



(Incorporated in the Republic of Singapore)

(Company Registration No. 201611835H)

**FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE SECOND QUARTER ENDED
30 SEPTEMBER 2017**

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Hong Leong Finance Limited (the "Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading ("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 Sponsor 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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PART I - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEARLY 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 comparative statement for the corresponding period of the immediately preceding financial period.

| | Group | | | Group | | |
|--|--------------------------------|------------------|----------------|--------------------------------|------------------|---------------|
| | For the financial period ended | | | For the financial period ended | | |
| | 30 Sep 2017 | 30 Sep 2016 | Change | 30 Sep 2017 | 30 Sep 2016 | Change |
| | 2Q FY2018 | 2Q FY2017 | | 1H FY2018 | 1H FY2017 | |
| | Jul-Sep 2017 | Jul-Sep 2016 | | Apr-Sep 2017 | Apr-Sep 2016 | |
| | (Unaudited) | (Unaudited) | | (Unaudited) | (Unaudited) | |
| | S\$ | S\$ | % | S\$ | S\$ | % |
| Revenue | 13,321,560 | 8,566,155 | 55.5% | 19,513,609 | 10,892,095 | 79.2% |
| Cost of Sales | (8,949,007) | (3,933,696) | 127.5% | (12,317,084) | (5,730,136) | 115.0% |
| Gross profit | 4,372,553 | 4,632,459 | (5.6%) | 7,196,525 | 5,161,959 | 39.4% |
| Other income | 38,284 | 10,023 | 281.9% | 262,621 | 15,998 | 1,541.5% |
| Other gains / (losses) - net | 89,267 | 507,308 | (82.4%) | (67,569) | 1,717,279 | (103.9%) |
| Administrative expenses | (1,437,210) | (1,036,663) | 38.6% | (2,573,879) | (2,050,706) | 25.5% |
| Finance expenses | (1,066) | (6,764) | (84.2%) | (4,771) | (11,458) | (58.4%) |
| Profit before income tax | 3,061,828 | 4,106,363 | (25.4%) | 4,812,927 | 4,833,072 | (0.4%) |
| Income tax expense | (575,265) | (514,203) | 11.9% | (786,548) | (630,536) | 24.7% |
| Net profit for the financial period | 2,486,563 | 3,592,160 | (30.8%) | 4,026,379 | 4,202,536 | (4.2%) |
| Other comprehensive (loss) /income, net of tax: | | | | | | |
| Currency translation differences arising from consolidation – (losses) / gains | (9,460) | 2,485 | (480.7%) | (20,596) | 1,665 | (1,336.9%) |
| Total comprehensive income | 2,477,103 | 3,594,645 | (31.1%) | 4,005,783 | 4,202,201 | (4.7%) |
| Net profit attributable to: | | | | | | |
| Equity holders of the Company | 2,486,563 | 3,592,160 | (30.8%) | 4,026,379 | 4,202,536 | (4.2%) |
| Total comprehensive income attributable to: | | | | | | |
| Equity holders of the Company | 2,477,103 | 3,594,645 | (31.1%) | 4,005,783 | 4,202,201 | (4.7%) |

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

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

| Group For the financial period ended | | | Group For the financial period ended | | |
|--|--|-------------|--|--|-------------|
| 30 Sep 2017 2Q FY2018 Jul-Sep 2017 (Unaudited) S\$ | 30 Sep 2016 2Q FY2017 Jul-Sep 2016 (Unaudited) S\$ | Change % | 30 Sep 2017 1H FY2018 Apr-Sep 2017 (Unaudited) S\$ | 30 Sep 2016 1H FY2017 Apr-Sep 2016 (Unaudited) S\$ | Change % |

