

GRP LIMITED



Company No.197701449C

**Half Year Financial Statement And Dividend Announcement for the Financial Period
ended 31 December 2018**

GRP LIMITED

Half Year Financial Statements Announcement for the period ended 31/12/2018

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

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

	GROUP		
	\$'000		% Increase/ (decrease)
	6 months ended 31/12/2018	6 months ended 31/12/2017	
Revenue	18,955	17,776	6.6
Cost of sales	(16,057)	(15,658)	2.5
Gross profit	2,898	2,118	36.8
Other income	633	314	NM
Finance expenses	(131)	(136)	(3.7)
Selling and Distribution expenses	(143)	(203)	(29.6)
Administrative expenses	(3,604)	(3,166)	13.8
Other losses	(263)	-	(100.0)
Loss before income tax expenses	(610)	(1,073)	(43.2)
Income tax write back/(expense)	(433)	66	NM
Loss for the period	(1,043)	(1,007)	3.6
Other comprehensive income, net of tax:			
Items that may be reclassified subsequently to profit or loss			
- Fair value gain on available-for-sale investment	-	309	(100.0)
- Exchange differences arising on translation of foreign operations	(1,929)	689	NM
Other comprehensive income for the period, net of tax:	(1,929)	998	NM
Total comprehensive loss for the period	(2,972)	(9)	NM
Loss attributable to:			
Owners of the company	(1,061)	(1,143)	(7.2)
Non-controlling interest	18	136	(86.8)
	(1,043)	(1,007)	3.6
Total comprehensive loss attributable to:			
Owners of the company	(2,990)	(145)	NM
Non-controlling interest	18	136	(86.8)
	(2,972)	(9)	NM

Notes to the Statement of Comprehensive Income
Other disclosure items included in the above statement

	GROUP	
	\$'000	
	6 months ended 31/12/2018	6 months ended 31/12/2017
Depreciation and amortisation	(102)	(116)
Net loss on financial assets measured at fair value through profit or loss	(263)	-
Allowance for inventories	(106)	(164)
Allowance for doubtful trade receivables	(41)	(1)
Write back of doubtful non-trade receivables	93	82
Interest expenses	(102)	(115)
(Loss)/gain on disposal of property, plant and equipment	(12)	165
Gain on disposal of available-for-sale investment	-	289
Tax writeback/(expenses)		
- current period	(433)	43
- Adjustment for overprovision of tax in respect of prior years	-	23
Foreign exchange gain/(loss)	(180)	2
Interest income	539	214
Rental and services income	11	62
Other income	83	38

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

	GROUP			COMPANY	
	\$'000			\$'000	
	31/12/2018	30/06/2018 Restated*	1/07/2017 Restated*	31/12/2018	30/06/2018
ASSETS					
Current assets					
Cash and bank balances	55,128	49,776	40,666	11,588	9,375
Trade receivables	2,993	2,400	4,177	-	-
Other receivables & prepayments	1,265	1,475	1,304	98	96
Fair value through profit or loss	668	-	-	197	-
Available-for-sale investment	-	935	428	-	326
Amount due from subsidiaries	-	-	-	55,518	59,839
Inventories	4,547	4,088	4,367	-	-
Properties held for sale	15,699	23,142	31,250	-	-
Development properties	8,001	18,686	24,197	-	-
Total current assets	88,301	100,502	106,389	67,401	69,636
Non-current assets					
Other receivables	8,913	5,908	5,827	-	-
Fair value through profit or loss	2,500	-	-	2,500	-
Available-for-sale investment	-	2,500	-	-	2,500
Investment in subsidiaries	-	-	-	7,051	7,051
Deferred tax assets	166	166	148	-	-
Intangible asset	31	25	25	25	25
Property, plant and equipment	1,041	1,136	1,138	143	172
Total non-current assets	12,651	9,735	7,138	9,719	9,748
Total assets	100,952	110,237	113,527	77,120	79,384
LIABILITIES AND EQUITY					
Current liabilities					
Bank loan	2,010	5,160	8,236	-	-
Trade payables	1,244	812	1,245	13	410
Provision for reinstatement obligation	-	450	450	-	150
Other payables	3,846	4,868	5,778	886	1,377
Income tax payable	9,079	9,744	7,770	49	49
Total current liabilities	16,179	21,034	23,479	948	1,986
Non-current liabilities					
Deferred tax liabilities	6,101	6,590	9,323	-	-
Total non-current liabilities	6,101	6,590	9,323	-	-
Capital and reserves					
Share capital	72,502	72,502	72,502	72,502	72,502
Asset revaluation reserve	350	3,090	3,411	-	2,740
Statutory reserve	245	119	97	-	-
Currency translation reserve	(1,081)	848	-	-	-
Accumulated profits	470	(114)	(965)	3,670	2,156
Equity attributable to owners of the company	72,486	76,445	75,045	76,172	77,398
Non-controlling interests	6,186	6,168	5,680	-	-
Total equity	78,672	82,613	80,725	76,172	77,398
Total liabilities and equity	100,952	110,237	113,527	77,120	79,384

* Restated due to the adoption of SFRS(I) 1, please refer to paragraph 5 for details.

