>
	-	-
	<hr/>	<hr/>
<u>After one year</u>		
Secured	-	-
Unsecured	-	-
	<hr/>	<hr/>
	-	-
	<hr/>	<hr/>
Total	<hr/>	<hr/>
	-	-

## 7 NET ASSET VALUE

	GROUP		COMPANY	
	30 September 2018 US\$	30 June 2018 US\$	30 September 2018 US\$	30 June 2018 US\$
Net asset value per ordinary share based on issued capital at the end of the period / financial year	1.51	1.61	1.24	1.26

## 8 AUDIT

The figures have not been audited or reviewed by our auditors.

## 9 AUDITORS' REPORT

Not applicable.

## 10 ACCOUNTING POLICIES

Except as disclosed in Item 11 below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period compared with the audited financial statements as at 30 June 2018.

## 11 CHANGES IN ACCOUNTING POLICIES

The Singapore Accounting Standards Council has introduced a new Singapore financial reporting framework that is equivalent to the International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). The new framework is referred to as 'Singapore Financial Reporting Standards (International)' ("SFRS(I)s") hereinafter.

As required by the listing requirements of the Singapore Exchange, with effect from the Group's financial year beginning on 1 July 2018, the Group has adopted SFRS(I)s, SFRS(I) 9 *Financial Instruments*, and SFRS(I) 15 *Revenue from Contracts with Customers* and has prepared its first set of financial information under SFRS(I)s for the



quarter ended 30 September 2018. The application of the new and revised standards has no material effect on the financial statements, except as described below:

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

SFRS(I) 9 retains the mixed measurement model and establishes three primary measurement categories for Financial Assets: Amortised Cost, Fair Value through Other Comprehensive Income (“FVOCI”) and Fair Value through Profit or Loss (“FVPL”). Equity investments currently accounted as available-for-sale financial assets (“AFS”) are required to be measured at fair value through profit or loss with an irrevocable option at the adoption of this standard, to present changes in fair value in Other Comprehensive Income. Gains and losses realised on the sale of financial assets at FVOCI are not transferred to profit or loss on sale but reclassified from FVOCI reserve to retained earnings. For financial assets held by the Group on 1 July 2018, the Group has assessed the business models that are applicable on that date to these assets so as to classify them into the appropriate categories under SFRS(I) 9. Material reclassifications resulting from the Group’s assessment are disclosed below.

	<b>AFS US\$'000</b>	<b>Financial assets, at FVPL US\$'000</b>	<b>Financial assets, at FVOCI US\$'000</b>	<b>Fair value reserve US\$'000</b>	<b>Accumulated losses US\$'000</b>
Balance as at 30 June 2018 – before adoption of SFRS(I) 9	7,602	-	-	3,646	(203,690)
Reclassify investments from AFS to Financial assets at FVPL	(2,907)	2,907	-	(2,516)	2,516
Reclassify investments from AFS to Financial assets at FVOCI	(4,695)	-	4,695	(1,350)	1,350
Balance as at 1 July 2018 – after adoption of SFRS(I) 9	<u>-</u>	<u>2,907</u>	<u>4,695</u>	<u>(220)</u>	<u>(199,824)</u>

SFRS(I) 9 also contains a new expected credit losses model which applies to financial assets classified at amortised cost. The adoption of the expected credit loss model did not result in any significant impact on the financial statements.

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

The core principle of SFRS(I) 15 is that an entity recognizes revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. An entity recognizes revenue in accordance with that core principle by applying the following steps:

- Step 1: Identify the contract(s) with a customer
- Step 2: Identify the performance obligations in the contract
- Step 3: Determine the transaction price
- Step 4: Allocate the transaction price to the performance obligations in the contract
- Step 5: Recognize revenue when (or as) the entity satisfies a performance obligation

SFRS(I) 15 requires a contract liability (refund liability) and a right to returned goods to be recognized for products expected to be returned. The Group and the Company has applied the changes in accounting policies retrospectively to each prior period reported. As such, the comparative FY2018 figures in this report is not comparable to previously announced FY2018 figures.

The following comparative figures that have been restated with impact arising from the adoption of SFRS(I) 15 are summarized below:

	<b>GROUP</b>		
	<b>Reported under SFRS US\$'000</b>	<b>Effects of SFRS(I) 15 US\$'000</b>	<b>Restated under SFRS(I) 15 US\$'000</b>
<b><u>As at 1 July 2017</u></b>			
<b><u>Balance Sheets</u></b>			
<b><u>Assets</u></b>			
Trade receivables	5,850	774	6,624
<b><u>Liabilities</u></b>			
Accrued liabilities and provisions	19,477	(1,951)	17,526
Contract liabilities	-	2,725	2,725
<b><u>As at 30 June 2018</u></b>			
<b><u>Balance Sheets</u></b>			
<b><u>Assets</u></b>			
Trade receivables	5,156	820	5,976
<b><u>Liabilities</u></b>			
Accrued liabilities and provisions	17,012	(2,132)	14,880
Contract liabilities	-	2,952	2,952
	<b>COMPANY</b>		
	<b>Reported under SFRS US\$'000</b>	<b>Effects of SFRS(I) 15 US\$'000</b>	<b>Restated under SFRS(I) 15 US\$'000</b>
<b><u>As at 1 July 2017</u></b>			
<b><u>Balance Sheets</u></b>			
<b><u>Liabilities</u></b>			
Accrued liabilities and provisions	10,169	(68)	10,101
Contract liabilities	-	68	68

There is no change to the Company's comparative balance sheet as at 30 June 2018 figures and the Group's FY2018 Consolidated Income Statement and Consolidated Statement of Comprehensive Income.

