



**ASL MARINE HOLDINGS LTD.**  
(Incorporated in the Republic of Singapore)  
Co. Reg. No. 200008542N

**UNAUDITED QUARTERLY FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE FOURTH QUARTER ENDED 30 JUNE 2018**

**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 year.**

**Income Statement**

**ent**

	Group					
	3 months ended 30 June			12 months ended 30 June		
	4Q FY2018	4Q FY2017	Inc/ (Dec)	FY2018	FY2017	Inc/ (Dec)
	\$'000	\$'000	%	\$'000	\$'000	%
<b>Revenue</b>	79,472	77,758	2.2	280,457	342,261	(18.1)
Cost of sales	(74,279)	(75,081)	(1.1)	(263,501)	(308,637)	(14.6)
<b>Gross profit</b>	<b>5,193</b>	<b>2,677</b>	<b>94.0</b>	<b>16,956</b>	<b>33,624</b>	<b>(49.6)</b>
Other operating income	8,872	3,248	173.2	15,556	5,197	199.3
Administrative expenses	(6,126)	(7,768)	(21.1)	(20,851)	(27,900)	(25.3)
Other operating expenses	(52,895)	(54,293)	(2.6)	(53,403)	(57,066)	(6.4)
Finance costs	(5,780)	(5,261)	9.9	(22,711)	(19,333)	17.5
Share of results of joint ventures and associates	(603)	(1,932)	(68.8)	(3,823)	(5,795)	(34.0)
<b>Loss before tax</b>	<b>(51,339)</b>	<b>(63,329)</b>	<b>(18.9)</b>	<b>(68,276)</b>	<b>(71,273)</b>	<b>(4.2)</b>
Tax (expense)/ credit	(1,560)	570	Nm	(3,041)	(2,032)	49.7
<b>Loss for the period/ year</b>	<b>(52,899)</b>	<b>(62,759)</b>	<b>(15.7)</b>	<b>(71,317)</b>	<b>(73,305)</b>	<b>(2.7)</b>
<b>Attributable to:</b>						
Owners of the Company	(52,622)	(62,427)	(15.7)	(69,892)	(71,659)	(2.5)
Non-controlling interests	(277)	(332)	(16.6)	(1,425)	(1,646)	(13.4)
	<b>(52,899)</b>	<b>(62,759)</b>	<b>(15.7)</b>	<b>(71,317)</b>	<b>(73,305)</b>	<b>(2.7)</b>
<b>Adjusted EBITDA* for the period/ year</b>	<b>24,802</b>	<b>22,084</b>	<b>12.3</b>	<b>75,179</b>	<b>72,461</b>	<b>3.8</b>

Nm: Not meaningful

\* Adjusted EBITDA is computed based on earnings before interests, tax, depreciation, amortisation, and adjusted for/ add back of allowance for doubtful debts, impairments, write-offs and any other non-cashflow items.

- 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 year.

### Statement of Comprehensive Income

	Note	Group					
		3 months ended			12 months ended		
		30 June			30 June		
		4Q	4Q	Inc/ (Dec)			Inc/ (Dec)
FY2018	FY2017	(Dec)	FY2018	FY2017	(Dec)		
		\$'000	\$'000	%	\$'000	\$'000	%
<b>Loss for the period/ year</b>		<b>(52,899)</b>	<b>(62,759)</b>	<b>(15.7)</b>	<b>(71,317)</b>	<b>(73,305)</b>	<b>(2.7)</b>
<i>Items that may be reclassified subsequently to profit or loss:</i>							
Translation differences relating to financial statements of foreign subsidiaries, net of tax	(i)	1,248	(794)	Nm	(1,795)	1,726	Nm
Share of other comprehensive income of joint ventures and associates		78	(42)	Nm	(147)	306	Nm
Net fair value changes to cash flow hedges	(ii)	-	109	(100.0)	(11)	493	Nm
<i>Items that will not be reclassified subsequently to profit or loss:</i>							
Remeasurement of defined benefit pension plan		177	189	(6.3)	177	189	(6.3)
<b>Other comprehensive income for the period/ year, net of tax</b>		<b>1,503</b>	<b>(538)</b>	<b>Nm</b>	<b>(1,776)</b>	<b>2,714</b>	<b>Nm</b>
<b>Total comprehensive income for the period/ year</b>		<b>(51,396)</b>	<b>(63,297)</b>	<b>(18.8)</b>	<b>(73,093)</b>	<b>(70,591)</b>	<b>3.5</b>
<b>Attributable to:</b>							
Owners of the Company		<b>(51,175)</b>	<b>(62,928)</b>	<b>(18.7)</b>	<b>(71,512)</b>	<b>(69,067)</b>	<b>3.5</b>
Non-controlling interests		(221)	(369)	(40.1)	(1,581)	(1,524)	3.7
		<b>(51,396)</b>	<b>(63,297)</b>	<b>(18.8)</b>	<b>(73,093)</b>	<b>(70,591)</b>	<b>3.5</b>

### Notes:

- (i) The movement in foreign currency translation reserves arose mainly from the consolidation of subsidiaries whose functional currencies are United States Dollar ("USD"), Euro ("EUR") and Indonesian Rupiah ("IDR").
- (ii) The fair value loss on cash flow hedges was primarily due to fair value adjustments on interest rate swaps.

**1(a)(ii) Net profit for the period was stated after (charging)/crediting:-**

	<b>Group</b>			
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>30 June</b>		<b>30 June</b>	
	<b>4Q</b>	<b>4Q</b>	<b>FY2018</b>	<b>FY2017</b>
	<b>FY2018</b>	<b>FY2017</b>	<b>FY2018</b>	<b>FY2017</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Allowance for impairment of doubtful receivables (net)	(2,504)	(18,440)	(2,547)	(18,437)
Amortisation of intangible assets	(166)	(205)	(766)	(816)
Amortisation of lease prepayments	(84)	(80)	(358)	(312)
Depreciation of property, plant and equipment	(16,826)	(20,312)	(63,266)	(64,011)
Gain/ (loss) on disposal of property, plant and equipment	4,626	(47)	7,364	550
Gain/ (loss) on disposal of assets classified as held for sale	189	(1)	1,950	55
Gain/ (loss) on foreign exchange (net)	3,399	1,993	2,987	(2,775)
Impairment loss on				
- inventories and recoverables	(23,675)	(13,849)	(23,675)	(13,849)
- property, plant and equipment	(21,357)	(22,004)	(21,357)	(22,004)
- goodwill	(5,027)	-	(5,027)	-
Interest income from bank balances	51	35	299	80
Interest income from finance lease receivables	162	191	573	744
Inventories written off	(330)	-	(330)	-
Property, plant and equipment written off	(2)	-	(467)	(1)
Reversal /(provision) for pension liabilities	32	(84)	(22)	(113)
(Provision)/ reversal for warranty (net)	(3)	51	128	(323)
Under provision of tax in respect of prior years	(236)	(2,035)	(591)	(1,953)

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

	Group		Company	
	30-Jun-18 \$'000	30-Jun-17 \$'000	30-Jun-18 \$'000	30-Jun-17 \$'000
<b>Non-current assets</b>				
Property, plant and equipment	577,087	611,887	-	-
Lease prepayments	5,913	5,731	-	-
Investment in subsidiaries	-	-	42,404	50,388
Investment in joint ventures and associates	4,845	9,008	-	-
Intangible assets	12,368	17,877	-	-
Finance lease receivables	7,841	8,865	-	-
	<b>608,054</b>	<b>653,368</b>	<b>42,404</b>	<b>50,388</b>
<b>Current assets</b>				
Inventories	171,457	182,015	-	-
Construction work-in-progress	46,748	85,345	-	-
Trade and other receivables	181,003	181,563	373,598	357,528
Prepayments	5,790	5,564	1,306	1,746
Finance lease receivables	905	1,001	-	-
Derivative financial instruments	-	15	-	-
Cash and bank balances	28,609	36,141	2,492	1,504
	<b>434,512</b>	<b>491,644</b>	<b>377,396</b>	<b>360,778</b>
Assets classified as held for sale	4,899	-	-	-
	<b>439,411</b>	<b>491,644</b>	<b>377,396</b>	<b>360,778</b>
<b>Current liabilities</b>				
Trade and other payables	206,915	184,700	115,720	108,249
Provision for warranty	35	169	-	-
Progress billings in excess of construction work-in-progress	5,285	1,437	-	-
Trust receipts	13,805	20,515	-	-
Interest-bearing loans and borrowings	99,589	215,233	14,893	65,295
Income tax payables	6,772	5,779	-	-
	<b>332,401</b>	<b>427,833</b>	<b>130,613</b>	<b>173,544</b>
<b>Net current assets</b>	<b>107,010</b>	<b>63,811</b>	<b>246,783</b>	<b>187,234</b>
<b>Non-current liabilities</b>				
Other liabilities	5,637	10,081	-	-
Interest-bearing loans and borrowings	388,714	313,751	219,262	142,500
Deferred tax liabilities	15,028	14,569	-	-
	<b>409,379</b>	<b>338,401</b>	<b>219,262</b>	<b>142,500</b>
<b>Net assets</b>	<b>305,685</b>	<b>378,778</b>	<b>69,925</b>	<b>95,122</b>
<b>Equity attributable to owners of the Company</b>				
Share capital	108,056	108,056	108,056	108,056
Treasury shares	(923)	(923)	(923)	(923)
Reserves	196,886	268,398	(37,208)	(12,011)
	<b>304,019</b>	<b>375,531</b>	<b>69,925</b>	<b>95,122</b>
<b>Non-controlling interests</b>	1,666	3,247	-	-
<b>Total equity</b>	<b>305,685</b>	<b>378,778</b>	<b>69,925</b>	<b>95,122</b>

