



## SK Jewellery Group Limited

(Company Registration No.: 201214694Z)

(Incorporated in the Republic of Singapore on 13 June 2012)

### UNAUDITED FIRST QUARTER FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2018

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

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

#### CONSOLIDATED / COMBINED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Group		
	Unaudited Q1-2018 S\$'000	Unaudited Q1-2017 S\$'000	Change %
<b>Revenue</b>	48,585	40,814	19.0%
Other gains	601	235	155.7%
Material costs	(31,700)	(25,066)	26.5%
Employee benefits expense	(5,144)	(4,831)	6.5%
Depreciation and amortisation expense	(1,115)	(964)	15.7%
Other losses	(339)	(30)	N.M.
Finance costs	(334)	(354)	(5.6%)
Other expenses	(8,086)	(7,941)	1.8%
<b>Profit before tax</b>	<b>2,468</b>	<b>1,863</b>	<b>32.5%</b>
Income tax expense	(699)	(473)	47.8%
<b>Profit, net of tax</b>	<b>1,769</b>	<b>1,390</b>	<b>27.3%</b>
<b>Other comprehensive income:</b>			
<b>Items that may be reclassified subsequently to profit or loss:</b>			
Exchange differences on translating foreign operations, net of tax	279	(125)	N.M.
<b>Other comprehensive income for the period, net of tax</b>	<b>279</b>	<b>(125)</b>	<b>N.M.</b>
<b>Total comprehensive income</b>	<b>2,048</b>	<b>1,265</b>	<b>61.9%</b>
<b>Attributable to:</b>			
Equity holders of the Company	1,774	1,405	26.3%
Non-controlling interest	(5)	(15)	(66.7%)
<b>Profit, net of tax</b>	<b>1,769</b>	<b>1,390</b>	<b>27.3%</b>
<b>Attributable to:</b>			
Equity holders of the Company	2,053	1,280	60.4%
Non-controlling interest	(5)	(15)	(66.7%)
<b>Total comprehensive income</b>	<b>2,048</b>	<b>1,265</b>	<b>61.9%</b>

N.M.: Not meaningful

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

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

	Group		
	Unaudited Q1-2018 S\$'000	Unaudited Q1-2017 S\$'000	Change %
Central support service income	50	50	-
Depreciation and amortisation expenses	(1,115)	(964)	15.7%
Finance costs	(334)	(354)	(5.6%)
Foreign exchange adjustment gains	181	5	N.M.
Government grants	136	109	24.8%
Goodwill write off	(339)	-	N.M.
Interest income	12	23	(47.8%)
Loss on disposal of property, plant and equipment	-	(30)	N.M.
Miscellaneous income	9	7	28.6%
Rental income	225	64	251.6%

N.M.: Not meaningful

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

**STATEMENTS OF FINANCIAL POSITION**

	Group		Company	
	Unaudited As at 31 March 2018 S\$'000	Audited As at 31 December 2017 S\$'000	Unaudited As at 31 March 2018 S\$'000	Audited As at 31 December 2017 S\$'000
<b>Assets</b>				
<b><u>Non-current assets</u></b>				
Property, plant and equipment	32,604	33,136	-	-
Investment in subsidiaries	-	-	11,502	11,502
Investment in associates	2	2	-	-
Deferred tax assets	277	272	-	-
Other financial assets	30	30	-	-
Intangible assets	276	276	-	-
Other assets (land use rights)	5,267	5,321	-	-
<b>Total non-current assets</b>	<b>38,456</b>	<b>39,037</b>	<b>11,502</b>	<b>11,502</b>
<b><u>Current assets</u></b>				
Inventories	56,217	57,762	-	-
Trade and other receivables	2,025	2,095	30,550	30,145
Other assets (land use rights)	219	219	-	-
Other assets	10,435	10,100	58	92
Income tax receivables	154	208	-	-
Cash and cash equivalents	30,549	31,263	6,647	7,048
<b>Total current assets</b>	<b>99,599</b>	<b>101,647</b>	<b>37,255</b>	<b>37,285</b>
<b>Total assets</b>	<b>138,055</b>	<b>140,684</b>	<b>48,757</b>	<b>48,787</b>
<b>Equity and liabilities</b>				
<b><u>Equity</u></b>				
Share capital	42,399	42,399	42,399	42,399
Retained earnings	18,354	16,580	5,794	5,627
Foreign currency translation reserve	(491)	(770)	-	-
Equity attributable to owners of the Company	60,262	58,209	48,193	48,026
Non-controlling interest	210	215	-	-
<b>Total equity</b>	<b>60,472</b>	<b>58,424</b>	<b>48,193</b>	<b>48,026</b>
<b><u>Non-current liabilities</u></b>				
Deferred tax liabilities	126	126	-	-
Other financial liabilities	28,197	29,419	-	-
Other liabilities	981	984	-	-
<b>Total non-current liabilities</b>	<b>29,304</b>	<b>30,529</b>	<b>-</b>	<b>-</b>
<b><u>Current liabilities</u></b>				
Income tax payable	2,088	1,399	164	121
Trade and other payables	13,429	13,859	400	640
Other financial liabilities	22,043	22,072	-	-
Derivatives financial liabilities	109	109	-	-
Other liabilities	10,610	14,292	-	-
<b>Total current liabilities</b>	<b>48,279</b>	<b>51,731</b>	<b>564</b>	<b>761</b>
<b>Total liabilities</b>	<b>77,583</b>	<b>82,260</b>	<b>564</b>	<b>761</b>
<b>Total equity and liabilities</b>	<b>138,055</b>	<b>140,684</b>	<b>48,757</b>	<b>48,787</b>

