



**Results For The Financial Period Ended 30 June 2018  
Unaudited Financial Statements and Dividend Announcement**

The Directors make the following announcement of the unaudited results for the financial period 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 period.**

	Group			Group		
	Second Quarter Ended			First Half Ended		
	US\$'000		%	US\$'000		%
	30/06/18	30/06/17	Change	30/06/18	30/06/17	Change
Revenue	452	467	-3%	666	749	-11%
Cost of sales	(389)	(384)	1%	(565)	(616)	-8%
<b>Gross profit</b>	<b>63</b>	<b>83</b>	<b>-24%</b>	<b>101</b>	<b>133</b>	<b>-24%</b>
Other operating income	505	8	nm	511	25	nm
Selling and marketing costs	(13)	(8)	63%	(21)	(15)	40%
General and administrative costs	(550)	(546)	1%	(1,201)	(956)	26%
Research and development costs	(540)	(427)	26%	(1,133)	(764)	48%
Foreign currency exchange (loss)/ gain	(302)	56	nm	(42)	96	nm
Total operating expenses	(1,405)	(925)	52%	(2,397)	(1,639)	46%
<b>Operating loss</b>	<b>(837)</b>	<b>(834)</b>	<b>0%</b>	<b>(1,785)</b>	<b>(1,481)</b>	<b>21%</b>
Finance costs	(52)	(5)	940%	(92)	(10)	820%
Share of results of associate	1	(1)	nm	-	(4)	nm
<b>Loss before taxation</b>	<b>(888)</b>	<b>(840)</b>	<b>6%</b>	<b>(1,877)</b>	<b>(1,495)</b>	<b>26%</b>
Taxation	(14)	(13)	8%	(9)	(23)	-61%
<b>Loss after taxation</b>	<b>(902)</b>	<b>(853)</b>	<b>6%</b>	<b>(1,886)</b>	<b>(1,518)</b>	<b>24%</b>
<b>Attributable to:</b>						
Owners of the Company	(828)	(804)	3%	(1,772)	(1,427)	24%
Non-controlling interests	(74)	(49)	51%	(114)	(91)	25%
<b>Loss after taxation</b>	<b>(902)</b>	<b>(853)</b>	<b>6%</b>	<b>(1,886)</b>	<b>(1,518)</b>	<b>24%</b>

nm - Not meaningful



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1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial period.

**Notes to Income Statement**

Depreciation  
Allowance for stock obsolescence

Group			Group		
Second Quarter Ended			First Half Ended		
US\$'000		%	US\$'000		%
30/06/18	30/06/17	Change	30/06/18	30/06/17	Change
(61)	(56)	9%	(122)	(113)	8%
(2)	-	nm	-	(2)	nm

nm - Not meaningful

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

**Net loss for the period**

**Other comprehensive income:-**

Foreign currency translation gain/ (loss)  
Net (loss)/ gain on fair value changes of available-for-sale financial assets  
Realisation of revaluation reserve on the disposal of available-for-sale financial asset

**Total comprehensive income for the period**

**Total comprehensive income attributable to :-**

Owners of the Company  
Non-controlling interests

Group			Group		
Second Quarter Ended			First Half Ended		
US\$'000		%	US\$'000		%
30/06/18	30/06/17	Change	30/06/18	30/06/17	Change
(902)	(853)	6%	(1,886)	(1,518)	24%
441	(92)	nm	115	(101)	nm
-	(1)	nm	-	3	nm
-	-	nm	(2)	-	nm
(461)	(946)	-51%	(1,773)	(1,616)	10%
(479)	(886)	-46%	(1,681)	(1,518)	11%
18	(60)	nm	(92)	(98)	-6%
(461)	(946)	-51%	(1,773)	(1,616)	10%