Notes to Consolidated Statement of Comprehensive Income

| | | | | | | |
|--|-----------|-----------|------------|-----------|-----------|---------|
| Artistes fees | 3,537,099 | 742,549 | 376.3 | 4,313,836 | 915,529 | 371.2 |
| Bad debts written off | - | - | - | (1,365) | - | - |
| Concert & Event hosting | 3,306,911 | 1,235,828 | 167.6 | 4,555,732 | 1,919,870 | 137.3 |
| Manpower / Subcontractor | 336,615 | 937,105 | (64.1) | 647,450 | 1,371,918 | (52.8) |
| Depreciation | 425,820 | 297,186 | 43.3 | 839,541 | 474,358 | 77.0 |
| Gain on disposal of property, plant & equipment | - | - | - | - | 1,219,292 | (100.0) |
| Equipment rental | 606,237 | (5,921) | (10,338.7) | 711,139 | 110,182 | 545.4 |
| Staff Costs | 968,662 | 669,665 | 44.6 | 1,497,924 | 1,266,100 | 18.3 |

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 period.

| | Group As at | | Company As at | |
|---|---|---|---|---|
| | 30 Sep 2017 FY2018 (Unaudited) S\$ | 31 Mar 2017 FY2017 (Audited) S\$ | 30 Sep 2017 FY2018 (Unaudited) S\$ | 31 Mar 2017 FY2017 (Audited) S\$ |
| ASSETS | | | | |
| Current assets | | | | |
| Cash and bank balances | 18,174,474 | 10,669,000 | 11,203,582 | 1,577,535 |
| Inventories | 122,860 | 109,429 | - | - |
| Trade and other receivables | 14,000,475 | 5,604,399 | 9,708,277 | 1,760,281 |
| Income tax recoverable | 11,390 | 11,185 | - | - |
| | 32,309,199 | 16,394,013 | 20,911,859 | 3,337,816 |
| Non-current assets | | | | |
| Property, plant and equipment | 7,396,202 | 6,941,960 | - | - |
| Investment in subsidiary corporations | - | - | 33,496 | 33,496 |
| | 7,396,202 | 6,941,960 | 33,496 | 33,496 |
| Total assets | 39,705,401 | 23,335,973 | 20,945,355 | 3,371,312 |
| LIABILITIES | | | | |
| Current liabilities | | | | |
| Trade and other payables | 4,703,049 | 9,289,708 | 468,368 | 258,787 |
| Borrowings | 37,106 | 567,936 | - | - |
| Income tax payables | 1,167,402 | 1,224,003 | 13,120 | 6,120 |
| | 5,907,557 | 11,081,647 | 481,488 | 264,907 |
| Non-current liabilities | | | | |
| Borrowings | - | 4,413 | - | - |
| Deferred income tax liabilities | 59,483 | 59,458 | - | - |
| | 59,483 | 63,871 | - | - |
| Total liabilities | 5,967,040 | 11,145,518 | 481,488 | 264,907 |
| NET ASSETS | 33,738,361 | 12,190,455 | 20,463,867 | 3,106,405 |
| EQUITY | | | | |
| Capital and reserves attributable to equity holders of the Company | | | | |
| Share capital | 20,542,223 | 3,000,100 | 20,542,223 | 3,000,100 |
| Other reserves | 537,138 | 557,734 | - | - |
| Retained profits / (Accumulated losses) | 12,659,000 | 8,632,621 | (78,356) | 106,305 |
| Total equity | 33,738,361 | 12,190,455 | 20,463,867 | 3,106,405 |

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

Amount repayable in one year or less or on demand

| As at 30 September 2017 | | As at 31 March 2017 | |
|--------------------------------|------------------|----------------------------|------------------|
| (Unaudited) | | (Audited) | |
| Secured S\$ | Unsecured S\$ | Secured S\$ | Unsecured S\$ |
| 37,106 | - | 567,936 | - |

Amount repayable after one year

| As at 30 September 2017 | | As at 31 March 2017 | |
|--------------------------------|------------------|----------------------------|------------------|
| (Unaudited) | | (Audited) | |
| Secured S\$ | Unsecured S\$ | Secured S\$ | Unsecured S\$ |
| - | - | 4,413 | - |

Details of any collateral

1. Bank borrowings of the group is secured by a corporate guarantee from the ultimate holding company and leasehold building of a related party.
2. Finance lease liabilities are secured by underlying assets acquired.

