SEN YUE HOLDINGS LIMITED RCB REG. NO: 200105909M

Financial Statements and Dividend Announcement for the Half Year Ended 31 March 2017 ("HY2017")

PART 1 – INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

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

	Group (Unaudited)		
	Half Year ended 31/03/2017 $'000	**Half Year ended 31/03/2016 $'000**	**Change %**
Revenue	102,523	71,177	44.0
Cost of sales	(95,037)	(65,272)	45.6
Gross profit	7,486	5,905	26.8
Other operating income	388	467	(16.9)
Distribution costs	(583)	(542)	7.6
Administrative expenses	(4,010)	(4,330)	(7.4)
Other operating expenses	(309)	(2,068)	(85.1)
Results from operating activities	2,972	(568)	NM
Finance costs	(733)	(533)	37.5
Profit/(Loss) before tax	**2,239**	**(1,101)**	**NM**
Income tax expense	(180)	(196)	(8.2)
Profit/(Loss) after tax for the period	**2,059**	**(1,297)**	**NM**
Profit/(Loss) attributable to:			
Owners of the Company	1,539	(864)	NM
Non-controlling interests	520	(433)	NM
	2,059	**(1,297)**	**NM**

NM: Not Meaningful

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

	Group (Unaudited)		
	Half Year ended 31/03/2017 $'000	**Half Year ended 31/03/2016 $'000**	**Change %**
Profit/(Loss) for the period	2,059	(1,297)	NM
Other comprehensive income/(loss):			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translation of foreign operations	(531)	1,196	NM
Other comprehensive (loss)/income for the period, net of tax	(531)	1,196	NM
Total comprehensive income/(loss) for the period	**1,528**	**(101)**	**NM**
Total comprehensive income/(loss) attributable to:			
Owners of the Company	1,008	332	NM
Non-controlling interests	520	(433)	NM
	1,528	**(101)**	**NM**

NM: Not Meaningful

1(a)(ii) Other profit and loss items disclosure.

The following items were charged/(credited) to the income statement:

	Group (Unaudited)		
	Half Year ended 31/03/2017 $'000	**Half Year ended 31/03/2016 $'000**	**Change %**
Other income	(369)	(374)	(1.3)
Interest income	(19)	(63)	(69.8)
Finance costs	733	533	37.5
Depreciation of property, plant and equipment	722	714	1.1
Foreign exchange loss, net	212	1,163	(81.8)
Allowance for obsolete inventories	20	16	25.0

NM: 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	
	Half Year ended 31/03/2017 (Unaudited) $'000	Year ended 30/09/2016 (Audited) $'000	Half Year ended 31/03/2017 (Unaudited) $'000	Year ended 30/09/2016 (Audited) $'000
Assets				
Current assets				
Cash and cash equivalents	11,299	8,904	231	325
Trade and other receivables	43,571	41,347	2,273	2,554
Inventories	5,939	4,949	-	-
Total current assets	**60,809**	**55,200**	**2,504**	**2,879**
Non-current assets				
Property, plant and equipment	18,432	19,081	-	-
Goodwill	338	338	-	-
Subsidiaries	-	-	32,058	25,864
Other receivables	705	740	-	-
Available-for-sale financial assets	3,427	3,316	-	-
Deferred tax assets	26	26	-	-
Total non-current assets	**22,928**	**23,501**	**32,058**	**25,864**
Total assets	**83,737**	**78,701**	**34,562**	**28,743**
Liabilities and equity				
Current liabilities				
Bank overdrafts, loans and trade bills	40,366	35,495	1,590	1,861
Trade and other payables	5,559	6,217	3,259	2,610
Finance leases	248	110	-	-
Income tax payable	249	343	-	-
Total current liabilities	**46,422**	**42,165**	**4,849**	**4,471**
Non-current liabilities				
Convertible notes	1,900	1,900	1,900	1,900
Finance leases	111	147	-	-
Other payables	58	41	-	-
Deferred tax liabilities	1,092	1,147	-	-
Total non-current liabilities	**3,161**	**3,235**	**1,900**	**1,900**
Total liabilities	**49,583**	**45,400**	**6,749**	**6,371**
Capital, reserves and non-controlling interests				
Share capital	40,255	34,366	40,255	34,366
Merger deficit	(3,454)	(3,454)	-	-
Translation reserve	(7,465)	(6,934)	-	-
Revaluation reserve	6,577	6,577	-	-
Capital reserve	2,605	(26)	-	-
Accumulated losses	(4,364)	(5,903)	(12,442)	(11,994)
Equity attributable to owners of the Company	**34,154**	**24,626**	**27,813**	**22,372**
Non-controlling interests	-	8,675	-	-
Total equity	**34,154**	**33,301**	**27,813**	**22,372**
Total liabilities and equity	**83,737**	**78,701**	**34,562**	**28,743**

