

Unaudited Fifth Quarter Financial Statements Announcement  
For The Period From 1 July 2016 To 30 September 2017

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		
	1/7/2017- 30/9/2017 (3 Months)	1/7/2016- 30/9/2016 (3 Months)	Increase/ (Decrease)	1/7/2016- 30/9/2017 (15 Months)	1/7/2015- 30/9/2016 (15 Months)	Increase/ (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
<b>Revenue</b>	<b>18,535</b>	37,725	(50.9%)	<b>118,234</b>	129,838	(8.9%)
Cost of sales	<b>(14,418)</b>	(31,664)	(54.5%)	<b>(95,784)</b>	(110,649)	(13.4%)
<b>Gross profit</b>	<b>4,117</b>	6,061	(32.1%)	<b>22,450</b>	19,189	17.0%
Other operating income	<b>606</b>	1,141	(46.9%)	<b>3,473</b>	4,436	(21.7%)
Selling expenses	<b>(465)</b>	(310)	50.0%	<b>(2,132)</b>	(1,884)	13.2%
Administrative expenses	<b>(3,461)</b>	(3,309)	4.6%	<b>(16,397)</b>	(17,831)	(8.0%)
Other operating expenses	<b>(257)</b>	(444)	(42.1%)	<b>(1,968)</b>	(3,094)	(36.4%)
Finance costs	<b>(520)</b>	(513)	1.4%	<b>(2,512)</b>	(2,115)	18.8%
Share of results of associate	-	-	NM	-	81	NM
<b>Profit (Loss) before income tax</b>	<b>20</b>	2,626	(99.2%)	<b>2,914</b>	(1,218)	NM
Income tax expenses	<b>(79)</b>	(713)	(88.9%)	<b>(1,340)</b>	(843)	59.0%
<b>(Loss) Profit for the period</b>	<b>(59)</b>	1,913	NM	<b>1,574</b>	(2,061)	NM
<b>Total (Loss) Profit attributable to:</b>						
Owners of the Company	<b>(270)</b>	1,823	NM	<b>916</b>	(2,236)	NM
Non-controlling interests	<b>211</b>	90	134.4%	<b>658</b>	175	276.0%
	<b>(59)</b>	1,913	NM	<b>1,574</b>	(2,061)	NM
<b>Other comprehensive income:</b>						
<i>Items that may be reclassified subsequently to profit or loss</i>						
Fair value gain (loss) on available-for-sale investments	<b>33</b>	46	(28.3%)	<b>160</b>	(44)	NM
Exchange differences gain (loss) on translation of foreign operations	<b>5</b>	(461)	NM	<b>(1,470)</b>	(2,708)	(45.7%)
<b>Total other comprehensive income (loss), net of tax</b>	<b>38</b>	(415)	NM	<b>(1,310)</b>	(2,752)	(52.4%)
<b>Total comprehensive (loss) income for the period</b>	<b>(21)</b>	1,498	NM	<b>264</b>	(4,813)	NM
<b>Total comprehensive (loss) income attributable to:</b>						
Owners of the Company	<b>(251)</b>	1,469	NM	<b>(229)</b>	(4,665)	(95.1%)
Non-controlling interests	<b>230</b>	29	693.1%	<b>493</b>	(148)	NM
	<b>(21)</b>	1,498	NM	<b>264</b>	(4,813)	NM

