

Unaudited Second Quarter Financial Statements Announcement  
For The Period From 1 July 2016 To 31 December 2016

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

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Group			Group		
	2Q FY2017	2Q FY2016	Increase/ (Decrease)	1H FY2017	1H FY2016	Increase/ (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
<b>Revenue</b>	<b>21,015</b>	22,333	(5.9%)	<b>58,740</b>	50,852	15.5%
Cost of sales	<b>(16,532)</b>	(18,857)	(12.3%)	<b>(48,193)</b>	(42,310)	13.9%
<b>Gross profit</b>	<b>4,483</b>	3,476	29.0%	<b>10,547</b>	8,542	23.5%
Other operating income	<b>882</b>	967	(8.8%)	<b>1,641</b>	1,529	7.3%
Selling expenses	<b>(410)</b>	(387)	5.9%	<b>(721)</b>	(795)	(9.3%)
Administrative expenses	<b>(3,268)</b>	(3,541)	(7.7%)	<b>(6,577)</b>	(7,445)	(11.7%)
Other operating expenses	<b>(1,502)</b>	(1,838)	(18.3%)	<b>(1,564)</b>	(2,207)	(29.1%)
Finance costs	<b>(465)</b>	(339)	37.2%	<b>(979)</b>	(730)	34.1%
Share of results of associate	-	(67)	NM	-	81	NM
<b>(Loss) Profit before income tax</b>	<b>(280)</b>	(1,729)	(83.8%)	<b>2,347</b>	(1,025)	NM
Income tax expenses	<b>(264)</b>	(254)	3.9%	<b>(978)</b>	(593)	64.9%
<b>(Loss) Profit for the period</b>	<b>(544)</b>	(1,983)	(72.6%)	<b>1,369</b>	(1,618)	NM
<b>Total (Loss) profit attributable to:</b>						
Owners of the Company	<b>(677)</b>	(2,072)	(67.3%)	<b>1,146</b>	(1,637)	NM
Non-controlling interests	<b>133</b>	89	49.4%	<b>223</b>	19	1073.7%
	<b>(544)</b>	(1,983)	NM	<b>1,369</b>	(1,618)	NM
<b>Other comprehensive income:</b>						
<i>Items that may be reclassified subsequently to profit or loss</i>						
Fair value (loss) gain on available-for-sale investments	<b>(45)</b>	(4)	1025.0%	<b>1</b>	(113)	NM
Exchange differences (loss) income on translation of foreign operations	<b>(431)</b>	388	NM	<b>(892)</b>	(2,545)	(65.0%)
<b>Total other comprehensive (loss) income , net of tax</b>	<b>(476)</b>	384	NM	<b>(891)</b>	(2,658)	(66.5%)
<b>Total comprehensive (loss) income for the period</b>	<b>(1,020)</b>	(1,599)	(36.2%)	<b>478</b>	(4,276)	NM
<b>Total comprehensive (loss) income attributable to:</b>						
Owners of the Company	<b>(1,054)</b>	(1,755)	(39.9%)	<b>415</b>	(3,964)	NM
Non-controlling interests	<b>34</b>	156	(78.2%)	<b>63</b>	(312)	NM
	<b>(1,020)</b>	(1,599)	(36.2%)	<b>478</b>	(4,276)	NM

1(a)(ii) Notes to consolidated statement of comprehensive income

(Loss) Profit after tax was stated after  
(charging)/ crediting :-

	Group			Group		
	2Q FY2017	2Q FY2016	Increase/ (Decrease)	1H FY2017	1H FY2016	Increase/ (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Depreciation of property, plant and equipment	(3,190)	(2,989)	6.7%	(6,409)	(5,843)	9.7%
Bad debts written off	-	(102)	NM	-	(102)	NM
Currency exchange gain (loss) - net	440	194	126.8%	58	(388)	NM
Gain on disposal of property, plant and equipment	9	267	(96.6%)	354	368	(3.8%)
Loss on disposal of investment in an associate	-	(1,649)	NM	-	(1,649)	NM
Interest income	32	11	190.9%	49	45	8.9%
Interest expenses	(465)	(339)	37.2%	(979)	(730)	34.1%
Unrealised fair value (loss) gain from derivative financial instruments	(1,475)	(52)	NM	(1,494)	53	NM

