

Second Quarter Financial Statement And Related Announcement for the Quarter Ended 30 June 2017

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENT OF Q2 RESULTS

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

1(a)(i) **CONSOLIDATED INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTERS ENDED 30 JUNE 2017 AND 30 JUNE 2016**

Consolidated Income Statement

	Group 2Q2017	Group 2Q2016	Increase/ (Decrease)	Group HY2017	Group HY2016	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Revenue	275,936	234,542	17.6%	536,229	440,251	21.8%
Cost of sales	(262,546)	(221,237)	18.7%	(509,487)	(415,057)	22.8%
Gross profit	13,390	13,305	0.6%	26,742	25,194	6.1%
Other income	104	42	147.6%	153	145	5.5%
Sales and distribution costs	(6,300)	(7,173)	(12.2%)	(13,086)	(13,984)	(6.4%)
General and administrative expenses	(2,910)	(4,082)	(28.7%)	(6,796)	(7,717)	(11.9%)
Other expenses	(1,563)	(10)	N.M.	(1,757)	22	N.M.
Interest expense	(949)	(512)	85.4%	(1,786)	(1,015)	76.0%
Profit before taxation	1,772	1,570	12.9%	3,470	2,645	31.2%
Income tax expense	(379)	(348)	8.9%	(708)	(576)	22.9%
Profit after taxation	1,393	1,222	14.0%	2,762	2,069	33.5%
Profit attributable to:						
Equity holders of the Company	1,393	1,222	14.0%	2,762	2,069	33.5%

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

1(a)(i) CONSOLIDATED INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTERS ENDED 30 JUNE 2017 AND 30 JUNE 2016 (CONT'D)

Consolidated Statement of Other Comprehensive Income

	Group 2Q2017	Group 2Q2016	Increase/ (Decrease)	Group HY2017	Group HY2016	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Profit after taxation	1,393	1,222	14.0%	2,762	2,069	33.5%
Other comprehensive income						
Foreign currency translation	(6)	(6)	0.0%	21	(5)	N.M.
Net gain/ (loss) on fair value changes of available-for-sale financial assets	118	(75)	N.M.	503	132	281.1%
Other comprehensive income for the period	112	(81)	N.M.	524	127	312.6%
Total comprehensive income for the period	1,505	1,141	31.9%	3,286	2,196	49.6%
Total comprehensive income attributable to:						
Equity holders of the Company	1,505	1,141	31.9%	3,286	2,196	49.6%

1(a)(ii) NOTES TO THE CONSOLIDATED INCOME AND STATEMENT OF COMPREHENSIVE INCOME

Notes to the consolidated income and statement of comprehensive income	Group 2Q2017	Group 2Q2016	Group HY2017	Group HY2016
	US\$'000	US\$'000	US\$'000	US\$'000
Interest income	7	7	14	14
Interest on borrowings	(949)	(512)	(1,786)	(1,015)
Allowance for doubtful trade debts written back	–	54	35	103
Allowance for doubtful trade debts	(1,563)	(64)	(1,792)	(81)
Reversal of stocks written down	643	668	954	1,355
Stocks written down/ off	(875)	(750)	(1,651)	(1,211)
Depreciation of property, plant and equipment	(201)	(187)	(417)	(375)
Loss on disposal of property, plant and equipment	(1)	(4)	(1)	(4)
Gain on disposal of club membership	–	–	1	–
Net foreign exchange gain/ (loss)	311	(646)	371	(538)

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.

STATEMENT OF FINANCIAL POSITION	Group 30/06/2017	Group 31/12/2016	Company 30/06/2017	Company 31/12/2016
	US\$'000	US\$'000	US\$'000	US\$'000
Non-current assets				
Property, plant and equipment	2,428	2,577	--	--
Intangible assets	472	519	--	--
Investments in subsidiaries	--	--	9,878	9,878
Investment securities	2,296	1,793	2,296	1,793
Deferred tax assets	18	18	--	--
Total non-current assets	5,214	4,907	12,174	11,671
Current assets				
Trade debtors	165,348	154,236	8	6
Other debtors	1,868	1,143	--	--
Prepayments	505	353	7	2
Stocks	153,475	131,598	--	--
Amounts due from subsidiaries	--	--	26,813	26,551
Cash and short term deposits	15,247	16,606	2,105	2,841
Total current assets	336,443	303,936	28,933	29,400
Current liabilities				
Trade creditors and accruals	(120,604)	(100,092)	(161)	(882)
Other creditors	(17,080)	(13,771)	(302)	(18)
Interest-bearing loans and borrowings	(132,412)	(123,501)	--	--
Provision for taxation	(3,367)	(3,221)	(15)	(16)
Total current liabilities	(273,463)	(240,585)	(478)	(916)
Net current assets	62,980	63,351	28,455	28,484
Net assets	68,194	68,258	40,629	40,155
Equity attributable to equity holders of the Company				
Share capital	38,270	38,244	38,270	38,244
Reserves	29,924	30,014	2,359	1,911
	68,194	68,258	40,629	40,155