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

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

	Group			Group		
	<b>1/7/2017- 30/9/2017 (3 Months)</b>	1/7/2016- 30/9/2016 (3 Months)	Increase/ (Decrease)	<b>1/7/2016- 30/9/2017 (15 Months)</b>	1/7/2015- 30/9/2016 (15 Months)	Increase/ (Decrease)
	<b>S\$'000</b>	S\$'000	%	<b>S\$'000</b>	S\$'000	%
Depreciation of property, plant and equipment	<b>(3,335)</b>	(3,219)	3.6%	<b>(16,280)</b>	(15,605)	4.3%
Bad debts written off	<b>(4)</b>	-	NM	<b>(4)</b>	(131)	(96.9%)
Currency exchange loss- net	<b>(34)</b>	(382)	(91.1%)	<b>(1,140)</b>	(1,134)	0.5%
Loss on disposal of property, plant and equipment	<b>(1)</b>	345	NM	<b>463</b>	704	(34.2%)
Loss on disposal of investment in an associate	-	-	NM	-	(1,649)	NM
Interest income	<b>27</b>	17	58.8%	<b>158</b>	114	38.6%
Interest expenses	<b>(520)</b>	(513)	1.4%	<b>(2,513)</b>	(2,115)	18.8%
Unrealised fair value (loss) gain from derivative financial instruments	<b>(116)</b>	(19)	510.5%	<b>(552)</b>	198	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 30/9/2017 S\$'000	As at 30/6/2016 S\$'000	As at 30/9/2017 S\$'000	As at 30/6/2016 S\$'000
<b>Current assets</b>				
Cash and bank balances	25,390	33,358	9,813	14,368
Trade receivables	20,302	26,295	38,405	45,640
Other receivables	2,850	1,321	12,378	7,883
Derivative financial instruments	-	329	-	321
Inventories	6,341	31,900	784	23,263
<b>Total current assets</b>	<b>54,883</b>	<b>93,203</b>	<b>61,380</b>	<b>91,475</b>
<b>Non-current assets</b>				
Property, plant and equipment	137,341	128,707	45,331	45,849
Investment in subsidiaries	-	-	26,942	26,942
Available-for-sale investments	589	429	589	429
Other assets	10	63	10	63
<b>Total non-current assets</b>	<b>137,940</b>	<b>129,199</b>	<b>72,872</b>	<b>73,283</b>
<b>Total assets</b>	<b>192,823</b>	<b>222,402</b>	<b>134,252</b>	<b>164,758</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities</b>				
Bills payable	9,005	37,865	9,005	37,865
Derivative financial instruments	224	-	224	-
Current portion of bank loans	10,517	10,967	10,517	6,967
Trade payables	1,948	2,588	861	1,721
Other payables	4,310	4,783	2,971	3,601
Current portion of finance leases	10,677	9,141	5,119	5,265
Income tax payable	1,264	875	-	-
<b>Total current liabilities</b>	<b>37,945</b>	<b>66,219</b>	<b>28,697</b>	<b>55,419</b>
<b>Non-current liabilities</b>				
Bank loans	1,250	4,333	1,250	3,333
Finance leases	24,602	21,048	9,850	10,723
Deferred tax liabilities	7,902	7,982	3,420	4,000
<b>Total non-current liabilities</b>	<b>33,754</b>	<b>33,363</b>	<b>14,520</b>	<b>18,056</b>
<b>Total liabilities</b>	<b>71,699</b>	<b>99,582</b>	<b>43,217</b>	<b>73,475</b>
<b>NET ASSETS</b>				
	<b>121,124</b>	<b>122,820</b>	<b>91,035</b>	<b>91,283</b>
<b>Capital and reserves</b>				
Share capital	41,846	41,846	41,846	41,846
Treasury shares	(355)	(106)	(355)	(106)
Retained earnings	83,807	84,602	49,623	49,782
Translation reserves	(5,151)	(3,846)	-	-
Fair value reserve	(79)	(239)	(79)	(239)
Capital reserve	(711)	(711)	-	-
<b>Total equity attributable to owners of the Company</b>	<b>119,357</b>	<b>121,546</b>	<b>91,035</b>	<b>91,283</b>
Non-controlling interests	1,767	1,274	-	-
<b>Total Equity</b>	<b>121,124</b>	<b>122,820</b>	<b>91,035</b>	<b>91,283</b>
<b>Total liabilities and equity</b>	<b>192,823</b>	<b>222,402</b>	<b>134,252</b>	<b>164,758</b>

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

	<b>As at 30/09/2017</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>10,677</b>	<b>10,517</b>	9,141	10,967
Amount repayable after one year	<b>24,602</b>	<b>1,250</b>	21,048	4,333

As at 30 September 2017, The Group's finance leases of \$35.3m are secured over plant and equipment of the Group with carrying value of \$58.4m .

