

**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE THIRD QUARTER AND 9-MONTH ENDED 30 JUNE 2019**

This announcement has been prepared by Jumbo Group Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) and has been reviewed by the Company’s sponsor, United Overseas Bank Limited (the “**Sponsor**”), for compliance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) Listing Manual Section B: Rules of Catalist. This announcement has not been examined or approved by the SGX-ST. The SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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PART 1 – INFORMATION REQUIRED FOR QUARTERLY, HALF-YEAR AND FULL-YEAR ANNOUNCEMENTS

1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comprehensive statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Group			Group		
	Q3 FY2019 \$'000	Q3 FY2018 \$'000	Increase/ (Decrease) %	9M FY2019 \$'000	9M FY2018 \$'000	Increase/ (Decrease) %
Revenue	36,367	36,085	0.8	113,080	113,581	(0.4)
Cost of sales	(13,703)	(13,625)	0.6	(41,189)	(42,287)	(2.6)
Gross profit	22,664	22,460	0.9	71,891	71,294	0.8
Other income	534	426	25.4	2,063	2,347	(12.1)
Employee benefits expense	(11,463)	(11,343)	1.1	(35,152)	(35,596)	(1.2)
Operating lease expenses	(3,626)	(3,476)	4.3	(10,470)	(10,713)	(2.3)
Utilities expenses	(1,022)	(922)	10.8	(2,926)	(2,716)	7.7
Depreciation expense	(1,417)	(1,174)	20.7	(4,041)	(3,411)	18.5
Other operating expenses	(3,716)	(3,766)	(1.3)	(10,961)	(11,260)	(2.7)
Share of results of associates	(300)	65	N.M.	(293)	(115)	N.M.
Profit before tax	1,654	2,270	(27.1)	10,111	9,830	2.9
Income tax expense	(340)	(330)	3.0	(1,761)	(1,520)	15.9
Profit for the period	1,314	1,940	(32.3)	8,350	8,310	0.5
Other comprehensive loss: <i>Items that may be reclassified subsequently to profit or loss</i>						
Exchange differences arising on translation of foreign operations	(289)	(155)	86.5	(230)	(159)	44.7
Other comprehensive loss for the period, net of tax	(289)	(155)	86.5	(230)	(159)	44.7
Total comprehensive income for the period	1,025	1,785	(42.6)	8,120	8,151	(0.4)
Profit attributable to:						
Owners of the Company	1,659	2,205	(24.8)	9,108	8,574	6.2
Non-controlling interests	(345)	(265)	30.2	(758)	(264)	N.M.
	1,314	1,940	(32.3)	8,350	8,310	0.5
Total comprehensive income attributable to:						
Owners of the Company	1,366	2,062	(33.8)	8,874	8,427	5.3
Non-controlling interests	(341)	(277)	23.1	(754)	(276)	N.M.
	1,025	1,785	(42.6)	8,120	8,151	(0.4)

N.M. : Not Meaningful

1(a)(ii) Notes to combined statements of profit or loss and other comprehensive income

The Group's net profit was arrived after crediting / (charging) the following:

	Group			Group		
	Q3 FY2019 \$'000	Q3 FY2018 \$'000	Increase/ (Decrease) %	9M FY2019 \$'000	9M FY2018 \$'000	Increase/ (Decrease) %
<u>Material items included in other income:</u>						
Government credit schemes	-	321	N.M.	282	457	(38.3)
Interest income	78	18	N.M.	228	36	N.M.
Fair value gain(loss) on investments at fair value through profit or loss	124	-	N.M.	(348)	-	N.M.
Fair value gains on short-term investments	7	(45)	N.M.	8	18	(55.6)
Government grants	4	24	(83.3)	476	104	N.M.
Management fee received	83	40	N.M.	274	190	44.2
Membership fee received	173	36	N.M.	518	357	45.1
Write back of impairment loss on investment in Associates	-	-	-	-	500	N.M.
Reversal of provision for reinstatement costs	-	32	N.M.	219	32	N.M.
Gain on disposal of property, plant and Equipment	7	35	(80.0)	85	36	N.M.
Loss on property, plant and equipment written off	-	(49)	N.M.	(111)	(49)	N.M.
<u>Material items included in other operating expenses:</u>						
Cleaning supplies and services	(490)	(380)	28.9	(1,484)	(1,401)	5.9
Credit card commission	(478)	(463)	3.2	(1,473)	(1,474)	(0.1)
General supplies	(554)	(510)	8.6	(1,656)	(1,574)	5.2
Repair and maintenance	(398)	(388)	2.6	(1,125)	(1,087)	3.5
Professional fees	(313)	(250)	25.2	(920)	(857)	7.4
Transportation fees	(385)	(271)	42.1	(857)	(863)	(0.7)
Marketing expenses	(268)	(574)	(53.3)	(912)	(1,389)	(34.3)
Depreciation of property, plant and equipment	(1,417)	(1,174)	20.7	(4,041)	(3,411)	18.5
Over(Under) provision of tax in respect of prior years	-	(44)	N.M.	136	33	N.M.