Denotes: NM - not meaningful

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

#### STATEMENT OF FINANCIAL POSITION

	The Group		The Company	
	As at 31-12-16 S\$ '000	As at 30-06-16 S\$ '000	As at 31-12-16 S\$ '000	As at 30-06-16 S\$ '000
<b>ASSETS</b>				
<b>Current assets</b>				
Cash and bank balances	25,468	33,358	10,799	14,368
Trade receivables	27,832	26,295	50,435	45,640
Other receivables	1,915	1,321	7,871	7,883
Derivative financial instruments	-	329	-	321
Inventories	12,233	31,900	2,390	23,263
<b>Total current assets</b>	<b>67,448</b>	<b>93,203</b>	<b>71,495</b>	<b>91,475</b>
<b>Non-current assets</b>				
Property, plant and equipment	133,624	128,707	47,918	45,849
Investment in subsidiaries	-	-	26,942	26,942
Available-for-sale investments	429	429	429	429
Other assets	63	63	63	63
<b>Total non-current assets</b>	<b>134,116</b>	<b>129,199</b>	<b>75,352</b>	<b>73,283</b>
<b>Total assets</b>	<b>201,564</b>	<b>222,402</b>	<b>146,847</b>	<b>164,758</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities</b>				
Bills payable	16,017	37,865	16,017	37,865
Derivative financial instruments	1,165	-	1,165	-
Current portion of bank loans	10,667	10,967	6,667	6,967
Trade payables	2,409	2,588	1,237	1,721
Other payables	3,798	4,783	2,650	3,601
Current portion of finance leases	9,482	9,141	5,611	5,265
Income tax payable	1,392	875	-	-
<b>Total current liabilities</b>	<b>44,930</b>	<b>66,219</b>	<b>33,347</b>	<b>55,419</b>
<b>Non-current liabilities</b>				
Bank loans	3,000	4,333	2,500	3,333
Finance leases	22,431	21,048	12,297	10,723
Deferred tax liabilities	7,940	7,982	4,000	4,000
<b>Total non-current liabilities</b>	<b>33,371</b>	<b>33,363</b>	<b>18,797</b>	<b>18,056</b>
<b>Total liabilities</b>	<b>78,301</b>	<b>99,582</b>	<b>52,144</b>	<b>73,475</b>
<b>NET ASSETS</b>	<b>123,263</b>	<b>122,820</b>	<b>94,703</b>	<b>91,283</b>
<b>Capital and reserves</b>				
Share capital	41,846	41,846	41,846	41,846
Treasury shares	(141)	(106)	(141)	(106)
Retained earnings	85,748	84,602	53,236	49,782
Translation reserves	(4,578)	(3,846)	-	-
Fair value reserve	(238)	(239)	(238)	(239)
Capital reserve	(711)	(711)	-	-
<b>Total equity attributable to owners of the Company</b>	<b>121,926</b>	<b>121,546</b>	<b>94,703</b>	<b>91,283</b>
Non-controlling interests	1,337	1,274	-	-
<b>Total Equity</b>	<b>123,263</b>	<b>122,820</b>	<b>94,703</b>	<b>91,283</b>
<b>Total liabilities and equity</b>	<b>201,564</b>	<b>222,402</b>	<b>146,847</b>	<b>164,758</b>

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

	<b>As at 31/12/2016</b>		<b>As at 30/6/2016</b>	
	<b>S\$'000</b>		<b>S\$'000</b>	
	<b>Secured</b>	<b>Unsecured</b>	<b>Secured</b>	<b>Unsecured</b>
Amount repayable in one year or less, or on demand	<b>9,482</b>	<b>10,667</b>	9,141	10,967
Amount repayable after one year	<b>22,431</b>	<b>3,000</b>	21,048	4,333

As at 31 December 2016, The Group's finance leases of \$31.9m are secured over plant and equipment of the Group with carrying value of \$54.9m .