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	
	1/7/2017- 30/9/2017 (3 Months)	1/7/2016- 30/9/2016 (3 Months)	1/7/2016- 30/9/2017 (15 Months)	1/7/2015- 30/9/2016 (15 Months)
	S\$'000	S\$'000	S\$'000	S\$'000
<b><u>Operating activities</u></b>				
Profit (loss) before income tax	20	2,626	2,914	(1,218)
Unrealised fair value loss (gain) from derivative financial instruments	116	19	552	(198)
Share of associate's results	-	-	-	(81)
Depreciation of property, plant & equipment	3,335	3,219	16,280	15,605
Interest expenses	520	513	2,513	2,115
Interest income	(27)	(17)	(158)	(114)
Net unrealised foreign exchange adjustments	22	25	69	(65)
Allowance for doubtful debts	-	-	-	23
Bad debts written off	4	-	4	131
Loss on disposal of investment in an associate	-	-	-	1,649
Gain (loss) on disposal of property, plant and equipment	1	(345)	(463)	(704)
Loss on disposal of other assets	-	-	10	-
Property, plant and equipment written off	-	12	29	15
Operating cash flows before movements in working capital	3,991	6,052	21,750	17,158
Trade receivables	2,026	(5,719)	5,667	4,775
Other receivables	(1,347)	(1,469)	(1,591)	(883)
Inventories	8,521	14,736	23,423	4,970
Trade payables	92	(88)	(168)	1,873
Other payables	1,842	143	1,020	247
Cash generated from operations	15,125	13,655	50,101	28,140
Income tax refund (paid)	29	(34)	(926)	(1,973)
<b>Net cash from operating activities</b>	<b>15,154</b>	<b>13,621</b>	<b>49,175</b>	<b>26,167</b>
<b><u>Investing activities</u></b>				
Proceeds from disposal of investment in an associate	-	-	-	1,000
Proceeds from disposal of other assets	-	-	43	-
Interest received	27	17	158	114
Purchase of property, plant and equipment	(6,897)	(5,652)	(16,636)	(18,657)
Proceeds from disposal of property, plant and equipment	-	1,530	1,915	2,447
<b>Net cash used in investing activities</b>	<b>(6,870)</b>	<b>(4,105)</b>	<b>(14,520)</b>	<b>(15,096)</b>
<b><u>Financing activities</u></b>				
Bills payable	(3,405)	(17,245)	(28,861)	(33,473)
Dividends paid	(1,711)	-	(1,711)	(3,156)
Interest paid	(520)	(513)	(2,513)	(2,115)
Repayment of obligations under finance leases	(2,780)	(3,061)	(14,684)	(12,488)
Proceeds from finance leases	-	3,050	9,363	8,906
Repayment of bank loans	(4,417)	(766)	(7,383)	(2,166)
Proceeds from bank loans	3,850	-	3,850	13,000
Purchase of treasury shares	-	(35)	(249)	(58)
<b>Net cash used in financing activities</b>	<b>(8,983)</b>	<b>(18,570)</b>	<b>(42,188)</b>	<b>(31,550)</b>
Net decrease in cash and cash equivalents	(699)	(9,054)	(7,533)	(20,479)
Cash and cash equivalents at beginning of the period	26,124	33,358	33,358	45,391
Effect of exchange rate changes on the balance of cash held in foreign currencies	(35)	(142)	(435)	(750)
<b>Cash and cash equivalents at end of the period</b>	<b>25,390</b>	<b>24,162</b>	<b>25,390</b>	<b>24,162</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	-	-	-	-	-	1,186	1,186	447	1,633
Other comprehensive income (loss)	-	-	-	127	(1,291)	-	(1,164)	(184)	(1,348)
<b>Total</b>	<b>41,846</b>	<b>(106)</b>	<b>(711)</b>	<b>(112)</b>	<b>(5,137)</b>	<b>85,788</b>	<b>121,568</b>	<b>1,537</b>	<b>123,105</b>
<i>Transactions with owners, recognised directly in equity</i>									
Repurchase of shares	-	(249)	-	-	-	-	(249)	-	(249)
<b>Balance at 30 June 2017</b>	<b>41,846</b>	<b>(355)</b>	<b>(711)</b>	<b>(112)</b>	<b>(5,137)</b>	<b>85,788</b>	<b>121,319</b>	<b>1,537</b>	<b>122,856</b>
Balance at 1 July 2017	41,846	(355)	(711)	(112)	(5,137)	85,788	121,319	1,537	122,856
<i>Total comprehensive (loss) income for the period</i>									
Loss for the period	-	-	-	-	-	(270)	(270)	211	(59)
Dividend paid	-	-	-	-	-	(1,711)	(1,711)	-	(1,711)
Other comprehensive income	-	-	-	33	(14)	-	19	19	38
<b>Total</b>	<b>41,846</b>	<b>(355)</b>	<b>(711)</b>	<b>(79)</b>	<b>(5,151)</b>	<b>83,807</b>	<b>119,357</b>	<b>1,767</b>	<b>121,124</b>
<i>Transactions with owners, recognised directly in equity</i>									
Repurchase of shares	-	-	-	-	-	-	-	-	-
<b>Balance at 30 September 2017</b>	<b>41,846</b>	<b>(355)</b>	<b>(711)</b>	<b>(79)</b>	<b>(5,151)</b>	<b>83,807</b>	<b>119,357</b>	<b>1,767</b>	<b>121,124</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>									
(Loss) profit for the period	-	-	-	-	-	(4,059)	(4,059)	85	(3,974)
Other comprehensive loss	-	-	-	(90)	(1,985)	-	(2,075)	(262)	(2,337)
<b>Total</b>	<b>41,846</b>	<b>(83)</b>	<b>(711)</b>	<b>(239)</b>	<b>(3,846)</b>	<b>87,758</b>	<b>124,725</b>	<b>1,274</b>	<b>125,999</b>
<i>Transactions with owners, recognised directly in equity</i>									
Dividend paid	-	-	-	-	-	(3,156)	(3,156)	-	(3,156)
Repurchase of shares	-	(23)	-	-	-	-	(23)	-	(23)
<b>Balance at 30 June 2016</b>	<b>41,846</b>	<b>(106)</b>	<b>(711)</b>	<b>(239)</b>	<b>(3,846)</b>	<b>84,602</b>	<b>121,546</b>	<b>1,274</b>	<b>122,820</b>
Balance at 1 July 2016	41,846	(106)	(711)	(239)	(3,846)	84,602	121,546	1,274	122,820
<i>Total comprehensive (loss) income for the period</i>									
Profit for the period	-	-	-	-	-	1,823	1,823	90	1,913
Other comprehensive income	-	-	-	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)
<b>Balance at 30 September 2016</b>	<b>41,846</b>	<b>(141)</b>	<b>(711)</b>	<b>(193)</b>	<b>(4,246)</b>	<b>86,425</b>	<b>122,980</b>	<b>1,303</b>	<b>124,283</b>