N.M. : Not Meaningful

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	
	As at 30 June 2019 \$'000	As at 30 Sep 2018 \$'000	As at 30 June 2019 \$'000	As at 30 Sep 2018 \$'000
ASSETS				
Current assets				
Cash and cash equivalents	40,672	46,583	17,551	9,140
Trade and other receivables	13,554	11,717	7	14
Due from subsidiaries	-	-	21,913	30,965
Dividend receivable	-	-	-	8,000
Short-term investments	444	436	-	-
Inventories	1,923	1,542	-	-
Total current assets	56,593	60,278	39,471	48,119
Non-current assets				
Investment in subsidiaries	-	-	5,424	5,424
Investment in associates	1,775	2,068	-	-
Available-for-sale investment	75	75	-	-
Investment at fair value through profit or loss ("FVTPL")	3,360	3,708	-	-
Goodwill	782	782	-	-
Property, plant and equipment	22,290	20,811	-	-
Club memberships	238	238	-	-
Total non-current assets	28,520	27,682	5,424	5,424
Total assets	85,113	87,960	44,895	53,543
LIABILITIES AND EQUITY				
Current liabilities				
Trade and other payables	11,864	13,786	202	187
Provision for reinstatement costs	2,135	2,047	-	-
Income tax payable	1,326	2,318	-	-
Total current liabilities	15,325	18,151	202	187
Non-current liability				
Deferred tax liability	301	301	-	-
Total non-current liability	301	301	-	-
Capital and reserves				
Share capital	48,806	48,806	48,806	48,806
Treasury shares	(447)	-	(447)	-
Currency translation reserve	(582)	(352)	-	-
Merger reserve	(2,828)	(2,828)	-	-
Retained earnings	21,168	19,754	(3,666)	4,550
Equity attributable to owners of the Company	66,117	65,380	44,693	53,356
Non-controlling interests	3,370	4,128	-	-
Total equity	69,487	69,508	44,693	53,356
Total liabilities and equity	85,113	87,960	44,895	53,543

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

The Group had no borrowings or debt securities as at 31 March 2019 and 30 September 2018.

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.

	Group		Group	
	Q3 FY2019 \$'000	Q3 FY2018 \$'000	9M FY2019 \$'000	9M FY2018 \$'000
Operating activities				
Profit before income tax	1,654	2,270	10,111	9,830
Adjustments for:				
Depreciation expense	1,417	1,174	4,041	3,411
Interest income	(78)	(18)	(228)	(36)
Loss on property, plant and equipment written off	-	49	111	49
Gain on disposal of property, plant and equipment	(7)	(35)	(85)	(36)
Reversal of impairment of investment in associates	-	-	-	(500)
Fair value (gain)loss on investments at fair value through profit or loss	(124)	-	348	-
Fair value (gain)loss on short-term investments	(7)	45	(8)	(18)
Share-based payment expense	-	-	-	256
Reversal of provision for reinstatement	-	-	(219)	-
Share of results of associates	300	(65)	293	115
Unrealised foreign exchange gain	(289)	(169)	(228)	(188)
Operating cash flows before movements in working capital	2,866	3,251	14,136	12,883
Trade and other receivables	(1,638)	(844)	(1,837)	(3,452)
Inventories	(21)	239	(381)	66
Trade and other payables	255	2,238	(1,922)	2,079
Cash generated from operations	1,462	4,884	9,996	11,576
Interest income	78	18	228	36
Income tax paid	(1,267)	(1,305)	(2,753)	(3,049)
Net cash from operating activities	273	3,597	7,471	8,563
Investing activities				
Acquisition of property, plant and equipment	(2,199)	(2,147)	(5,252)	(5,335)
Acquisition of investment in associates	-	-	-	(1,108)
Proceeds from reduction of investment in associates	-	-	-	220
Proceeds from disposal of property, plant and equipment	7	35	13	36
Acquisition of treasury shares	(189)	-	(487)	-
Transfer of treasury shares	-	-	40	-
Net cash used in investing activities	(2,381)	(2,112)	(5,686)	(6,187)
Financing activity				
Dividend paid to owners of the Company	(3,206)	(3,209)	(7,694)	(10,907)
Proceeds from issuance of shares to non-controlling interest in a subsidiary company	-	1,312	-	1,312
Net cash used in financing activity	(3,206)	(1,897)	(7,694)	(9,595)
Net decrease in cash and cash equivalents	(5,314)	(412)	(5,909)	(7,219)
Cash and cash equivalents at beginning of the period	45,986	44,484	46,583	51,262
Effect of foreign exchange rate changes	-	-	(2)	29
Cash and cash equivalents at end of the period	40,672	44,072	40,672	44,072