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

Amount repayable in one year or less, or on demand:

As at 31/03/2017 (Unaudited)		As at 30/09/2016 (Audited)	
Secured $'000	Unsecured $'000	Secured $'000	Unsecured $'000
40,614	-	35,605	-

Amount repayable after one year:

As at 31/03/2017 (Unaudited)		As at 30/09/2016 (Audited)	
Secured $'000	Unsecured $'000	Secured $'000	Unsecured $'000
111	1,900	147	1,900

Details of any collateral:-

As at 31 March 2017, total bank borrowings amounting to $40,366,000 (30 September 2016: $35,495,000) were secured on one or more of the followings:

(i) Mortgage over certain freehold lands and buildings of the Group;
(ii) Mortgage over a leasehold building of the Group;
(iii) Deposits pledged with financial institutions;
(iv) Corporate guarantees given by the Company;
(v) Joint and several guarantees by the Directors; and
(vi) Assignment of life insurance policies assured on a Director.

The finance leases of $359,000 (30 September 2016: $257,000) are secured by the leased assets and guarantees by a Director.

The convertible notes of $1,900,000 (30 September 2016: $1,900,000) are not secured with any collateral.

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

	Group (Unaudited)	
	Half Year ended 31/03/2017 $'000	**Half Year ended 31/03/2016 $'000**
Operating activities		
Profit/(Loss) before income tax	2,239	(1,101)
Adjustments for:		
Allowance for obsolete inventories	20	16
Interest income	(19)	(63)
Interest expense	733	533
Depreciation of property, plant and equipment	722	714
Waiver of advance to joint venture	-	54
Net foreign exchange gain	(86)	(17)
Operating cash flows before movements in working capital	**3,609**	**136**
Inventories	(1,042)	(466)
Trade and other receivables	(1,497)	(1,489)
Trade and other payables	(1,308)	(874)
Trade bills and banker acceptances	3,361	2,083
Cash generated from (used in) operations	3,123	(610)
Income taxes paid	(291)	(359)
Net cash from (used in) operating activities	**2,832**	**(969)**
Investing activities		
Interest received	19	63
Purchase of plant and equipment	(516)	(199)
Proceeds from disposal of plant and equipment	8	-
Deposit paid for acquisition of a property	(937)	-
Net cash used in investing activities	**(1,426)**	**(136)**
Financing activities		
Interest paid	(733)	(533)
Repayment of borrowings	(1,009)	(1,450)
Additions (Repayments) of finance lease liabilities	101	(55)
(Increase) Decrease in pledged deposits with financial institutions	(2,282)	890
New bank loans raised	2,153	-
Issuance of convertible notes	-	1,900
Net cash (used in) from financing activities	**(1,770)**	**752**
Net decrease in cash and cash equivalents	**(364)**	**(353)**
Cash and cash equivalents at beginning of the financial period	1,711	2,140
Effect of exchange rate changes on cash balances held in foreign currencies	(17)	250
Cash and cash equivalents at end of the financial period	**1,330**	**2,037**
Cash at banks and in hand	2,737	2,784
Fixed deposits with financial institutions	8,562	6,206
Cash and cash equivalents in statement of financial position	11,299	8,990
Fixed deposits pledged with financial institutions	(8,562)	(6,206)
Bank overdraft (secured)	(1,407)	(747)
Cash and cash equivalents at end of the financial period	**1,330**	**2,037**