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

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

As at 31 March 2018		As at 31 December 2017	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
17,101	4,942	17,117	4,955

Amount repayable by the Group after one year

As at 31 March 2018		As at 31 December 2017	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
21,925	6,272	22,247	7,172

#### Details of collaterals

The Group's credit facilities are secured by one or several of, *inter alia*,

- (a) Corporate guarantees from the Company;
- (b) Assignment of, *inter alia*, all rights, title, interests and benefits arising out of the building agreement in respect of the Group's land located at Changi Business Park (the "**Changi Business Park Land**"); and
- (c) Assignment of, *inter alia*, all rights, title, interests and benefits arising out of all present and future leases of any units or part thereof of the Group's building located on the Changi Business Park Land (the "**Changi Business Park Headquarters**").

The Group's hire purchase facilities are secured against the respective motor vehicles.

The Group's unsecured credit facilities comprise (a) the loans extended by the Company's Non-Executive Chairman, Dato' Sri Dr. Lim Yong Guan, and the Company's Executive Directors, Mr. Lim Yong Sheng and Mdm. Lim Liang Eng, pursuant to the loan agreements dated 1 June 2015 (the "**Directors' Loans**") and (b) a loan of S\$1.20 million to the Company's 70%-owned subsidiary, SK Bullion Pte Ltd ("**SK Bullion**"), from its minority shareholders.

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

**CONSOLIDATED / COMBINED STATEMENTS OF CASH FLOWS**

	Unaudited Q1-2018 S\$'000	Unaudited Q1-2017 S\$'000
<b><u>Cash flows from operating activities</u></b>		
Profit before tax	2,468	1,863
Adjustments for:		
Depreciation of property, plant and equipment	1,060	910
Amortisation of land use rights	55	55
Interest expense	334	354
Interest income	(12)	(23)
Loss on disposal of property, plant and equipment	-	30
Net effect of foreign exchange rate changes in consolidating foreign subsidiaries	218	(121)
Operating cash flows before changes in working capital	4,123	3,068
Inventories	1,545	(884)
Trade and other receivables	69	1,103
Other assets	(280)	(373)
Trade and other payables	(426)	(5,817)
Other liabilities	(3,685)	203
Net cash flows from operations	1,346	(2,700)
Income taxes paid	-	(231)
Net cash flows from/(used in) operating activities	1,346	(2,931)
<b><u>Cash flows from investing activities</u></b>		
Purchase of property, plant and equipment	(499)	(1,574)
Disposal of property, plant and equipment	1	-
Interest received	12	23
Net cash flows used in investing activities	(486)	(1,551)
<b><u>Cash flows from financing activities</u></b>		
Decrease in borrowings	(323)	(960)
(Decrease)/Increase in other financial liabilities	1	(19)
Finance lease repayments	(5)	(6)
Net movement in amounts due to directors	(913)	(914)
Interest paid	(334)	(354)
Net cash flows used in financing activities	(1,574)	(2,253)
<b><u>Net decrease in cash and cash equivalents</u></b>		
Cash and cash equivalents, statement of cash flows, beginning balance	31,263	27,488
<b>Cash and cash equivalents, statement of cash flows, ending balance</b>	<b>30,549</b>	<b>20,753</b>