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

	Group		Group	
	2Q FY2017	2Q FY2016	1H FY2017	1H FY2016
	S\$'000	S\$'000	S\$'000	S\$'000
<b><u>Operating activities</u></b>				
(Loss) Profit before income tax	(280)	(1,729)	2,347	(1,025)
Adjustments for:				
Unrealised fair value loss (gain) from derivative financial instruments	1,475	52	1,494	(53)
Share of associate's results	-	67	-	(81)
Depreciation of property, plant & equipment	3,190	2,989	6,409	5,843
Interest expenses	465	339	979	730
Interest income	(32)	(11)	(49)	(45)
Net unrealised foreign exchange adjustments	(16)	(28)	10	(464)
Bad debt written off	-	102	-	102
Loss on disposal of investment in an associate	-	1,649	-	1,649
Gain on disposal of property, plant and equipment	(9)	(267)	(354)	(368)
Property, plant and equipment written off	-	1	12	1
Operating cash flows before movements in working capital	4,793	3,164	10,848	6,289
Trade receivables	3,981	9,155	(1,738)	12,499
Other receivables	842	(358)	(628)	32
Inventories	(528)	8,265	14,208	8,727
Trade payables	55	183	(34)	1,050
Other payables	(242)	(220)	(100)	(251)
Cash generated from operations	8,901	20,189	22,556	28,346
Income tax paid	(414)	(803)	(448)	(1,091)
<b>Net cash from operating activities</b>	<b>8,487</b>	<b>19,386</b>	<b>22,108</b>	<b>27,255</b>
<b><u>Investing activities</u></b>				
Proceeds from disposal of investment in an associates	-	1,000	-	1,000
Interest received	32	11	49	45
Purchase of property, plant and equipment	(3,184)	(2,959)	(8,836)	(9,312)
Proceeds from disposal of property, plant and equipment	198	706	1,729	887
<b>Net cash used in investing activities</b>	<b>(2,954)</b>	<b>(1,242)</b>	<b>(7,058)</b>	<b>(7,380)</b>
<b><u>Financing activities</u></b>				
Bills payable	(4,604)	(25,309)	(21,849)	(29,985)
Dividends paid	-	(3,156)	-	(3,156)
Interest paid	(465)	(339)	(979)	(730)
Repayment of obligations under finance leases	(2,594)	(2,094)	(5,655)	(4,260)
Proceeds from finance leases	4,462	5,710	7,512	5,856
Repayment of bank loans	(867)	(350)	(1,633)	(700)
Proceeds from bank loans	-	3,000	-	8,000
Purchase of treasury shares	-	-	(35)	-
<b>Net cash used in financing activities</b>	<b>(4,068)</b>	<b>(22,538)</b>	<b>(22,639)</b>	<b>(24,975)</b>
Net increase (decrease) in cash and cash equivalents	1,465	(4,394)	(7,589)	(5,100)
Cash and cash equivalents at beginning of the period	24,162	44,054	33,358	45,391
Effect of exchange rate changes on the balance of cash held in foreign currencies	(159)	(205)	(301)	(836)
<b>Cash and cash equivalents at end of the period</b>	<b>25,468</b>	<b>39,455</b>	<b>25,468</b>	<b>39,455</b>

1(d)(i) A statement for (the issuer and the 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.