nm - Not meaningful



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

	Group		Company	
	US\$'000		US\$'000	
	30/06/18	31/12/17 (restated)	30/06/18	31/12/17
<b>ASSETS</b>				
<b>Non-current assets</b>				
Intangible assets	4,047	3,103	34	34
Property, plant and equipment	686	811	-	-
Investments in subsidiaries	-	-	35	35
Investment in associate	-	-	-	-
Available-for-sale financial assets	-	18	-	-
	4,733	3,932	69	69
<b>Current assets</b>				
Prepayments	277	187	205	155
Amounts due from subsidiaries	-	-	9,250	7,777
Stocks	204	69	-	-
Amount due from holding company	-	36	-	36
Trade debtors	356	533	-	-
Other debtors	476	224	24	20
Tax recoverable	6	7	-	-
Cash and bank balances	1,174	1,201	108	387
	2,493	2,257	9,587	8,375
<b>TOTAL ASSETS</b>	<b>7,226</b>	<b>6,189</b>	<b>9,656</b>	<b>8,444</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Current liabilities</b>				
Trade creditors and accruals	2,949	2,334	332	322
Other creditors	3,242	3,014	589	455
Amount due to holding company	4,912	2,916	4,912	2,916
Amounts due to subsidiaries	-	-	116	117
Provision for taxation	20	46	5	9
	11,123	8,310	5,954	3,819
<b>NET CURRENT (LIABILITIES)/ASSETS</b>	<b>(8,630)</b>	<b>(6,053)</b>	<b>3,633</b>	<b>4,556</b>
<b>Non-current liabilities</b>				
Deferred tax liabilities	-	3	-	3
<b>TOTAL LIABILITIES</b>	<b>11,123</b>	<b>8,313</b>	<b>5,954</b>	<b>3,822</b>
<b>NET (LIABILITIES)/ASSETS</b>	<b>(3,897)</b>	<b>(2,124)</b>	<b>3,702</b>	<b>4,622</b>
<b>Equity attributable to owners of the Company</b>				
Share capital	59,970	59,970	59,970	59,970
Capital reserve	2,525	2,525	-	-
Other reserve	190	190	-	-
Revaluation reserve	-	2	-	-
Foreign currency translation reserve	(224)	(317)	-	-
Accumulated losses	(63,838)	(62,066)	(56,268)	(55,348)
	(1,377)	304	3,702	4,622
Non-controlling interests	(2,520)	(2,428)	-	-
<b>TOTAL EQUITY</b>	<b>(3,897)</b>	<b>(2,124)</b>	<b>3,702</b>	<b>4,622</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>7,226</b>	<b>6,189</b>	<b>9,656</b>	<b>8,444</b>



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

Amount repayable in one year or less, or on demand

As at 30/06/18		As at 31/12/17	
Secured	Unsecured	Secured	Unsecured
US\$'000	US\$'000	US\$'000	US\$'000
-	4,535	-	2,745

Amount repayable after one year

As at 30/06/18		As at 31/12/17	
Secured	Unsecured	Secured	Unsecured
US\$'000	US\$'000	US\$'000	US\$'000
-	-	-	-

Details of any collateral

Not applicable



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

<b>Group</b>		
US\$'000		
	30/06/18	30/06/17
<b>Cashflow from operating activities</b>		
Loss before taxation	(1,877)	(1,495)
Adjustment for:-		
Non cash items	340	(104)
<b>Operating cash flow before reinvestment in working capital</b>	<b>(1,537)</b>	<b>(1,599)</b>
Movement in working capital	691	436
<b>Cash used in operations</b>	<b>(846)</b>	<b>(1,163)</b>
Interest received	-	20
Tax paid	(37)	(31)
<b>Net cash used in operating activities</b>	<b>(883)</b>	<b>(1,174)</b>
<b>Cashflow from investing activities</b>		
Purchase of property, plant and equipment	-	(640)
Expenditure on development project	-	(139)
Expenditure on research and development project	(944)	(735)
Cash proceeds from disposal of club membership	-	100
<b>Net cash used in investing activities</b>	<b>(944)</b>	<b>(1,414)</b>
<b>Cashflow from financing activities</b>		
Advance for capital injection from non-controlling interest	-	295
Repayment from holding company	-	900
Loan from holding company	1,800	200
<b>Net cash generated from financing activities</b>	<b>1,800</b>	<b>1,395</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(27)</b>	<b>(1,193)</b>
Cash and cash equivalents at beginning of year	1,201	2,447
<b>Cash and cash equivalents at 30 June</b>	<b>1,174</b>	<b>1,254</b>



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

**Group**

**At 1 January 2018, as previously reported**

Effect of transition to SFRS(I)1

**Balance at 1 January 2018, as adjusted under SFRS(I)1**

Loss for the period

Other comprehensive income

Foreign currency translation

Realisation of revaluation reserve on the impairment of available-for-sale financial assets