**1(b)(ii) Aggregate amount of the Group's borrowings and debt securities.**

	Group					
	As at 30-Jun-18			As at 30-Jun-17 (restated)		
	Secured \$'000	Unsecured \$'000	Total \$'000	Secured \$'000	Unsecured \$'000	Total \$'000
Amount repayable in one year or less, or on demand	112,873	521	113,394	224,244	11,504	235,748
Amount repayable after one year	384,235	4,479	388,714	308,751	5,000	313,751
	<b>497,108</b>	<b>5,000</b>	<b>502,108</b>	<b>532,995</b>	<b>16,504</b>	<b>549,499</b>

**Details of any collateral**

The Group's secured borrowings which include bonds, term loans and finance leases are secured by way of:

- Legal mortgages of certain leasehold properties of subsidiaries
- Legal mortgages over certain vessels, plant and equipment of subsidiaries
- Assignment of charter income and insurance of certain vessels of subsidiaries
- Assignment of subordination and intercompany loans
- Corporate guarantees from the Company and certain subsidiaries

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

	<b>Group</b>			
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>30 June</b>		<b>30 June</b>	
	<b>4Q FY2018</b>	<b>4Q FY2017</b>	<b>FY2018</b>	<b>FY2017</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Cash flows from operating activities</b>				
Loss before tax	(51,339)	(63,329)	(68,276)	(71,273)
<b>Adjustments for:</b>				
Amortisation of intangible assets	166	205	766	816
Amortisation of lease prepayments	84	80	358	312
Allowance for impairment of doubtful receivables (net)	2,504	18,440	2,547	18,437
Depreciation of property, plant and equipment	16,826	20,312	63,266	64,011
(Gain)/ loss on disposal of property, plant and equipment	(4,626)	47	(7,364)	(550)
(Gain)/ loss on disposal of assets classified as held for sale	(189)	1	(1,950)	(55)
Inventories written off	330	-	330	-
Impairment loss on property, plant and equipment	21,357	22,004	21,357	22,004
Impairment loss on inventories and recoverables	23,675	13,849	23,675	13,849
Impairment loss on goodwill	5,027	-	5,027	-
Interest expense	5,780	5,261	22,711	19,333
Interest income	(213)	(226)	(872)	(824)
Provision/ (reversal) for warranty (net)	3	(51)	(128)	323
Property, plant and equipment written off	2	-	467	1
(Reversal)/ provision for pension liabilities	(32)	84	22	113
Share of results of joint venture and associates	603	1,932	3,823	5,795
<b>Operating cash flows before changes in working capital</b>	<b>19,958</b>	<b>18,609</b>	<b>65,759</b>	<b>72,292</b>
<b>Changes in working capital:</b>				
Inventories	(12,101)	(15,914)	(13,023)	(17,224)
Construction work-in-progress and progress billings in excess of construction work-in-progress	(8,334)	23,660	22,582	22,907
Trade and other receivables	724	9,569	1,520	51,030
Prepayments	671	1,349	(226)	1,680
Trade and other payables	4,313	(26,759)	20,684	(38,569)
Finance lease receivables	290	285	1,088	777
Other liabilities	(648)	(55)	(4,208)	753
Balances with related parties (trade)	(3,033)	(1,201)	(6,152)	(7,875)
<b>Cash flows generated from operations</b>	<b>1,840</b>	<b>9,543</b>	<b>88,024</b>	<b>85,771</b>
Interest received from finance lease receivables	162	179	573	732
Income tax (paid)/ refunded	(657)	456	(1,578)	(584)
<b>Net cash flows generated from operating activities</b>	<b>1,345</b>	<b>10,178</b>	<b>87,019</b>	<b>85,919</b>
<b>Cash flows from investing activities</b>				
Interest received from bank balances	52	47	299	92
Purchase of assets classified as held for sale	(3)	-	(4,300)	-
Purchase of property, plant and equipment	(1,179)	(2,265)	(30,970)	(29,485)
Proceeds from disposal of property, plant and equipment	9,438	-	14,466	3,814
Proceeds from disposal of assets classified as held for sale	352	(1)	6,250	635
Lease prepayments	(531)	-	(531)	(388)
Balances with related parties (non-trade)	(1,478)	1,556	836	794
<b>Net cash flows generated from/ (used in) investing activities</b>	<b>6,651</b>	<b>(663)</b>	<b>(13,950)</b>	<b>(24,538)</b>

	<b>Group</b>			
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>30 June</b>		<b>30 June</b>	
	<b>4Q FY2018</b>	<b>4Q FY2017</b>	<b>FY2018</b>	<b>FY2017</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Cash flows from financing activities</b>				
Interest paid	(6,578)	(10,181)	(26,624)	(24,253)
Repayment of interest-bearing loans and borrowings	(25,725)	(23,995)	(98,399)	(115,325)
Proceeds from interest-bearing loans and borrowings	-	28,894	51,288	116,990
Repayment of trust receipts	(8,117)	(27,117)	(36,389)	(103,580)
Proceeds from trust receipts	9,628	12,228	29,603	51,770
Proceeds from issuance of ordinary shares from Rights Issue	-	-	-	24,964
Cash and bank balances (restricted use)	19,514	(858)	(1,578)	(11,149)
<b>Net cash flows used in financing activities</b>	<b>(11,278)</b>	<b>(21,029)</b>	<b>(82,099)</b>	<b>(60,583)</b>
Net (decrease)/ increase in cash and cash equivalents	(3,282)	(11,514)	(9,030)	798
Cash and cash equivalents at beginning of period/ year	15,970	33,449	21,903	21,621
Effects of exchange rate changes on cash and cash equivalents	105	(32)	(80)	(516)
<b>Cash and cash equivalents at end of period/ year (Note 1)</b>	<b>12,793</b>	<b>21,903</b>	<b>12,793</b>	<b>21,903</b>

**Note 1:**

Cash and cash equivalents comprise the followings:

Cash and bank balances	28,609	36,141
Less: Restricted cash		
- Cash at banks	(15,281)	(3,812)
- Fixed deposits with banks	(535)	(10,426)
<b>Cash and cash equivalents at end of year</b>	<b>12,793</b>	<b>21,903</b>

The Group's restricted cash has been set aside for specific use with respect to certain banking facilities granted to the Group.

**1(d)(i) A statement (for the group and issuer) 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.**

Statement of Changes in Equity for the period ended 30-Jun-18									
Group	Attributable to owners of the Company						Equity attributable to owners of the Company \$'000	Non-controlling interests \$'000	Total Equity \$'000
	Share capital \$'000	Treasury shares \$'000	Foreign currency translation reserve \$'000	Hedging reserve \$'000	Accumulated profits \$'000	Total reserves \$'000			
<b>FY2018</b>									
At 1-Jul-17	108,056	(923)	2,896	11	265,491	268,398	375,531	3,247	378,778
Loss for the year	-	-	-	-	(69,892)	(69,892)	(69,892)	(1,425)	(71,317)
<u>Other comprehensive income</u>									
Translation differences relating to financial statements of foreign subsidiaries	-	-	(1,656)	-	-	(1,656)	(1,656)	(139)	(1,795)
Share of other comprehensive income of joint ventures and associates	-	-	(130)	-	-	(130)	(130)	(17)	(147)
Remeasurement of defined benefit pension plan	-	-	-	-	177	177	177	-	177
Net fair value changes to cash flow hedges	-	-	-	(11)	-	(11)	(11)	-	(11)
<b>Other comprehensive income for the year, net of tax</b>	-	-	(1,786)	(11)	177	(1,620)	(1,620)	(156)	(1,776)
<b>Total comprehensive income for the year</b>	-	-	(1,786)	(11)	(69,715)	(71,512)	(71,512)	(1,581)	(73,093)
<b>At 30-Jun-18</b>	108,056	(923)	1,110	-	195,776	196,886	304,019	1,666	305,685