The Group	Attributable to equity holders of the Company								
	Share capital	Treasury shares	Capital reserve	Fair value reserve	Translation reserves	Retained earnings	Attributable to equity holders of the Company	Non-controlling interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 July 2016	41,846	(106)	(711)	(239)	(3,846)	84,602	121,546	1,274	122,820
<i>Total comprehensive income for the period</i>									
Profit for the period	-	-	-	-	-	1,823	1,823	90	1,913
Other comprehensive income (loss)	-	-	-	46	(400)	-	(354)	(61)	(415)
<b>Total</b>	<b>41,846</b>	<b>(106)</b>	<b>(711)</b>	<b>(193)</b>	<b>(4,246)</b>	<b>86,425</b>	<b>123,015</b>	<b>1,303</b>	<b>124,318</b>
<i>Transactions with owners, recognised directly in equity</i>									
Repurchase of shares	-	(35)	-	-	-	-	(35)	-	(35)
Balance at 30 September 2016	41,846	(141)	(711)	(193)	(4,246)	86,425	122,980	1,303	124,283
Balance at 1 October 2016	41,846	(141)	(711)	(193)	(4,246)	86,425	122,980	1,303	124,283
<i>Total comprehensive (loss) income for the period</i>									
Loss (profit) for the period	-	-	-	-	-	(677)	(677)	133	(544)
Other comprehensive loss	-	-	-	(45)	(332)	-	(377)	(99)	(476)
<b>Balance at 31 December 2016</b>	<b>41,846</b>	<b>(141)</b>	<b>(711)</b>	<b>(238)</b>	<b>(4,578)</b>	<b>85,748</b>	<b>121,926</b>	<b>1,337</b>	<b>123,263</b>
Balance at 1 July 2015	41,846	(83)	(711)	(149)	(1,861)	91,817	130,859	1,451	132,310
<i>Total comprehensive income for the period</i>									
Profit for the period	-	-	-	-	-	435	435	(70)	365
Other comprehensive loss	-	-	-	(109)	(2,535)	-	(2,644)	(398)	(3,042)
Balance at 30 September 2015	41,846	(83)	(711)	(258)	(4,396)	92,252	128,650	983	129,633
Balance at 1 October 2015	41,846	(83)	(711)	(258)	(4,396)	92,252	128,650	983	129,633
<i>Total comprehensive (loss) income for the period</i>									
Loss for the period	-	-	-	-	-	(2,072)	(2,072)	89	(1,983)
Other comprehensive income	-	-	-	(4)	321	-	317	67	384
<b>Total</b>	<b>41,846</b>	<b>(83)</b>	<b>(711)</b>	<b>(262)</b>	<b>(4,075)</b>	<b>90,180</b>	<b>126,895</b>	<b>1,139</b>	<b>128,034</b>
<i>Transactions with owners, recognised directly in equity</i>									
Dividend paid	-	-	-	-	-	(3,156)	(3,156)	-	(3,156)
Balance at 31 December 2015	41,846	(83)	(711)	(262)	(4,075)	87,024	123,739	1,139	124,878

The Company

	Share capital S\$'000	Treasury shares S\$'000	Capital reserve S\$'000	Fair value S\$'000	Translation reserves S\$'000	Retained earnings S\$'000	Total equity S\$'000
Balance at 1 July 2016	41,846	(106)	-	(239)	-	49,782	91,283
<i>Total comprehensive income for the period</i>							-
Profit for the period	-	-	-	-	-	5,307	5,307
Other comprehensive income	-	-	-	46	-	-	46
<b>Total</b>	<b>41,846</b>	<b>(106)</b>	<b>-</b>	<b>(193)</b>	<b>-</b>	<b>55,089</b>	<b>96,636</b>
<i>Transactions with owners, recognised directly in equity</i>							
Repurchase of shares	-	(35)	-	-	-	-	(35)
<b>Balance at 30 September 2016</b>	<b>41,846</b>	<b>(141)</b>	<b>-</b>	<b>(193)</b>	<b>-</b>	<b>55,089</b>	<b>96,601</b>
Balance at 1 October 2016	41,846	(141)	-	(193)	-	55,089	96,601
<i>Total comprehensive income for the period</i>							
Profit for the period	-	-	-	-	-	(1,853)	(1,853)
Other comprehensive income	-	-	-	(45)	-	-	(45)
<b>Balance at 31 December 2016</b>	<b>41,846</b>	<b>(141)</b>	<b>-</b>	<b>(238)</b>	<b>-</b>	<b>53,236</b>	<b>94,703</b>
Balance at 1 July 2015	41,846	(83)	-	(149)	-	46,593	88,207
<i>Total comprehensive income for the period</i>							-
Loss for the period	-	-	-	-	-	(829)	(829)
Other comprehensive income	-	-	-	(109)	-	-	(109)
<b>Balance at 30 September 2015</b>	<b>41,846</b>	<b>(83)</b>	<b>-</b>	<b>(258)</b>	<b>-</b>	<b>45,764</b>	<b>87,269</b>
Balance at 1 October 2015	41,846	(83)	-	(258)	-	45,764	87,269
<i>Total comprehensive income for the period</i>							
Profit for the period	-	-	-	-	-	10,528	10,528
Other comprehensive income	-	-	-	(4)	-	-	(4)
<b>Total</b>	<b>41,846</b>	<b>(83)</b>	<b>-</b>	<b>(262)</b>	<b>-</b>	<b>56,292</b>	<b>97,793</b>
<i>Transactions with owners, recognised directly in equity</i>							
Dividend paid	-	-	-	-	-	(3,156)	(3,156)
<b>Balance at 31 December 2015</b>	<b>41,846</b>	<b>(83)</b>	<b>-</b>	<b>(262)</b>	<b>-</b>	<b>53,136</b>	<b>94,637</b>

- 1(d)(ii) Details of any changes in the company's share capital arising from right 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 also the number of shares that may be issued on conversion of all outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares 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.