Other comprehensive income for the period, net of tax

Total comprehensive income for the period

**At 30 June 2018**

Attributable to owners of the Company							Equity attributable to owners of parent, Total US\$'000	Non-controlling Interests US\$'000	Equity Total US\$'000
Share Capital US\$'000	Capital Reserve US\$'000	Other Reserve US\$'000	Revaluation Reserve US\$'000	Foreign Currency Translation Reserve US\$'000	Accumulated Losses US\$'000				
<b>59,970</b>	<b>2,525</b>	<b>190</b>	<b>2</b>	<b>804</b>	<b>(63,187)</b>	<b>304</b>	<b>(2,428)</b>	<b>(2,124)</b>	
				(1,121)	1,121	-		-	
<b>59,970</b>	<b>2,525</b>	<b>190</b>	<b>2</b>	<b>(317)</b>	<b>(62,066)</b>	<b>304</b>	<b>(2,428)</b>	<b>(2,124)</b>	
-	-	-	-	-	(1,772)	(1,772)	(114)	(1,886)	
-	-	-	-	93	-	93	22	115	
-	-	-	(2)	-	-	(2)	-	(2)	
-	-	-	(2)	93	-	91	22	113	
-	-	-	(2)	93	(1,772)	(1,681)	(92)	(1,773)	
<b>59,970</b>	<b>2,525</b>	<b>190</b>	<b>-</b>	<b>(224)</b>	<b>(63,838)</b>	<b>(1,377)</b>	<b>(2,520)</b>	<b>(3,897)</b>	



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

**Group**

**At 1 January 2017, as previously reported**

Effect of transition to SFRS(I)1

**Balance at 1 January 2017, as adjusted under SFRS(I)1**

Loss for the period

Other comprehensive income

Loss on foreign currency translation

Net gain on fair value changes of available-  
for-sale financial assets

Other comprehensive income for the period, net of tax

Total comprehensive income for the period

**At 30 June 2017**

Attributable to owners of the Company							Equity attributable to owners of parent, Total US\$'000	Non-controlling Interests US\$'000	Equity Total US\$'000
Share Capital US\$'000	Capital Reserve US\$'000	Other Reserve US\$'000	Revaluation Reserve US\$'000	Foreign Currency Translation Reserve US\$'000	Accumulated Losses US\$'000				
<b>59,970</b>	<b>2,525</b>	<b>190</b>	<b>(1)</b>	<b>1,121</b>	<b>(56,719)</b>	<b>7,086</b>	<b>(623)</b>	<b>6,463</b>	
				(1,121)	1,121	-		-	
<b>59,970</b>	<b>2,525</b>	<b>190</b>	<b>(1)</b>	<b>-</b>	<b>(55,598)</b>	<b>7,086</b>	<b>(623)</b>	<b>6,463</b>	
-	-	-	-	-	(1,427)	(1,427)	(91)	(1,518)	
-	-	-	-	(94)	-	(94)	(7)	(101)	
-	-	-	3	-	-	3	-	3	
-	-	-	3	(94)	-	(91)	(7)	(98)	
-	-	-	3	(94)	(1,427)	(1,518)	(98)	(1,616)	
<b>59,970</b>	<b>2,525</b>	<b>190</b>	<b>2</b>	<b>(94)</b>	<b>(57,025)</b>	<b>5,568</b>	<b>(721)</b>	<b>4,847</b>	



**Results For The Financial Period Ended 30 June 2018  
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1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial period - Cont'd

**Company**

**At 1 January 2018**

Loss for the period

**At 30 June 2018**

Share Capital US\$'000	Revaluation Reserve US\$'000	Accumulated Losses US\$'000	Equity Total US\$'000
59,970	-	(55,348)	4,622
-	-	(920)	(920)
<b>59,970</b>	<b>-</b>	<b>(56,268)</b>	<b>3,702</b>

**Company**

**At 1 January 2017**

Loss for the period

**At 30 June 2017**

Share Capital US\$'000	Revaluation Reserve US\$'000	Accumulated Losses US\$'000	Equity Total US\$'000
59,970	-	(50,914)	9,056
-	-	(831)	(831)
<b>59,970</b>	<b>-</b>	<b>(51,745)</b>	<b>8,225</b>



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- 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 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 period.

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 period.

No ordinary shares were issued during the financial quarter.

See below for details relating to the number of shares held as treasury shares.

There is no subsidiary holdings held against the total number of shares outstanding in a class that is listed.

- 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 immediate preceding period.**

	Group		Company	
	30/06/18	31/12/17	30/06/18	31/12/17
Total number of issued shares	347,944,511	347,944,511	347,944,511	347,944,511
Less: Treasury shares	-	-	-	-
Total number of issued shares excluding treasury shares	347,944,511	347,944,511	347,944,511	347,944,511

- 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.**

Please refer to note 1(d)(ii) above.

- 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. Please refer to note 1(d)(ii) above.

- 2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard).**

These figures have not been audited nor reviewed by the auditors.

- 3. Where 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 Group has applied the same accounting policies and methods of computation in the preparation of the consolidated financial statements for the current reporting period compared with the audited financial statements as at 31 December 2017 except for the adoption of Singapore Financial Reporting Standards (International) (SFRS(I)) and new or revised SFRS(I) and INT SFRS(I) that are mandatory for financial years beginning on or after 1 January 2018. The adoption of these SFRS(I) and INT SFRS(I) has no significant impact on the Group's consolidated financial statements, except as disclosed in item 5 below.