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

Amount repayable in one year or less, or on demand

Group			
As at 31/12/2018 S\$'000		As at 30/6/2018 S\$'000	
Secured	Unsecured	Secured	Unsecured
2,010	-	5,160	-

Amount repayable after one year

Group			
As at 31/12/2018 S\$'000		As at 30/6/2018 S\$'000	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collateral

Land Loan

The Group had a land loan facility of \$4,128,000 for a property development project in Singapore. Deadline for the facility was extended to 30 November 2018. The loan was fully repaid during the six months ended 31 December 2018.

Term Loan

The Group obtained a new term loan facility of \$978,000 during the six months ended 31 December 2018. As at 31 December 2018, the Group has an outstanding loan of \$210,000.

This Facility is secured and guaranteed by the followings:

- a) Fixed deposit of \$978,000 pledged with the bank;
- b) A corporate guarantee for \$978,000 by Starland Holdings Limited, an indirect subsidiary.

Money Market Loan

The Group has a Money Market Loan ("MML") of \$1,800,000 from United Overseas Bank for general working capital purposes. The Group has an outstanding balance of \$1,800,000 as at 31 December 2018.

The MML is secured and guaranteed by the followings:

- a) Standby Letter of Credit for not less than RMB10,000,000 (approximately \$2,053,000) issued by United Overseas Bank (China) Limited, Chengdu Branch;
- b) A corporate guarantee of \$1,800,000 by Starland Holdings Limited, an indirect subsidiary; and
- c) Fixed deposits of RMB11,300,616 (approximately \$2,241,000) pledged with United Overseas Bank (China) Limited, Chengdu Branch.

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

	The Group	
	\$'000	
	6 months ended 31/12/2018	6 months ended 31/12/2017
Operating activities:		
(Loss)/Profit before income tax	(610)	(1,073)
Adjustments for:		
Depreciation and amortisation	102	116
Net loss on financial assets measured at fair value through profit or loss	263	-
Allowance for inventories	106	164
Allowance for doubtful trade receivables	41	1
Write back of doubtful non-trade receivables	(93)	(82)
(Gain) Loss on disposal of property, plant and equipment	12	(165)
Gain on disposal of available-for-sale investment	-	(289)
Interest income	(539)	(214)
Interest expenses	102	115
Operating cash flows before movements in working capital	(616)	(1,427)
Trade receivables	(634)	699
Other receivables & prepayments	(2,703)	(112)
Inventories	(558)	11
Properties held for sale	7,031	10,078
Development properties	11,428	(173)
Trade payables	432	5
Other payables	(1,471)	(811)
Cash generated/(used in) operating activities	12,909	8,270
Income taxes paid	(1,301)	(1,105)
Net cash generated from operating activities	11,608	7,165
Investing activities:		
Proceeds from disposal of available-for-sale investment	-	431
Proceeds from disposal of property, plant and equipment	28	185
Purchase of property, plant and equipment	(34)	(83)
Payment for club membership	(6)	-
Acquisition of subsidiary	(1,250)	-
Investment in non-current available-for-sale investment	-	(2,500)
Short term loan issued	-	(1,161)
Interest received	539	214
Net cash (used in)/from investing activities	(723)	(2,914)
Financing activities:		
Interest paid	(102)	(115)
Dividend paid	(969)	-
Decrease / (Increase) in bank deposits pledged	(220)	5,081
Proceeds from drawdown of bank loans	210	-
Repayment of bank loans	(3,360)	(3,952)
Contribution by non-controlling interest	-	154
Net cash (used in)/from financing activities	(4,441)	1,168
Net increase in cash and cash equivalents	6,444	5,419
Cash and cash equivalents at beginning of period	46,752	32,567
Effect of foreign exchange rate changes on the balance of cash held in foreign currencies	(1,312)	750
Cash and cash equivalents at end of period	51,884	38,736

Note 1 - Cash and cash equivalents is derived from:

	The Group	
	\$'000	
	At 31/12/2018	At 31/12/2017
Cash and bank balances	55,128	41,754
Less: Pledged cash placed with bank	3,244	3,018
	51,884	38,736