**Statement of Changes in Equity for the period ended 30-Jun-17**

<u>Group</u>	Attributable to owners of the Company						Equity attributable to owners of the Company \$'000	Non-controlling interests \$'000	Total Equity \$'000
	Share capital \$'000	Treasury shares \$'000	Foreign currency translation reserve \$'000	Hedging reserve \$'000	Accumulated profits \$'000	Total reserves \$'000			
<b>FY2017</b>									
<b>At 1-Jul-16</b>	<b>83,092</b>	<b>(923)</b>	<b>986</b>	<b>(482)</b>	<b>336,961</b>	<b>337,465</b>	<b>419,634</b>	<b>4,771</b>	<b>424,405</b>
<b>Loss for the year</b>	-	-	-	-	(71,659)	<b>(71,659)</b>	<b>(71,659)</b>	<b>(1,646)</b>	<b>(73,305)</b>
<u>Other comprehensive income</u>									
Translation differences relating to financial statements of foreign subsidiaries	-	-	1,640	-	-	<b>1,640</b>	<b>1,640</b>	86	<b>1,726</b>
Share of other comprehensive income of joint ventures and associates	-	-	270	-	-	<b>270</b>	<b>270</b>	36	<b>306</b>
Remeasurement of defined benefit pension plan	-	-	-	-	189	<b>189</b>	<b>189</b>	-	<b>189</b>
Net fair value changes to cash flow hedges	-	-	-	493	-	<b>493</b>	<b>493</b>	-	<b>493</b>
<b>Other comprehensive income for the year, net of tax</b>	-	-	1,910	493	189	<b>2,592</b>	<b>2,592</b>	122	<b>2,714</b>
<b>Total comprehensive income for the year</b>	-	-	1,910	493	(71,470)	<b>(69,067)</b>	<b>(69,067)</b>	<b>(1,524)</b>	<b>(70,591)</b>
<u>Contributions by owners</u>									
Issuance of ordinary shares from Rights Issue	24,964	-	-	-	-	-	<b>24,964</b>	-	<b>24,964</b>
<b>Total contributions by owners</b>	<b>24,964</b>	-	-	-	-	-	<b>24,964</b>	-	<b>24,964</b>
<b>At 30-Jun-17</b>	<b>108,056</b>	<b>(923)</b>	<b>2,896</b>	<b>11</b>	<b>265,491</b>	<b>268,398</b>	<b>375,531</b>	<b>3,247</b>	<b>378,778</b>

**Statement of Changes in Equity for the period ended 30 Jun-18 and 30-Jun-17**

<u>Company</u>	Share capital \$'000	Treasury shares \$'000	Hedging reserve \$'000	Accumulated profits \$'000	Total reserves \$'000	Total equity \$'000
<b><u>FY2018</u></b>						
At 1-Jul-17	108,056	(923)	-	(12,011)	(12,011)	95,122
Loss for the year, representing total comprehensive income for the year	-	-	-	(25,197)	(25,197)	(25,197)
At 30-Jun-18	<b>108,056</b>	<b>(923)</b>	<b>-</b>	<b>(37,208)</b>	<b>(37,208)</b>	<b>69,925</b>
<b><u>FY2017</u></b>						
At 1-Jul-16	83,092	(923)	-	18,141	18,141	100,310
Loss for the year, representing total comprehensive income for the year	-	-	-	(30,152)	(30,152)	(30,152)
<u>Contributions by owners</u>						
Issuance of ordinary shares from Rights Issue	24,964	-	-	-	-	24,964
<b>Total contributions by owners</b>	<b>24,964</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>24,964</b>
At 30-Jun-17	<b>108,056</b>	<b>(923)</b>	<b>-</b>	<b>(12,011)</b>	<b>(12,011)</b>	<b>95,122</b>

- 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.**

	<b>Number of Ordinary Shares (excluding treasury shares)</b>	
	<b>As at 30-Jun-18</b>	<b>As at 30-Jun-17</b>
Balance as at 1 July	629,266,941	419,511,294
Rights issue of shares	-	209,755,647
Balance as at 30 June	<b>629,266,941</b>	<b>629,266,941</b>

The percentage of the aggregate number of treasury shares held against the total number of shares outstanding that is listed as at 30 June 2018 and 30 June 2017 is 0.40%.

There were no convertibles or subsidiary holdings as at 30 June 2018 and 30 June 2017.

There were no outstanding share options granted under the ESOS as at 30 June 2018 and 30 June 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.**

	<b>As at 30-Jun-18</b>	<b>As at 30-Jun-17</b>
Total number of issued shares	631,778,541	631,778,541
Total number of treasury shares	(2,511,600)	(2,511,600)
Total number of issued shares (excluding treasury shares)	<b>629,266,941</b>	<b>629,266,941</b>

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

During the current financial year reported on, there were no purchases, sales, transfers, disposal, cancellation and/or use of treasury shares.

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

Not applicable.

**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 Company's auditor.

**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.**

The accounting policies adopted and methods of computation in the preparation of the financial statements are consistent with those of the audited financial statements as at 30 June 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.**

Not applicable.

**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			
	3 months ended 30 June		12 months ended 30 June	
Earnings per ordinary share:	4Q FY2018	4Q FY2017	FY2018	FY2017
(i) On weighted average no. of ordinary shares in issue	(8.36) cents	(9.92) cents	(11.11) cents	(13.44) cents
(ii) On a fully diluted basis	(8.36) cents	(9.92) cents	(11.11) cents	(13.44) cents
<b>Net loss attributable to shareholders:</b>	(\$52,622,000)	(\$62,427,000)	(\$69,892,000)	(\$71,659,000)
<b>Number of shares in issue:</b>				
(i) Weighted average no. of shares in issue	629,266,941	629,266,941	629,266,941	533,143,572
(ii) On a fully diluted basis	629,266,941	629,266,941	629,266,941	533,143,572

**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-Jun-18	30-Jun-17	30-Jun-18	30-Jun-17
Net Asset Value (NAV) per ordinary share	48.31 cents	59.68 cents	11.11 cents	15.12 cents
NAV computed based on no. of ordinary shares issued	629,266,941	629,266,941	629,266,941	629,266,941

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 GROUP PERFORMANCE

### Revenue

Group revenue of \$79.5 million for the 3 months ended 30 June 2018 ("4Q FY2018") was \$1.7 million (2.2%) higher compared to the corresponding period in FY2017 ("4Q FY2017"). For the 12 months ended 30 June 2018 ("FY2018"), the Group revenue was \$61.8 million (18.1%) lower compared to the corresponding period ended 30 June 2017 ("FY2017").

Details for revenue generated from each segment are as follows:

	Group					
	4Q		Increase/ (Decrease) %	4Q		Increase/ (Decrease) %
	FY2018	FY2017		FY2018	FY2017	
\$'000	\$'000		\$'000	\$'000		
Shipbuilding	17,158	20,740	(17.3)	54,911	143,450	(61.7)
Shiprepair and conversion	25,695	30,991	(17.1)	93,771	72,731	28.9
Shipchartering	33,872	24,189	40.0	118,650	104,270	13.8
Engineering	2,747	1,838	49.5	13,125	21,810	(39.8)
	<b>79,472</b>	<b>77,758</b>	<b>2.2</b>	<b>280,457</b>	<b>342,261</b>	<b>(18.1)</b>

### Shipbuilding

Recognition of shipbuilding revenue is calculated based on project value multiplied by the percentage of completion ("POC").

The breakdown of shipbuilding revenue generated and the number of units recognised under POC are as follows:

	Group										
	4Q		Increase/ (Decrease) %	4Q		Increase/ (Decrease) %	4Q		Increase/ (Decrease) %	4Q	
	Units	\$'000		Units	\$'000		Units	\$'000		Units	\$'000
Tugs	8	8,126	(39.9)	4	13,529	(78.3)	11	25,018	11	115,321	(78.3)
Barges and others	8	9,032	25.3	11	7,211	6.3	21	29,893	12	28,129	6.3
	<b>16</b>	<b>17,158</b>	<b>(17.3)</b>	<b>15</b>	<b>20,740</b>	<b>(61.7)</b>	<b>32</b>	<b>54,911</b>	<b>23</b>	<b>143,450</b>	<b>(61.7)</b>

Shipbuilding revenue decreased by \$3.6 million (17.3%) in 4Q FY2018 and \$88.5 million (61.7%) in FY2018 as compared to last corresponding periods mainly due to continued weak market conditions. This is reflected by the progressive revenue recognition of existing shipbuilding projects which are of lower contractual value as the vessels being built are smaller and/or less sophisticated.

The Group has delivered a total of 4 Tugs and 16 Barges in FY2018, of which 1 tug and 3 barges were completed and 2 OSVs were rescinded in the current quarter.