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

Amount repayable in one year or less, or on demand

At 30/06/2017 (US\$'000)		At 31/12/2016 (US\$'000)	
Secured	Unsecured	Secured	Unsecured
–	132,412	–	123,501

Amount repayable after one year, or on demand

At 30/06/2017 (US\$'000)		At 31/12/2016 (US\$'000)	
Secured	Unsecured	Secured	Unsecured
–	–	–	–

Details of any collateral

There is no collateral on the Group's interest-bearing loans and borrowings as at 30 June 2017.

As at 30 June 2017, the Company has provided corporate guarantees to banks and institutions in connection with credit facilities provided to its subsidiaries, of which US\$132,689,000 (31 December 2016: US\$126,385,000) of the credit facilities have been utilised.

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 2Q2017	Group 2Q2016	Group HY2017	Group HY2016
	US\$'000	US\$'000	US\$'000	US\$'000
Operating activities				
Profit before taxation	1,772	1,570	3,470	2,645
Adjustments for:-				
Interest income	(7)	(7)	(14)	(14)
Interest expense	949	512	1,786	1,015
Depreciation of property, plant and equipment	201	187	417	375
Loss on disposal of property, plant and equipment	1	4	1	4
Gain on disposal of club membership	-	-	(1)	-
Share based payments under EPSS	26	-	26	12
Operating cash flows before changes in working capital	2,942	2,266	5,685	4,037
Increase in stocks	(1,381)	(13,188)	(21,877)	(925)
Increase in trade debtors, other debtors and prepayments	(14,437)	(20,277)	(11,989)	(14,790)
Increase in trade creditors, accruals and other creditors	16,589	9,388	23,821	8,922
Cash flows generated from/ (used in) operations	3,713	(21,811)	(4,360)	(2,756)
Interest received	7	7	14	14
Interest paid	(949)	(512)	(1,786)	(1,015)
Income tax (paid)/ refund	(254)	(117)	(558)	77
Net cash flows generated from/ (used in) operating activities	2,517	(22,433)	(6,690)	(3,680)
Investing activities				
Purchase of property, plant and equipment	(124)	(189)	(261)	(351)
Proceed from disposal of property, plant and equipment	-	104	-	104
Proceed from disposal of club membership	-	-	48	-
Net cash flows used in investing activities	(124)	(85)	(213)	(247)
Financing activities				
Increase in interest-bearing loans and borrowings	2,111	24,527	8,911	6,358
Dividend paid on ordinary shares	(3,376)	(1,906)	(3,376)	(1,906)
Net cash flows (used in)/ generated from financing activities	(1,265)	22,621	5,535	4,452
Net increase/ (decrease) in cash and short-term deposits	1,128	103	(1,368)	525
Effects of exchange rate changes on cash and short-term deposits	(7)	(6)	9	(5)
Cash and short-term deposits at beginning of period	14,126	11,147	16,606	10,724
Cash and short-term deposits at end of period	15,247	11,244	15,247	11,244

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.

