



CASA HOLDINGS LIMITED
Company Registration No: 199406212

Financial Statement for Half Year Ended 31 March 2017

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

1(a)(i) A statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial period

	31 Mar 2017	31 Mar 2016	+ / (-)%
	S\$'000	S\$'000	
Revenue	8,920	8,260	8.0%
Cost of sales	(5,159)	(5,069)	1.8%
Gross profit	<u>3,761</u>	<u>3,191</u>	17.9%
Other income	672	647	3.9%
Other gain - net	28	308	(90.9%)
Expenses			
- Selling and distribution	(973)	(947)	2.7%
- Administrative	(3,490)	(3,695)	(5.5%)
- Finance	(703)	(744)	(5.5%)
Share of profit of associated companies	647	203	218%
Share of loss of joint venture	(53)	(50)	6.0%
Loss before income tax	<u>(111)</u>	<u>(1,087)</u>	(89.8%)
Income tax expenses	(148)	(71)	108%
Net loss	<u>(259)</u>	<u>(1,158)</u>	(77.6%)
Other comprehensive (loss)/income, net of tax			
Currency translation differences arising from consolidation -(loss)/gain	(726)	489	
Share of other comprehensive (loss)/income of associated company	(1,663)	2,288	
Other comprehensive income/(loss), net of tax	<u>(2,389)</u>	<u>2,777</u>	
Total comprehensive loss	<u>(2,648)</u>	<u>1,619</u>	
Net loss attributable to:			
Equity holders of the Company	(3)	(342)	
Non-controlling interests	(256)	(816)	
	<u>(259)</u>	<u>(1,158)</u>	
Total comprehensive (loss)/ income attributable to:			
Equity holders of the Company	(1,718)	2,107	
Non-controlling interests	(930)	(488)	
	<u>(2,648)</u>	<u>1,619</u>	

1(a)(ii) The accompanying notes to the financial statements form an integral part of the financial statements

	31 Mar 2017 S\$'000	31 Mar 2016 S\$'000
Charging/ (crediting):		
Other operating income:		
- Interest income	(20)	(18)
- Rental income	(240)	(223)
- Service income	(400)	(399)
- Foreign exchange gain- net	(28)	(308)
Expenses:		
- Depreciation	522	515
- Employee compensation (including Directors' remuneration)	2,106	2,201
- Interest on borrowings	703	744

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

	<u>The Group</u>		<u>The Company</u>	
	31 Mar 2017	30 Sept 2016	31 Mar 2017	30 Sept 2016
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Current assets</u>				
Cash and cash bank balances	3,521	7,524	108	165
Trade and other receivables	4,432	4,129	18,685	16,881
Inventories	4,192	4,151	-	-
Development properties	53,153	55,270	-	-
Assets held-for-sale	297	660	297	660
Total current assets	65,595	71,734	19,090	17,706
<u>Non-current assets</u>				
Other receivables	2,379	2,379	-	-
Club membership	9	9	-	-
Investments in associated companies	35,401	36,416	18,948	18,948
Investments in subsidiary corporations	-	-	12,959	12,959
Investments in joint venture company	2,009	2,038	-	-
Property, plant and equipment	20,019	20,695	-	-
Deferred income tax assets	8	7	-	-
Derivative financial instrument	3,916	3,579	-	-
Total non-current assets	63,741	65,123	31,907	31,907
Total assets	129,336	136,857	50,997	49,613
<u>Liabilities and shareholder's equity</u>				
<u>Current liabilities</u>				
Trade and other payables	21,858	21,625	11,825	11,830
Borrowings	9,984	9,853	-	-
Current income tax liabilities	295	305	-	-
Provisions	319	319	-	-
Total current liabilities	32,456	32,102	11,825	11,830
<u>Non-current liabilities</u>				
Borrowings	20,588	25,847	-	-
Other payables	3,367	3,328	-	-
Provisions	158	165	-	-
Total non-current liabilities	24,113	29,340	-	-
Total liabilities	56,569	61,442	11,825	11,830
Net assets	72,767	75,415	39,172	37,783
<u>Capital and reserves attributable to equity holders of the Company</u>				
Share capital	32,315	32,315	32,315	32,315
Currency translation reserves	(11,812)	(10,097)	-	-
Revaluation reserves	13,393	13,393	-	-
Retained profits	36,616	36,619	6,857	5,468
Equity attributable to equity holders of the Company	70,512	72,230	39,172	37,783
Non-controlling interests	2,255	3,185	-	-
	72,767	75,415	39,172	37,783

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

	As at 31 Mar 2017		As at 30 Sept 2016	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Amount repayable in one year or less, or on demand	9,984	-	9,853	-
Amount repayable after one year	20,588	-	25,847	-

The Group's borrowings are secured by certain bank deposits, land held for property development and corporate guarantees.