- 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 the amended FRS is assessed to have no material impact to the financial position or financial performance of the Group. The Group has adopted the new SFRS(I) framework in 2018 and concurrently applied the following SFRS(I), INT SFRS(I) and requirements of SFRS(I) which are mandatorily effective on or after 1 January 2018. The application of the new and revised standards and interpretations has no material effect on the financial statements, except as described below:

**Application of SFRS(I) 1**

The Group's translation reserve which arose from the translation differences for all foreign operations has been transferred to retained earnings upon adoption of SFRS(I) (i.e. 1 January 2017).



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

	Group	
	30/06/18	30/06/17
	US\$	US\$
Loss per ordinary share for the period based on net loss attributable to owners after deducting any provision for preference dividends:-		
a) Based on weighted average number of ordinary shares in issue	(0.51) cents	(0.41) cents
Weighted average number of shares	347,944,511	347,944,511
b) On a fully diluted basis	(0.51) cents	(0.41) cents
Adjusted weighted average number of shares	347,944,511	347,944,511

**7. Net assets 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 period.**

	Group		Company	
	30/06/18	31/12/17	30/06/18	31/12/17
	US\$	US\$	US\$	US\$
Net assets value per ordinary share based on issued share capital as at the end of the period reported on	(0.40) cents	0.09 cents	1.06 cents	1.33 cents

Net assets value for the Group and the Company per ordinary share was calculated based on 347,944,511 ordinary shares as at 30 June 2018 and 31 December 2017 respectively.



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**  
**(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current**

**INCOME STATEMENT REVIEW**

**2Q 2018**

The revenue for the quarter remained comparable with 2Q2017.

The gross profit margin decreased from 17.8% to 13.9% due to changes in sales mix.

Other operating income increased mainly due to fees from a project.

General and administrative ("G&A") costs remained comparable with 2Q2017.

Research and development ("R&D") costs increased in 2Q2018 due to higher R&D activities.

Finance cost increased due interest charged by holding company.

**1H 2018**

The decrease in revenue for the period ended 30 June 2018 was mainly due to lower demand in 1Q2018.

The gross profit margin decreased from 17.8% to 15.2% due to changes in sales mix.

Other operating income increased mainly due to fees from a project.

G&A costs increased mainly due to costs arising from the boat (Dragon Treasure Boat).

R&D costs increased in 1H2018 due to higher R&D activities.

Finance cost increased due interest charged by holding company.

**FINANCIAL POSITION STATEMENT REVIEW**

**Assets**

The increase in intangible assets was due to research and development expenditure incurred during the period.

Decrease in property, plant & equipment was mainly due to depreciation during the period.

Available-for-sale financial assets were fully impaired after assessment.

Stock balance in 1H2018 was higher in expectation of higher demand.

Trade debtor decreased mainly due to lower sales.

Other debtor increased mainly due to fees from a project.

**Liabilities**

Trade creditors and accruals were higher mainly due to increased inventory purchases and cost accruals.

The increase in other creditors was due to increased in the amounts due to related parties.

Amount due to holding company represented advances from the holding company.

**Equity**

As at 30 June 2018, the Group had negative US\$3.9 million in shareholders' equity.

**CASH FLOW STATEMENT REVIEW**

The Group utilised US\$0.9 million for its operating activities. US\$0.9 million was invested in research and development activities. The Group generated US\$1.8 million from financing activities.

Cash and cash equivalents remained unchanged (comparing 30 June 2018 to 31 December 2017).



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

Not applicable.

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**

Our discussions with Zhuhai Yinlong Energy Co., Ltd and Coeur Gold Armenia Ltd are ongoing.

We will keep our shareholders posted on any developments with respect to the abovementioned.

11. **Dividend**

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

Any dividend declared 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 dividend has been declared.

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.**

Name of Interested Person	Aggregate value of interested person transactions entered into during the financial year under review (excluding transactions below S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920(1)(a))	Aggregate value of interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (1)(a) (excluding transactions below S\$100,000)
	US\$'000	US\$'000
ASTI Holdings Limited	80	-



**14. Use of proceeds arising from share placement**

Not applicable.

**15. Segmental 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.**

Not applicable to quarterly announcement.

**16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segment.**

Please refer to note 8.

**17. A breakdown of sales.**

Please refer to note 16.

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

Not applicable.

**19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(11) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Not applicable.

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

To the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the financial statements for the second quarter ended 30 June 2018 to be false or misleading in any material aspect.

**21. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)**

We hereby confirm that we have procured all the required undertakings to comply with the Exchange's listing rules from all the Directors and Executive Officers of the Company.

**BY ORDER OF THE BOARD**

Dato' Michael Loh  
Chairman & CEO  
14 August 2018