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

Consolidated Statement of Cash Flows

| | Group | | Group | |
|--|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
| | For the financial period ended | For the financial period ended | For the financial period ended | For the financial period ended |
| | 30 Sep 2017 | 30 Sep 2016 | 30 Sep 2017 | 30 Sep 2016 |
| | 2Q FY2018 | 2Q FY2017 | 1H FY2018 | 1H FY2017 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| | S\$ | S\$ | S\$ | S\$ |
| Cash flows from operating activities | | | | |
| Net profit | 2,486,563 | 3,592,160 | 4,026,379 | 4,202,536 |
| Adjustments for: | | | | |
| - Income tax expenses | 575,265 | 514,203 | 786,548 | 630,536 |
| - Depreciation of property, plant & equipment | 455,761 | 291,659 | 869,482 | 468,831 |
| - Interest income | 5,751 | - | - | (820) |
| - Interest expense | 1,066 | 6,764 | 4,771 | 11,458 |
| - Gain on disposal of property, plant & equipment | - | - | - | (1,219,292) |
| Operating cash flow before working capital changes | 3,524,406 | 4,404,786 | 5,687,180 | 4,093,249 |
| Change in working capital | | | | |
| - Inventories | (28,270) | - | (13,431) | - |
| - Trade and other receivables | (3,067,494) | 3,007,376 | (8,391,403) | 723,757 |
| - Trade and other payables | 1,870,977 | 288,778 | (4,588,861) | 1,429,486 |
| Cash generated from / (used in) operations | 2,299,619 | 7,700,940 | (7,306,515) | 6,239,667 |
| Income tax (paid) /refund | (369,863) | 47,729 | (839,605) | (318,823) |
| Interest received | (5,751) | - | - | 820 |
| Net cash provided by / (used in) operating activities | 1,924,005 | 7,748,669 | (8,146,120) | 5,928,489 |
| Cash flows from investing activities | | | | |
| Purchase of property, plant and equipment | (882,925) | - | (1,323,254) | (253,656) |
| Proceeds from disposal of property, plant and equipment | - | - | - | 248,015 |
| Net cash used in investing activities | (882,925) | - | (1,323,254) | (5,641) |
| Cash flows from financing activities | | | | |
| Fixed deposits (pledged to)/released from the bank | (5,248) | (158,174) | 19,923 | (421,141) |
| Repayment of finance lease liabilities | (17,718) | (92,959) | (35,243) | (176,703) |
| Net proceeds from issuance of shares | - | - | 17,542,123 | - |
| Proceed from/ (Repayment of) bank borrowings | - | 70,565 | (500,000) | 570,565 |
| Dividend paid to equity holders | - | (4,214,210) | - | (4,214,210) |
| Interest paid | (1,066) | (6,764) | (4,771) | (11,458) |
| Net cash (used in) / provided by financing activities | (24,032) | (4,401,542) | 17,022,031 | (4,252,946) |

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

Consolidated Statement of Cash Flows (continued)