## Shiprepair and conversion

Shiprepair and conversion projects are meant to be short term in nature, resulting in revenue recognised only upon completion. With several of our shiprepair jobs being larger or with partial conversions, which take far longer than historic jobs to complete (i.e. may not complete within a quarter), revenue from shiprepair and conversions can now be lumpy.

The breakdown of revenue generated from the shiprepair and conversion segment are as follows:

	Group					
	4Q	4Q	Increase/	FY2018	FY2017	Increase/
	FY2018	FY2017	(Decrease)			
\$'000	\$'000	%	\$'000	\$'000	%	
Shiprepair and conversion	25,214	30,772	(18.1)	90,542	70,449	28.5
Other marine related services	481	219	119.6	3,229	2,282	41.5
	<b>25,695</b>	<b>30,991</b>	<b>(17.1)</b>	<b>93,771</b>	<b>72,731</b>	<b>28.9</b>

Shiprepair and conversion revenue decreased by \$5.6 million (18.1%) to \$25.2 million in 4Q FY2018 mainly attributed to fewer high-value shiprepair jobs (>\$1.0 million) completed during the quarter.

Apart from having completed several high value repair jobs in first half of FY2018, the increase in shiprepair and conversion revenue by \$20.1 million (28.5%) to \$90.5 million in FY2018 was partly due to there being more number of smaller shiprepair jobs completed during the year. When fewer new ships are being built, the industry often sees more older ships being repaired.

## Shipchartering

The breakdown of revenue generated from the shipchartering segment are as follows:

	Group					
	4Q	4Q	Increase/	FY2018	FY2017	Increase/
	FY2018	FY2017	(Decrease)			
\$'000	\$'000	%	\$'000	\$'000	%	
OSV	2,247	3,010	(25.3)	12,291	11,824	3.9
Tug Boats	10,744	8,901	20.7	40,599	35,061	15.8
Barges	13,287	9,280	43.2	46,881	40,035	17.1
<b>Total charter</b>	<b>26,278</b>	<b>21,191</b>	<b>24.0</b>	<b>99,771</b>	<b>86,920</b>	<b>14.8</b>
Trade sales	7,594	2,998	153.3	18,879	17,350	8.8
	<b>33,872</b>	<b>24,189</b>	<b>40.0</b>	<b>118,650</b>	<b>104,270</b>	<b>13.8</b>

Shipchartering revenue increased by \$5.1 million (24.0%) in 4Q FY2018 and \$12.9 million (14.8%) in FY2018 mainly due to higher revenue from Tug Boats and Barges with the mobilization of our charter fleet deploying in several infrastructure projects in Bangladesh, Indonesia, Malaysia and Singapore. The grab dredgers (classified as "Barges") achieved higher utilisation rate in the current quarter under review (4Q FY2018: 60%; 4Q FY2017: 23%).

Trade sales comprised mainly of bunker sales, agency fee and ad-hoc services rendered. The increase in 4Q FY2018 was mainly due to increase in agency fee and bunker sales.

## Engineering

The breakdown by revenue generated from the engineering segment are as follows:

	Group					
	4Q		Increase/ (Decrease)	4Q		Increase/ (Decrease)
	FY2018	FY2017		FY2018	FY2017	
\$'000	\$'000	%	\$'000	\$'000	%	
Engineered dredgers products & dredger ("New Buildings")	-	-	-	-	653	(100.0)
Components & services ("Components")	2,747	1,838	49.5	13,125	21,157	(38.0)
	<b>2,747</b>	<b>1,838</b>	<b>49.5</b>	<b>13,125</b>	<b>21,810</b>	<b>(39.8)</b>

The decrease in revenue in FY2018 was due to lower sales in spare parts and components and cutting and coupling system.

## Gross profit and gross profit margin

The breakdown of gross profit and gross profit margin for each respective segment are as follows:

	Group							
	4Q		4Q		FY2018		FY2017	
	FY2018		FY2017		FY2018		FY2017	
	\$'000	GPM	\$'000	GPM	\$'000	GPM	\$'000	GPM
Shipbuilding	333	1.9%	(873)	(4.2%)	175	0.3%	14,094	9.8%
Shiprepair and conversion	3,050	11.9%	4,193	13.5%	11,087	11.8%	13,028	17.9%
Shipchartering	1,336	3.9%	(1,439)	(5.9%)	3,045	2.6%	504	0.5%
Engineering	474	17.3%	796	43.3%	2,649	20.2%	5,998	27.5%
	<b>5,193</b>	<b>6.5%</b>	<b>2,677</b>	<b>3.4%</b>	<b>16,956</b>	<b>6.0%</b>	<b>33,624</b>	<b>9.8%</b>

## Shipbuilding

The low profit margin of 1.9% in 4Q FY2018 and 0.3% in FY2018 was mainly due to

- 1) lower margin from the construction of existing Tugs secured during 1H FY2018 as a result of competitive pricing;
- 2) recognition of foreseeable loss and liquidated damage on one tanker which is due for completion in next quarter; and
- 3) reversal of cumulative \$1.6 million profit recognised in prior years from the rescission of its remaining 2 OSVs shipbuilding contracts in FY2018. The 2 cancelled projects were secured in 2014. One unit was completed in July 2018, there is a charter contract to be secured and the Group has therefore reclassified its carrying amount to assets under construction under property, plant and equipment. Another unit is partially completed, the Group intends to sell the vessel upon its completion and has therefore reclassified its carrying amount to inventories (Work-in-progress).

Excluding the rescission, the Group's Shipbuilding gross profit and gross profit margin in FY2018 would have been \$1.8 million and 3.3% respectively.

The gross loss incurred in 4Q FY2017 was mainly attributed to loss recognised on the rescission of 3 OSV vessels secured in 2014.

## Shiprepair and conversion

Gross profit decreased by \$1.1 million (GPM: 11.9%) in 4Q FY2018 and \$1.9 million (GPM: 11.8%) in FY2018 mainly due to competitive market pricing and the need for higher manpower overheads being allocated to the shiprepair segment.

## Shipchartering

The breakdown of gross profit and gross profit margin from shipchartering segment are as follows:

	Group							
	4Q FY2018		4Q FY2017		FY2018		FY2017	
	\$'000	GPM	\$'000	GPM	\$'000	GPM	\$'000	GPM
OSV	(2,012)	(89.5%)	(1,348)	(44.8%)	(5,870)	(47.8%)	(3,090)	(26.1%)
Tug boats and Barges	1,794	7.5%	(324)	(1.8%)	5,407	6.2%	442	0.6%
<b>Total charter</b>	<b>(218)</b>	<b>(0.8%)</b>	<b>(1,672)</b>	<b>(7.9%)</b>	<b>(463)</b>	<b>(0.5%)</b>	<b>(2,648)</b>	<b>(3.0%)</b>
Trade sales	1,554	20.5%	233	7.8%	3,508	18.6%	3,152	18.2%
	<b>1,336</b>	<b>3.9%</b>	<b>(1,439)</b>	<b>(5.9%)</b>	<b>3,045</b>	<b>2.6%</b>	<b>504</b>	<b>0.5%</b>

With the increase in revenue, the Group recorded a higher gross profit and gross profit margin from the operation of Tug Boats and Barges. This was mainly attributed to:

- increase in Group's utilisation rate for tugs and grab dredgers with the deployment and mobilization of vessels for the infrastructure projects in Bangladesh, Indonesia, Malaysia and Singapore; and
- pick up of activities (tonnage to carry) from contracts of affreightment.

Despite the higher contribution derived from Tug Boats and Barges, the Group recorded a gross loss of \$0.2 million in 4Q FY2018 and \$0.5 million in FY2018 as a result of negative contribution from OSV. There was reduction in charter rate, off hire of certain OSVs and one-off compensation incurred for late delivery of two AHTS to a charterer in India recorded in 1Q FY2018.

The higher trade sales profit in 4Q FY2018 was in line with the increase in trade sales revenue.

## Engineering

The breakdown of gross profit and gross profit margin from engineering segment are as follows:

	Group							
	4Q FY2018		4Q FY2017		FY2018		FY2017	
	\$'000	GPM	\$'000	GPM	\$'000	GPM	\$'000	GPM
New Buildings	-	-	(171)	Nm	-	-	440	67.4%
Components	474	17.3%	967	52.6%	2,649	20.2%	5,558	26.3%
	<b>474</b>	<b>17.3%</b>	<b>796</b>	<b>43.3%</b>	<b>2,649</b>	<b>20.2%</b>	<b>5,998</b>	<b>27.5%</b>

The high margin recorded in 4Q FY2017 was one-off. Gross profit margin decreased to 20.2% in FY2018 mainly due to higher passed on costs from suppliers.