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

#### STATEMENTS OF CHANGES IN EQUITY

Group	Share Capital	Retained Earnings	Other Reserves	Attributable to Owners	Non-Controlling Interests	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Balance as at 1 January 2018</b>	42,399	16,580	(770)	58,209	215	58,424
Total comprehensive income for the period	-	1,774	279	2,053	(5)	2,048
<b>Balance as at 31 March 2018</b>	42,399	18,354	(491)	60,262	210	60,472
<b>Balance as at 1 January 2017</b>	42,399	11,986	(954)	53,431	320	53,751
Total comprehensive income for the period	-	1,405	(125)	1,280	(15)	1,265
<b>Balance as at 31 March 2017</b>	42,399	13,391	(1,079)	54,711	305	55,016

Company	Share Capital	Retained Earnings	Total Equity
	S\$'000	S\$'000	S\$'000
<b>Balance as at 1 January 2018</b>	42,399	5,627	48,026
Total comprehensive income for the period	-	167	167
<b>Balance as at 31 March 2018</b>	42,399	5,794	48,193
<b>Balance as at 1 January 2017</b>	42,399	4,748	47,147
Total comprehensive income for the period	-	38	38
<b>Balance as at 31 March 2017</b>	42,399	4,786	47,185

**1(d)(ii) Details of any changes in the company’s share capital arising from rights issues, bonus issues, share buy-backs, exercises of share options or warrants, conversion of other issues of equity securities, issues 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.**

**CHANGES IN ISSUED AND PAID-UP SHARE CAPITAL**

	Company	
	Number of shares	Issued and paid-up share capital S\$
Issued and fully paid-up share capital <b>Balance as at 31 March 2018</b>	562,500,000	42,398,917

During Q1-2018, there was no change in the Company’s issued and paid-up share capital.

There were no outstanding convertibles, shares held as treasury shares, or subsidiary holdings as at 31 March 2018 and 31 March 2017.

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

	As at 31 March 2018	As at 31 December 2017
Total number of issued shares (excluding treasury shares)	562,500,000	562,500,000

The Company has no treasury shares or securities convertible into shares that were outstanding as at 31 March 2018 and 31 December 2017.

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

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

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

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

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

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

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

Not applicable.

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

The Group has applied the same accounting policies and methods of computation in the financial statements for Q1-2018 as its most recently audited consolidated financial statements for the financial year ended 31 December 2017 ("FY2017").

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

There are no changes in the Group's accounting policies and methods of computation including any required by an accounting standard.

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

**EARNINGS PER SHARE ("EPS")**

	<b>Group</b>	<b>Unaudited</b>
	<b>Q1-2018</b>	<b>Q1-2017</b>
Profit, net of tax attributable to equity holders of the Company (S\$'000)	1,774	1,405
Weighted average number of ordinary shares <sup>(1)</sup>		
(a) Basic	562,500,000	562,500,000
(b) Diluted	562,500,000	562,500,000
EPS (cents)		
(a) Basic	0.32	0.25
(b) Diluted	0.32	0.25

**Note:**

(1) The weighted average number of ordinary shares on a basic and fully diluted basis were the same as there were no potentially dilutive instruments as at 31 March 2018 and 31 March 2017.



7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the**

- (a) **Current financial period reported on; and**
- (b) **Immediately preceding financial year.**

**NET ASSET VALUE (“NAV”)**

	Group		Company	
	Unaudited As at 31 March 2018	Audited As at 31 December 2017	Unaudited As at 31 March 2018	Audited As at 31 December 2017
NAV per ordinary share (cents)	10.71	10.35	8.57	8.54

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group’s business. It must include a discussion of the following:-**

- (a) **any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
- (b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

**REVIEW OF THE GROUP’S PERFORMANCE**

**Revenue**

Revenue increased by S\$7.77 million or 19.0% from S\$40.81 million in Q1-2017 to S\$48.59 million in Q1-2018. The increase in revenue was mainly from the increase in sales by our subsidiary, SK Bullion, of S\$5.89 million and increase in sales of jewellery products and mementoes of S\$1.88 million.

**Other gains**

In Q1-2018, other gains was S\$0.60 million, as compared to S\$0.24 million in Q1-2017. The increase in other gains of S\$0.36 million or 155.7% was mainly due to (i) foreign exchange adjustment gains of S\$0.17 million, (ii) increase in rental income of S\$0.16 million and (iii) increase in government grants of S\$0.03 million.

