


COMFORTDELGRO CORPORATION LIMITED

Company Registration Number : 200300002K

First Quarter 2019 Financial Statements Announcement

The Board of Directors announces the unaudited results of the Group for the First Quarter ended 31 March 2019.

1 GROUP INCOME STATEMENT

	1st Qtr 2019 \$'m	Group 1st Qtr 2018 \$'m	Incr / (Decr) %
Revenue	947.3	878.8	7.8
Staff costs	420.4	383.1	9.7
Depreciation and amortisation *	105.7	97.9	8.0
Repairs and maintenance costs	71.1	68.0	4.6
Fuel and electricity costs	70.8	63.7	11.1
Contract services	39.5	36.7	7.6
Materials and consumables costs	31.0	30.4	2.0
Insurance premiums and accident claims	25.4	23.8	6.7
Road tax	23.7	24.4	(2.9)
Premises costs *	19.2	24.6	(22.0)
Utilities and communication costs	5.3	5.1	3.9
Advertising production and promotion costs *	5.1	5.3	(3.8)
Other operating costs *	22.7	20.1	12.9
Total Operating Costs	<u>839.9</u>	<u>783.1</u>	7.3
Operating Profit	107.4	95.7	12.2
Net Income from Investments	3.4	3.2	6.3
Finance Costs *	(5.5)	(2.5)	N.M.
Profit before Taxation	<u>105.3</u>	<u>96.4</u>	9.2
Taxation	<u>(22.0)</u>	<u>(17.8)</u>	23.6
Profit after Taxation	<u>83.3</u>	<u>78.6</u>	6.0
Attributable to :			
Shareholders of the Company	<u>70.4</u>	<u>66.3</u>	6.2
Non-Controlling Interests	<u>12.9</u>	<u>12.3</u>	4.9
	<u>83.3</u>	<u>78.6</u>	6.0

* Incorporates the effect of adoption of SFRS(I) 16 *Leases* from 1 January 2019

N.M. Not meaningful

2 STATEMENTS OF FINANCIAL POSITION

	Group		Company	
	31 Mar 2019 \$'m	31 Dec 2018 \$'m	31 Mar 2019 \$'m	31 Dec 2018 \$'m
ASSETS				
Current assets				
Short-term deposits and bank balances	623.1	586.1	206.2	159.9
Trade receivables	293.4	275.4	-	-
Other receivables and prepayments	282.8	277.0	23.5	32.3
Inventories	140.7	138.7	-	-
Total current assets	1,340.0	1,277.2	229.7	192.2
Non-current assets				
Subsidiaries	-	-	1,230.7	1,230.7
Associates	0.8	0.9	-	-
Investments	28.6	29.6	18.1	19.0
Other receivables and prepayments	3.9	6.2	356.7	338.1
Grant receivables	205.1	212.8	-	-
Vehicles, premises and equipment	2,684.5	2,691.3	4.4	5.1
Right-of-use assets *	181.7	-	3.9	-
Taxi licences	222.9	218.9	-	-
Goodwill	679.7	677.5	-	-
Deferred tax assets	23.5	22.3	-	-
Total non-current assets	4,030.7	3,859.5	1,613.8	1,592.9
Total assets	5,370.7	5,136.7	1,843.5	1,785.1
LIABILITIES AND EQUITY				
Current liabilities				
Borrowings	121.2	90.4	5.8	5.8
Lease liabilities *	26.1	-	3.1	-
Trade and other payables	611.2	691.0	195.7	169.0
Deferred grants	87.4	91.4	-	-
Fuel price equalisation account	20.0	20.0	-	-
Insurance premiums payable and provision for accident claims	52.3	52.0	-	-
Income tax payable	75.8	64.5	0.6	0.3
Total current liabilities	994.0	1,009.3	205.2	175.1
Non-current liabilities				
Borrowings	475.9	479.5	338.0	338.0
Lease liabilities *	185.5	-	27.4	-
Deferred grants	266.3	271.1	-	-
Other liabilities	86.9	80.3	0.1	0.1
Fuel price equalisation account	20.0	20.0	-	-
Deferred tax liabilities	248.2	249.4	1.3	1.3
Total non-current liabilities	1,282.8	1,100.3	366.8	339.4
Total liabilities	2,276.8	2,109.6	572.0	514.5
Capital, reserves and non-controlling interests				
Share capital	691.2	691.1	691.2	691.1
Other reserves	83.7	80.9	(32.9)	(32.0)
Foreign currency translation reserve	(68.3)	(81.5)	-	-
Accumulated profits *	1,969.0	1,923.1	613.2	611.5
Equity attributable to shareholders of the Company	2,675.6	2,613.6	1,271.5	1,270.6
Non-controlling interests *	418.3	413.5	-	-
Total equity	3,093.9	3,027.1	1,271.5	1,270.6
Total liabilities and equity	5,370.7	5,136.7	1,843.5	1,785.1