| | Group | | Group | |
|---|--------------------------------|------------------|--------------------------------|-------------------|
| | For the financial period ended | | For the financial period ended | |
| | 30 Sep 2017 | 30 Sep 2016 | 30 Sep 2017 | 30 Sep 2016 |
| | 2Q FY2018 | 2Q FY2017 | 1H FY2018 | 1H FY2017 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| | S\$ | S\$ | S\$ | S\$ |
| Cash and cash equivalents | | | | |
| Net increase/(decrease) in cash and cash equivalents | 1,017,048 | 3,347,127 | 7,552,658 | 1,669,901 |
| Translation differences | (14,347) | 11,830 | (27,262) | 334 |
| Cash and cash equivalents at beginning | 16,786,134 | 3,517,590 | 10,263,439 | 8,723,902 |
| Cash and cash equivalents at end | <u>17,788,835</u> | <u>6,876,547</u> | <u>17,788,835</u> | <u>10,394,137</u> |
| Cash and bank balances comprised of the following: | | | | |
| Cash at bank and on hand | 7,584,049 | 6,851,382 | 7,584,049 | 10,192,319 |
| Fixed deposits | 10,590,424 | 582,208 | 10,590,424 | 1,157,729 |
| | <u>18,174,473</u> | <u>7,433,590</u> | <u>18,174,473</u> | <u>11,350,048</u> |
| Cash and cash equivalents | | | | |
| Cash and bank balances | 18,174,473 | 7,433,590 | 18,174,473 | 11,350,048 |
| Less: Bank deposits pledged | (385,638) | (557,043) | (385,638) | (955,911) |
| Cash and cash equivalents per consolidated statement of cash flows | <u>17,788,835</u> | <u>6,876,547</u> | <u>17,788,835</u> | <u>10,394,137</u> |

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

Consolidated Statement of Changes in Equity

| <----- Attributable to equity holders of the Company -----> | | | | |
|---|----------------------|--------------------------|----------------------------|-------------------|
| Group (Unaudited) | Share capital S\$ | Other reserves S\$ | Retained profits S\$ | Total S\$ |
| Balance as at 1 April 2017 | 3,000,100 | 557,734 | 8,632,621 | 12,190,455 |
| Profit for the financial period | - | - | 4,026,379 | 4,026,379 |
| Other comprehensive loss for the period | - | (20,596) | - | (20,596) |
| Total comprehensive income for the financial period | - | (20,596) | 4,026,379 | 4,005,783 |
| | 3,000,100 | 537,138 | 12,659,000 | 16,196,242 |
| Issuance of new shares pursuant to IPO exercise | 19,398,000 | - | - | 19,398,000 |
| IPO listing expenses | (1,855,877) | - | - | (1,855,877) |
| Total transactions with owners, recognised directly in equity | 17,542,123 | - | - | 17,542,123 |
| Balance as at 30 September 2017 | 20,542,223 | 537,138 | 12,659,000 | 33,738,361 |
| <----- Attributable to equity holders of the Company -----> | | | | |
| Group (Unaudited) | Share capital S\$ | Other reserves S\$ | Retained profits S\$ | Total S\$ |
| Balance as at 1 April 2016 | 639,552 | (50,863) | 9,351,644 | 9,940,333 |
| Profit for the financial period | - | - | 4,202,536 | 4,202,536 |
| Other comprehensive loss for the period | - | (1,665) | - | (1,665) |
| Total comprehensive income for the financial period | - | (1,665) | 4,202,536 | 4,200,871 |
| | 639,552 | (52,528) | 13,554,180 | 14,141,204 |
| Dividends relating to financial period | - | - | (8,411,377) | (8,411,377) |
| Issuance of new shares at 3 May 2016 | 100 | - | - | 100 |
| Restructuring exercise | (639,552) | 606,056 | - | (33,496) |
| Balance as at 30 September 2016 | 100 | 553,528 | 5,142,803 | 5,696,431 |

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

Statement of Changes in Equity (Continued)

| <----- Attributable to equity holders of the Company -----> | | | | |
|---|-------------------------|--------------------------|----------------------------|-------------------|
| Company (Unaudited) | Share capital S\$ | Other reserves S\$ | Retained profits S\$ | Total S\$ |
| Balance as at 1 April 2017 | 3,000,100 | - | 106,305 | 3,106,405 |
| Total comprehensive Income for the financial period | - | - | (184,661) | (184,661) |
| Issuance of new shares pursuant to IPO exercise | 19,398,000 | - | - | 19,398,000 |
| Share issue expenses | (1,855,877) | - | - | (1,855,877) |
| Total transactions with owners, recognised directly in equity | 17,542,123 | - | - | 17,542,123 |
| Balance as at 30 September 2017 | 20,542,223 | - | (78,356) | 20,463,867 |
| <----- Attributable to equity holders of the Company -----> | | | | |
| Company (Unaudited) | Share capital S\$ | Other reserves S\$ | Retained profits S\$ | Total S\$ |
| At date of incorporation 3 May 2016 | 100 | - | - | 100 |
| Total comprehensive Income for the financial period | - | - | (8,449,507) | (8,449,507) |
| Dividends relating to period | - | - | 8,411,377 | 8,411,377 |
| Balance as at 30 September 2016 | 100 | - | (38,130) | 38,230 |