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	-	-	-	-	-	2,951	2,951
Other comprehensive income	-	-	-	127	-	-	127
<b>Total</b>	<b>41,846</b>	<b>(106)</b>	<b>-</b>	<b>(112)</b>	<b>-</b>	<b>52,733</b>	<b>94,361</b>
<i>Transactions with owners, recognised directly in equity</i>							
Repurchase of shares	-	(249)	-	-	-	-	(249)
<b>Balance at 30 June 2017</b>	<b>41,846</b>	<b>(355)</b>	<b>-</b>	<b>(112)</b>	<b>-</b>	<b>52,733</b>	<b>94,112</b>
Balance at 1 July 2017	41,846	(355)	-	(112)	-	52,733	94,112
<i>Total comprehensive income for the period</i>							
Loss for the period	-	-	-	-	-	(1,399)	(1,399)
Other comprehensive income	-	-	-	33	-	-	33
Dividend paid	-	-	-	-	-	(1,711)	(1,711)
<b>Total</b>	<b>41,846</b>	<b>(355)</b>	<b>-</b>	<b>(79)</b>	<b>-</b>	<b>49,623</b>	<b>91,035</b>
<i>Transactions with owners, recognised directly in equity</i>							
Repurchase of shares	-	-	-	-	-	-	-
<b>Balance at 30 September 2017</b>	<b>41,846</b>	<b>(355)</b>	<b>-</b>	<b>(79)</b>	<b>-</b>	<b>49,623</b>	<b>91,035</b>
Balance at 1 July 2015	41,846	(83)	-	(149)	-	46,593	88,207
<i>Total comprehensive income for the period</i>							-
Profit for the period	-	-	-	-	-	6,345	6,345
Other comprehensive loss	-	-	-	(90)	-	-	(90)
<b>Total</b>	<b>41,846</b>	<b>(83)</b>	<b>-</b>	<b>(239)</b>	<b>-</b>	<b>52,938</b>	<b>94,462</b>
<i>Transactions with owners, recognised directly in equity</i>							
Repurchase of shares	-	(23)	-	-	-	-	(23)
Dividend paid	-	-	-	-	-	(3,156)	(3,156)
<b>Balance at 30 June 2016</b>	<b>41,846</b>	<b>(106)</b>	<b>-</b>	<b>(239)</b>	<b>-</b>	<b>49,782</b>	<b>91,283</b>
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>