* The Group has adopted SFRS (I) 16 Leases on 1 January 2019. Please refer to paragraph 11 for further details.

3 AGGREGATE AMOUNT OF GROUP'S BORROWINGS AND LEASE LIABILITIES

Secured / Unsecured Group Borrowings and Lease liabilities as at 31 Mar 2019

	<u>31 Mar 2019</u>	<u>31 Dec 2018</u>
	\$ 'm	\$ 'm
<u>Borrowings</u>		
Secured		
Amount repayable in one year or less, or on demand	75.1	76.3
Amount repayable after one year	62.9	66.5
	<u>138.0</u>	<u>142.8</u>
Unsecured		
Amount repayable in one year or less, or on demand	46.1	14.1
Amount repayable after one year	413.0	413.0
	<u>459.1</u>	<u>427.1</u>
Amount repayable in one year or less, or on demand	121.2	90.4
Amount repayable after one year	475.9	479.5
	<u>597.1</u>	<u>569.9</u>
<u>Lease liabilities</u>		
Secured		
Amount repayable in one year or less, or on demand	26.1	-
Amount repayable after one year	185.5	-
	<u>211.6</u>	<u>-</u>

Details of any collateral

Details of the total secured borrowings of \$138.0m and lease liabilities of \$211.6m are as follows:

- a \$82.5m relates to financing of vehicles under hire purchase arrangements;
- b \$55.5m relates to borrowings of subsidiaries secured by vehicles; and
- c \$211.6m relates to lease liabilities on adoption of SFRS(l) 16 *Leases*.

4 GROUP CASH FLOW STATEMENT

	Group	
	1st Qtr 2019	1st Qtr 2018
	\$'m	\$'m
Operating activities:		
Profit before Taxation	105.3	96.4
Adjustments for:		
Depreciation and amortisation *	105.7	97.9
Finance costs *	5.5	2.5
Interest income	(3.1)	(2.6)
Dividend income	(0.4)	(0.5)
Grant income	(8.6)	(8.9)
Net gain on disposal of vehicles, premises and equipment	(0.5)	(0.5)
Insurance premiums payable and provision for accident claims	5.6	4.8
Others	0.9	1.3
Operating cash flows before movements in working capital	210.4	190.4
Changes in working capital	(100.0)	(115.3)
Cash generated from operations	110.4	75.1
Income tax paid	(13.4)	(11.0)
Interest paid arising from leases *	(1.4)	-
Net cash from operating activities	95.6	64.1
Investing activities:		
Purchases of vehicles, premises and equipment	(95.2)	(37.7)
Less: Vehicles purchased under finance lease arrangements	-	9.3
Less: Proceeds from disposal of vehicles, premises and equipment	15.5	40.2
Cash payments on purchase of vehicles, premises and equipment	(79.7)	11.8
Payment for taxi licences	-	(14.7)
Acquisition of subsidiaries, net of cash [Note (a)]	(4.4)	(28.5)
Interest received	3.4	3.2
Net cash used in investing activities	(80.7)	(28.2)
Financing activities:		
Acquisition of non-controlling interests in subsidiaries	-	(1.0)
New loans raised	434.0	241.2
Repayment of borrowings	(407.6)	(246.6)
Payments under lease liabilities *	(7.6)	-
Dividends paid to non-controlling shareholders of subsidiaries	(8.3)	(1.3)
Proceeds from exercise of share options of the Company	0.1	-
Proceeds from exercise of share options of a subsidiary	0.3	0.2
Grants received	11.1	11.3
Interest paid	(3.7)	(2.6)
Net cash from financing activities	18.3	1.2
Net effect of exchange rate changes in consolidating subsidiaries	3.8	2.0
Net increase in cash and cash equivalents	37.0	39.1
Cash and cash equivalents at beginning of period	586.1	596.2
Cash and cash equivalents at end of period	623.1	635.3