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

Share Capital - Ordinary Shares

| | Number of shares | Issued and paid-up share capital (S\$) |
|--|-------------------------|---|
| As at 1 April 2017 | 546,247,059 | 3,000,100 |
| Issuance of New Shares from IPO on 10 April 2017 | 96,990,000 | 17,542,123 ** |
| As at 30 September 2017 | 643,237,059 | 20,542,223 |
| | | |

** The IPO expenses of S\$1,855,877 was capitalised against the proceeds of S\$19,398,000.

There were no subsidiary holdings and outstanding convertible instruments which may be converted to shares as at 30 September 2017.

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

| | <u>30 Sep 2017</u> | <u>31 Mar 2017</u> |
|-------------------------------|---------------------------|---------------------------|
| Total number of issued shares | <u>643,237,059</u> | <u>546,247,059</u> |

The Company did not have any treasury shares as at 30 September 2017 and 31 March 2017.

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

Not applicable. The Company did not have any treasury shares during and as at the end of the current financial year reported on.

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

Not applicable. There were no subsidiary holdings during the financial period.

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

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

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

Not applicable.

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

Save as disclosed in paragraph 5 below, the accounting policies and methods of computation used in the Group's financial statements for the current financial period ended 30 September 2017 are consistent with those applied in the financial statements for the financial period ended 31 March 2017.

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

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

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

| | Group | | | |
|--|---|---|---|---|
| | Second Quarter | | Year To Date | |
| | 30 Sep 2017 2Q FY2018 (Unaudited) | 30 Sep 2016 2Q FY2017 (Unaudited) | 30 Sep 2017 1H FY2018 (Unaudited) | 30 Sep 2016 1H FY2017 (Unaudited) |
| Profit attributable to equity holders of the Company (S\$) | 2,486,563 | 3,592,160 | 4,026,379 | 4,202,536 |
| Weighted average number of ordinary share in issue | 643,237,059 | 100 | 643,237,059 | 100 |
| Basic and fully diluted EPS (cents) | 0.39 ⁽ⁱ⁾ | N.M. | 0.63 ⁽ⁱ⁾ | N.M. |

N.M. Not Meaningful

Notes:

- ⁽¹⁾ For illustrative purpose, the basic and fully diluted basic EPS of the Group for 2Q FY2018 and 1H FY2018 was calculated based on the post sub-division of ordinary shares 643,237,059.

7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:
(a) Current financial period reported on; and
(b) Immediately preceding financial year.

| | Group | | Company | |
|--|-------------|-------------|-------------|-------------|
| | 30 Sep 2017 | 31 Mar 2017 | 30 Sep 2017 | 31 Mar 2017 |
| Net asset value (S\$) | 33,738,361 | 12,190,455 | 20,463,867 | 3,106,405 |
| Number of ordinary shares in issue | 643,237,059 | 546,247,059 | 643,237,059 | 546,247,059 |
| Net asset value per ordinary share (cents) | 5.24 | 2.23 | 3.18 | 0.57 |

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss:

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

REVIEW OF FINANCIAL PERFORMANCE (CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME)

Revenue

2Q FY2018 vs 2Q FY2017

Our Group's revenue increased by approximately S\$4.8 million or 55.5% in 2Q FY2018, from 2Q FY2017 to approximately S\$13.3 million. The increase was due to promotion revenue which increased by S\$7.6 million or 618.5% offset by a decrease in production revenue and other revenue by S\$2.6 million and S\$0.2 million respectively.