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 $'000	Merger deficit $'000	Translation reserve $'000	Revaluation reserve $'000	Capital reserve $'000	Accumulated losses $'000	Equity attributable to owners of the Company $'000	Non-controlling interests $'000	Total equity $'000
Balance as at October 1, 2015 (audited)	**34,366**	**(3,454)**	**(7,451)**	**6,496**	**(26)**	**(4,981)**	**24,950**	**9,367**	**34,317**
Total comprehensive income for the period									
Loss for the period	-	-	-	-	-	(864)	(864)	(433)	(1,297)
Other comprehensive income for the period	-	-	1,196	-	-	-	1,196	-	1,196
Total	-	-	1,196	-	-	(864)	332	(433)	(101)
Balance as at March 31, 2016 (unaudited)	**34,366**	**(3,454)**	**(6,255)**	**(6,496)**	**(26)**	**(5,845)**	**25,282**	**8,934**	**34,216**
Balance as at October 1, 2016 (audited)	**34,366**	**(3,454)**	**(6,934)**	**6,577**	**(26)**	**(5,903)**	**24,626**	**8,675**	**33,301**
Total comprehensive income for the period									
Profit for the period	-	-	-	-	-	1,539	1,539	520	2,059
Other comprehensive loss for the period	-	-	(531)	-	-	-	(531)	-	(531)
Total compressive income for the period	**-**	**-**	**(531)**	**-**	**-**	**1,539**	**1,008**	**520**	**1,528**
Issuance of new shares	5,889	-	-	-	-	-	5,889	-	5,889
Effect of acquiring non-controlling interest in a subsidiary	-	-	-	-	2,631	-	2,631	(9,195)	(6,564)
Total	**5,889**	**-**	**-**	**-**	**2,631**	**-**	**8,520**	**(9,195)**	**(675)**
Balance as at March 31, 2017 (unaudited)	**40,255**	**(3,454)**	**(7,465)**	**6,577**	**2,605**	**(4,364)**	**34,154**	**-**	**34,154**

Company	Share Capital $'000	Accumulated losses $'000	Total $'000
Balance as at October 1, 2015 (audited)	**34,366**	**(12,576)**	**21,790**
Loss for the period, representing total comprehensive loss for the period	-	(175)	(175)
Balance as at March 31, 2016 (unaudited)	**34,366**	**(12,751)**	**21,615**
Balance as at October 1, 2016 (audited)	**34,366**	**(11,994)**	**22,372**
Issuance of share capital	5,889	-	5,889
Loss for the period, representing total comprehensive loss for the period	-	(448)	(448)
Balance as at March 31, 2017 (unaudited)	**40,255**	**(12,442)**	**27,813**

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 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 end of the corresponding period of the immediately preceding financial year.

Issued and fully paid-up ordinary shares of the Company ("Shares")

Movements in the Company's share capital since 30 September 2016 up to 31 March 2017 were as follows:

	Number of Shares	Issued and paid-up capital – $
Balance as at 30 September 2016	637,809,450	34,366,000
Issuance of Consideration Shares	226,470,588	5,888,502
Balance as at 31 March 2017	864,280,038	40,254,502

The Company had, on 24 January 2017, completed the acquisition of balance 50% shareholding interest in SMC Industrial Pte Ltd ("SMC") by the issuance of 226,470,588 new ordinary shares at $0.026 per share at completion date.

The Company had completed the issuance of convertible notes amounting to an aggregate of $1,900,000 pursuant to a Convertible Notes Agreement dated 30 September 2015. If all the Notes are converted, an aggregate of 26,388,887 Conversion Shares will be issued after disregarding fractional entitlements of the Subscribers to the Conversion Shares.

Save as disclosed above, the Company did not have any other outstanding options, convertibles, treasury shares or subsidiary holdings as at 31 March 2016 and 31 March 2017. Accordingly, the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding is *0*% as at 31 March 2016 and 31 March 2017.

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

	Company as at 31/03/2017	Company as at 30/09/2016
Total number of issued shares excluding treasury shares	864,280,038	637,809,450

There were no shares held as treasury shares as at 31 March 2017 and 30 September 2016.

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

Not applicable. There were no sales, transfers, cancellations and/or use of treasury shares during the 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. There were no sales, transfers, cancellations and/or use of subsidiary holdings during the financial period reported on.

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 Company's auditors.

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

Not applicable.

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

Save as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those used in the most recently audited financial statements for the financial year ended 30 September 2016 ("FY2016").

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 has adopted the applicable new and/or revised Financial Reporting Standards ("FRS") and Interpretations of Financial Reporting Standards ("INT FRS") which are effective for the financial periods beginning on or after 1 October 2016.