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

Group	Share capital	Asset revaluation reserve	Statutory reserve	Currency translation reserve	Accumulated profits	Attributable to equity holders of the company	Non-controlling interest	Total \$'000
Latest Period								
Balance at 01/07/2018	72,502	3,090	119	(3,812)	4,546	76,445	6,168	82,613
Impact of adoption of SFRS(l) 1	-	-	-	4,660	(4,660)	-	-	-
Impact of adoption of SFRS(l) 9	-	(213)	-	-	213	-	-	-
Restated balance at 01/07/2018	72,502	2,877	119	848	99	76,445	6,168	82,613
<i>Total comprehensive income for the period</i>								
- Profit/(loss) for the period	-	-	-	-	(1,061)	(1,061)	18	(1,043)
- Other comprehensive income/(loss) for the period	-	-	126	(1,929)	(126)	(1,929)	-	(1,929)
- Transfer of revaluation surplus arising from the derecognition of building	-	(2,527)	-	-	2,527	-	-	-
<i>Transactions with owners, recognised directly in equity</i>								
- Dividend paid	-	-	-	-	(969)	(969)	-	(969)
Balance at 31/12/2018	72,502	350	245	(1,081)	470	72,486	6,186	78,672
Previous Corresponding Period								
Balance at 01/07/2017	72,502	3,411	97	(4,660)	3,695	75,045	5,680	80,725
Impact of adoption of SFRS(l) 1	-	-	-	4,660	(4,660)	-	-	-
Restated balance at 01/07/2017	72,502	3,411	97	-	(965)	75,045	5,680	80,725
<i>Total comprehensive income for the period</i>								
- Profit/(loss) for the period	-	-	-	-	(1,143)	(1,143)	136	(1,007)
- Other comprehensive income/(loss) for the period	-	309	22	689	(22)	998	-	998
<i>Transactions with owners, recognised directly in equity</i>								
- Acquisition of subsidiary	-	-	-	-	-	-	154	154
Balance at 31/12/2017	72,502	3,720	119	689	(2,130)	74,900	5,970	80,870

The Company	Share capital	Asset revaluation reserve	Accumulated profits	Total
\$'000				
Latest Period				
Balance at 01/07/2018	72,502	2,740	2,156	77,398
Impact of adoption of SFRS(I) 9	-	(213)	213	-
Restated balance at 01/07/2018	72,502	2,527	2,369	77,398
<i>Total comprehensive income for the period</i>				
- Loss for the period	-	-	(257)	(257)
'- Transfer of revaluation surplus arising from the derecognition of building	-	(2,527)	2,527	-
<i>Transactions with owners, recognised directly in equity</i>				
- Dividend paid	-	-	(969)	(969)
Balance at 31/12/2018	72,502	-	3,670	76,172
Previous Corresponding Period				
Balance at 01/07/2017	72,502	3,061	(872)	74,691
<i>Total comprehensive income for the period</i>				
- Profit for the period	-	-	535	535
- Other comprehensive income for the period	-	309	-	309
Balance at 31/12/2017	72,502	3,370	(337)	75,535

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 or 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

Share Capital	6 months ended 31/12/2018	6 months ended 31/12/2017	6 months ended 31/12/2018	6 months ended 31/12/2017
	No of ordinary shares		\$	\$
Issued and paid up:				
At 1 July	193,701,610	193,701,610	72,501,544	72,501,544
Issue of rights shares	-	-	-	-
Rights issue expenses	-	-	-	-
Exercise of warrants	-	-	-	-
At 31 December	193,701,610	193,701,610	72,501,544	72,501,544

Warrants	6 months ended 31/12/2018	6 months ended 31/12/2017
	No of warrants	
At 1 July	-	54,131,566
Issue of warrants	-	-
Exercise of warrants	-	-
Unexercised warrants expired on 29 November 2017	-	(54,131,566)
At 31 December	-	-

No shares were issued during the six months ended 31 December 2018.

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

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

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

Not applicable.

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

Except as disclosed in Note 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period as in the most recent audited financial statements for the financial year ended 30 June 2018.

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

For annual financial period beginning on or after 1 January 2018, Singapore-incorporated companies listed on the Singapore Exchange will apply Singapore Financial Reporting Framework (International) ("**SFRS(I)**"), a new financial reporting framework identical to International Financial Reporting Standards. The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as that of the audited financial statements for the year ended 30 June 2018.

SFRS(I) 1 allows a first-time adopter to zeroise the cumulative translation differences for all foreign operations that existed at the date of transition to SFRS(I) and the gain or loss on a subsequent disposal of any foreign operation shall exclude translation differences that arose before the date of transition to SFRS(I) and shall include later translation differences.