1H FY2018 vs 1H FY2017

Our Group's revenue increased by approximately S\$8.6 million or 79.2% in 1H FY2018, from 1H FY2017 to approximately S\$19.5 million. The increase was due to promotion revenue and other revenue by S\$9.1 million or 545.1% and S\$0.8 million or 79.3% respectively. This was offset by a decrease in production revenue by S\$1.3 million.

Cost of sales

2Q FY2018 vs 2Q FY2017

Cost of sales increased by S\$5.0 million or 127.5% in 2Q FY2018, from 2Q FY2017 to approximately S\$8.9 million. The cost of sales attributable to promotion revenue was approximately S\$5.8 million. This was offset by the lower cost of sales attributable to both production revenue and other revenue by S\$0.8 million.

1H FY2018 vs 1H FY2017

Cost of sales increased by S\$6.6 million or 115.0% in 1H FY2018, from 1H FY2017 to approximately S\$12.3 million. The cost of sales attributable to promotion revenue was approximately S\$7.5 million. This was offset by the lower cost of sales attributable to production revenue and other revenue by S\$0.5 million and S\$0.4 million respectively.

Gross profit

2Q FY2018 vs 2Q FY2017

Our gross profit decreased by S\$0.3 million or 5.6%, from the corresponding period in 2Q FY2017 to approximately S\$4.4 million in 2Q FY2018. The overall decrease was mainly attributed to an increase in promotion segment, which contributed approximately S\$1.7 million, offset by decrease from production segment and other segment, by S\$2.0 million.

1H FY2018 vs 1H FY2017

Our gross profit increased by S\$2.0 million or 39.4%, from the corresponding period in 1H FY2017 to approximately S\$7.2 million in 1H FY2018. The increase was attributed to promotion segment and other segment which contributed approximately S\$1.5 million and S\$1.3 million, offset by a decrease from production segment by S\$0.8 million.

Other income

2Q FY2018 vs 2Q FY2017

Our Group's other income increased by approximately S\$28,259 or 281.9% in 2Q FY2018 from 2Q FY2017 due to interest income earned from fixed deposits.

1H FY2018 vs 1H FY2017

Our Group's other income increased by approximately S\$0.2 million or 1541.5% in 1H FY2018 from 1H FY2017 due to a one-off trading income and interest income earned from fixed deposits.

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

Other gains and losses - net

2Q FY2018 vs 2Q FY2017

Other (losses)/gains - net decreased by S\$0.4 million in 2Q FY2018 from 2Q FY2017. This was due to a waiver of non-trade payables in 2Q FY2017.

1H FY2018 vs 1H FY2017

Other (losses)/gains - net decreased by S\$1.8 million in 1H FY2018 from 1H FY2017. This was mainly due to a waiver of non-trade payables and a gain on disposal of plant and machinery in 1H FY2017.

Administrative expenses

2Q FY2018 vs 2Q FY2017

Administrative expenses increased by S\$0.4 million or 38.6% from the corresponding period in 2Q FY2017 to approximately S\$1.4 million in 2Q FY2018. This was mainly due to an increase in staff costs by S\$0.3 million and an increase in depreciation expense by S\$0.1 million in 2Q FY2018.

1H FY2018 vs 1H FY2017

Administrative expenses increased by S\$0.5 million or 25.5% from the corresponding period in 1H FY2017 to approximately S\$2.6 million in 1H FY2018. This was mainly due to an increase in staff costs of S\$0.2 million and an increase in depreciation expense by S\$0.3 million in 1H FY2018.

Profit before Income tax

2Q FY2018 vs 2Q FY2017

We recorded a decrease of S\$1.0 million or 25.4% in profit before tax from the corresponding period in 2Q FY2017 to approximately S\$3.1 million in 2Q FY2018.