		Attributable to equity holders of the Company						
Group	Equity, total US\$'000	Share capital US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Statutory reserve US\$'000	Foreign currency translation reserve US\$'000	Revenue reserve US\$'000
HY2017								
Opening balance at 1 January 2017	68,258	38,244	30,014	227	264	25	(1,103)	30,601
Profit for the period	2,762	-	2,762	-	-	-	-	2,762
Other comprehensive income								
Items that may be classified subsequently to profit/ loss:								
Foreign currency translation	21	-	21	-	-	-	21	-
Net gain on fair value changes of available-for-sale financial assets	503	-	503	-	503	-	-	-
Other comprehensive income for the period	524	-	524	-	503	-	21	-
Total comprehensive income for the period	3,286	-	3,286	-	503	-	21	2,762
Contributed by and distribution to owners								
Issuance of new shares	26	26	-	-	-	-	-	-
Dividends on ordinary shares	(3,376)	-	(3,376)	-	-	-	-	(3,376)
Closing balance at 30 June 2017	68,194	38,270	29,924	227	767	25	(1,082)	29,987
HY2016								
Group	Equity, total US\$'000	Share capital US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Statutory reserve US\$'000	Foreign currency translation reserve US\$'000	Revenue reserve US\$'000
Opening balance at 1 January 2016	57,183	32,410	24,773	227	263	25	(1,196)	25,454
Profit for the period	2,069	-	2,069	-	-	-	-	2,069
Other comprehensive income								
Items that may be classified subsequently to profit/ loss:								
Foreign currency translation	(5)	-	(5)	-	-	-	(5)	-
Net gain on fair value changes of available-for-sale financial assets	132	-	132	-	132	-	-	-
Other comprehensive income for the period	127	-	127	-	132	-	(5)	-
Total comprehensive income for the period	2,196	-	2,196	-	132	-	(5)	2,069
Contribution by and distribution to owners								
Issuance of new shares	12	12	-	-	-	-	-	-
Dividends on ordinary shares	(1,906)	-	(1,906)	-	-	-	-	(1,906)
Closing balance at 30 June 2016	57,485	32,422	25,063	227	395	25	(1,201)	25,617

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 (Cont'd).

		Attributable to equity holders of the Company							
2Q2017		Equity, total US\$'000	Share capital US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Statutory reserve US\$'000	Foreign currency translation reserve US\$'000	Revenue reserve US\$'000
	Opening balance at 1 April 2017	70,039	38,244	31,795	227	649	25	(1,076)	31,970
	Profit for the period	1,393	-	1,393	-	-	-	-	1,393
	Other comprehensive income								
	Items that may be classified subsequently to profit/ loss:								
	Foreign currency translation	(6)	-	(6)	-	-	-	(6)	-
	Net gain on fair value changes of available-for-sale financial assets	118	-	118	-	118	-	-	-
	Other comprehensive income for the period	112	-	112	-	118	-	(6)	-
	Total comprehensive income for the period	1,505	-	1,505	-	118	-	(6)	1,393
	Contributed by and distribution to owners								
	Issuance of new shares	26	26	-	-	-	-	-	-
	Dividends on ordinary shares	(3,376)	-	(3,376)	-	-	-	-	(3,376)
	Closing balance at 30 June 2017	68,194	38,270	29,924	227	767	25	(1,082)	29,987
		Attributable to equity holders of the Company							
2Q2016		Equity, total US\$'000	Share capital US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Statutory reserve US\$'000	Foreign currency translation reserve US\$'000	Revenue reserve US\$'000
	Opening balance at 1 April 2016	58,250	32,422	25,828	227	470	25	(1,195)	26,301
	Profit for the period	1,222	-	1,222	-	-	-	-	1,222
	Other comprehensive income								
	Items that may be classified subsequently to profit/ loss:								
	Foreign currency translation	(6)	-	(6)	-	-	-	(6)	-
	Net gain on fair value changes of available-for-sale financial assets	(75)	-	(75)	-	(75)	-	-	-
	Other comprehensive income for the period	(81)	-	(81)	-	(75)	-	(6)	-
	Total comprehensive income for the period	1,141	-	1,141	-	(75)	-	(6)	1,222
	Contributed by and distribution to owners								
	Dividends on ordinary shares	(1,906)	-	(1,906)	-	-	-	-	(1,906)
	Closing balance at 30 June 2016	57,485	32,422	25,063	227	395	25	(1,201)	25,617

1(d)(i) A statement (for the issuer and Group) showing either (i) all 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 (Cont'd).

Attributable to equity holders of the Company						
Company	Equity, total US\$'000	Share capital US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Revenue reserve US\$'000
Opening balance at 1 January 2017	40,155	38,244	1,911	227	264	1,420
Profit for the period	3,321	-	3,321	-	-	3,321
Other comprehensive income						
Items that may be classified subsequently to profit/ loss:						
Net gain on fair value changes of available-for-sale financial assets	503	-	503	-	503	-
Total comprehensive income for the period	3,824	-	3,824	-	503	3,321
Contributed by and distribution to owners						
Issuance of new shares	26	26	-	-	-	-
Dividends on ordinary shares	(3,376)	-	(3,376)	-	-	(3,376)
Closing balance at 30 June 2017	40,629	38,270	2,359	227	767	1,365
Attributable to equity holders of the Company						
Company	Equity, total US\$'000	Share capital US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Revenue reserve US\$'000
Opening balance at 1 January 2016	33,887	32,410	1,477	227	263	987
Profit for the period	1,927	-	1,927	-	-	1,927
Other comprehensive income						
Items that may be classified subsequently to profit/ loss:						
Net gain on fair value changes of available-for-sale financial assets	132	-	132	-	132	-
Total comprehensive income for the period	2,059	-	2,059	-	132	1,927
Contribution by and distribution to owners						
Issuance of new shares	12	12	-	-	-	-
Dividends on ordinary shares	(1,906)	-	(1,906)	-	-	(1,906)
Closing balance at 30 June 2016	34,052	32,422	1,630	227	395	1,008