The Group has elected to apply the short-term exemption to adopt SFRS(I) 9 on 1 July 2018. Accordingly, the requirements under SFRS 39 Financial Instruments: Recognition and Measurement are applied to financial instruments up to the financial year ended 30 June 2018. At the same time, the Group is exempted from complying from SFRS(I) 7 Financial Instruments: Disclosures for the comparative period to the extent that the disclosures required by the SFRS(I) 7 relate to the items within the scope of SFRS(I) 9. As a result, the requirements under SFRS are applied in place of the requirements under SFRS(I) 7 and SFRS(I) 9 to comparative information about items within the scope of SFRS(I) 9.

The impact on the Group's financial statements arising from the adoption of SFRS(I) 1 and SFRS(I) 9 are disclosed in 1d(i) statement of changes in equity - Group.

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

	6 months ended 31/12/2018	6 months ended 31/12/2017
(Loss)/Earnings per ordinary share attributable to the owners of the company for the period		
(i) Based on weighted average number of ordinary share in issue (Cents)	(0.55)	(0.59)
(ii) On a fully diluted basis (Cents)	(0.55)	(0.59)
Computed based on the following weighted average number of shares		
(i) Basic	193,701,610	193,701,610
(ii) Diluted	193,701,610	193,701,610

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 period reported on and (b) immediately preceding financial year

	31/12/2018	30/06/2018
	Cents	
The Group	37.42	39.47
The Company	39.32	39.96

Net asset value per share attributable to the owners of the company is calculated based on 193,701,610 (30 June 2018 : 193,701,610) ordinary shares issued at the end of the current period under review and of the immediately preceding financial year.

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

Statement of comprehensive income

The Group registered revenue of \$19 million for the half year ended 31 December 2018 ("HY2019"). This is 6.6% higher than previous corresponding half year ended 31 December 2017 ("HY2018"). Revenue for Measuring Instrument improved by \$1 million (14.7%) and Property segment increased by \$0.5 million (5.5%). These increases are partially offset by a \$0.3 million (19.5%) drop in revenue by the Hose and Marine segment.

The improved measuring instrument revenue is largely due to pick up in capital spendings of manufacturing customers. The higher property revenue is mainly due to sale of 1 unit of semi-detached house in Singapore during the six months ended 31 December 2018.

The Group's gross profit increased by 36.8% from \$2.1 million in HY2018 to \$2.9 million in HY2019. Property segment reported a reduced gross loss of \$0.07 million for HY2019 as compared to a gross loss of \$0.7 million for HY2018. Adjustment to restate the cost of properties sold from historical cost to fair value as the properties held for sale had been fair valued at date of acquisition of Starland Holdings Limited is \$1.8 million for HY2019 and \$3.7 million for HY2018. Gross profit for Measuring Instrument segment increased by \$0.3 million from \$2.1 million in HY2018 to \$2.4 million in HY2019, in line with the improved sales. Gross profit for Hose and Marine segment decreased by \$0.1 million from \$0.7 million in HY2018 to \$0.6 million in HY2019, as a result of the lower revenue in period under review.

Other income increased by \$0.3 million in HY2019 as compared to HY2018. This is mainly due to higher interest income in HY2019.

Selling and distribution expenses decreased by 29.6% in HY2019 as compared to HY2018. The decrease is mainly due to lesser units of property sold in Chongqing, People's Republic of China ("PRC") in HY2019 as compared to HY2018. The Group sold 17 residential units, 5 commercial units and 22 carpark lots in HY2019 as compared to 75 residential units, 2 commercial units and 42 carpark lots in HY2018.

Administrative expenses increased by 13.8% to \$3.6 million in HY2019 from \$3.2 million in HY2018. The increase is largely due to a \$0.2 million increase in foreign exchange loss as a result of the weakening of Chinese Renminbi against Singapore dollar. In addition, included in HY2018 administrative expenses are non-recurring \$0.2 million gain on disposal of property, plant and equipment and a \$0.3 million gain on disposal of available-for-sale investment. These are partially offset by a \$0.2 million reduction in payroll cost in HY2019 as compared to HY2018.

Other losses increased by \$0.3 million in HY2019 as compared to HY2018. This pertained to net loss on financial assets measured at fair value through profit or loss.

Consequently, the Group incurred a loss before tax of \$0.6 million for HY2019 as compared to a loss of \$1.1 million in HY2018.