1H FY2018 vs 1H FY2017

We recorded a slight decrease of S\$20,145 or 0.4% in profit before tax from the corresponding period in 1H FY2017 to approximately S\$4.8 million in 1H FY2018.

REVIEW OF FINANCIAL POSITION (CONSOLIDATED STATEMENT OF FINANCIAL POSITION)

30 September 2017 vs 31 March 2017

Non-current assets

As at 30 September 2017, non-current assets increased by S\$0.5 million or 6.5%, from approximately S\$6.9 million as at 31 March 2017 to approximately S\$7.4 million due to new purchases in property, plant and equipment during the financial period.

Current assets

As at 30 September 2017, current assets increased by S\$15.9 million or 97.1% from approximately S\$16.4 million as at 31 March 2017 to approximately S\$32.3 million which represents 81.4% of our total assets. The breakdown is as follows:

- (i) Cash and bank balances increased by S\$7.5 million or 70.3%, from S\$10.7 million as at 31 March 2017 to S\$18.2 million. This was mainly due to the net proceeds of S\$17.5 million from our IPO, offset by cash disbursed for upcoming promotion and production projects.
- (ii) Trade and other receivables increased by S\$8.4 million or 149.8%, from S\$5.6 million as at 31 March 2017 to S\$14.0 million. This increase was mainly due to the following:
 - Increase in deferred cost by S\$3.1 million in relation to upcoming promotion and production projects/ activities
 - Increase in trade receivables by S\$5.3 million.

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

30 September 2017 vs 31 March 2017 (continued)

Non-current liabilities

As at 30 September 2017, non-current liabilities decreased by S\$4,388 or 6.9%, from S\$63,871 as at 31 March 2017 to S\$59,483. The decrease was due the repayment of short term bank borrowing.

Current liabilities

As at 30 September 2017, current liabilities decreased by S\$5.2 million or 46.7%, from approximately S\$11.1 million as at 31 March 2017 to S\$5.9 million, representing 99.0% of our total liabilities and comprised the following:

- (i) Trade and other payables decreased by S\$4.6 million or 49.4%, from approximately S\$9.3 million as at 31 March 2017 to approximately S\$4.7 million. This was due to a decrease in other payables, trade payables, and deferred income.
- (ii) Bank borrowings decreased by S\$0.5 million or 100.0% from S\$0.5 million as at 31 March 2017 to nil due to the full repayment of bank borrowing.

REVIEW OF CASH POSITION (CONSOLIDATED STATEMENT OF CASH FLOW)

As at 30 September 2017 (2Q FY2018), our cash and cash equivalents amounted to approximately S\$18.2 million as compared to cash and cash equivalents of approximately S\$10.7 million as at 31 March 2017.

Net cash used in operating activities

For 2Q FY2018, we generated a net cash inflow of approximately S\$3.5 million from operating activities before working capital changes with net cash inflow of S\$1.9 million. Our net working capital changes was due to cash outflow of S\$1.6 million, comprising an increase in trade and other receivables of S\$3.1 million, increase of S\$1.9 million in trade and other payables, and income tax paid of S\$0.4 million. The increase in trade and other receivables was due to the increase in promotion and production activities. The increase in trade and other payables was due to a decrease in payment to suppliers.

For 1H FY2018, we generated a net cash inflow of approximately S\$5.6 million from operating activities before working capital changes with net cash outflow of S\$8.1 million. Our net working capital changes was due to cash outflow of S\$13.8 million, comprising an increase in trade and other receivables of S\$8.4 million, decrease of S\$4.6 million in trade and other payables, and income tax paid of S\$0.8 million. The increase in trade and other receivables was due to the increase in promotion and production activities. The decrease in trade and other payables was due to an increase in payment to suppliers.

Net cash used in investing activities

For 2Q FY2018, net cash used in investing activities amounted to S\$0.9 million mainly for the purchase of plant and equipment.

For 1H FY2018, net cash used in investing activities amounted to S\$1.3 million mainly for the purchase of plant and equipment.

