

STAMFORD TYRES CORPORATION LTD

Unaudited Third Quarter 2017 Financial Statements

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

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

1(a)(i) CONSOLIDATED INCOME STATEMENT

	Group			Group		
	Q3FY17	Q3FY16	Difference	9MFY17	9MFY16	Difference
	Jan'17	Jan'16		Jan'17	Jan'16	
	\$'000	\$'000	%	\$'000	\$'000	%
Revenue	59,722	59,569	0.26%	175,500	182,864	-4.03%
Other revenue	798	701	13.84%	1,978	1,555	27.20%
Total revenue	60,520	60,270	0.41%	177,478	184,419	-3.76%
Cost of goods sold	44,328	44,531	-0.46%	130,334	138,261	-5.73%
Salaries and employees benefits	6,108	5,941	2.81%	17,992	17,830	0.91%
Marketing and distribution	1,471	1,400	5.07%	5,427	5,423	0.07%
Utilities, repairs and maintenance	1,488	1,370	8.61%	4,430	4,242	4.43%
Finance costs	1,155	1,382	-16.43%	3,449	4,151	-16.91%
Depreciation of property, plant and equipment	1,255	1,241	1.13%	3,685	3,853	-4.36%
Operating lease rentals	1,254	1,124	11.57%	3,463	3,354	3.25%
Other operating expenses	1,352	2,517	-46.29%	3,124	4,949	-36.88%
Total expenditure	(58,411)	(59,506)	-1.84%	(171,904)	(182,063)	-5.58%
Share of results of joint ventures	913	840	8.69%	1,909	1,218	56.73%
Profit before taxation	3,022	1,604	88.40%	7,483	3,574	109.37%
Taxation	(746)	(710)	5.07%	(2,189)	(1,681)	30.22%
Profit for the financial period	2,276	894	154.59%	5,294	1,893	179.66%
Attributable to:						
Equity holders of the company	2,276	894	154.59%	5,294	1,893	179.66%
	2,276	894	154.59%	5,294	1,893	179.66%

N.M - Not meaningful.

1(a)(i) CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Q3FY17 Jan'17 \$'000	Q3FY16 Jan'16 \$'000	9MFY17 Jan'17 \$'000	9MFY16 Jan'16 \$'000
Net profit for the financial period	2,276	894	5,294	1,893
Other comprehensive income :				
Translation adjustments arising on consolidation	(129)	835	589	(2,387)
Other comprehensive income for the financial period, net of tax	(129)	835	589	(2,387)
Total comprehensive income for the financial period	2,147	1,729	5,883	(494)
Total comprehensive income attributable to :				
Equity holders of the company	2,147	1,729	5,883	(494)
	2,147	1,729	5,883	(494)

	Q3FY17 Jan'17 \$'000	Q3FY16 Jan'16 \$'000	9MFY17 Jan'17 \$'000	9MFY16 Jan'16 \$'000
(a) Profit after taxation is stated after charging/(crediting) :				
Depreciation of property, plant and equipment (inclusive of charges included in cost of goods sold)	1,900	1,795	5,514	6,066
Allowance for doubtful trade receivables	156	565	501	755
Allowance for inventory obsolescence	181	100	500	232
(Gain)/loss on disposal of property, plant and equipment	(2)	12	(81)	(30)
Foreign exchange loss/(gain)	225	775	(701)	1,182
Fair value (gain)/loss on derivatives	(37)	56	279	(165)