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.

COMBINED STATEMENTS OF CHANGES IN EQUITY

Group (\$'000)	Share capital	Treasury shares	Currency translation reserve	Merger reserve	Retained earnings	Equity attributable to owners of the Company	Non-controlling interests	Total
Balance at 1 October 2017	48,550	-	(110)	(2,828)	19,639	65,251	3,229	68,480
Total comprehensive income for the period:								
Profit for the period	-	-	-	-	6,369	6,369	1	6,370
Other comprehensive loss	-	-	(4)	-	-	(4)	-	(4)
Transactions with owners, recognised directly in equity:								
Issued of shares	256	-	-	-	-	256	-	256
Dividend paid	-	-	-	-	(7,698)	(7,698)	-	(7,698)
Balance at 31 March 2018	48,806	-	(114)	(2,828)	18,310	64,174	3,230	67,404
Total comprehensive income for the period:								
Profit for the period	-	-	-	-	2,205	2,205	(265)	1,940
Other comprehensive loss	-	-	(143)	-	-	(143)	(12)	(155)
Transactions with owners, recognised directly in equity:								
Issued of shares	-	-	-	-	-	-	1,312	1,312
Dividend paid	-	-	-	-	(3,209)	(3,209)	-	(3,209)
Balance at 30 June 2018	48,806	-	(257)	(2,828)	17,306	63,027	4,265	67,292

Group (\$'000)	Share capital	Treasury shares	Currency translation reserve	Merger reserve	Retained earnings	Equity attributable to owners of the Company	Non-controlling interests	Total
Balance at 1 October 2018	48,806	-	(352)	(2,828)	19,754	65,380	4,128	69,508
Total comprehensive income for the period:								
Profit for the period	-	-	-	-	7,449	7,449	(413)	7,036
Other comprehensive income	-	-	59	-	-	59	-	59
Transactions with owners, recognised directly in equity:								
Transfer of treasury shares	-	40	-	-	-	40	-	40
Repurchase of shares	-	(298)	-	-	-	(298)	-	(298)
Dividend paid	-	-	-	-	(4,488)	(4,488)	-	(4,488)
Balance at 31 March 2019	48,806	(258)	(293)	(2,828)	22,715	68,142	3,715	71,857
Total comprehensive income for the period:								
Profit for the period	-	-	-	-	1,659	1,659	(345)	1,314
Other comprehensive income	-	-	(289)	-	-	(289)	-	(289)
Transactions with owners, recognised directly in equity:								
Repurchase of shares	-	(189)	-	-	-	(189)	-	(189)
Dividend paid	-	-	-	-	(3,206)	(3,206)	-	(3,206)
Balance at 30 June 2019	48,806	(447)	(582)	(2,828)	21,168	66,117	3,370	69,487