Net cash provided by financing activities

For 2Q FY2018, net cash used in financing activities of S\$24,032 was mainly due to a cash outflow of S\$5,248 from fixed deposits pledged and repayment of short term bank borrowings of S\$17,718.

For 1H FY2018, net cash generated from financing activities of S\$17.0 million was due to the cash inflow of S\$17.5 million from the net proceeds raised from the IPO, and cash outflow of S\$0.5 million from the repayment of short term bank borrowings.

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

Net increase in cash and cash equivalents

For 2Q FY2018, overall, the Group recorded a net cash increase of approximately S\$1.0 million as compared to the net increase of approximately S\$3.3 million in 2Q FY2017. The difference is mainly due to the net cash generated from operating activities offset with net cash used in investing activities and financing activities during the period.

For 1H FY2018, overall, the Group recorded a net cash increase of approximately S\$7.5 million as compared to the net increase of approximately S\$10.4 million in 1H FY2017. The difference is mainly due to the net cash used in operating activities and investing activities offset with the net cash generated from financing activities during the period.

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

Not applicable. No forecast or prospect statement has been previously disclosed to shareholders.

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

As expected, the demand for concerts and events by well-known entertainers has continued to remain vibrant both locally and in the countries we operate, largely unaffected by the economic outlook. Since our listing on SGX Catalist, we have expanded our promotion of western concerts over the past six months with encouraging results. We will continue along this tested path to secure similar acts that promise unrivalled entertainment for concertgoers and good return on our investment.

Continuing from the above, we have not forgotten our bread and butter mando/canto popular concerts. We will be bringing back "Heavenly King" Jacky Cheung's Classic Tour in February 2018. We are currently working on a few concert projects and will make the necessary announcement when the time is right.

As we grow with bigger budget concerts/events, we are also mindful of controlling our costs, increasing our productivity, utilising manpower better with the aim of reducing our operating costs.

We are concurrently exploring suitable opportunities to expand our operations either via acquisitions, joint ventures and strategic alliances with partners to buttress our market position as a leading concert/event promotion and production group. On this note, we will make the necessary announcement where appropriate. Barring any unforeseen circumstances, our business is expected to grow and remain profitable for FY2018.

11 If a decision regarding dividend has been made:

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

None.

(b) Amount per share in cents

Not applicable.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

No dividend has been declared or recommended for the second quarter of the financial year ending 31 March 2018.

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

The Group does not have any general mandate from shareholders for interested person transactions pursuant to Rule 920(1)(a)(ii).

| Name of Interested Person | Aggregate value of all interested person transactions during 2Q FY2018 (excluding transactions less than \$100,000 and transactions conducted under | Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) |
|---------------------------|---|---|
| Axcel Properties Pte Ltd | S\$108,000 | - |

14 Update on use of proceeds

Use of IPO Proceeds

The Group refers to the aggregated gross proceeds of its subsidiary corporation, UnUsUal Limited which amounting to S\$19.4 million raised from the IPO on the Catalist Board of the SGX-ST on 10 April 2017.

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

| | Amount allocated | Amount utilised | Amount unutilised |
|--|------------------|-----------------|-------------------|
| | S\$'000 | S\$'000 | S\$'000 |
| Investments in promotion and production projects | 10,000 | (8,678) | 1,322 |
| Expansion of our Group's business by way of acquisition, joint ventures and/or strategic alliances | 4,000 | - | 4,000 |
| General working capital | 3,542 | (3,542) | - |
| IPO expenditure | 1,856 | (1,856) | - |
| | 19,398 | (14,076) | 5,322 |

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

The Board of Directors of the Company confirms that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial results of the Group and the Company for the second quarter and half year ended 30 September 2017, to be false or misleading, in any material aspect.

16 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).

By order of the Board

Leslie Ong Chin Soon
Executive Director and Chief Executive Officer
UnUsUaL Limited
31 October 2017