As at 31 December 2016, the total number of issued shares excluding treasury shares was 114,618,800 (31 December 2015: 114,768,800). As at 31 December 2016, the total number of treasury shares was 270,180 (31 December 2015: 120,180). The Company did not have any convertibles as at 31 December 2016 and 31 December 2015.

- 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.

	31/12/2016	30/06/2016
Total number of issued ordinary shares	114,888,980	114,888,980
Less: Treasury shares	(270,180)	(170,180)
Total number of issued shares excluding treasury shares	114,618,800	114,718,800

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

No treasury shares were sold, transferred, disposed, cancelled and/or used as at the end of the current financial period reported on.

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

The figures presented are not audited or reviewed by the Company's Auditor.

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.

The Group has applied the same accounting policies and methods of computation in the preparation of the consolidated financial statements for the current reporting period as those applied in the audited financial statements for the year ended 30 June 2016.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting

There are no changes to the Group's accounting policies and the adoption of FRS and INT FRS that become effective in the financial period beginning on or after 1 July 2016 has no significant impact on the financial statements.

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

	Group		Group	
	2Q FY2017	2Q FY2016	1H FY2017	1H FY2016
EPS based on weighted average number of ordinary shares in issue (cents)	(0.59)	(1.81)	1.00	(1.43)
On a fully diluted basis (cents)	(0.59)	(1.81)	1.00	(1.43)
Weighted average number of ordinary shares in issue	114,627,133	114,768,820	114,627,133	114,768,820

There were no potential dilutive ordinary shares in existence for 2Q FY 2017 & 2Q FY 2016.

7. Net asset value (for the issuer and group) per ordinary share based on 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.

	The Group		The Company	
	31/12/2016	30/06/2016	31/12/2016	30/06/2016
Net asset value per ordinary share (cents)	107.54	107.06	82.62	79.57
Ordinary shares at the end of the current financial period and immediately preceding financial year	114,618,800	114,718,800	114,618,800	114,718,800



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 revenue, 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

### Revenue

	Group			Group		
	2Q FY2017	2Q FY2016	% Change	1H FY2017	1H FY2016	% Change
	S\$'000	S\$'000		S\$'000	S\$'000	
<b>Equipment rental business</b>	<b>11,272</b>	9,522	18.4%	<b>23,053</b>	20,271	13.7%
<b>Trading business</b>	<b>9,743</b>	12,811	(23.9%)	<b>35,687</b>	30,581	16.7%
<b>Total</b>	<b>21,015</b>	22,333	(5.9%)	<b>58,740</b>	50,852	15.5%

The Group registered total revenue of \$21.0m in 2Q FY2017 which was 5.9% lower than 2Q FY2016, from a mix of higher rental revenue and lower trading revenue. The Group registered total revenue of \$58.7m for 1H FY2017 which was 15.5% higher compared to 1H FY2016, mainly due to both higher rental and trading revenue for the corresponding period.

Revenue from Equipment Rental business increased by 18.4% to \$11.3m in 2Q FY2017 and 13.7% to \$23.1m in 1H FY2017 as compared to the corresponding periods respectively, mainly due to increase in fleet size being rented out.

Revenue from Trading business decreased by 23.9% to \$9.7m in 2Q FY2017 as compared to 2Q FY2016, mainly due to sales and delivery of smaller tonnage equipment during the period. Revenue from Trading business for 1H2017 was 16.7% higher at \$35.7m as compared to 1H2016, mainly due to higher volume of equipment sold for the corresponding period.

### Gross Profit

	Group			Group		
	2Q FY2017	2Q FY2016	% Change	1H FY2017	1H FY2016	% Change
	S\$'000	S\$'000		S\$'000	S\$'000	
<b>Equipment rental business</b>	<b>3,265</b>	2,307	41.5%	<b>6,405</b>	5,735	11.7%
<b>Trading business</b>	<b>1,218</b>	1,169	4.2%	<b>4,142</b>	2,807	47.6%
	<b>4,483</b>	3,476	29.0%	<b>10,547</b>	8,542	23.5%

The Group registered total gross profit of \$4.5m in 2Q FY2017 which was 29.0% higher than 2QFY2016, mainly from higher rental income. The Group registered total gross profit of \$10.5m in 1H FY2017 which was 23.5% higher compared to 1HFY2016, mainly due to both higher rental and trading revenue for the corresponding period.