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

	Group		Company	
	Jan'17 \$'000	Apr'16 \$'000	Jan'17 \$'000	Apr'16 \$'000
Non-current assets				
Property, plant and equipment	69,741	70,625	-	-
Subsidiary companies	-	-	40,764	40,789
Amount due from subsidiary companies	-	-	14,336	14,259
Joint venture companies	16,425	14,299	6,567	6,567
Associated company	233	233	-	-
Deferred tax assets	2,737	2,468	-	-
	<u>89,136</u>	<u>87,625</u>	<u>61,667</u>	<u>61,615</u>
Current assets				
Inventories	80,843	85,020	-	-
Trade receivables	66,240	67,618	-	-
Derivatives	-	66	-	-
Other receivables	5,277	4,232	51	94
Prepayments and advances	4,992	2,975	41	21
Cash and cash equivalents	18,846	17,425	349	373
	<u>176,198</u>	<u>177,336</u>	<u>441</u>	<u>488</u>
Less: Current liabilities				
Trade payables	18,628	17,184	-	-
Trust receipts (secured)	51,037	49,686	-	-
Derivatives	309	96	52	39
Other payables	19,435	16,396	736	711
Loans (secured)	13,814	10,570	-	-
Hire-purchase liabilities	781	878	-	-
Provisions	764	639	-	-
Provision for taxation	2,663	1,871	8	22
	<u>107,431</u>	<u>97,320</u>	<u>796</u>	<u>772</u>
Net current assets/(liabilities)	68,767	80,016	(355)	(284)
Non-current liabilities				
Amount due to subsidiary companies	-	-	14,217	11,341
Hire-purchase liabilities	940	1,323	-	-
Provisions	861	820	-	-
Long-term loans (secured)	33,983	47,066	-	-
Deferred tax liabilities	1,087	927	108	108
	<u>36,871</u>	<u>50,136</u>	<u>14,325</u>	<u>11,449</u>
Net assets	<u>121,032</u>	<u>117,505</u>	<u>46,987</u>	<u>49,882</u>
Equity				
Share capital	35,722	35,722	35,722	35,722
Reserves	85,310	81,783	11,265	14,160
	<u>121,032</u>	<u>117,505</u>	<u>46,987</u>	<u>49,882</u>

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

Amount repayable in one year or less, or on demand

As at 31/01/2017		As at 30/04/2016	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
65,632	-	61,134	-

Amount repayable after one year

As at 31/01/2017		As at 30/04/2016	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
34,923	-	48,389	-

Details of any collateral

The Group's freehold land, certain leasehold land and buildings, leasehold improvements and certain plant and equipment with a total net book value of \$54,350,596 as at 31 January 2017 (30 April 2016: \$54,696,014) are subject to legal mortgages in connection with bank facilities granted to the Group.

The trust receipts of subsidiary companies are secured primarily by corporate guarantees from the Company.

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

1(c)(i) CONSOLIDATED CASH FLOW STATEMENT (3QFY2017 vs 3QFY2016)

	Group	
	Q3FY17 Jan'17 \$'000	Q3FY16 Jan'16 \$'000
Cash flows from operating activities:		
Profit before taxation	3,022	1,604
Adjustments for:		
Depreciation of property, plant and equipment	1,900	1,795
(Gain)/loss on disposal of property, plant and equipment	(2)	12
Fair value (gain)/loss on derivatives	(37)	56
Bad debts (recovered)/written-off	(13)	1
Foreign currency translation adjustment	(95)	(5)
Interest income	(19)	(41)
Provision for product warranties	159	102
Write-back on property, plant and equipment	(2)	(2)
Interest expenses	1,155	1,382
Share of results of joint ventures	(913)	(840)
Operating cash flows before changes in working capital	<u>5,155</u>	<u>4,064</u>
(Increase)/decrease in inventories	(1,478)	6,910
Increase in receivables	(1,181)	(1,350)
Increase in payables	492	7,415
Cash flows from operations	<u>2,988</u>	<u>17,039</u>
Interest received	19	41
Interest paid	(1,155)	(1,382)
Income tax paid	(368)	(261)
Net cash flows from operating activities	<u>1,484</u>	<u>15,437</u>
Cash flows from investing activities :		
Proceeds from disposal of property, plant and equipment	2	(45)
Purchase of property, plant and equipment	(1,449)	(839)
Net cash flows used in investing activities	<u>(1,447)</u>	<u>(884)</u>
Cash flows from financing activities :		
Proceeds from long-term loans	-	505
Proceeds from/(repayment of) trust receipts	3,157	(16,884)
Proceeds from/(repayment of) revolving loans	602	(2,679)
Repayment of hire purchase creditors	(151)	(280)
Repayment of long-term loans	(1,251)	(1,033)
Net cash flows generated/(used in) from financing activities	<u>2,357</u>	<u>(20,371)</u>
Net increase/(decrease) in cash and cash equivalents	2,394	(5,818)
Cash and cash equivalents at beginning of financial period	16,276	16,557
Effect of exchange rate changes on cash and cash equivalents at the beginning of the financial period	176	81
Cash and cash equivalents at end of financial period	<u>18,846</u>	<u>10,820</u>

1(c)(ii) CONSOLIDATED CASH FLOW STATEMENT (YTD JAN FY2017 vs YTD JAN FY2016)