The adoption of these new or revised FRS and INT FRS did not result in any substantial change to the Group's accounting policies and has no material financial impact on the Group's financial statements for the current financial period reported on.

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.

	Group	
Basic earnings/(loss) per ordinary share ("EPS" or "LPS")	**Half year ended 31/03/2017**	**Half year ended 31/03/2016**
Profit/(Loss) attributable to equity holders of the Company ($)	1,539,000	(864,000)
Weighted average number of ordinary shares in issue	721,180,491	637,809,450
EPS or LPS (Singapore cents)	0.21	(0.14)

	Group	
Diluted EPS or LPS	**Half year ended 31/03/2017**	**Half year ended 31/03/2016**
Profit/(Loss) attributable to equity holders of the Company ($)	1,539,000	(864,000)
Weighted average number of ordinary shares in issue	721,180,491	637,809,450
EPS or LPS (Singapore cents)	0.21	(0.14)

The basic and diluted EPS or LPS for the half year ended 31 March 2017 ("HY2017") and 31 March 2016 ("HY2016") were the same as there were no potentially dilutive ordinary shares in issue as at end of the respective periods. For HY2017, the potential ordinary shares to be converted under the Convertible Notes are anti-dilutive as the conversion would result in higher diluted earnings per share than the basic earnings per share.

The Company has a balance of $1,900,000 Convertible Notes as at 31 March 2017, which can be converted into 26,388,887 shares, after disregarding fractional entitlements of the Subscribers.

7. Net asset 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 year.

	Group		Company	
	As at 31/03/2017 (Unaudited)	As at 30/09/2016 (Audited)	As at 31/03/2017 (Unaudited)	As at 30/09/2016 (Audited)
Net asset value as per ordinary share based on existing issued share capital excluding treasury shares as at the end of the period (in Singapore cents)	3.95	3.86	3.22	3.51
Number of ordinary shares in issue	864,280,038	637,809,450	864,280,038	637,809,450

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

For the financial period ended 31 March 2017, the Group recorded revenue, profit before tax, and profit after tax of $102.5 million, $2.2 million and $2.1 million respectively.

The Group's revenue increased by $31.3 million or 44.0% due mainly to the increase of revenue in the trading of commodities segment resulted from higher sales volume and higher selling price; whilst revenue from other segments remain constant. The Group registered a profit before tax of $2.2 million from a loss before tax of $1.1 million mainly due to increase in revenue and the decrease in foreign exchange translation loss from the trading of commodities segment arising from devaluation of the Chinese Yuan ("CNY") and US Dollar ('USD") against Singapore Dollar ("SGD") in HY2017.

Gross profit increased by $1.6 million or 26.8%, which is lower than the increase in revenue of 44%, due mainly to the slightly higher costs of goods resulting from higher material costs and overheads, which increased by 45.6%. As such, gross profit margin thus decreased by 1% from 8.3% in HY2016 to 7.3% in HY2017.

Other operating expenses decreased by $1.8 million to $0.3 million in HY2017 as compared to $2.1 million in HY2016 mainly due to the decrease in gross foreign exchange loss from $1.4 million in HY2016 to $0.3 million in HY2017.

Finance cost increased by $0.2 million from $0.5 million in HY2016 to $0.7 million in HY2017 mainly due to additional trade financing for working capital purposes in relation to higher sales revenue.

Statement of Financial Position

The following comparative performance for both the Group's assets and liabilities are based on the consolidated financial statements as at 31 March 2017 and 30 September 2016.

Current Assets

The Group's current assets amounted to $60.8 million in HY2017, comprising cash and cash equivalents of $11.3 million, trade and other receivables of $43.6 million and inventories of $5.9 million.

The increase in trade and other receivables of $2.2 million was mainly due to the increase in trading volume and higher selling price from the trading of commodities segment.

The increase in inventories of $1.0 million was due to a higher material cost for the trading of commodities segment.

Non-Current Assets

The decrease in property, plant and equipment from $19.1 million as at 30 September 2016 to $18.4 million as at 31 March 2017 was mainly due to depreciation charges of $0.7 million.

Available-for-sale financial assets amounting to $3.4 million as at 31 March 2017 relates to the cash surrender value of key-man life insurance policies purchased by one of the subsidiaries for the Executive Chairman/Executive Director of the Company, with the subsidiary being the beneficiary of the policies. These policies are pledged to banks as collaterals for banking facilities related to working capital purposes.