Company (\$'000)	Share capital	Treasury shares	Retained earnings	Total
Balance at 1 October 2017	48,550	-	189	48,739
Total comprehensive income for the period:				
Profit for the period	-	-	7,614	7,614
Transactions with owners, recognised directly in equity:				
Issue of shares	256	-	-	256
Dividend paid	-	-	(7,698)	(7,698)
Balance at 31 March 2018	48,806	-	105	48,911
Total comprehensive income for the period:				
Profit for the period	-	-	(163)	(163)
Transactions with owners, recognised directly in equity:				
Dividend paid	-	-	(3,209)	(3,209)
Balance at 30 June 2018	48,806	-	(3,267)	45,539
Balance at 1 October 2018	48,806	-	4,550	53,356
Total comprehensive income for the period:				
Loss for the period	-	-	(414)	(414)
Transactions with owners, recognised directly in equity:				
Transfer of treasury shares	-	40	-	40
Dividend paid	-	-	(4,488)	(4,488)
Repurchase of shares	-	(298)	-	(298)
Balance at 31 March 2019	48,806	(258)	(352)	48,196
Total comprehensive income for the period:				
Loss for the period	-	-	(108)	(108)
Transactions with owners, recognised directly in equity:				
Repurchase of shares	-	(189)	-	(189)
Dividend paid	-	-	(3,206)	(3,206)
Balance at 30 June 2019	48,806	(447)	(3,666)	44,693

1(d)(ii) Details of any changes in the company's share capital arising from rights issues, bonus issues, share buy-backs, exercises of share options or warrants, conversion of other issues of equity securities, issues of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the corresponding period of the immediately preceding financial year.

There has been no change to the Company's share capital since 31 March 2019.

There were no outstanding convertibles and subsidiary holdings held by the Company as at 30 June 2019 and 30 June 2018.

The number of shares held as treasury shares as at 30 June 2019 and 30 June 2018 were 1,144,800 shares and nil respectively representing 0.18% and nil respectively, of the total number of shares outstanding that was listed as at the respective dates.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of current financial period and as at the end of the immediately preceding year.

	As at 30 June 2019	As at 30 September 2018
Total number of issued shares excluding treasury shares	640,688,200	641,833,000

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

There were no sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

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 as there were no subsidiary shareholdings.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

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

3. Where 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.

The Group has applied the same accounting policies and methods of computation in the Group's financial statements for the third quarter and 9-month ended 30 June 2019 as its most recently audited financial statements for the financial year ended 30 September 2018, except as disclosed in paragraph 5.

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 Group and the Company have adopted the applicable new and revised Financial Reporting Standards (“FRS”) and Interpretations of FRS (“INT FRS”) that are relevant to its operations and effective for annual periods beginning on or after 1 October 2018. The adoption of these new and revised FRS and INT FRS has no material financial impact on the financial statements of the Group.

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:-

Earnings per share (“EPS”)

	Group		Group	
	Q3 FY2019	Q3 FY2018	9M FY2019	9M FY2018
Profit attributable to owners of the Company (\$'000)	1,659	2,205	9,108	8,574
Weighted average number of shares ('000)	640,688	641,833	640,688	641,600
Basic and diluted EPS based on weighted average number of shares (cents)	0.3	0.3	1.4	1.3

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital excluding treasury shares of the issuer at the end of the:-

- (a) Current financial period reported on; and
- (b) Immediately preceding financial year.

Net asset value (“NAV”)

	Group		Company	
	As at		As at	
	30-Jun-19	30 Sep 2018	30-Jun-19	30 Sep 2018
NAV (\$'000)	66,117	65,380	44,693	53,356
Number of shares ('000)	640,688	641,833	640,688	641,833
NAV per share (cents)	10.3	10.2	7.0	8.3

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

REVIEW OF THE GROUP'S PERFORMANCE

Revenue

Revenue increased by 0.8% or \$0.3 million, from \$36.1 million in the third quarter ended 30 June 2018 ("Q3 FY2018") to \$36.4 million in the third quarter ended 30 June 2019 ("Q3 FY2019") due to higher revenue from the Singapore operations and franchise income. We opened 3 new restaurants/outlets in Singapore in Q3 FY2019, namely Jumbo Seafood at Jewel Changi Airport, Zui Yu Xuan Teochew Cuisine and Chao Ting Teochew Pao Fan at Far East Square. Revenue was affected by a 4-week closure of the Jumbo Seafood restaurant at The Riverwalk for renovation.