	Group	
	9MFY17 Jan'17 \$'000	9MFY16 Jan'16 \$'000
Cash flows from operating activities :		
Profit before taxation	7,483	3,574
Adjustments for:		
Depreciation of property, plant and equipment	5,514	6,066
Gain on disposal of property, plant and equipment	(81)	(30)
Fair value loss/(gain) on derivatives	279	(165)
Bad debts (recovered)/w ritten-off	(13)	16
Foreign currency translation adjustment	167	135
Interest income	(56)	(143)
Provision for product warranties	344	297
Write-back of impairment loss on property, plant and equipment	(6)	(6)
Interest expenses	3,449	4,151
Share of results of joint ventures	(1,909)	(1,218)
Operating cash flows before changes in working capital	<u>15,171</u>	<u>12,677</u>
Decrease in inventories	4,177	14,026
(Increase)/decrease in receivables	(1,671)	6,174
Increase in payables	4,253	4,223
Cash flows from operations	<u>21,930</u>	<u>37,100</u>
Interest received	56	143
Interest paid	(3,449)	(4,151)
Income tax paid	(1,506)	(1,157)
Net cash flows from operating activities	<u>17,031</u>	<u>31,935</u>
Cash flows from investing activities :		
Proceeds from disposal of property, plant and equipment	103	13
Purchase of property, plant and equipment	(4,743)	(11,811)
Net cash flows used in investing activities	<u>(4,640)</u>	<u>(11,798)</u>
Cash flows from financing activities :		
Proceeds from long-term loans	1,058	19,163
Proceeds from/(repayment of) trust receipts	1,351	(24,802)
Repayment of revolving loans	(2,004)	(12,000)
Repayment of hire purchase creditors	(614)	(1,061)
Dividend paid to shareholders	(2,356)	(2,356)
Repayment of long-term loans	(8,893)	(3,694)
Net cash flows used in financing activities	<u>(11,458)</u>	<u>(24,750)</u>
Net increase/(decrease) in cash and cash equivalents	933	(4,613)
Cash and cash equivalents at beginning of financial period	17,425	15,850
Effect of exchange rate changes on cash and cash equivalents at the beginning of the financial period	488	(417)
Cash and cash equivalents at end of financial period	<u>18,846</u>	<u>10,820</u>

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 year of the immediately preceding financial year.

Group	Equity	Equity	Share	Revenue	Other	Capital	Employee	Foreign	Discount on
	total	attributable to owners of the Company, total	capital	reserve	reserves, total	reserve	share option reserve	currency translation reserve	acquisition of non-controlling interest
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 May 2015	12,1034	12,1034	35,722	98,501	(13,189)	424	254	(14,069)	202
Profit for the financial period	1,893	1,893	-	1,893	-	-	-	-	-
Other comprehensive income for the financial period	(2,387)	(2,387)	-	-	(2,387)	-	-	(2,387)	-
Total comprehensive income for the financial period	(494)	(494)	-	1,893	(2,387)	-	-	(2,387)	-
<u>Contributions by and distributions to owners</u>									
Forfeiture of employee share options	-	-	-	254	(254)	-	(254)	-	-
Dividend on ordinary shares	(2,356)	(2,356)	-	(2,356)	-	-	-	-	-
Total contributions by and distributions to owners	(2,356)	(2,356)	-	(2,102)	(254)	-	(254)	-	-
Total transactions with owners in their capacity as owners	(2,356)	(2,356)	-	(2,102)	(254)	-	(254)	-	-
Balance at 31 January 2016	118,184	118,184	35,722	98,292	(15,830)	424	-	(16,456)	202
Balance at 1 May 2016	117,505	117,505	35,722	98,986	(17,203)	424	-	(17,829)	202
Profit for the financial period	5,294	5,294	-	5,294	-	-	-	-	-
Other comprehensive income for the financial period	589	589	-	-	589	-	-	589	-
Total comprehensive income for the financial period	5,883	5,883	-	5,294	589	-	-	589	-
<u>Contributions by and distributions to owners</u>									
Total contributions by and distributions to owners	(2,356)	(2,356)	-	(2,356)	-	-	-	-	-
Total transactions with owners in their capacity as owners	(2,356)	(2,356)	-	(2,356)	-	-	-	-	-
Balance at 31 January 2017	121,032	121,032	35,722	101,924	(16,614)	424	-	(17,240)	202