- 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, 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.**

As at 30 September 2017, the total number of issued shares excluding treasury shares was 114,013,000 (30 June 2016: 114,718,800). As at 30 September 2017, the total number of treasury shares was 875,980 (30 June 2016: 170,180). The Company did not have any convertibles as at 30 September 2017 and 30 June 2016.

Save as disclosed above, there have been no bonus or other issues of shares during the period.

- 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.**

Total number of issued ordinary shares

Less: Treasury shares

Total number of issued shares excluding treasury shares

30/09/2017	30/06/2016
114,888,980	114,888,980
(875,980)	(170,180)
114,013,000	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.

- 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.**

During the financial period, there was no transaction pertaining to subsidiary holdings.

- 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**  
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 standard, what has changed, as well as the reasons for, and the effect of, the change.**

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	
	1/7/2017- 30/9/2017 (3 Months)	1/7/2016- 30/9/2016 (3 Months)	1/7/2016- 30/9/2017 (15 Months)	1/7/2015- 30/9/2016 (15 Months)
EPS based on weighted average number of ordinary shares in issue (cents)	(0.24)	1.59	0.80	(1.95)
On a fully diluted basis (cents)	(0.24)	1.59	0.80	(1.95)
Weighted average number of ordinary shares in issue	114,460,587	114,635,467	114,460,587	114,635,467

There were no potential dilutive ordinary shares in existence for the period from 1 July 2017 to 30 September 2017 and period from 1 July 2016 to 30 September 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.**

Net asset value per ordinary share (cents)

Ordinary shares at the end of the current financial period and immediately preceding financial year

	The Group		The Company	
	30/09/2017	30/06/2016	30/09/2017	30/06/2016
Net asset value per ordinary share (cents)	106.24	107.06	79.85	79.57
Ordinary shares at the end of the current financial period and immediately preceding financial year	114,013,000	114,718,800	114,013,000	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		
	1/7/2017-30/9/2017 (3 Months)	1/7/2016-30/9/2016 (3 Months)	% Change	1/7/2016-30/9/2017 (15 Months)	1/7/2015-30/9/2016 (15 Months)	% Change
	S\$'000	S\$'000		S\$'000	S\$'000	
<b>Equipment rental business</b>	<b>11,924</b>	11,781	1.2%	<b>56,814</b>	53,215	6.8%
<b>Trading business</b>	<b>6,611</b>	25,944	(74.5%)	<b>61,420</b>	76,623	(19.8%)
<b>Total</b>	<b>18,535</b>	37,725	(50.9%)	<b>118,234</b>	129,838	(8.9%)

The Group registered total revenue of \$118.2m for 15M FY 2017 ("from 1 July 2016 to 30 September 2017") and \$18.5m in 5Q FY2017 ("from 1 July 2017 to 30 September 2017"), which was 8.9% and 50.9% lower than the prior corresponding periods respectively, mainly due to lower trading revenue in 5Q FY2017.

Revenue from Equipment Rental business increased by 6.8% to \$56.8m for 15M FY2017 and 1.2% to \$11.9m in 5Q FY2017 as compared to the prior corresponding periods respectively, mainly due to increase in fleet size being rented out.

Revenue from Trading business for 15M FY2017 was 19.8% lower at \$61.4m and 74.5% lower at \$6.6m in 5Q FY2017 as compared to the prior corresponding periods respectively, mainly due to lesser units delivered in 5Q FY2017.