Statement of financial position and Statement of cashflows

Group

The Group's financial position remains sound with the current ratio of around 5.5 times at the end of December 2018 as compared to 4.8 times at the end of June 2018 ("FY2018). As at 31 December 2018, the Group had cash and bank balances totalling \$55.1 million. This is an increase of \$5.4 million as compared to 30 June 2018.

Properties held for sale decreased from \$23.1 million on 30 June 2018 to \$15.7 million as at 31 December 2018. The decrease is largely due to sale of residential, commercial and car park units during the six months under review.

Development properties decreased from \$18.7 million on 30 June 2018 to \$8 million as at 31 December 2018. The decrease is largely due to repossession of the development property land in Tangshan City, PRC during the six months under review.

Non-current other receivables increased from \$5.9 million on 30 June 2018 to \$8.9 million as at 31 December 2018. The increase is a result of \$4 million (RMB20 million) repossession value receivable from People's Government of Kaiping District, Tangshan City, PRC, pertaining to the repossession of the development property in Tangshan City, PRC. The total repossession value is RMB63.8 million, the Group has received RMB43.8 million in December 2018, with the balance RMB20 million to be received no later than 31 December 2020.

Current liabilities decreased by \$4.9 million from \$21 million in FY2018 to \$16.2 million in HY2019. This is mainly due to a net loan repayment of \$3.2 million, a \$1 million lower other payables and a \$0.7 million lower income tax payable as at 31 December 2018 as compared to 30 June 2018.

Asset revaluation reserve decreased by \$2.7 million from \$3.1 million in FY2018 to \$0.4 million in HY2019. This is due to a reclassification of \$2.5 million from asset revaluation reserve to accumulated profits as the lease of the revalued leasehold building expired during the period under review and \$0.2 million arising from the impact of adoption of SFRS(I) 9.

Company

Amount due from subsidiaries decreased by \$4.3 million from \$59.8 million in FY2018 to \$55.5 million in HY2019. The decrease is mainly due to repayment of amount by subsidiaries during the period under review.

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

No forecast or prospect statement has been issued previously.

10. A commentary at the date of the announcement of the 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

The Group does not envisage a quick recovery for the offshore and marine sector customers served by our Hose and Marine business. We anticipate modest recovery in capital and operational spending from our customers in Measuring Instrument business. As for the property business, the market still remains challenging and we are at the tail end with balance stock of 31 residential units, 27 shop units and 161 car park lots.

11. Dividend

(a) Current Financial Period Reported on

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

Name of Dividend	Not Applicable
Dividend Type	Not Applicable
Dividend Rate	Not Applicable

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend	Not Applicable
Dividend Type	Not Applicable
Dividend Rate	Not Applicable

(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 for half year ended 31 December 2018.

13. Interested person transactions

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST").

Interested person transaction, as defined in Chapter 9 of the Listing Manual of the SGX-ST, entered into by the Group or by the Company during the half year ended 31 December 2018 is as follows:

Name of interested person	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)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Luminor Capital Pte Ltd - Rental expenses recovered	114,634	-
Ms Fong Peg Hong, Mr Kwan Chee Seng, Ms Kwan Yu Wen and Ms Elissa Kwan Ru Hui - Acquisition of 100% interest in VDH Land Sdn. Bhd.	1,288,174	-

14. Use of rights issue proceeds

As at date of this announcement, the status of the use of net proceeds from the rights shares is as below:

Use of Net Proceeds	Allocation of Net Proceeds \$'000	Net Proceeds utilised as at the date of this announcement \$'000	Balance of Net Proceeds as at the date of this announcement \$'000
2013 Rights issues			
Proposed new business	28,000	(28,000)	-
General working capital	5,000	(804)	4,196
	33,000	(28,804)	4,196
Proceeds from exercise of warrants: - Proposed new business	8,974	(8,974)	-
Total	41,974	(37,778)	4,196
Breakdown of utilisation of general working capital is as follows:			
Rental expenses		(34)	
Professional fees		(125)	
General administrative expenses		(645)	
Total		(804)	
2016 Rights issues			
Proposed new business	12,348	(3,788)	8,560
General working capital	841	-	841
	13,189	(3,788)	9,401
Proceeds from exercise of warrants: - Proposed new business	6	-	6
Total	13,195	(3,788)	9,407

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1)

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1) of the Listing Manual of the Singapore Exchange Securities Trading Limited.

16. Confirmation by the Board of Directors

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 unaudited financial statements for the half-year ended 31 December 2018 to be false or misleading in any material aspect.

17. Watchlist

The Company has made quarterly update as required under Listing Rule 1313(2). The last update was made on 29 November 2018.

BY ORDER OF THE BOARD

Kwan Chee Seng
Executive Director
13 February 2019