Company	Equity				
	Equity, total \$'000	attributable to owners of the total \$'000	Share capital \$'000	Revenue reserve \$'000	Other reserves total \$'000
Balance at 1 May 2015	55,852	55,852	35,722	19,876	254
Profit for the financial period	1,519	1,519	-	1,519	-
Total comprehensive income for the financial period	1,519	1,519	-	1,519	-
<u>Contributions by and distributions to owners</u>					
Forfeiture of employee share options	-	-	-	254	(254)
Dividend on ordinary shares	(2,356)	(2,356)	-	(2,356)	-
Total contributions by and distributions to owners	(2,356)	(2,356)	-	(2,102)	(254)
Total transactions with owners in their capacity as owners	(2,356)	(2,356)	-	(2,102)	(254)
Balance at 31 January 2016	55,015	55,015	35,722	19,293	-
Balance at 1 May 2016	49,882	49,882	35,722	14,160	-
Loss for the financial period	(539)	(539)	-	(539)	-
Total comprehensive income for the financial period	(539)	(539)	-	(539)	-
<u>Contributions by and distributions to owners</u>					
Total contributions by and distributions to owners	(2,356)	(2,356)	-	(2,356)	-
Total transactions with owners in their capacity as owners	(2,356)	(2,356)	-	(2,356)	-
Balance at 31 January 2017	46,987	46,987	35,722	11,265	-

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 year 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 year reported on and as at the end of the corresponding year of the immediately preceding financial year.

There was no change in the Company's number of shares since 30 April 2016.

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

	Company 31/01/2017	Company 30/04/2016
Ordinary shares (excluding treasury shares)	235,586,244	235,586,244

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

Not applicable. There are no treasury shares as at the end of the current financial year reported on.

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

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

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.

Except as disclosed in Note 5, the Group and the Company has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial period compared with those of the audited financial statements as at 30 April 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.

On 1 May 2016, the Group and the Company adopted the following new and revised Financial Reporting Standards ("FRS") and Interpretations of Financial Reporting Standards ("INT FRS") that are relevant:

Description

- FRS 114 Regulatory Deferral Accounts
- Amendments to FRS 27 Equity Method in Separate Financial Statements
- Amendments to FRS 16 and FRS 38 Clarification of Acceptable Methods of Depreciation and Amortisation
- Amendments to FRS 111 Accounting for Acquisitions of Interests in Joint Operations
- Improvements to FRSs (November 2014)
 - Amendments to FRS 105 Non-Current Assets Held for Sale and Discontinued Operations
 - Amendments to FRS 107 Financial Instruments: Disclosures
 - Amendments to FRS 19 Employee Benefits
 - Amendments to FRS 34 Interim Financial Reporting
- Amendments to FRS 1 Disclosure Initiative
- Amendments to FRS 110, FRS 112, FRS 28 Investment Entities: Applying the Consolidation Exception

The adoption of the above FRS and INT FRS did not result in any substantial changes to the Group's accounting policies and did not have any significant impact on the Group and the Company.

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

	Group		Group	
	Q3FY17 Jan'17	Q3FY16 Jan'16	9MFY17 Jan'17	9MFY16 Jan'16
Earning per share (EPS)				
- basic (cents)	0.97	0.38	2.25	0.80
- diluted (cents)	0.97	0.38	2.25	0.80
	\$'000	\$'000	\$'000	\$'000
Group earnings used for the calculation of EPS				
Profit for the financial period	2,276	894	5,294	1,893
	'000	'000	'000	'000
Number of shares used for the calculation of basic and diluted EPS:				
Weighted average number of ordinary shares in issue used for the calculation of basic EPS	235,586	235,586	235,586	235,586

Basic earning per share ("EPS") is calculated on the Group's profit for the financial period attributable to the shareholders of the Company divided by the weighted average number of ordinary shares in issue during the financial period.

Diluted EPS is calculated on the same basis as basic EPS as there are no dilutive potential ordinary shares as at 31 January 2017.

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 year reported on; and (b) immediately preceding financial year.

	Group		Company	
	31/01/17	30/04/16	31/01/17	30/04/16
Net asset value per ordinary share (cents)	51.37	49.88	19.94	21.17

The net asset value per share for the Group and the Company as at 31 January 2017 are calculated based on the actual number of shares in issue of 235,586,244 ordinary shares (30 April 2016: 235,586,244 ordinary shares).

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 year 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 year reported on.

Q3FY17

Revenue

The Group's sales revenue was flat at S\$59.7 million in Q3FY17 compared to S\$59.6 million in Q3FY16.