## **12 REVIEW OF GROUP PERFORMANCE**

### **CONSOLIDATED INCOME STATEMENT**

#### **Net Sales**

Net sales for the first quarter of FY2019 decreased by 18% compared to the same quarter in FY2018. Revenue was lower in the first quarter of FY2019 due to the uncertain and difficult market conditions which affected the sales of the Group's products.

#### **Gross Profit**

Gross profit margin was 29% in the first quarter of FY2019 compared to 28% in the first quarter of FY2018. Gross profit margin in the first quarter of FY2019 was in line with the sales mix.

#### **Net (Loss) Profit**

Net loss for the first quarter of FY2019 was US\$6.1 million compared to net profit of US\$22.8 million in the first quarter of FY2018. Net profit in the first quarter of FY2018 include other gains (net) of US\$32.0 million.

Selling, general and administrative expenses in the first quarter of FY2019 decreased by 36% compared to the first quarter of FY2018. The decrease in selling, general and administrative expenses was due mainly to the lower level of sales and lower legal expenses for on-going litigations.

Research and development expenses in the first quarter of FY2019 was comparable to the first quarter of FY2018.

Other gains (net) of US\$32.0 million in the first quarter of FY2018 was due mainly to US\$31.2 million received from settlement of patent lawsuits and US\$0.6 million foreign exchange gain.

The functional currency of the Company and its subsidiaries is predominantly the US dollar and accordingly, gains and losses resulting from the translation of monetary assets and liabilities denominated in currencies other than the US dollar are reflected in the determination of net income (loss). The exchange differences were due mainly to the cash and cash equivalent balances held by the Group. Cash and cash equivalents were held mainly in US dollar, with the balance mainly in Singapore dollar, Euro, British Pound and Japanese Yen. The exchange difference in the first quarter of FY2019 was not material. The exchange gain in the first quarter of FY2018 was due mainly to the appreciation of these currencies against the US dollar.

### **BALANCE SHEETS**

The decrease in cash and cash equivalents was due to net cash used in operating activities (see below). Higher level of inventories was in anticipation of higher sales in the holiday seasons. Financial assets at FVPL and FVOCI were reclassified from available-for-sale financial assets in adoption of SFRS(I) 9. Financial assets at FVPL and FVOCI in total has decreased compared to available-for-sale financial assets due mainly to disposal of financial assets at FVPL and fair value loss in revaluation of financial assets at FVOCI.

### **CONSOLIDATED STATEMENTS OF CASH FLOWS**

Net cash used in operating activities of US\$7.2 million in the first quarter of FY2019 (Q1 FY2018: US\$16.7 million net cash provided) was due mainly to operating loss for the period and an increase in inventories.

Net cash provided by investing activities in the first quarter of FY2019 of US\$0.4 million (Q1 FY2018: US\$0.3 million) was due mainly to proceeds from sale of financial assets at FVPL.

There was no cash used/provided by financing activities in the first quarter of FY2019 (Q1 FY2018: Nil).

### **13 VARIANCE FROM PROSPECT STATEMENT**

There has been no significant variance in the operating performance of the Group in the first quarter of FY2019 as compared to the prospect statement disclosed in the announcement of results for the fourth quarter and full year ended 30 June 2018.

### **14 PROSPECTS**

The Group expects no significant change in the market conditions and overall market for the Group's products remains challenging. However, revenue is expected to be higher for the holiday season in this quarter compared to the current level and with a small revenue contribution from Super X-Fi ("SXFI") products, the Group expects an improvement in operating results for the quarter from the current level.

Shipments of SXFI products commenced in the beginning of the current quarter for the Singapore market. Shipment for US market is expected to commence towards the end of the quarter and revenue contribution for the quarter is not expected to be significant to the overall revenue for the Group.

### **15 DIVIDEND**

No dividends have been recommended in the first quarter of FY2019 and no dividends were recommended or declared for the same period last year.

### **16 INTERESTED PERSON TRANSACTIONS**

The Group has not obtained a general mandate from shareholders for Interested Person Transactions.

### **17 CONFIRMATION OF DIRECTORS AND EXECUTIVE OFFICERS' PURSUANT TO LISTING RULE 720(1)**

The Company has procured undertakings from all its directors and executive officers in compliance with Listing Rule 720(1).

BY ORDER OF THE BOARD

NG KEH LONG  
COMPANY SECRETARY  
30 OCTOBER 2018

**CONFIRMATION BY THE BOARD**

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the interim financial information for the first quarter ended 30 September 2018 to be false or misleading in any material aspect.

On behalf of the Board of Directors

**Sim Wong Hoo**  
**Chairman**

**Lee Kheng Nam**  
**Director**