## Other operating income

Details for other operating income are as follows:

	<b>Group</b>			
	<b>4Q</b>	<b>4Q</b>	<b>FY2018</b>	<b>FY2017</b>
	<b>FY2018</b>	<b>FY2017</b>		
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Gain/ (loss) on disposal of plant and equipment	4,626	(47)	7,364	550
Gain/ (loss) on disposal of assets classified as held for sale	189	(1)	1,950	55
Gain / (loss) on foreign exchange (net)				
- unrealised	4,786	1,067	3,665	-
- realised	(1,387)	926	(678)	-
Interest income from bank balances	51	35	299	80
Interest income from finance lease receivables	162	191	573	744
Insurance claims	1	2	449	2
Rental income from plant & equipment and yard space	338	1,009	1,369	3,264
Miscellaneous income	106	66	565	502
	<b>8,872</b>	<b>3,248</b>	<b>15,556</b>	<b>5,197</b>

The gain on disposal of plant and equipment of \$4.6 million in 4Q FY2018 arose mainly from disposal of 1 unit of crane, 5 barges and 2 tug boats.

The net foreign exchange gain recorded in 4Q FY2018 arose mainly due to the appreciation of USD against SGD on SGD denominated liabilities for certain subsidiaries whose accounts are maintained in USD. The net foreign exchange gain in FY2018 was mainly attributed from depreciation of IDR against SGD on IDR denominated liabilities.

Exchange rates for the respective reporting periods were as follows:

	<b>30 Jun</b>	<b>30 Jun</b>	<b>30 Jun</b>	<b>31 Mar</b>	<b>31 Mar</b>
	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2018</b>	<b>2017</b>
<b>USD against SGD</b>	1.3679	1.3887	1.3489	1.3117	1.3975
<b>EUR against SGD</b>	1.5931	1.5709	1.4967	1.6158	1.4943
<b>IDR against SGD</b>	10,530	9,591	9,804	10,487	9,532

Rental income decreased by \$0.7 million in 4Q FY2018 and \$1.9 million in FY2018 as compared to corresponding periods mainly due to lower rental of cranes from shipyard operation and reduced rental rate on leasing of precast workshop, production and storage areas, dump trucks and excavators for precast operations in Indonesia.

## Administrative expenses

Administrative expenses decreased by \$1.6 million (21.1%) to \$6.1 million in 4Q FY2018 when compared to corresponding quarter mainly due to absence of legal and professional fees incurred for debt restructuring exercise.

Administrative expenses decreased by \$7.0 million (25.3%) to \$20.9 million in FY2018 as compared to corresponding year mainly due to

- i) lower staff costs in FY2018; and
- ii) one-off transaction costs of \$4.3 million incurred in FY2017 which comprised consent fees, solicitation agent and legal and professional fees incurred in relation to debt restructuring exercise and new club term loan facility.

## Other operating expenses

	Group			
	4Q FY2018 \$'000	4Q FY2017 \$'000	FY2018 \$'000	FY2017 \$'000
Allowance for impairment of doubtful receivables (net)	2,504	18,440	2,547	18,437
Inventories written off	330	-	330	-
Loss on foreign exchange (net)				
- unrealised	-	-	-	2,144
- realised	-	-	-	631
Impairment loss on				
- inventories and recoverables	23,675	13,849	23,675	13,849
- property, plant and equipment	21,357	22,004	21,357	22,004
- goodwill	5,027	-	5,027	-
Property, plant and equipment written off	2	-	467	1
	<b>52,895</b>	<b>54,293</b>	<b>53,403</b>	<b>57,066</b>

The inventories written off pertained to write-off of slow moving components parts from engineering segment.

The Group recorded a lower allowance of \$2.5 million for impairment of doubtful receivables (net) as compared to \$18.4 million made in the corresponding quarter. The impairment largely pertained to specific provision on certain receivables, impaired after due assessment, where final settlement sum is being negotiated or the probability of recovering is remote. Nonetheless, the Group continues to make great effort to recover these amounts, especially with respect to those receivables which the Group has possession of the repaired vessels in hand.

Other impairment loss recorded in 4Q FY2018:

### a) Inventories and recoverables

Mainly comprised impairment of

- i) inventories (Finished goods) of \$15.6 million on three Platform Supply Vessels ("PSV") which the Group holds as inventories for sale, impaired based on valuation guidance from independent valuers;
- ii) inventories (Work-in-progress) of \$3.0 million on one unit of Seismic Support Vessel from a cancelled project in FY2017, based on management estimation;
- iii) inventories (Raw materials) of \$1.9 million (partial) mainly from a previous cancelled built-to-stock project, impaired based on management estimation; and

- iv) recoverables of \$1.9 million on deposits paid for purchase of equipment for previous cancelled projects, impaired as the Group may not be able to recover from its suppliers.
- b) Property, Plant and Equipment  
Impairment of the Group's chartering fleet of vessels, mainly on OSV, based on valuation guidance from independent valuers.
- c) Goodwill  
The goodwill arose from the Group's acquisition of VOSTA LMG group in December 2012. The Engineering segment continued to incur lower operating profits. The goodwill is impaired based on recoverable amount determined from value in use calculations using cash flow projections from financial budgets prepared by the management covering a five-year period.

### Finance costs

Finance costs increased by \$0.5 million (9.9%) to \$5.8 million in 4Q FY2018 and by \$3.4 million (17.5%) to \$22.7 million in FY2018 mainly due to i) interest incurred from progressive drawdown of loans under the committed \$99.9 million 5-year club term loan facility (the "CTL Facility") and ii) stepped up interest rate payable under the fixed rate bonds which became effective from 1 April 2017.

### Share of results of joint ventures and associates

The Group's share of results of joint ventures and associates comprised:

	Group's effective interest	Group			
		4Q FY2018 \$'000	4Q FY2017 \$'000	FY2018 \$'000	FY2017 \$'000
<u>Joint ventures</u>					
Sindo-Econ group	50%	-	(1,090)	(1,311)	(3,465)
<u>Associates</u>					
PT. Hafar Capitol Nusantara ("PT Hafar")	36.75%	(621)	(1,035)	(2,696)	(1,567)
PT Capitol Nusantara Indonesia ("PT CNI")	27%	18	193	184	(763)
		<b>(603)</b>	<b>(1,932)</b>	<b>(3,823)</b>	<b>(5,795)</b>

The loss of \$1.3 million recorded by Sindo-Econ group in FY2018 was due to lower margin of precast products attributed to competitive market condition. The Group has restricted its share of losses to its cost of investment since 1Q FY2018.

The share of loss from PT Hafar of \$0.6 million in 4Q FY2018 and \$2.7 million in FY2018 was mainly due to impairment loss of \$1.7 million on its vessel fleet, which comprises mainly OSV, impaired based on valuation guidance from independent valuers; partially offset by higher share of profit of \$1.1 million in current quarter due to increased utilisation of its vessels.

The share of profit from PT CNI of \$0.2 million in FY2018 mainly pertained to progressive recognition of the Group's proportionate interest of unrealised profits previously eliminated on sale of vessels to PT CNI. The required accounting policy restricts the Group's share of losses to its cost of investment.

## **Loss before tax**

The Group recorded a lower loss before tax of \$51.3 million in 4Q FY2018 as compared to \$63.3 million in 4Q FY2017 mainly due to an overall increase in gross profit and other operating income, a lower share of losses from joint ventures and associate coupled with absence of the one-off cost relating to the previous debt restructuring exercise under administrative expenses.

Despite an overall decrease in gross profit and higher finance costs, the Group recorded a lower loss before tax of \$68.3 million in FY2018 as compared to \$71.3 million in FY2017 mainly due to higher other operating income and lower administrative expenses, impairment losses and share of losses from joint ventures and associates.

## **Tax expense**

The Group recorded higher tax expenses of \$1.6 million in 4Q FY2018 and \$3.0 million in FY2018 as compared to the corresponding periods. This was mainly due to losses incurred by shipyard operations overseas that cannot be offset profits earned by other subsidiaries within the Group, coupled with higher proportion of non-exempt shipping profits.

## **Non-controlling interests**

Non-controlling interests' share of loss of \$0.3 million in 4Q FY2018 and \$1.4 million in FY2018 mainly pertained to the portion of results of its non-wholly owned subsidiaries in Indonesia and China.

## **Operation cash flows**

### **4Q FY2018**

The Group recorded a lower net cash inflow from operating activities of \$1.3 million in 4Q FY2018 (4Q FY2017: \$10.2 million) mainly due to lower receipts from shipbuilding progressive billings, partially offset by lower payments to suppliers and purchase of inventories.

The net cash inflow from investing activities of \$6.7 million in 4Q FY2018 (4Q FY2017: net cash outflow of \$0.7 million) was mainly attributed to higher proceeds from disposal of property, plant and equipment.

The lower net cash outflow from financing activities of \$11.3 million (4Q FY2017: \$21.0 million) was mainly due to lower net repayment of trust receipts and lower cash balances being restricted in project accounts, partially offset by higher net repayment on interest-bearing loans and borrowings.