1(d)(i) A statement (for the issuer and Group) showing either (i) all 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 (Cont'd).

2Q2017						
Attributable to equity holders of the Company						
Company	Equity, total US\$'000	Share capital US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Revenue reserve US\$'000
Opening balance at 1 April 2017	40,441	38,244	2,197	227	649	1,321
Profit for the period	3,420	-	3,420	-	-	3,420
Other comprehensive income						
Items that may be classified subsequently to profit/ loss:						
Net gain on fair value changes of available-for-sale financial assets	118	-	118	-	118	-
Total comprehensive income for the period	3,538	-	3,538	-	118	3,420
Contributed by and distribution to owners						
Issuance of new shares	26	26	-	-	-	-
Dividends on ordinary shares	(3,376)	-	(3,376)	-	-	(3,376)
Closing balance at 30 June 2017	40,629	38,270	2,359	227	767	1,365
2Q2016						
Attributable to equity holders of the Company						
Company	Equity, total US\$'000	Share capital US\$'000	Reserves, total US\$'000	Other reserve US\$'000	Fair value reserve US\$'000	Revenue reserve US\$'000
Opening balance at 1 April 2016	34,156	32,422	1,734	227	470	1,037
Profit for the period	1,877	-	1,877	-	-	1,877
Other comprehensive income						
Items that may be classified subsequently to profit/ loss:						
Net gain on fair value changes of available-for-sale financial assets	(75)	-	(75)	-	(75)	-
Total comprehensive income for the period	1,802	-	1,802	-	(75)	1,877
Contribution by and distribution to owners						
Dividends on ordinary shares	(1,906)	-	(1,906)	-	-	(1,906)
Closing balance at 30 June 2016	34,052	32,422	1,630	227	395	1,008

- 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.

	2Q2017		2Q2016	
	No. of shares	US\$'000	No. of shares	US\$'000
Issued share capital				
At beginning of financial period	117,810,940	38,244	102,483,440	32,422
Issuance of EPSS	60,000	26	–	–
At end of financial period	117,870,940	38,270	102,483,440	32,422

Grant of Share Awards Pursuant to the Excelpoint Performance Share Scheme ("EPSS")

In May 2017, the Company allotted and issued 60,000 ordinary shares in the share capital of the Company at the market price of US\$0.43 (S\$0.60) under the EPSS.

- 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.

The total number of issued shares excluding treasury shares as at the end of 30 June 2017 is 117,870,940 (30 June 2016: 102,483,440).

- 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.

There were no sales, transfers, cancellation and/or use of treasury share during 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.

There was no subsidiary holdings during the current financial period reported on.

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

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

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

N.A.

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's accounting policies adopted are consistent with those disclosed in the FY2016 audited financial statements.

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.

N.A.

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		Group	
	2Q2017	2Q2016	HY2017	HY2016
Based on weighted average number of ordinary shares (US cent)	1.18	1.19	2.34	2.02
Weighted average number of ordinary shares	117,839,292	102,483,440	117,825,194	102,468,605
On a fully diluted basis (US cent)	1.18	1.19	2.34	2.02
Diluted weighted average number of ordinary shares	117,839,292	102,483,440	117,825,194	102,468,605

The basic and diluted earnings per share of the Group were the same, as there were no share options and warrants granted.

7. Net asset value (for the issuer and Group) per ordinary share based on the total number of issued share 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	
	30/06/2017	31/12/2016	30/06/2017	31/12/2016
Net asset value per ordinary share based on existing issued share capital as at end of period reported on (US cents)	57.85	57.94	34.47	34.08
Number of ordinary shares, excluding treasury shares	117,870,940	117,810,940	117,870,940	117,810,940

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.

INCOME STATEMENT – Comparing 2Q2017 to 2Q2016

The Group's revenue increased by 17.6% from US\$234.5 million to US\$275.9 million, and gross profit increased by 0.6% from US\$13.3 million to US\$13.4 million, due to the higher sales from the Hong Kong and Singapore business units.