Cost of sales

Cost of sales which comprised raw materials and consumables used increased by 0.6% or \$0.1 million, from \$13.6 million in Q3 FY2018 to \$13.7 million in Q3 FY2019, in line with the increase in revenue.

Gross profit

Gross profit increased by 0.9% or \$0.2 million, from \$22.5 million in Q3 FY2018 to \$22.7 million in Q3 FY2019.

Gross profit margin was slightly higher at 62.3% in Q3 FY2019 as compared to 62.2% in Q3 FY2018.

Other income

Other income increased by 25.4% or \$0.1 million, from \$0.4 million in Q3 FY2018 to \$0.5 million in Q3 FY2019, largely due to fair value gain on investments, higher interest income, membership fee and management fee received and partially offset by lower payouts from the government credit schemes and grants.

Employee benefits expense

Employee benefits expense increased by 1.1% or \$0.2 million, from \$11.3 million in Q3 FY2018 to \$11.5 million in Q3 FY2019 as a result of increase in headcount for the new restaurants/outlets.

Operating lease expenses

Operating lease expenses increased by 4.3% or \$0.1 million, from \$3.5 million in Q3 FY2018 to \$3.6 million in Q3 FY2019 mainly due to the opening of new restaurants/outlets.

Utilities expenses

Utilities expenses increased by 10.8% or \$0.1 million, from \$0.9 million in Q3 FY2018 to \$1.0 million Q3 FY2019, mainly due to the new restaurants/outlets.

Depreciation expense

Depreciation expense increased by 20.7% or \$0.2 million, from \$1.2 million in Q3 FY2018 to \$1.4 million in Q3 FY2019, mainly due to additional investments in property, plant and equipment for the new restaurants/outlets.

Other operating expenses

Other operating expenses decreased by 1.3% or \$0.1 million, from \$3.8 million in Q3 FY2018 to \$3.7 million in Q3 FY2019. The lower other operating expenses in Q3 FY2019 were largely due to the absence of marketing expenses related to the Group's 30th Anniversary celebrations in Q3 FY2018 and partially offset by higher professional fees, cleaning supplies and services, and transportation fees.

Share of results of associates

Share of results of associates was a loss of \$0.3 million in Q3 FY2019 compared to a profit of \$65,000 in Q3 FY2018 mainly due to lower performing Jumbo Seafood restaurants in Taiwan.

Income tax expense

Income tax expense remained unchanged at \$0.3 million in Q3 FY2019 and Q3 FY2018.

Profit after tax

As a result of the above, profit after tax decreased by 32.3% or \$0.6 million, from \$1.9 million in Q3 FY2018 to \$1.3 million in Q3 FY2019.

Profit attributable to owners of the Company

Profit attributable to owners of the Company decreased by 24.8% or \$0.5 million, from \$2.2 million in Q3 FY2018 to \$1.7 million in Q3 FY2019.

REVIEW OF THE GROUP'S FINANCIAL POSITION

Current assets

The Group's current assets decreased by 6.1% or \$3.7 million, from \$60.3 million in 30 September 2018 to \$56.6 million in 30 June 2019. This was largely due to a decrease in cash and cash equivalents of \$5.9 million as a result of dividend payment, setting up of new restaurants/outlets and renovation cost of the Jumbo Seafood restaurant at The Riverwalk and partially offset by an increase in trade and other receivables of \$1.8 million and an increase in inventories of \$0.4 million.

Non-current assets

The Group's non-current assets increased by 3.0% or \$0.8 million, from \$27.7 million in 30 September 2018 to \$28.5 million in 30 June 2019, mainly due to additional investments in property, plant and equipment for the new restaurants/outlets and renovation of Jumbo Seafood restaurant at The Riverwalk.

Current liabilities

The Group's current liabilities decreased by 15.6% or \$2.9 million from \$18.2 million as at 30 September 2018 to \$15.3 million as at 30 June 2019 mainly due to a decrease in trade and other payables of \$ 1.9 million and a decrease in income tax payable of \$1.0 million.

Non-current liability

The Group's non-current liability remained at \$0.3 million as at 30 September 2018 and 30 June 2019.