* Incorporates the effect of adoption of SFRS(I) 16 *Leases* from 1 January 2019

Note (a):**Summary of the effects of acquisition of subsidiaries:**

	Group	
	1st Qtr 2019	1st Qtr 2018
	\$'m	\$'m
Net (assets) liabilities acquired:		
Current assets	(0.2)	(14.9)
Non-current assets	(2.9)	(21.3)
Current liabilities	-	6.6
Non-current liabilities	-	14.5
Net assets acquired	(3.1)	(15.1)
Goodwill on acquisition	(1.3)	(26.3)
Total purchase consideration	(4.4)	(41.4)
Less: Cash and cash equivalent balances acquired	-	3.3
Less: Contingent consideration	-	9.6
Net cash outflow on acquisition of subsidiaries	(4.4)	(28.5)

5 GROUP COMPREHENSIVE INCOME STATEMENT

	Group	
	1st Qtr	1st Qtr
	2019	2018
	\$'m	\$'m
Profit after Taxation	83.3	78.6
<i>Items that may be reclassified subsequently to profit or loss</i>		
Fair value adjustment on cash flow hedges	4.2	-
Fair value adjustment on bonds	-	(0.1)
Exchange differences on translation of foreign operations	15.7	(4.2)
	<u>19.9</u>	<u>(4.3)</u>
<i>Items that will not be reclassified subsequently to profit or loss</i>		
Fair value adjustment on equity investments	(1.0)	(2.5)
Other comprehensive income for the period	18.9	(6.8)
	<u>102.2</u>	<u>71.8</u>
Total comprehensive income for the period	<u><u>102.2</u></u>	<u><u>71.8</u></u>
Attributable to:		
Shareholders of the Company	86.0	56.5
Non-Controlling Interests	16.2	15.3
	<u>102.2</u>	<u>71.8</u>

6 STATEMENTS OF CHANGES IN EQUITY

Consolidated Statement of Changes in Equity for the 1st quarter ended 31 March 2019:

	Group					Non-controlling interests	Total equity
	Attributable to shareholders of the Company						
	Share capital	Other reserves	Foreign currency translation reserve	Accumulated profits	Total		
\$'m	\$'m	\$'m	\$'m	\$'m	\$'m	\$'m	
Balance at 1 January 2019 (as previously reported)	691.1	80.9	(81.5)	1,923.1	2,613.6	413.5	3,027.1
Adoption of SFRS(I) 16 *	-	-	-	(24.1)	(24.1)	(5.2)	(29.3)
Balance at 1 January 2019	691.1	80.9	(81.5)	1,899.0	2,589.5	408.3	2,997.8
Total comprehensive income for the period							
Profit for the period	-	-	-	70.4	70.4	12.9	83.3
Other comprehensive income for the period	-	2.4	13.2	-	15.6	3.3	18.9
Total	-	2.4	13.2	70.4	86.0	16.2	102.2
Transactions recognised directly in equity							
Exercise of share options	0.1	-	-	-	0.1	-	0.1
Other reserves	-	0.4	-	(0.4)	-	(6.2)	(6.2)
Total	0.1	0.4	-	(0.4)	0.1	(6.2)	(6.1)
Balance at 31 March 2019	691.2	83.7	(68.3)	1,969.0	2,675.6	418.3	3,093.9

* The Group has adopted SFRS(I) 16 *Leases* on 1 January 2019 and adjusted the opening accumulated profits by the cumulative effect of initially applying the standard. Please refer to paragraph 11 for further details.