Gross profit from Equipment Rental business increased by 41.5% to \$3.3m in 2Q FY2017 and 11.7% to \$6.4m in 1H FY2017 as compared to the corresponding periods respectively, in line with the higher rental revenue generated.

Gross profit from Trading business increased by 4.2% to \$1.2m in 2Q FY2017 and 47.6% to \$4.1m in 1H FY2017 as compared to the corresponding periods, mainly due to better product mix and higher trading revenue respectively.

### Net (Loss) Profit

The Group registered net loss after tax of \$0.5m in 2Q FY2017 and net profit after tax of \$1.4m for 1H FY2017. This was mainly due to the net impact of the following:

- higher gross profit;
- lower other operating income in 2Q FY2017 due to lower gain on disposal of equipment, and higher other operating income in 1H FY2017 from higher servicing income respectively;
- lower selling and administrative expenses for 1H FY2017 as a result of cost reduction initiatives;
- high other operating expenses mainly from unrealised fair value loss on foreign currency contracts recorded in 2Q FY2017
- higher finance costs due to increase in financing of rental fleet
- higher income tax expenses.

## STATEMENT OF FINANCIAL POSITION

### **Current assets**

As at 31 December 2016, total current assets amounted to \$67.4m or 33.5% of total assets. Current assets comprised mostly of cash and bank balances, trade receivables and inventories. Total current assets decreased by \$25.8m as compared to 30 June 2016 mainly due to decrease in inventories and cash and bank balances.

### **Non-current assets**

As at 31 December 2016, non-current assets amounted to \$134.1m or 66.5% of our total assets. Non-current assets comprised mostly of fixed assets and investments. Total non-current assets increased by \$4.9m mainly due to increase in rental fleet.

### **Current liabilities**

As at 31 December 2016, current liabilities amounted to \$44.9m or 57.4% of our total liabilities. Current liabilities comprised mostly of bills payable, other payables, current portion of bank loans and finance leases. Total current liabilities decreased by \$21.3m as compared to 30 June 2016, mainly due to repayment of bills payable.

### **Non-current liabilities**

As at 31 December 2016, non-current liabilities amounted to approximately \$33.4m or 42.6% of our total liabilities. Non-current liabilities comprised mostly of non-current portion of bank loans, finance leases and deferred tax. Total non-current liabilities remained relatively unchanged as compared to 30 June 2016.

### **Working Capital**

As at 31 December 2016, the Group registered a positive working capital of \$22.5m as compared to that of \$27.0m as at 30 June 2016.

### **Equity**

The Group's equity increased from \$122.8m as at 30 June 2016 to \$123.3m as at 31 December 2016 mainly due to the total comprehensive income recorded for 1H FY2017.

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

There was no forecast, or any prospect statement 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.**

With economic outlook and business environment continue to be uncertain, the Group expects the markets we operate to remain challenging.

**11. Dividend**

**(a) Current Financial Period Reported on**

**Any dividend declared for the current financial period reported on?**

Nil

**(b) Corresponding Period of the immediately preceding financial year**

**Any dividend declared for the corresponding period of the immediately preceding financial year?**

Nil

**(c) Date payable**

Not applicable

**(d) Book Closure date**

Not applicable

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

No dividend has been declared / recommended.

**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.**

**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)**

**Name of Interested Person**

Nil

Nil

There were no interested person transactions conducted pursuant to the general mandate for interested person transactions during the financial period.

**14. CONFIRMATION PURSUANT TO RULE 720(1) OF THE LISTING MANUAL**

The Company hereby confirms that undertakings from all directors and executive officers as required in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual were procured.

**15. CONFIRMATION BY THE BOARD**

The Board of Directors of the Company hereby confirm that, to the best of their knowledge, nothing has come to their attention which may render the unaudited consolidated financial results for the six-month ended 31 December 2016 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Tan Ah Lye

Executive Chairman and Interim CEO

9 February 2017