**Material costs**

Material costs increased by S\$6.63 million or 26.5% from S\$25.07 million in Q1-2017 to S\$31.70 million in Q1-2018. The more than proportionate increase in material costs as compared to the increase in revenue in the respective periods was mainly due to the change in product mix.

**Employee benefits expense**

Employee benefits expense increased by S\$0.31 million or 6.5% from S\$4.83 million in Q1-2017 to S\$5.14 million in Q1-2018. The increase was mainly due to an increase in salaries, sales commission and staff allowance.

### **Depreciation and amortisation expense**

Depreciation and amortisation expense increased by S\$0.15 million or 15.7 % from S\$0.96 million in Q1-2017 to S\$1.12 million in Q1-2018. The increase was mainly due to depreciation expenses incurred in relation to renovation of retail outlets in Singapore and Malaysia.

### **Other losses**

Other losses increased by S\$0.31 million from S\$0.03 million in Q1-2017 to S\$0.34 million in Q1-2018 mainly due to write-off of goodwill arising from our acquisition of the entire issued and paid-up share capital of Diamond Avenue Investments Limited in January 2018 of S\$0.34 million, which was offset by an absence of a loss on disposal of property of S\$0.03 million which was recognized in Q1-2017.

### **Finance costs**

Finance costs decreased by S\$0.02 million or 5.6% from S\$0.35 million in Q1-2017 to S\$0.33 million in Q1-2018. The decrease was mainly due to lower borrowings following the repayment of certain term loans facilities and the Directors' Loans.

### **Other expenses**

Other expenses increased by S\$0.15 million or 1.8% from S\$7.94 million in Q1-2017 to S\$8.09 million in Q1-2018. This was mainly due to increase in rental expenses in Singapore.

### **Profit before tax**

As a result of the foregoing, profit before tax increased by S\$0.61 million or 32.5% from S\$1.86 million in Q1-2017 to S\$2.47 million in Q1-2018.

### **Income tax expense**

Income tax expense increased by S\$0.23 million or 47.8% from S\$0.47 million in Q1-2017 to S\$0.70 million in Q1-2018 due to increase in profit before tax for the corresponding period.

## **REVIEW OF THE GROUP'S FINANCIAL POSITION**

### **Non-current assets**

Non-current assets decreased by S\$0.58 million or 1.5% from S\$39.04 million as at 31 December 2017 to S\$38.46 million as at 31 March 2018. This was mainly due to (i) the decrease in property, plant and equipment of S\$0.53 million and (ii) decrease in other assets (land use rights) of S\$0.05 million.

### **Current assets**

Current assets decreased by S\$2.05 million or 2.0% from S\$101.64 million as at 31 December 2017 to S\$99.60 million as at 31 March 2018. This was mainly due to the (i) decrease in inventories of S\$1.55 million, (ii) decrease in cash and cash equivalents of S\$0.71 million, (iii) decrease in trade and other receivables of S\$0.07 million, and (iv) decrease in income tax receivables of S\$0.06 million, partially offset by increase in other assets of S\$0.33 million.

The increase in other assets was mainly due to deposits paid to various precious metal suppliers to secure delivery of goods.

The decrease in inventories was mainly due to the decrease in inventories held in Singapore.

### **Non-current liabilities**

Non-current liabilities decreased by S\$1.23 million or 4.1% from S\$30.53 million as at 31 December 2017 to S\$29.30 million as at 31 March 2018. This was mainly due to (i) repayment of certain term loans facilities of S\$0.32 million and (ii) repayment of the Directors' Loans of S\$0.90 million.

### **Current liabilities**

Current liabilities decreased by S\$3.45 million or 6.67% from S\$51.73 million as at 31 December 2017 to S\$48.28 million as at 31 March 2018. This was mainly attributable to (i) decrease in other liabilities of S\$3.68 million and (ii) decrease in trade and other payables of S\$0.43 million, partially offset by increase in income tax payable of S\$0.69 million.

The decrease in other liabilities was mainly due to delivery of precious metals for deposits previously received from customers.

The decrease in trade and other payables was mainly due to settlement for the jewellery products purchased on credit terms.

The increase in income tax payables was mainly due to income tax expenses provided for in Q1-2018.

### **Total equity**

Total equity increased by S\$2.05 million or 3.5% from S\$58.42 million as at 31 December 2017 to S\$60.47 million as at 31 March 2018. The increase was mainly due to (i) increase in the total comprehensive income, net of tax attributable to owners of the Company of S\$1.77 million for Q1-2018 and (ii) increase in foreign currency translation reserve (other reserves) of S\$0.28 million.