### **FY2018**

The Group recorded a higher net cash inflow from operating activities of \$87.0 million in FY2018 (FY2017: \$85.9 million) mainly due to lower purchase of inventories and payment to suppliers, partially offset by lower earnings and receipts from customers.

The lower net cash outflow from investing activities of \$14.0 million in FY2018 (FY2017: \$24.5 million) was mainly due to higher proceeds from disposal of property, plant and equipment and assets classified as held for sale, partially offset by higher purchase of assets classified as held for sale.

The higher net cash outflow from financing activities of \$82.1 million in FY2018 (FY2017: \$60.6 million) was mainly due to higher net repayment of interest-bearing loans and borrowings and absence of proceeds from shares issuance raised in FY2017, partially

offset by lower net repayment of trust receipts and lower cash balances being restricted in project accounts.

## **REVIEW OF FINANCIAL POSITION AS AT 30 JUNE 2018**

### **Non-current assets**

Property, plant and equipment (“PPE”) decreased by \$34.8 million (5.7%) from \$611.9 million as at 30 June 2017 to \$577.1 million as at 30 June 2018.

Movement in PPE during the period under review is as follows:

	<b>\$'000</b>
Balance as at 1 July 2017	611,887
Addition of property, plant and equipment	60,359
Inclusive of :	
- \$0.6 million for plant and machinery	
- \$35.0 million for vessels	
- \$19.5 million for an AHTS transferred from construction work-in-progress	
- \$3.0 million for yard infrastructure under development	
- \$2.2 million for capitalisation of dry docking expenditure	
Disposal/ Write-off	(7,569)
Depreciation charge	(59,996)
Impairment of plant and equipment	(21,357)
Transfer to assets classified as held for sale	(4,298)
Translation differences	(1,939)
Balance as at 30 June 2018	<u><b>577,087</b></u>

The vessels acquired in FY2018 were mainly tugs and barges deployed to support our customers in marine infrastructure projects in Singapore, Indonesia and South Asia.

The decrease in intangible assets was mainly due to amortisation of intangible assets and an impairment of goodwill made in 4Q FY2018.

### **Current assets**

Current assets decreased by \$52.2 million (10.6%) from \$491.6 million as at 30 June 2017 to \$439.4 million as at 30 June 2018. The decrease was mainly from construction work-in-progress, inventories and cash and bank balances.

Inventories comprised the following:

	<b>Group</b>			
	<b>30-Jun-18</b>	<b>30-Jun-17</b>	Increase/ (Decrease)	
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>%</b>
Raw materials and consumables	16,755	20,773	(4,018)	(19.3)
Work-in-progress	17,748	7,997	9,751	121.9
Finished goods	136,954	153,245	(16,291)	(10.6)
<b>Total inventories</b>	<b>171,457</b>	<b>182,015</b>	<b>(10,558)</b>	<b>(5.8)</b>

Bulk of the raw materials and consumables are inventories meant for ongoing shipbuilding and shiprepair projects. Work-in-progress increased mainly due to transfer of one AHTS from construction work-in-progress to inventories due to cancellation of project in 4Q FY2018. Finished goods comprised mainly three PSV and dredge component parts.

Trade and other receivables comprised the following:

	<b>Group</b>			
	<b>30-Jun-18</b>	<b>30-Jun-17</b>	Increase/ (Decrease)	
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>%</b>
Trade receivables	81,235	88,184	(6,949)	(7.9)
Other receivables	19,944	14,150	5,794	40.9
Amounts due from related parties	79,824	79,229	595	0.8
<b>Total</b>	<b>181,003</b>	<b>181,563</b>	<b>(560)</b>	<b>(0.3)</b>

Of the total trade receivables, \$20.1 million was received subsequent to the financial year under review.

The increase in other receivables was partly due to a reclassification of \$4.8 million from amount due from related parties to other receivables pursuant to a mutual agreement entered between a subsidiary of the Group, the related party and our business associates, who will settle the balance on behalf of the related party to the subsidiary of the Group.

Assets classified as held for sale ("AHFS") comprised one landing craft contracted for disposal within a year.

### **Current liabilities**

Current liabilities decreased by \$95.4 million (22.3%) from \$427.8 million as at 30 June 2017 to \$332.4 million as at 30 June 2018. The decrease was mainly due to lower trust receipts and current portion of interest-bearing loans and borrowings, partially offset by higher trade and other payables.

Trade and other payables comprised the following:

	<b>Group</b>			
	<b>30-Jun-18</b>	<b>30-Jun-17</b>	Increase/ (Decrease)	
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>%</b>
Trade payables	142,056	135,712	6,344	4.7
Payables for yard development, purchase of vessels and cranes	9,005	9,498	(493)	(5.2)
Other payables	8,908	2,694	6,214	230.7
Deposits received from customers	20,926	7,457	13,469	180.6
Deferred income	9,576	12,990	(3,414)	(26.3)
Amounts due to related parties	16,234	16,136	98	0.6
Loan from non-controlling interests of subsidiaries	210	213	(3)	(1.4)
	<b>206,915</b>	<b>184,700</b>	<b>22,215</b>	<b>12.0</b>

The increase in other payables was due to interest-free advances of \$6.6 million received from a substantial shareholder mainly to finance the purchase of a floating dock and for working capital usage.

The increase in deposits received from customers was mainly due to receipts from customers for the mobilization and supply of vessels deployed in an overseas infrastructure project.

The deferred income mainly relates to advance payments received from customers for which charter services have not been rendered. The deferred income will be amortised and recognised as income when the services are performed.

Net construction work-in-progress in excess of progress billings decreased by \$42.4 million (50.6%) from \$83.9 million as at 30 June 2017 to \$41.5 million as at 30 June 2018, mainly attributed to completion of jobs during the year and transfer of two AHTS due to cancellation of projects, carrying amount of which reclassified to inventories (hold for sale) and property, plant and equipment (for charter).

The breakdown of the Group's total borrowings are as follows:

	<b>Group</b>			
	<b>30-Jun-18</b>	<b>30-Jun-17</b>	Increase/ (Decrease)	
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>%</b>
<b>Current</b>				
<b>Bonds</b>	7,500	7,500	-	-
<b>Short term loan</b>				
- shipbuilding related	24,466	34,954	(10,488)	(30.0)
- general	13,034	56,884	(43,850)	(77.1)
	<b>37,500</b>	<b>91,838</b>	<b>(54,338)</b>	<b>(59.2)</b>
<b>Trust receipts</b>				
- shipbuilding related	10,381	11,076	(695)	(6.3)
- general	3,424	9,439	(6,015)	(63.7)
	<b>13,805</b>	<b>20,515</b>	<b>(6,710)</b>	<b>(32.7)</b>
<b>Long term loan</b>				
- vessels loan	28,978	26,474	2,504	9.5
- assets financing	11,726	27,941	(16,215)	(58.0)
- working capital	7,913 *	57,795	(49,882)	(86.3)
	<b>48,617</b>	<b>112,210</b>	<b>(63,593)</b>	<b>(56.7)</b>
<b>Finance lease liabilities</b>	5,972	3,685	2,287	62.1
	<b>113,394</b>	<b>235,748</b>	<b>(122,354)</b>	<b>(51.9)</b>
<b>Non-current</b>				
<b>Bonds</b>	135,000	142,500	(7,500)	(5.3)
<b>Long term loan</b>				
- vessels loan	81,364	126,321	(44,957)	(35.6)
- assets financing	76,520	31,907	44,613	139.8
- working capital	93,741	10,000	83,741	837.4
	<b>251,625</b>	<b>168,228</b>	<b>83,397</b>	<b>49.6</b>
<b>Finance lease liabilities</b>	2,089	3,023	(934)	(30.9)
	<b>388,714</b>	<b>313,751</b>	<b>74,963</b>	<b>23.9</b>
<b>Total borrowings</b>	<b>502,108</b>	<b>549,499</b>	<b>(47,391)</b>	<b>(8.6)</b>
<b>Total shareholders' funds</b>	<b>304,019</b>	<b>375,531</b>		
<b>Gearing ratio (times)</b>	<b>1.65</b>	<b>1.46</b>		
<b>Net gearing ratio (times)</b>	<b>1.56</b>	<b>1.37</b>		

The Group's total borrowings decreased by \$47.4 million (8.6%) to \$502.1 million as at 30 June 2018 mainly due to repayment of long-term loans, partially offset by partial draw down of \$38.3 million on the CTL Facility and additional finance lease liabilities for acquisition of vessels during the year.

\* The Group classifies the current portion of the CTL facility in accordance to the monthly repayment schedule of the Facility Agreement, over its 5-year tenor since the waiver for the breach of one of the financial covenants under the CTL facility for the quarter ended 30 June 2018 was obtained before the reporting date.