Consolidated Statement of Changes in Equity for the 1st quarter ended 31 March 2018:

	Group					Non-controlling interests	Total equity
	Attributable to shareholders of the Company						
	Share capital	Other reserves	Foreign currency translation reserve	Accumulated profits	Total		
\$'m	\$'m	\$'m	\$'m	\$'m	\$'m	\$'m	
Balance at 1 January 2018	688.2	126.4	(45.3)	1,848.9	2,618.2	419.6	3,037.8
Total comprehensive income for the period							
Profit for the period	-	-	-	66.3	66.3	12.3	78.6
Other comprehensive income for the period	-	(2.6)	(7.2)	-	(9.8)	3.0	(6.8)
Total	-	(2.6)	(7.2)	66.3	56.5	15.3	71.8
Transactions recognised directly in equity							
Adjustments arising from acquisition of interest in a subsidiary	-	0.3	-	-	0.3	(1.3)	(1.0)
Other reserves	-	-	-	-	-	(1.4)	(1.4)
Total	-	0.3	-	-	0.3	(2.7)	(2.4)
Balance at 31 March 2018	688.2	124.1	(52.5)	1,915.2	2,675.0	432.2	3,107.2

Statement of Changes in Equity of the Company for the 1st quarter ended 31 March 2019:

	Company			
	Share capital	Other reserves	Accumulated profits	Total equity
	\$'m	\$'m	\$'m	\$'m
Balance at 1 January 2019 (as previously reported)	691.1	(32.0)	611.5	1,270.6
Adoption of SFRS(I) 16	-	-	(5.7)	(5.7)
Balance at 1 January 2019	691.1	(32.0)	605.8	1,264.9
Total comprehensive income for the period				
Profit for the period	-	-	7.4	7.4
Other comprehensive income for the period	-	(0.9)	-	(0.9)
Total	-	(0.9)	7.4	6.5
Transactions recognised directly in equity				
Exercise of share options	0.1	-	-	0.1
Total	0.1	-	-	0.1
Balance at 31 March 2019	691.2	(32.9)	613.2	1,271.5

* The Company has adopted SFRS(I) 16 *Leases* on 1 January 2019 and adjusted the opening accumulated profits by the cumulative effect of initially applying the standard. Please refer to paragraph 11 for further details.

Statement of Changes in Equity of the Company for the 1st quarter ended 31 March 2018:

	Company			
	Share capital	Other reserves	Accumulated profits	Total equity
	\$'m	\$'m	\$'m	\$'m
Balance at 1 January 2018	688.2	(32.4)	587.2	1,243.0
Total comprehensive income for the period				
Profit for the period	-	-	4.1	4.1
Other comprehensive income for the period	-	(2.2)	-	(2.2)
Total	-	(2.2)	4.1	1.9
Balance at 31 March 2018	688.2	(34.6)	591.3	1,244.9

7 CHANGES IN COMPANY'S SHARE CAPITAL

Share Capital

During the first quarter ended 31 March 2019, the Company issued 100,000 new ordinary shares following the exercise of share options under the ComfortDelGro Employees' Share Option Scheme (ComfortDelGro Scheme).

As at 31 March 2019, the total number of issued shares was 2,165,502,663 (31 December 2018: 2,165,402,663).

Outstanding Shares – ComfortDelGro Employees' Share Option Scheme

As at 31 March 2019, options to subscribe for 3,689,000 ordinary shares (31 March 2018: 6,124,000 ordinary shares) remained outstanding under the ComfortDelGro Scheme which was not renewed following its expiry on 17 February 2013.

The Annual General Meeting of ComfortDelGro held on 26 April 2019, Shareholders approved the renewal of the Share Buyback Mandate. As at March 2019, the Company does not hold any treasury shares.

Note: On 6 May 2019, the Company granted share awards of 510,000 ordinary shares under the ComfortDelGro Executive Share Award Scheme. These are time-based awards to be vested over a 4-year period.

8 AUDIT

The financial statements have not been audited or reviewed.

9 AUDITORS' REPORT

Not applicable.

10 ACCOUNTING POLICIES

Except as disclosed in paragraph 11 below, the Group has applied accounting policies and methods of computation in the financial statements for the current reporting period consistent with those of the audited financial statements for the year ended 31 December 2018.

11 CHANGES IN ACCOUNTING POLICIES AND ESTIMATES

SFRS(I) 16 *Leases* is effective for financial years beginning on or after 1 January 2019. The Group has applied the simplified transition approach and will not restate comparative amounts for the year prior to first adoption.