## **REVIEW OF THE GROUP'S CASHFLOW STATEMENT**

For Q1-2018, net cash flows from operating activities was S\$1.35 million, which consisted of operating cash flows before changes in working capital of S\$4.12 million and working capital inflows of S\$2.77 million.

The net working capital inflows arose mainly from the following:

- (a) (i) a decrease in other liabilities of S\$3.68 million, (ii) decrease in trade and payables of S\$0.43 million and (ii) increase in other assets of S\$0.28 million,
- (b) offset by (i) decrease in inventories of S\$1.55 million, (ii) decrease in trade and receivables of S\$0.07 million.

For Q1-2018, net cash flows used in investing activities amounted to S\$0.49 million, mainly due to the purchase of other plant and equipment of S\$0.50 million.

For Q1-2018, net cash flows used in financing activities was S\$1.57 million, mainly due to (i) loan repayment of S\$0.32 million, (ii) net movement in amounts due to directors of S\$0.91 million arising from the repayment of the Directors' Loans and (iii) interest payment of S\$0.33 million.

As a result of the above, there was a net decrease of S\$0.71 million in cash and cash equivalents for Q1-2018, from a net cash surplus of S\$31.26 million as at 31 December 2017 to a net cash surplus of S\$30.55 million as at 31 March 2018.

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

Not applicable as no forecast for Q1-2018 was provided.

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

The challenges in the retail sector are expected to persist, given intensifying global macroeconomic uncertainty and rising competition among traditional key players. Nonetheless, the Group remains committed in enhancing customer engagement and delivering shareholders' value. New product launches will continue to be rolled out throughout the year while the Group seeks to diversify its avenues for growth.

Beyond the retail scene in Singapore and Malaysia, the Group continues its active expansion plans into surrounding regions. In the 1<sup>st</sup> quarter of 2018, the Group has opened its first bridal jewellery store in Shenzhen, the People's Republic of China (the "PRC"). Operating under the Group's bridal specialist brand, *Love & Co.*, this new store shall serve as a solid anchor for the Group to penetrate the PRC's jewellery market and tap into her burgeoning demand for wedding jewellery. Subsequent to this, the Group also plans to open more stores in other tier one cities in a bid to strengthen its presence in the PRC.

In addition, the Group also looks forward to the opening its first *Love & Co.* flagship store in CentralWorld in Bangkok, Thailand in June 2018.

**11. Dividend**

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

None.

**(b) Corresponding period of the immediately preceding financial year?**

None.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

**12. If no dividend has been declared (recommended), a statement to that effect.**

No dividend has been declared or recommended for Q1-2018.

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

Name of Interested Person	Aggregate value of all Interested Person Transactions during the year under review (including transactions of less than S\$100,000 and transactions conducted under Shareholders’ Mandate pursuant to Rule 920 of the Catalist Rules)	
	Q1-2018 S\$’000	Q1-2017 S\$’000
<b>Purchases of products</b> Moneymax Financial Services Ltd. and its subsidiaries (the “MoneyMax Group”)	5	-
<b>Sales of products</b> MoneyMax Group	-	327
<b>Central support services</b> MoneyMax Group	50	50
<b>Rental income</b> MoneyMax Group	78	50
<b>Rental expense</b> Lim Yong Guan	81	81
	214	508

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

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

15. Negative Confirmation by the Board pursuant to Rule 705(5)

The board of directors of the Company (the “Board”) confirms that, to the best of its knowledge, nothing has come to the attention of the Board which may render the unaudited interim financial statements for Q1-2018 to be false or misleading in any material aspect.

**ON BEHALF OF THE BOARD OF DIRECTORS**

Dato’ Sri Dr. Lim Yong Guan  
Non-Executive Chairman

Lim Yong Sheng  
Executive Director and Chief Executive Officer

8 May 2018

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*This announcement has been prepared by SK Jewellery Group Limited (the “**Company**”) and its contents have been reviewed by the Company’s sponsor, United Overseas Bank Limited (“**Sponsor**”), for compliance with the relevant rules of the SGX-ST. The Sponsor has not independently verified the contents of this announcement.*

*This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume 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.*

*The contact person for the Sponsor is Mr. Lim Hoon Khiat, Director, Equity Capital Markets, who can be contacted at 80 Raffles Place, #03-03 UOB Plaza 1, Singapore 048624, Telephone: +65 6533 9898.*