Other income increased by 147.6% from US\$42,000 to US\$104,000 mainly due to the Wage Credit Scheme in Singapore and the forfeiture of customer deposits due to cancellation of orders.

Sales and distribution costs decreased by 12.2% from US\$7.2 million to US\$6.3 million, and general and administrative expenses decreased by 28.7% from US\$4.1 million to US\$2.9 million. These were mainly due to net foreign exchange gain arising from the translation of balances denominated in foreign currency into functional currency and lower staff cost.

Other expenses increased by US\$1.6 million. This was due to allowance for doubtful trade debts.

Interest expense increased by 85.4% from US\$0.5 million to US\$0.9 million mainly due to higher borrowings arising from the increase in working capital requirements and higher financing cost from the hikes in interest rates.

Overall, the Group reported an increase in profit after taxation by 14.0% from US\$1.2 million to US\$1.4 million.

CASHFLOW AND FINANCIAL POSITION

During the quarter, the Group's net cash flow generated from operating activities was US\$2.5 million compared to net cash flow used in operating activities of US\$22.4 million in 2Q2016, mainly due to lower working capital requirement.

The Group's trade debtors increased from US\$154.2 million to US\$165.3 million as at 30 June 2017, due to increase in sales. Stock increased from US\$131.6 million to US\$153.5 million as at 30 June 2017.

Trade creditors and accruals increased from US\$100.1 million to US\$120.6 million as at 30 June 2017, due to higher purchase of stock.

Interest-bearing loans and borrowings increased from US\$123.5 million to US\$132.4 million as at 30 June 2017 to fund the working capital requirements.

The Group's cash and short term deposits was US\$15.2 million as at 30 June 2017 as compared to US\$16.6 million as at 31 December 2016.

Overall, shareholders' equity decreased to US\$68.2 million from US\$68.3 million as at 31 December 2016, due to dividend payment of US\$3.4 million during the 1H2017. This was partially offset by the profit for the period of US\$2.8 million and net gain on fair value changes of available-for-sale financial assets of US\$0.5 million during 1H2017.

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

N.A.

- 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.**

New consumer electronics and evolving technology trends remain the key driving forces in our business growth. While there are challenges in the current business environment, we continue to see opportunities in the countries that we operate in across Asia Pacific, particularly in India and China.

To create more value propositions to our stakeholders, the Group will continue to explore partnerships, as well as expand our technical capabilities and product portfolio to enhance our competitive strengths.

- 11. Dividend**

- (a) Current Financial Period Reported On**

Any dividend recommended 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**

N.A.

(d) **Books closure date**

N.A.

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

No dividend has been declared for 2Q2017.

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.

The aggregate value of all interested person transactions during the financial period ended 30 June 2017 were 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)	Description of the transaction entered into with the interested person during the financial year under review	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Nil	N.A.	N.A.	N.A.

14. **Use of Placement Proceeds as at 30 June 2017**

The Company refers to the net proceeds of approximately S\$7,825,000 raised from the placement of 15 million new ordinary shares at S\$0.525 each in the issued and paid-up share capital of the Company on 5 October 2016 (the "Net Proceeds") (as defined in the Company's announcement dated 2 September 2016 ("the Announcement")).

As at the date of this announcement, the status on the use of the Net Proceeds is as follows:-

Intended Uses	Approximate Amount (\$'000)	Estimated Percentage Allocation of Net Proceeds	Amount Utilised as at 30 Jun 2017 (\$'000)	Balance as at 30 Jun 2017 (\$'000)
Strategic Investments and Acquisitions	5,000	63.9	—	5,000
Development of New Technology and Application	1,700	21.7	(4)	1,696
Investments in Research and Development Expertise	1,125	14.4	(77)	1,048
Total	7,825	100.0	(81)	7,744

The above utilisation of Net Proceeds is in accordance with the intended purposes and percentage allocation as set out in the Announcement. The Company will continue to provide updates on the use of the Net Proceeds as and when such proceeds have been materially disbursed.

15. Confirmation by the Board pursuant to Rule 705(5) of the Listing Manual

The Board of Directors of the Company hereby confirm to the best of their knowledge that nothing has come to their attention which may render the financial statements for the second quarter ended 30 June 2017 to be false or misleading.

16. Confirmation Pursuant to Rule 720(1) of the Listing Manual

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.

BY ORDER OF THE BOARD

Wong Yoen Har
Company Secretary
2 August 2017