SFRS(I) 16 resulted in most of the leases being recognised on the Statement of Financial Position, as the distinction between operating and finance leases is removed. Under the new standard, it requires a lessee to recognise a right-of-use ("ROU") asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments resulting mainly in higher depreciation, lower lease payments (premises costs) and higher finance costs. The only exceptions are short-term leases and leases of low value assets. The accounting for lessors has not changed significantly.

ROU assets are measured using the cost model and are carried at cost less accumulated depreciation and accumulated impairment loss, if any, subsequent to

initial recognition. The carrying amount for lease liabilities subsequent to initial recognition would take into account interest on the lease liabilities, lease payments made and any reassessment or lease modifications.

The ROU assets as at 31 March 2019 were largely related to leases of the office premises, bus depots, workshops, inspection and testing centres occupied by the Group in the various locations. Accordingly, there was a corresponding increase in lease liabilities as at 31 March 2019.

The adoption of SFRS(I) 16 resulted in adjustments to the Statement of Financial Position of the Group and Company as at 1 January 2019. The differences from the Statement of Financial Position as previously reported at 31 December 2018 are as follows:

Statement of Financial Position	Group	Company
	1 Jan 2019	1 Jan 2019
	\$'m	\$'m
Increase in other receivables	-	21.4
Increase in right-of-use assets	188.4	4.1
Increase in lease liabilities	(217.7)	(31.2)
Decrease in net assets	<u>(29.3)</u>	<u>(5.7)</u>
Decrease in accumulated profits	(24.1)	(5.7)
Decrease in non-controlling interests	(5.2)	-
Decrease in total equity	<u>(29.3)</u>	<u>(5.7)</u>

12 GROUP EARNINGS PER ORDINARY SHARE AND GROUP EARNINGS BEFORE INTEREST, TAXATION, DEPRECIATION AND AMORTISATION (EBITDA)

Earnings per ordinary share

	Group	
	1st Qtr 2019	1st Qtr 2018
(i) Based on weighted average number of ordinary shares in issue - cents	3.25	3.06
(ii) On a fully diluted basis (detailing any adjustments made to the earnings) - cents	3.25	3.06

EBITDA

	Group	
	1st Qtr 2019	1st Qtr 2018
(i) EBITDA (\$'m)	213.1	193.6
(ii) EBITDA margin (%)	22.5	22.0

13 NET ASSET VALUE PER ORDINARY SHARE

	Group		Company	
	31 Mar 2019	31 Dec 2018	31 Mar 2019	31 Dec 2018
Net asset value per ordinary share based on issued share capital - cents	123.56	120.70	58.72	58.68

14 REVIEW OF GROUP PERFORMANCE

Performance Review

Group Revenue of \$947.3m for 1Q19 was \$68.5m or 7.8% higher compared to \$878.8m for 1Q18 with contribution from new acquisitions of \$54.7m and the increase in revenue from the existing businesses of \$13.8m. The increase in revenue came mainly from the Public Transport Services Business, the Automotive Engineering Services Business, the Driving Centre Business partially offset by decreases in the Taxi Business and the Bus Station Business.

Group Operating Costs of \$839.9m for 1Q19 were \$56.8m or 7.3% higher compared to \$783.1m for 1Q18. The increase in operating costs was mainly from higher staff costs, higher fuel and electricity costs, higher repairs and maintenance costs and higher payment for contract services partially offset by lower road tax. In addition, the adoption of SFRS (I) 16 has resulted in an increase in depreciation of ROU assets offset by lower premises costs.

Group Operating Profit of \$107.4m for 1Q19 was \$11.7m or 12.2% higher compared to \$95.7m for 1Q18 after taking into account the net negative impact from the foreign currency translation of \$1.7m compared with the same quarter last year. Of the increase of \$11.7m, \$5.4m was added from new acquisitions while existing businesses added \$6.3m.