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

	31 Mar 2017 S\$'000	31 Mar 2016 S\$'000
Net loss	(259)	(1,158)
Adjustment for:		
Depreciation	522	515
Income tax expense	148	71
Interest income	(20)	(18)
Interest expense	703	744
Share of profit of associated companies	(647)	(203)
Share of loss of joint venture	53	50
Loss on disposal of property, plant and equipment	-	11
Unrealised currency translation gain	(437)	(61)
Operating cash flows before working capital changes	63	(49)
Inventories	(41)	251
Trade and other receivables	(337)	1,029
Trade and other payables	(449)	(654)
Development properties	(37)	(226)
Cash (used in)/generated from operations	(801)	351
Income tax paid	(157)	(113)
CASH FLOWS (USED IN) /GENERATED FROM OPERATING ACTIVITIES	(958)	238
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Purchase of property, plant and equipment	(58)	(146)
Investments in associated companies	-	(4,136)
Proceeds from disposal of property held for sale	363	-
Investment in joint venture	(107)	(2,012)
Interest received	20	18
CASH FLOWS GENERATED FROM/(USED IN) INVESTING ACTIVITIES	218	(6,276)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Repayment of borrowings	(4,156)	(114)
Proceeds from related parties' borrowings	1,477	1,189
Increase/(decrease) in bills payable	435	(26)
Interest paid	(824)	(1,036)
Increase in bank deposits pledged	(10)	(77)
CASH FLOWS USED IN FINANCING ACTIVITIES	(3,078)	(64)
Net change in cash and bank balances	(3,818)	(6,102)
Cash and bank balances at the beginning of the financial period	6,722	12,295
Effects of exchange rate changes on cash and bank balances	(160)	129
Cash and bank balance at the end of the financial period	2,744	6,322
Represented by:		
Cash and bank balances	3,521	7,144
Less: Bank deposits pledged	(777)	(822)
	2,744	6,322

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

	Attributable to equity holders of the Company				Total S\$'000	Non- controlling interests S\$'000	Total equity S\$'000
	Share capital S\$'000	Currency translation reserve S\$'000	Revaluation reserve S\$'000	Retained profits S\$'000			
The Group							
Balance as at 1 Oct 2016	32,315	(10,097)	13,393	36,619	72,230	3,185	75,415
Total comprehensive income/(loss) for the financial period	-	(1,715)	-	(3)	(1,718)	(930)	(2,648)
Balance as at 31 Mar 2017	32,315	(11,812)	13,393	36,616	70,512	2,255	72,767

	Attributable to equity holders of the Company				Total S\$'000	Non- controlling interests S\$'000	Total equity S\$'000
	Share capital S\$'000	Currency translation reserve S\$'000	Revaluation reserve S\$'000	Retained profits S\$'000			
The Group							
Balance as at 1 Oct 2015	32,315	(11,063)	12,827	36,554	70,633	4,866	75,499
Total comprehensive (loss)/income for the financial period	-	966	566	65	1,597	(1,681)	(84)
Balance as at 30 Sep 2016	32,315	(10,097)	13,393	36,619	72,230	3,185	75,415

	Attributable to equity holders of the Company				Total S\$'000	Non- controlling interests S\$'000	Total equity S\$'000
	Share capital S\$'000	Currency translation reserve S\$'000	Revaluation reserve S\$'000	Retained profits S\$'000			
The Company							
Balance as at 1 Oct 2016	32,315	-	-	5,468	37,783	-	37,783
Total comprehensive income for the financial period	-	-	-	1,389	1,389	-	1,389
Balance as at 31 Mar 2017	32,315	-	-	6,857	39,172	-	39,172

	Attributable to equity holders of the Company				Total S\$'000	Non- controlling interests S\$'000	Total equity S\$'000
	Share capital S\$'000	Currency translation reserve S\$'000	Revaluation reserve S\$'000	Retained profits S\$'000			
The Company							
Balance as at 1 Oct 2015	32,315	-	-	2,419	35,734	-	34,734
Total comprehensive income for the financial period	-	-	-	3,049	3,049	-	3,049
Balance as at 30 Sep 2016	32,315	-	-	5,468	37,783	-	37,783

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 also the number of shares that may be issued on conversion of all the outstanding convertibles 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.

Nil.

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

The total number of issued shares of the Company was 209,826,140 as at 31 March 2017 (30 September 2016: 209,826,140).

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares 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 nor reviewed.

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.

Yes. The Company and the Group have applied the same accounting policies and methods of computation as in the Group's most recently audited financial statements for the financial year ended 30 September 2016.