Gross Profit and Gross Profit Margin

Gross profit was S\$15.4 million in Q3FY17 compared to S\$15.0 million in Q3FY16. Gross profit margin increased from 25.2% in Q3FY16 to 25.8% in Q3FY17, mainly attributable to lower cost of sales and contribution from value-added activities at its Stamford Tyres Mart retail chain and truck tyre centres.

Operating Expenses

Operating expenses decreased by 6.0% to S\$14.1 million in Q3FY17 compared to S\$15.0 million in Q3FY16 due to lower finance costs, allowance for doubtful debts and foreign exchange costs.

Share of Results of Joint Ventures

In Q3FY17, the share of results of joint ventures amounted to a net profit of S\$0.9 million, compared to S\$0.8 million in Q3FY16, mainly attributable to improved performance from India joint venture.

Net Profit

The net profit of the Group was 155% higher at S\$2.3 million in Q3FY17, compared to S\$0.9 million recorded in Q3FY16.

Financial Position

Property, plant and equipment decreased to S\$69.7 million as at 31 January 2017 from S\$70.6 million as at 30 April 2016.

Receivables decreased to S\$66.2 million as at 31 January 2017 from S\$67.6 million as at 30 April 2016.

Inventories decreased to S\$80.8 million as at 31 January 2017 from S\$85.0 million as at 30 April 2016. This decrease was in line with lower purchases during the period.

Trade payables and trust receipts increased to S\$69.7 million as at 31 January 2017 from S\$66.9 million as at 30 April 2016.

As at 31 January 2017, the Group's cash and cash equivalents stood at S\$18.8 million compared to S\$17.4 million as at 30 April 2016.

The Group's borrowings which comprise trust receipts, revolving credit, short-term secured loans as well as long-term secured loans stood at S\$98.8 million as at 31 January 2017 compared with S\$107.3 million as at 30 April 2016. The decrease in borrowings was mainly due to the repayment of long term loans.

9MFY17

Revenue

The Group's sales revenue was 4.0% lower at S\$175.5 million in 9MFY17 compared to S\$182.9 million in 9MFY16. This was mainly due to lower sales in South East Asian markets.

Gross Profit and Gross Profit Margin

Gross profit was S\$45.2 million in 9MFY17 compared to S\$44.6 million in 9MFY16. Gross profit margin increased from 24.4% in 9MFY16 to 25.7% in 9MFY17, mainly attributable to lower cost of sales and contribution from value-added activities at its Stamford Tyres Mart retail chain and truck tyre centres.

Operating Expenses

Total operating expenses decreased by 5.1% to S\$41.6 million in 9MFY17 compared to S\$43.8 million in 9MFY16. The decrease was attributed to lower finance costs, depreciation, allowance for doubtful debts and foreign exchange costs.

Share of Results of Joint Ventures

In 9MFY17, the share of results of joint ventures amounted to a net profit of S\$1.9 million, compared to S\$1.2 million in 9MFY16, mainly attributable to improved performance from our Hong Kong and India joint ventures.

Net Profit

The net profit of the Group was 180% higher at S\$5.3 million in 9MFY17, compared to S\$1.9 million recorded in 9MFY16.

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 year and the next 12 months.

The global economic outlook continues to remain uncertain. As a result, our operating environment will continue to be challenging.

To mitigate the impact of this challenging environment, the Group will continue to optimize its product mix, manage operating costs and build on its core markets in South East Asia.

11. Dividend

(a) Current Financial Period Reported On

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

(b) Corresponding Period of the Immediately Preceding Financial Year

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

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

Not applicable.

13. If the Group has obtained a general mandate from shareholder for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(iii). If no IPT mandate has been obtained, a statement to that effect.

No IPT mandate has been obtained.

14. Aggregate value of interested person transactions entered into by the Company and/or its subsidiaries during the year.

The Company does not have a general mandate for IPT.

Name of interested person	Aggregate value of all interested person transactions during the financial period 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)
Wah Holdings Pte Ltd**	136,800	Nil

** Mr Wee Kok Wah, Mrs Dawn Wee Wai Ying and Dr Wee Li Ann are directors/shareholders of Wah Holdings Pte Ltd

15. Statement Pursuant to Rule 705(5) of the Listing Manual of the Singapore Exchange Securities Trading Limited.

The directors confirm that, to the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the interim financial statements of Stamford Tyres Corporation Limited for the 3rd quarter ended 31 January 2017, to be false or misleading in any material aspect.

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

The Company confirmed that it has procured undertakings from all its directors and executive officers under Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD



Dawn Wee Wai Ying
Executive Director
10 March 2017