Net Income from Investments of \$3.4m for 1Q19 increased by \$0.2m or 6.3% from \$3.2m for 1Q18. Finance Costs of \$5.5m for 1Q19 increased by \$3.0m from \$2.5m for 1Q18. Of the increase, \$1.4m was due to the adoption of SFRS(I) 16 and the remaining \$1.6m was mainly due to higher acquisition funding in Australia, higher fleet financing in the UK partially offset by lower finance costs in Singapore with the repayment of borrowings.

Consequently, Group Profit before Taxation of \$105.3m for 1Q19 was \$8.9m or 9.2% higher compared to \$96.4m for 1Q18

Taxation for the Group of \$22.0m for 1Q19 was \$4.2m or 23.6% higher compared to \$17.8m for 1Q18 due mainly to higher taxable profits from Australia this quarter.

Group Profit after Taxation of \$83.3m for 1Q19 was \$4.7m or 6.0% higher than the \$78.6m for 1Q18.

Group Profit attributable to Shareholders of the Company of \$70.4m for 1Q19 increased by \$4.1m or 6.2% compared to \$66.3m for 1Q18.

Group Profit attributable to Non-Controlling Interests of \$12.9m for 1Q19 increased by \$0.6m or 4.9% compared to \$12.3m for 1Q19.

Revenue from Overseas for 1Q19 at 40.8% of Group Revenue was slightly higher compared to 39.4% for 1Q18. Operating Profit from Overseas for 1Q19 was 32.5% of Group Operating Profit compared to 34.3% for 1Q18.

A segmental breakdown by **Business** is provided under item 18.

Revenue from the Group's **Public Transport Services Business** of \$684.9m for 1Q19 was \$71.4m or 11.6% higher than the \$613.5m for 1Q18 due mainly to contributions from new acquisitions in Australia and the UK, higher fees earned with higher operated mileage from bus services and higher ridership and average fare from rail services in Singapore.

Revenue from the Group's **Taxi Business** of \$171.9m for 1Q19 was \$6.7m or 3.8% lower compared to \$178.6m for 1Q18 due to a reduction in operating fleet.

Revenue from the Group's **Automotive Engineering Services Business** of \$64.6m for 1Q19 was \$2.5m or 4.0% higher than the \$62.1m for 1Q18.

Revenue from the Group's **Inspection and Testing Services Business** of \$25.5m for 1Q19 was \$0.1m or 0.4% higher compared to \$25.4m for 1Q18.

Revenue from the Group's **Driving Centre Business** of \$11.7m for 1Q19 was \$1.4m or 13.6% higher than the \$10.3m for 1Q18.

Revenue from the Group's **Car Rental and Leasing Business** of \$6.8m for 1Q19 was \$0.1m or 1.5% higher than the \$6.7m for 1Q18.

Revenue from the Group's **Bus Station Business** of \$6.0m for 1Q19 was \$0.9m or 13.0% lower than the \$6.9m for 1Q18.

Statement of Financial Position

The financial position of the Group as at 31 March 2019 remained strong. Total Equity increased by \$66.8m from \$3,027.1m as at 31 December 2018 to \$3,093.9m as at 31 March 2019 due mainly to profits generated for the quarter and increase in foreign currency translation reserve from the stronger £ and RMB partially offset by the adjustments to accumulated profits arising from the adoption of SFRS(I) 16 on 1 January 2019.

Total Assets increased by \$234.0m to \$5,370.7m as at 31 March 2019 from \$5,136.7m as at 31 December 2018 due to increases in non-current assets by \$171.2m and increases in current assets by \$62.8m. The increase in non-current assets was due mainly to recognition of ROU assets following the adoption of SFRS(I) 16 partially offset by the decreases in vehicles, premises and equipment and grant receivables. The increase in current assets was due mainly to higher short-term deposits and bank balances and higher trade receivables.

Total Liabilities increased by \$167.2m to \$2,276.8m as at 31 March 2019 from \$2,109.6m as at 31 December 2018 due to increases in non-current liabilities by \$182.5m partially offset by decreases in current liabilities by \$15.3m. The increase in non-current liabilities was due mainly to recognition of lease liabilities following the adoption of SFRS(I) 16. The decrease in current liabilities was due mainly to reduction in trade and other payables partially offset by increases in short-term borrowings and recognition of lease liabilities following the adoption of SFRS(I) 16.