### Non-current liabilities

Non-current liabilities increased by \$71.0 million (21.0%) to \$409.4 million as at 30 June 2018. The increase was mainly due to absence of reclassification of the non-current portion of CTL Facility as current as at 30 June 2018, partially offset by lower other liabilities as a result of recognition of deferred income.



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

The current results announcement is in line with the Group's previous outlook statement made on 15 May 2018 and its profit guidance announcement released on 15 August 2018.

**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.**

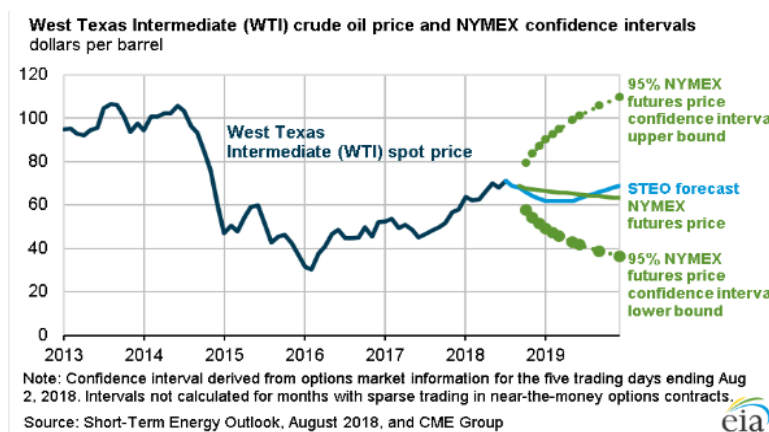
**Market and industry outlook**

As our businesses are primarily reliant on the market conditions in the shipbuilding, shipping, oil & gas and offshore & marine industries, the main macroeconomic variables we are sensitive to include (but not exclusively) global trade, oil prices and infrastructure spending in Asia.

Although the International Monetary Fund has projected a healthy economic growth of 3.9% globally, in their words "the expansion is becoming less even", and rising oil prices, higher yields in the US and escalating trade tension are among the key uncertainties in economic growth. The likelihood of escalating and sustained trade actions could derail the recovery and depress medium-term growth prospects<sup>1</sup>.

On a positive note, various studies show that the trade war could have limited impact on the international trade volume, and the Group does not foresee the tariff list on its own having any direct impact on the Group's order flow. However, the Group remains mindful of the dangers and will continue to monitor the situation closely.

In terms of oil prices, while geopolitical events and potential increase in US shale oil supply could have dynamic effects on oil prices, EIA forecasted that crude oil prices would remaining relatively stable from August 2018 through the end of 2019<sup>2</sup>. Oil & gas majors are planning higher capital expenditures across the value chain in the next few years<sup>3</sup>, which could in turn benefit the recovery of the oil service sectors.



Infrastructure spending in select Asia region is also expected to increase further, as China implements the Belt and Road Initiative in the countries along the route. Research<sup>4</sup> shows that driven by China's growth, "Asia is slated to represent nearly 60% of global infrastructure spending by 2025. Growing urbanization in emerging markets

<sup>1</sup> <https://www.imf.org/en/Publications/WEO/Issues/2018/07/02/world-economic-outlook-update-july-2018>

<sup>2</sup> <https://www.eia.gov/outlooks/steo/>

<sup>3</sup> <https://www.offshore-technology.com/comment/gazprom-leads-global-capex-across-oil-gas-value-chain/>; <https://www.sut.org/wp-content/uploads/2017/11/SUT-Global-Market-Outlook-Business-Breakfast-James-Hall-Wood-MacKenzie-25-01-18.pdf>

<sup>4</sup> <https://www.pwc.com/sq/en/capital-projects-infrastructure/assets/cpi-sea-infrastructure-spend-summary-201405.pdf>

such as Philippines and Indonesia should boost spending for vital infrastructure sectors such as water, power, and transportation”. This represents mid-long term opportunities for the Group’s non-offshore and marine business. In Singapore, as the Tuas Mega Port project gains momentum, the demand for hiring tugs and barges is expected to remain strong.

In general, the factors discussed above suggest an improving business environment for the Group. However, given the complexity of the industry structure and the uncertainties in macro economy, the Group could only benefit from these factors gradually.

## **Business segments**

### **Shipbuilding and Shiprepair**

In shipbuilding, we will continue to seek orders for non-OSV vessels such as tanker, tugs and barges, improve our operational efficiency and tighten cost control to ensure our competitiveness, and stimulate shiprepair and conversion business by offering maintenance services at the enhanced facilities in Batam.

### **Shipchartering**

The diversified vessel types in our fleet, especially the non-OSV vessels are expected to lend support to our chartering business in view of the marine infrastructure projects in Bangladesh, Indonesia, Malaysia and Singapore. However, due to market competition, the Group expects continued pressure on charter rates. The management has been actively working on increasing utilisation of fleet.

### **Engineering**

Our engineering division (VOSTA LMG) engages primarily in the infrastructure and construction industry. The main growth drivers of the global dredging market include: i) more land and coastal areas has to be reclaimed and protected due to population growth and global warming; ii) expansion of ports due to increasing seaborne trade and growing size of container vessels. The Group is working closely with suppliers and seek to expand production capability in different regional markets to drive down costs.

### **Order Book**

As at 30 June 2018, the Group had an outstanding shipbuilding order book from external customers of approximately \$31 million for the building of 10 vessels with progressive deliveries up to 4Q FY2019. Barring any unforeseen circumstances, all of which is expected to be recognised in FY2019. The order book comprises harbour tugs, barges and tanker.

The Group’s shipchartering revenue consists of mainly short-term and ad-hoc contracts. Approximately 27% of shipchartering revenue in FY2018 was attributed to long-term chartering contracts (meaning contracts with a duration of more than one year). As at 30 June 2018, the Group had an outstanding chartering order book of approximately \$116 million with respect to long-term contracts.

Investors may wish to note that the financial performance of the companies in the shipping and shipbuilding industries tend to lag industry trends.

## **Financial Covenant**

With respect to the CTL Facility, on 28 June 2018 the Group obtained waiver for the breach of one of the financial covenants (the "Breach") for the quarter ended 30 June 2018. The Breach relates to the same covenant that we had made in the clarification announcement released via SGXNET on 19 October 2017. The Company continues to service the CTL facility in accordance with the monthly repayment schedule of the Facility Agreement, over the 5-year tenor of the CTL Facility.

### **11. Dividend**

#### **(a) Current Financial Period**

Any dividend recommended for the current financial period reported on?  
None.

#### **(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the 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 interim dividend has been declared for the financial year ended 30 June 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 has renewed the general mandate from shareholders of the Company for interested person transactions in the Annual General Meeting held on 28 October 2017.

During the financial year, the following interested person transactions were entered into by the Group:

	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX-ST Listing Manual) \$'000	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX-ST Listing Manual (excluding transactions less than \$100,000) \$'000
<b><u>Sale of goods and services</u></b>		
Contech Precast Pte Ltd	-	323
Econ Precast Pte Ltd	-	17,552
Entire Engineering Pte Ltd	-	1,119
Koon Construction & Transport Co Pte Ltd	-	3,483
Petra I Pte Ltd	-	9,000
Sindo-Econ Pte Ltd	-	3,812
PT. Sindomas Precas	-	1,615
<b><u>Purchase of goods and services</u></b>		
Koon Holdings Limited	-	348
Koon Construction & Transport Co Pte Ltd	-	4,813
Entire Engineering Pte Ltd	-	567
Econ Precast Pte Ltd	-	2,620
Sintech Metal Industries Pte Ltd	1,944	-
	<b>1,944</b>	<b>45,252</b>

**14. Undertakings pursuant to Rule 720(1).**

We confirm that the Company has procured undertakings from the Company's directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the SGX-ST Listing manual.