**Gross Profit**

	Group			Group		
	1/7/2017-30/9/2017 (3 Months)	1/7/2016-30/9/2016 (3 Months)	% Change	1/7/2016-30/9/2017 (15 Months)	1/7/2015-30/9/2016 (15 Months)	% Change
	S\$'000	S\$'000		S\$'000	S\$'000	
<b>Equipment rental business</b>	<b>3,343</b>	3,140	6.5%	<b>15,007</b>	12,892	16.4%
<b>Trading business</b>	<b>774</b>	2,921	(73.5%)	<b>7,443</b>	6,297	18.2%
	<b>4,117</b>	6,061	(32.1%)	<b>22,450</b>	19,189	17.0%

The Group registered total gross profit of \$22.5m for 15M FY2017, which was 17% higher than the prior corresponding period with higher gross profit from both Equipment Rental and Trading businesses. The Group registered total gross profit of \$4.1m in 5Q FY2017, which was 32.1% lower than the prior corresponding period, mainly due to lower trading revenue in 5Q FY2017.

Gross profit from Equipment Rental business increased by 16.4% to \$15.0m for 15M FY2017 and 6.5% to \$3.3m in 5Q FY2017 as compared to the prior corresponding periods respectively, in line with the higher rental revenue generated.

Gross profit from Trading business for 15M FY2017 increased by 18.2% to \$7.4m as compared to the prior corresponding period, mainly due to better product mix. Gross profit from Trading business in 5Q FY2017 was lower at \$0.8m, in line with lower trading revenue .

**Net Profit/ (Loss)**

The Group registered net profit of \$1.6m for 15M FY2017 and net loss after tax of \$0.05m in 5Q FY2017 respectively. This was mainly due to the net impact of the following:

- (a) higher gross profit for 15M FY2017 and lower gross profit in 5Q FY2017;
- (b) lower other operating income mainly from unrealised fair value differences on foreign currency contracts and lower gain from disposal of equipment for 5Q FY2017 and 15M FY2017;
- (c) lower administrative expenses as a result of cost reduction initiatives for 15M FY2017;
- (d) higher finance costs due to increase in financing of rental fleet for 15M FY2017;
- (e) lower other operating expenses mainly due to unrealised foreign exchange differences in 5Q FY2017 and absence of one-time recognition of loss on disposal of an associate in the prior year;
- (f) income tax expenses.

## STATEMENT OF FINANCIAL POSITION

### Current assets

As at 30 September 2017, current assets amounted to \$54.9m or 28.5% of total assets. Current assets comprised mostly of cash and bank balances, trade receivables and inventories. Total current assets decreased by \$38.3m as compared to 30 June 2016 mainly due to decrease in inventories, trade receivables and cash and bank balances.

### Non-current assets

As at 30 September 2017, non-current assets amounted to \$137.9 m or 71.5% of total assets. Non-current assets comprised mostly of fixed assets and investments. Total non-current assets increased by \$8.7m mainly due to increase in rental fleet.

### Current liabilities

As at 30 September 2017, current liabilities amounted to \$37.9m or 52.9% of total liabilities. Current liabilities comprised mostly of bills payable, other payables, current portion of bank loans and finance leases. Total current liabilities decreased by \$28.3m as compared to 30 June 2016, mainly due to repayment of bills payable.

### Non-current liabilities

As at 30 September 2017, non-current liabilities amounted to approximately \$33.8m or 47.1% of total liabilities. Non-current liabilities comprised mostly of non-current portion of finance leases and deferred tax.

### Working Capital

As at 30 September 2017, the Group registered a positive working capital of \$16.9m as compared to that of \$27.0m as at 30 June 2016.

### Equity

As at 30 September 2017, the Group's equity was lower at \$121.1m as compared to \$122.8m as at 30 June 2016, mainly due to dividend paid.

9. **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the**  
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 business environment continuing to be uncertain and competitive, the Group expects the markets in which 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.**  
Not applicable.
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.**
- | 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) |
|---------------------------|---|
| 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 fifteen-month ended 30 September 2017 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Tan Ah Lye  
Executive Chairman and Interim CEO  
14 November 2017