Cash Flow

The Group recorded a net cash inflow of \$37.0m for 1Q19. As at 31 March 2019, the Group had short-term deposits and bank balances of \$623.1m. After accounting for the borrowings of \$597.1m, the Group had a net cash position of \$26.0m. The Group's gross gearing ratio (excluding lease liabilities arising from adoption of SFRS(I) 16) was 19.3% as at 31 March 2019 compared to 18.8% as at 31 December 2018.

15 ANY VARIANCE BETWEEN PROSPECT STATEMENT PREVIOUSLY DISCLOSED AND THE ACTUAL RESULTS

No forecast or prospect statement has been previously disclosed.

16 GROUP OUTLOOK

Revenue from the Public Transport Services Business in Singapore is expected to grow. Bus service revenue is expected to be higher with the full year contribution from the Seletar and Bukit Merah Bus Packages which commenced in March 2018 and November 2018 respectively. Rail service revenue is expected to be higher with higher ridership as well as the fare adjustment of 4.3% effective from 29 December 2018. Notwithstanding this, the rail business will continue to face challenges from rising operating and maintenance costs.

Revenue from the Australia Bus Business is expected to be higher with a full year contribution from the acquisitions made last year while revenue from the UK Bus Business is expected to be maintained.

Revenue from the Taxi Business is expected to be lower amidst the continuing keen competition.

Revenue from the Automotive Engineering Services Business is expected to be maintained.

Revenue from the Inspection and Testing Services Business is expected to be maintained.

Revenue from the Driving Centre Business is expected to be maintained.

Revenue from the Car Rental and Leasing Business is expected to be lower.

The Group will continue to build capabilities in strengthening our core businesses, keep abreast of technological advancements in land transport, pursue growth through overseas acquisitions and continue with our transformational initiatives.

17 DIVIDEND**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on? No

(b) Corresponding Period of the Immediate Preceding Financial Year

Any dividend declared for the corresponding period for the immediately preceding financial year? No

(c) Date Payable

Not applicable.

(d) Books Closure Date

Not applicable.

Geographical segmental information for 1st quarter 31 March 2019

	Revenue		Non-current assets*		Additions to non-current assets*	
	1st Qtr 2019	1st Qtr 2018	1st Qtr 2019	1st Qtr 2018	1st Qtr 2019	1st Qtr 2018
	\$'m	\$'m	\$'m	\$'m	\$'m	\$'m
Singapore	560.4	532.5	1,668.5	1,657.8	37.5	24.1
United Kingdom/ Ireland	195.2	195.6	580.7	532.7	27.3	15.7
Australia	150.3	106.5	1,179.7	782.5	27.1	21.9
China	40.1	42.6	331.7	330.4	4.4	16.8
Vietnam	0.7	0.9	4.1	6.3	-	0.1
Malaysia	0.6	0.7	4.1	4.0	0.2	0.1
Total	947.3	878.8	3,768.8	3,313.7	96.5	78.7

* Comprising vehicles, premises, equipment, right-of-use assets, taxi licences and goodwill.

19 BREAKDOWN OF REVENUE

Not applicable.

20 BREAKDOWN OF TOTAL ANNUAL DIVIDEND (IN DOLLAR VALUE)

Not applicable.

21 INTERESTED PERSON TRANSACTIONS

The Group does not have any Shareholders' mandate for interested person transactions pursuant to Rule 920 of the Listing Manual.

22 CONFIRMATION PURSUANT TO RULE 720(1) OF THE LISTING MANUAL

The Company confirms that it has procured the Undertakings from all its Directors and Executive Officers in the format set out in Appendix 7.7 pursuant to Rule 720(1) of the Listing Manual.

23 Negative assurance confirmation on interim financial results under SGX Listing Rule 705(5) of the Listing Manual

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the first quarter 2019 financial results to be false or misleading in any material aspects.

ON BEHALF OF THE DIRECTORS

Lim Jit Poh
Chairman

Yang Ban Seng
Managing Director/ Group Chief Executive Officer

BY ORDER OF THE BOARD

Chan Wan Tak, Wendy / Yeo Tee Yeok, Edwin
Joint Company Secretaries

14 May 2019