REVIEW OF THE GROUP'S CASH FLOW STATEMENT

The Group generated net cash from operating activities before movements in working capital of \$2.9 million in Q3 FY2019. Net cash used for working capital amounted to \$1.4 million mainly due to an increase in trade and other receivables of \$1.6 million and partially offset by an increase in trade and other payables of \$0.3 million. The Group paid income tax of \$1.3 million. As a result, net cash generated from operating activities was \$0.3 million in Q3 FY2019.

Net cash used in investing activities amounted to \$2.4 million in Q3 FY2019 and was mainly for the acquisition of property, plant and equipment for the 3 new restaurants/outlets and renovation works in Jumbo Seafood restaurant at The Riverwalk in Singapore, as well as purchase of treasury shares.

Net cash used in financing activities for Q3 FY2019 amounted to \$3.2 million and was due to payment of dividend to owners of the Company.

As a result, cash and cash equivalents decreased by \$5.3 million in Q3 FY2019.

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

Not applicable. No forecast or prospect statement has been previously disclosed to shareholders.

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.

The Group expects to continue to face headwinds such as operating cost pressures and keen competition. While these are industry-wide challenges that invariably affect the F&B sector, the Group believes that it will be able to navigate these challenges, and remain confident that its business will remain stable in the next 12 months.

The Singapore operations are expected to continue to form the bedrock of earnings growth, and the Group looks forward to strengthening its foothold with the recently opened Jumbo Seafood restaurant at Jewel Changi Airport; and Zui Yu Xuan Teochew Cuisine restaurant and Chao Ting Teochew Pao Fan outlet at Far East Square. Jumbo Seafood restaurant at The Riverwalk was closed for 4 weeks for major renovations in Q3 FY2019 and is now fully operational.

The first Jumbo Seafood restaurant opened in Seoul, South Korea in July 2019 while Taiwan opened its third Ng Ah Sio Bak Kut Teh outlet in June 2019.

Barring unforeseen circumstances, plans are underway for one more Tsui Wah Hong Kong-styled “Cha Chaan Teng” outlet in Singapore, a second Jumbo Seafood restaurant in South Korea and one Ng Ah Sio Bah Kut Teh outlet each in the People’s Republic of China and Taiwan in the next 12 months.

The Group will continue to grow its overseas footprint and explore suitable opportunities to expand its network of F&B outlets and business through the opening of new outlets, acquisitions, joint ventures or strategic alliances with partners who can strengthen Jumbo’s market position and value add to its existing business.

11. Dividend

(a) Any dividend declared for the current financial period reported on?

Nil

(b) Corresponding period of the immediately preceding financial year?

Nil

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined.

Not applicable.

12. If no dividend has been declared/recommended, a statement to the effect and the reason(s) for the decision.

No dividend has been declared or recommended by the board of directors of the Company (“**Board**”) in respect of Q3 FY2019 as the Company declares dividends (if any) at half year and full year announcements.

13. Interested person transactions

The Group has not obtained a general mandate from shareholders for interested person transactions. There were no interested person transactions of \$100,000 or more for the period under review.

14. Use of IPO proceeds

The Company received net proceeds from the IPO of approximately \$37.2 million (the “**Net Proceeds**”). As at the date of this announcement, the Net Proceeds have been utilised as follows:

Purpose	Allocation of Net Proceeds (as disclosed in the offer document) (\$'000)	Net Proceeds utilised as at the date of this announcement (\$'000)	Balance of Net Proceeds as at the date of this announcement (\$'000)
Establish new outlets and refurbish existing outlets	12,000	(12,000)	-
Acquire new premises, equipment and machinery	11,500	(6,772)	4,728
Working capital and general corporate purposes	13,700	(13,700)	-
	<u>37,200</u>	<u>(32,472)</u>	<u>4,728</u>

15. Confirmation by the issuer pursuant to Rule 720(1)

The Company has procured the undertakings from all its directors and executive officer as required under Rule 720(1) of the SGX-ST Listing Manual Section B: Rules of Catalist.

16. Negative confirmation by the board pursuant to Rule 705(5)

To the best knowledge of the Board, nothing has come to the attention of the Board which may render the unaudited financial results of the Group and the Company for Q3 FY2019 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Tan Cher Liang
Independent Chairman
6th August 2019

Ang Kiam Meng
Group CEO and Executive Director
6th August 2019