Working Capital

The working capital of the Group as at 31 March 2017 and 30 September 2016 are set out below:

$'000	As at 31 March 2017 (Unaudited)	As at 30 September 2016 (Audited)
Total current assets	60,809	55,200
Total current liabilities	46,422	42,165
Working capital	**14,387**	**13,035**

The Group had a positive working capital of $14.4 million as at 31 March 2017, compared to $13.0 million as at 30 September 2016.

Current Liabilities

The Group's current liabilities amounted to $46.4 million as at 31 March 2017, comprising trade and other payables of $5.6 million, bank overdrafts, loans and trade bills of $40.4 million, finance leases of $0.2 million and income tax payable of $0.2 million.

The bank overdrafts, loans and trade bills increased by $4.9 million, as the facilities were drawn down to finance the increase in trading volume for trading of commodities segment.

Trade and other payables reduced by $0.7 million due mainly to a shorter payment cycle/quicker trade repayment for the trading of commodities segment.

The increase in finance leases of $0.1 million was due to the new finance lease obtained for financing of new machinery.

Income tax payable decreased slightly by $0.1 million despite the significant increase in profit before tax due mainly to the availability of unutilised business losses brought forward and tax credit to offset against the estimated income.

Non-Current Liabilities

The Group's non-current liabilities as at 31 March 2017 remain comparable to 30 September 2016, amounting to $3.2 million.

Non-controlling interests

The Company had completed the acquisition of balance 50% shareholding interest in SMC on 24 January 2017. Post completion, SMC became the wholly-owned subsidiary of the Company. Hence, non-controlling interest is no longer present in the Group's statement of financial position for HY2017.

Cash Flow Analysis

The following comparative performance of the Group is based on financial statements for HY2017 and HY2016.

In HY2017, the Group generated net cash from operating activities before changes in working capital of $3.6 million and the net cash inflow from operating activities amounted to $2.8 million. This was mainly due to the higher profit before tax generated of $2.2 million and a net change in working capital of $0.5 million.

Net cash used in investing activities amounted to $1.4 million in HY2017, mainly due to the deposit paid of $0.9 million for the purchase of a property and $0.5 million for the purchase of new equipment and machinery.

Net cash used in financing activities of $1.8 million in HY2017 is mainly due to repayment of borrowings of $1.0 million, interest paid to the banks of $0.7 million, increase in pledged deposits with financial institutions of $2.3 million. These were partially offset by new bank loans raised of $2.2 million.

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 had 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 outlook of the business environment remains challenging, and the Singapore government has also indicated that they are keeping a close watch on the economy.

Our ED coating business remains stable. The trading of commodities segment is performing better than HY2016 amidst the volatility of the foreign exchange as well as the fluctuations in commodities prices. The Group remains prudent in the operations and cash flow management.

The Group is exploring opportunities in the waste management and recycling business. During HY2017, our subsidiary SMC has set up 2 subsidiaries as announced through SGXNET previously, in the United Kingdom and Hong Kong.

11. If a decision regarding dividend has been made:

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

No

(b)(i) Amount per share:

Not applicable

(ii)Previous corresponding period:

Not applicable

(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 of dividend payable

Not applicable

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

Not applicable

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

No dividend has been declared or recommended for HY2017.

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.

No IPT mandate has been obtained for recurrent interested person transactions. There were no interested person transactions with an amount of $100,000 or more during HY2017.

14. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).

The Company confirms that it has procured undertakings from all of its directors and executive officers in the required format.

Confirmation by the Board

We, the undersigned, do hereby confirm on behalf of the Board of Sen Yue Holdings Limited that, to the best of our knowledge, nothing has come to our attention which may render the unaudited financial results for the half year ended 31 March 2017 to be false or misleading in any material aspect.

On Behalf of the Board of Directors

_____	_____
KOH MIA SENG	**NEO GIM KIONG**
EXECUTIVE CHAIRMAN	**CHIEF EXECUTIVE OFFICER**

BY ORDER OF THE BOARD

CHAI LEE SHUN
COMPANY SECRETARY /
CHIEF FINANCIAL OFFICER
09 MAY 2017

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") for compliance with the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Keng Yeng Pheng, Associate Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.