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

The adoption of all the new and revised Singapore Financial Reporting Standards did not result in significant changes in the Group's accounting policies.

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.

The Group	<u>31 Mar 2017</u>	<u>31 Mar 2016</u>
<u>Amounts in cents</u>		
(Loss) per ordinary share for the period reported on based on net profit attributable to shareholders:		
(i) Based on the weighted average number of ordinary shares on issue	NM*	(0.16)
(ii) Based on a fully diluted basis	NM*	(0.16)

The earnings per share is calculated based on the Group's net loss/profit attributable to the equity holders of the Company divided by the issued share capital of the Company of 209,826,140 shares.

*Not Meaningful. Loss per ordinary shares is less than 0.01 cent per share as the loss for the period is approximately \$3,000.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the(a) current financial period reported on; and (b) immediately preceding financial year.

	The Group		The Company	
	<u>31 Mar 2017</u>	<u>30 Sep 2016</u>	<u>31 Mar 2017</u>	<u>30 Sep 2016</u>
<u>Amounts in cents</u>				
Net asset value (NAV) per ordinary share based on the issued share capital at the end of the period	33.60	34.42	18.67	18.01

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

The Group reported revenue of S\$8.9 million in the half year ended 31 March 2017 ("HY2017") as compared to S\$8.2 million in the half year ended 31 March 2016 ("HY 2015"), an increase of S\$0.7 million or 8.0%.

Consistent with the increase in revenue, gross profit has also increased by 17.9% respectively.

Other gain of S\$30,000 in HY2017 was pertaining to exchange gain on operation. Other gain of S\$0.3 million recorded in HY 2016 was pertaining to exchange gain on foreign currencies advances to subsidiaries in Malaysia due to rebound of Ringgit Malaysia against Singapore Dollar during the period. The Ringgit Advances to subsidiaries were capitalized during HY 2017 and any gain or loss on consolidation is reflected in Currency Translation Differences arising from Consolidation under Other Comprehensive (Loss)/Income.

Finance expense decreased by 5.5% which was in line with decrease in borrowings.

Share of profit of associated companies increased by S\$0.4 million due to improvement in profit contributed by Fiamma Holdings Limited as result of increase in sales.

As a result of the above, the Group reported loss before income tax of S\$0.1 million in HY2017 as compared to loss before tax of S\$1.0 million in HY2016. After taking into account of income tax expenses and loss attributable to non-controlling interest, the Group reported net loss attributable to equity holders of the Company of S\$3,000 in HY2017 as compared to net loss attributable to equity holders of the Company of S\$300,000 in HY2016.

Balance Sheet

Trade and other receivables

Trade and other receivables increased by 7.3% as a result of increase in sales.

Investment in associated companies

Investment in associated companies decreased by S\$1.0 million mainly due to share of associated companies profit of S\$0.6 million less foreign exchange loss of S\$1.6 million arising from depreciation of Ringgit Malaysia denominated assets.

Derivative financial instrument

Cross currency interest rate swap ("CCIRS) is transacted to hedge the Group's foreign currency borrowing. The derivative financial instrument asset/liability represents the fair value gain/loss made on the CCIRS.

Review of cashflow

The Group reported that a net decrease in cash and cash equivalents. The decrease is in line with net decrease in borrowings due to repayment of principal and interests.

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

There was no forecast or prospect statement disclosed to the shareholders in the previous announcement.

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.

In light of the challenging economic landscape and shift in consumer buying platform, the trading segment performances for the next reporting period remain challenging. However, the Group remains focused on expanding its product ranges, increasing its product brands and cautiously explore new markets and new selling platforms.

As the property market sentiment in Iskandar stay lackluster despite the recent progress of Singapore-Malaysia High Speed Rail (HSR) Project, the Group remains cautious in launching its product at an appropriate time.

11 Dividend

(a) Current Financial Period Reported On

No dividend was declared for the current financial period reported on.

(b) Corresponding Period of the Immediately Preceding Financial Year

No dividend was declared for the corresponding period of the immediately Preceding Financial Year.

(c) Date payable

Not applicable

(d) Books closure date

Not applicable

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

No dividend was declared / recommended.

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, please make a statement to that effect.

The Group has not obtained any IPT mandate during the period.

14. Confirmation Pursuant to the Rule 705(5) Of the SGX-ST Listing Manual

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge, nothing has come to the attention of the board directors which may render the interim financial results to be false or misleading, in any material aspect.

15. Confirmation Pursuant to the Rule 720(1) Of the SGX-ST Listing Manual

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

On Behalf of the board of directors

Lim Soo Chong
Chief Executive Officer

Hu Zhong Huai
Director

15 May 2017