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
**(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

**15. 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.**

<b>2018</b>	<b>Shipbuilding</b>	<b>Shiprepair and</b>	<b>Shipchartering</b>	<b>Engineering</b>	<b>Investment</b>	<b>Eliminations</b>	<b>Consolidated</b>
	<b>\$'000</b>	<b>conversion</b>	<b>and rental</b>	<b>\$'000</b>	<b>holding</b>	<b>\$'000</b>	<b>\$'000</b>
		<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>		
<b>Revenue</b>							
Revenue from external customers	54,911	93,771	118,650	13,125	-	-	280,457
Inter-segment revenue	34,773	53,915	35,970	165	-	(124,823)	-
Total revenue	<u>89,684</u>	<u>147,686</u>	<u>154,620</u>	<u>13,290</u>	<u>-</u>	<u>(124,823)</u>	<u>280,457</u>
<b>Results</b>							
Segment results	(15,142)	9,526	(38,647)	(8,925)	(13,389)	24,835	(41,742)
Finance costs							(22,711)
Share of results of joint ventures and associates							(3,823)
Tax expense							(3,041)
Loss for the year							<u>(71,317)</u>
<b>Assets</b>							
Segment assets	240,574	256,058	518,424	20,717	6,847	-	1,042,620
Unallocated assets							4,845
Total assets							<u>1,047,465</u>
<b>Liabilities</b>							
Segment liabilities	51,478	75,599	75,283	12,718	2,794	-	217,872
Unallocated liabilities							523,908
Total liabilities							<u>741,780</u>
<b>Capital expenditure</b>	<u>1,977</u>	<u>1,491</u>	<u>56,891</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,359</u>
<b>Depreciation and amortisation</b>	<u>11,116</u>	<u>11,008</u>	<u>41,323</u>	<u>943</u>	<u>-</u>	<u>-</u>	<u>64,390</u>
<b>Other non-cash expenses</b>	<u>1,914</u>	<u>1,377</u>	<u>(228)</u>	<u>221</u>	<u>-</u>	<u>-</u>	<u>3,284</u>
<b>Impairment of property, plant and equipment</b>	<u>-</u>	<u>-</u>	<u>21,357</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,357</u>
<b>Impairment of inventories and recoverables</b>	<u>6,636</u>	<u>155</u>	<u>16,656</u>	<u>228</u>	<u>-</u>	<u>-</u>	<u>23,675</u>
<b>Impairment of goodwill</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,027</u>	<u>-</u>	<u>-</u>	<u>5,027</u>

2017	Shiprepair and Shipchartering			Engineering	Investment holding	Eliminations	Consolidated
	Shipbuilding	conversion	and rental				
Revenue	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue from external customers	143,450	72,731	104,270	21,810	-	-	342,261
Inter-segment revenue	207,641	54,813	38,039	46	6,000	(306,539)	-
Total revenue	<u>351,091</u>	<u>127,544</u>	<u>142,309</u>	<u>21,856</u>	<u>6,000</u>	<u>(306,539)</u>	<u>342,261</u>
<b>Results</b>							
Segment results	(23,904)	7,547	(20,455)	(1,504)	(21,566)	13,737	(46,145)
Finance costs							(19,333)
Share of results of joint ventures and associates							(5,795)
Tax expense							(2,032)
Profit for the year							<u>(73,305)</u>
<b>Assets</b>							
Segment assets	284,467	149,611	670,081	25,913	5,932	-	1,136,004
Unallocated assets							9,008
Total assets							<u>1,145,012</u>
<b>Liabilities</b>							
Segment liabilities	75,422	49,636	59,090	8,886	3,353	-	196,387
Unallocated liabilities							569,847
Total liabilities							<u>766,234</u>
<b>Capital expenditure</b>	<u>6,940</u>	<u>784</u>	<u>81,889</u>	<u>237</u>	<u>-</u>	<u>-</u>	<u>89,850</u>
<b>Depreciation and amortisation</b>	<u>17,108</u>	<u>8,187</u>	<u>38,719</u>	<u>1,125</u>	<u>-</u>	<u>-</u>	<u>65,139</u>
<b>Other non-cash expenses</b>	<u>15,882</u>	<u>3,160</u>	<u>(78)</u>	<u>1,243</u>	<u>-</u>	<u>-</u>	<u>20,207</u>
<b>Impairment of property, plant and equipment</b>	<u>-</u>	<u>-</u>	<u>22,004</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,004</u>
<b>Impairment of inventories</b>	<u>13,849</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,849</u>
	<b>Singapore</b>	<b>Indonesia</b>	<b>Rest of Asia</b>	<b>Europe</b>	<b>Australia</b>	<b>United States and Other Countries</b>	<b>Consolidated</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>2018</b>							
Revenue from external customers	143,209	59,793	31,866	9,035	17,131	19,423	280,457
Capital expenditure	21,827	1,474	36,984	74	-	-	60,359
<b>2017</b>							
Revenue from external customers	128,895	34,355	27,044	40,174	92,763	19,030	342,261
Capital expenditure	66,294	3,959	449	19,148	-	-	89,850

Management believes it would be inaccurate to analyse the segment assets by geographical segment because certain vessels cannot be meaningfully allocated to the different geographical areas. For charter services, charterers of the Group's vessels have the discretion to operate within a wide area and are not constrained by a specific sea route.

**16. 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.

**17. A breakdown of sales.**

	<b>Group</b>			
	<b>FY2018</b>	<b>FY2017</b>	Increase/ (Decrease)	
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>%</b>
Sales reported for first half year	135,802	180,356	(44,554)	(24.7)
Operating (loss)/ profit after tax before deducting non-conrolling interests reported for first half year	(13,863)	809	(14,672)	Nm
Sales reported for second half year	144,655	161,905	(17,250)	(10.7)
Operating loss after tax before deducting non-conrolling interests reported for second half year	(57,454)	(74,114)	16,660	(22.5)

**18. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.**

<b>Total Annual Dividend</b>	<b>Latest full year</b>	<b>Previous full year</b>
	<b>\$'000</b>	<b>\$'000</b>
Ordinary	-	-
Preference	-	-
Total	-	-

**19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is 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.**

<b>Name</b>	<b>Age</b>	<b>Family relationship with any director and/or substantial shareholder</b>	<b>Current position and duties, and the year the position was held</b>	<b>Details of changes in duties and position held, if any, during the year</b>
Ang Kok Tian	57	<p>Brother of Ang Ah Nui, Ang Kok Eng and Ang Kok Leong, all of whom are Directors and substantial shareholders of ASL Marine.</p> <p>Son of Ang Sin Liu and brother of Ang Swee Kuan, both of whom are substantial shareholders of ASL Marine.</p>	<p>Appointed in 2003 as Chairman and Managing Director of ASL Marine. Also acting as Executive Director of certain principal subsidiaries of ASL Marine.</p> <p>Responsible for the Group's business strategies and direction, corporate plans and policies and the overall operation, finance and treasury functions of the Group. Also in charge of the Group's shipbuilding division.</p>	No change
Ang Ah Nui	55	<p>Brother of Ang Kok Tian, Ang Kok Eng and Ang Kok Leong, all of whom are Directors and substantial shareholders of ASL Marine.</p> <p>Son of Ang Sin Liu and brother of Ang Swee Kuan, both of whom are substantial shareholders of ASL Marine.</p>	<p>Appointed in 2003 as Deputy Managing Director of ASL Marine. Also acting as Executive Director of certain principal subsidiaries of ASL Marine.</p> <p>Jointly responsible for the Group's business strategies and direction, corporate plans and policies and the management of the Group's shipchartering, shiprepair and engineering business.</p>	No change
Ang Kok Eng	51	<p>Brother of Ang Kok Tian, Ang Ah Nui and Ang Kok Leong, all of whom are Directors and substantial shareholders of ASL Marine.</p> <p>Son of Ang Sin Liu and brother of Ang Swee Kuan, both of whom are substantial shareholders of ASL Marine.</p>	<p>Acting as Executive Director of certain principal subsidiaries of ASL Marine since 2003.</p> <p>Responsible for the Group's marketing and business development function for Asia. Also in charge of the Group's management information systems.</p>	Resigned as Executive Director of ASL Marine on 18 September 2017.



Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Ang Kok Leong	50	<p>Brother of Ang Kok Tian, Ang Ah Nui and Ang Kok Eng, all of whom are Directors and substantial shareholders of ASL Marine.</p> <p>Son of Ang Sin Liu and brother of Ang Swee Kuan, both of whom are substantial shareholders of ASL Marine.</p>	<p>Appointed in 2002 as Executive Director of ASL Marine. Also acting as Executive Director of certain principal subsidiaries of ASL Marine.</p> <p>Responsible for the Group's marketing and business development function for Europe, Middle East and other regions. Also in charge of overseeing engineering and research development division of the Group.</p>	No change
Ang Sin Liu	83	<p>Father of Ang Kok Tian, Ang Ah Nui, Ang Kok Eng and Ang Kok Leong, all of whom are Directors and substantial shareholders of ASL Marine.</p> <p>Father of Ang Swee Kuan, who is a substantial shareholder of ASL Marine.</p>	<p>Appointed in 2003 as Advisor to ASL Marine.</p> <p>Advising on the setting of Group's business strategy and direction.</p>	No change

Ang Kok Tian, Ang Ah Nui, Ang Kok Eng, Ang Kok Leong, Ang Sin Liu and Ang Swee Kuan are the substantial shareholders of the Company. Ang Kok Tian, Ang Ah Nui, Ang Kok Eng and Ang Kok Leong are brothers, they are sons of Ang Sin Liu and brothers of Ang Swee Kuan. Each of them is deemed to have an interest in the shares held by the other.

**BY ORDER OF THE BOARD**

Ang Kok Tian  
Chairman, Managing Director and CEO  
29 August 2018