

SIN HENG HEAVY MACHINERY LIMITED AND ITS SUBSIDIARIES

**Unaudited Full Year Financial Statements Announcement
For The Period From 1 July 2016 To 31 December 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		
	1/10/2017- 31/12/2017 (3 Months)	1/10/2016- 31/12/2016 (3 Months)	Increase/ (Decrease)	1/7/2016- 31/12/2017 (18 Months)	1/7/2015- 31/12/2016 (18 Months)	Increase/ (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	23,346	21,015	11.1%	141,580	150,853	(6.1%)
Cost of sales	(19,707)	(16,532)	19.2%	(115,492)	(127,181)	(9.2%)
Gross profit	3,639	4,483	(18.8%)	26,088	23,672	10.2%
Other operating income	719	882	(18.5%)	4,191	5,318	(21.2%)
Selling expenses	(479)	(410)	16.8%	(2,609)	(2,294)	13.7%
Administrative expenses	(3,140)	(3,268)	(3.9%)	(19,538)	(21,099)	(7.4%)
Other operating expenses	(499)	(1,502)	(66.8%)	(2,466)	(4,596)	(46.3%)
Finance costs	(516)	(465)	11.0%	(3,029)	(2,580)	17.4%
Share of results of associate	-	-	NM	-	81	NM
(Loss) profit before income tax	(276)	(280)	(1.4%)	2,637	(1,498)	NM
Income tax expenses	(7)	(264)	(97.3%)	(1,346)	(1,107)	21.6%
(Loss) profit for the period	(283)	(544)	(48.0%)	1,291	(2,605)	NM
Total (loss) profit attributable to:						
Owners of the Company	(480)	(677)	(29.1%)	436	(2,913)	NM
Non-controlling interests	197	133	48.1%	855	308	177.6%
	(283)	(544)	(48.0%)	1,291	(2,605)	NM
Other comprehensive income:						
<i>Items that may be reclassified subsequently to profit or loss</i>						
Fair value gain (loss) on available-for-sale investments	55	(45)	NM	215	(89)	NM
Exchange differences gain (loss) on translation of foreign operations	674	(431)	NM	(796)	(3,139)	(74.6%)
Total other comprehensive income (loss), net of tax	729	(476)	NM	(581)	(3,228)	(82.0%)
Total comprehensive income (loss) for the period	446	(1,020)	NM	710	(5,833)	NM
Total comprehensive income (loss) attributable to:						
Owners of the Company	209	(1,054)	NM	(20)	(5,719)	(99.7%)
Non-controlling interests	237	34	597.1%	730	(114)	NM
	446	(1,020)	NM	710	(5,833)	NM

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

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

	Group			Group		
	1/10/2017- 31/12/2017 (3 Months)	1/10/2016- 31/12/2016 (3 Months)	Increase/ (Decrease)	1/7/2016- 31/12/2017 (18 Months)	1/7/2015- 31/12/2016 (18 Months)	Increase/ (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Depreciation of property, plant and equipment	(3,359)	(3,190)	5.3%	(19,639)	(18,795)	4.5%
Bad debts written off	(3)	-	NM	(7)	(131)	(94.7%)
Currency exchange loss- net	(537)	440	NM	(1,677)	(694)	141.7%
Gain on disposal of property, plant and equipment	24	9	166.7%	487	713	(31.7%)
Loss on disposal of investment in an associate	-	-	NM	-	(1,649)	NM
Interest income	55	32	71.9%	214	146	46.6%
Interest expenses	(516)	(465)	11.0%	(3,029)	(2,580)	17.4%
Unrealised fair value gain (loss) from derivative financial instruments	110	(1,475)	NM	(442)	(1,277)	(65.4%)

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 31/12/2017 S\$'000	As at 30/06/2016 S\$'000	As at 31/12/2017 S\$'000	As at 30/06/2016 S\$'000
Current assets				
Cash and bank balances	27,349	33,358	13,065	14,368
Trade receivables	24,513	26,295	36,914	45,640
Other receivables	2,794	1,321	11,740	7,883
Derivative financial instruments	-	329	-	321
Inventories	4,395	31,900	369	23,263
Total current assets	59,051	93,203	62,088	91,475
Non-current assets				
Property, plant and equipment	133,205	128,707	42,361	45,849
Investment in subsidiaries	-	-	26,942	26,942
Available-for-sale investments	643	429	643	429
Other assets	10	63	10	63
Total non-current assets	133,858	129,199	69,956	73,283
Total assets	192,909	222,402	132,044	164,758
LIABILITIES AND EQUITY				
Current liabilities				
Bills payable	8,911	37,865	8,911	37,865
Derivative financial instruments	113	-	113	-
Current portion of bank loans	9,667	10,967	9,667	6,967
Trade payables	2,386	2,588	1,672	1,721
Other payables	3,989	4,783	2,913	3,601
Current portion of finance leases	11,140	9,141	4,917	5,265
Income tax payable	277	875	-	-
Total current liabilities	36,483	66,219	28,193	55,419
Non-current liabilities				
Bank loans	833	4,333	833	3,333
Finance leases	24,973	21,048	8,668	10,723
Deferred tax liabilities	9,050	7,982	3,250	4,000
Total non-current liabilities	34,856	33,363	12,751	18,056
Total liabilities	71,339	99,582	40,944	73,475
NET ASSETS	121,570	122,820	91,100	91,283
Capital and reserves				
Share capital	41,846	41,846	41,846	41,846
Treasury shares	(355)	(106)	(355)	(106)
Retained earnings	83,327	84,602	49,633	49,782
Translation reserves	(4,517)	(3,846)	-	-
Fair value reserve	(24)	(239)	(24)	(239)
Capital reserve	(711)	(711)	-	-
Total equity attributable to owners of the Company	119,566	121,546	91,100	91,283
Non-controlling interests	2,004	1,274	-	-
Total Equity	121,570	122,820	91,100	91,283
Total liabilities and equity	192,909	222,402	132,044	164,758

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

	As at 31/12/2017		As at 30/6/2016	
	S\$'000		S\$'000	
	Secured	Unsecured	Secured	Unsecured
Amount repayable in one year or less, or on demand	11,140	9,667	9,141	10,967
Amount repayable after one year	24,973	833	21,048	4,333

As at 31 December 2017, the Group's finance leases of \$36.1m are secured over plant and equipment of the Group with carrying value of \$59.2m.

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

Operating activities

	Group		Group	
	1/10/2017-31/12/2017 (3 Months)	1/10/2016-31/12/2016 (3 Months)	1/7/2016-31/12/2017 (18 Months)	1/7/2015-31/12/2016 (18 Months)
	S\$'000	S\$'000	S\$'000	S\$'000
(Loss) profit before income tax	(276)	(280)	2,637	(1,498)
Unrealised fair value (gain) loss from derivative financial instruments	(110)	1,475	442	1,277
Share of associate's results	-	-	-	(81)
Depreciation of property, plant & equipment	3,359	3,190	19,639	18,795
Interest expenses	516	465	3,029	2,580
Interest income	(55)	(32)	(214)	(146)
Net unrealised foreign exchange adjustments	(173)	(16)	(103)	(81)
Allowance for doubtful debts	1	-	1	23
Bad debts written off	3	-	7	131
Loss on disposal of investment in an associate	-	-	-	1,649
Gain on disposal of property, plant and equipment	(24)	(9)	(487)	(713)
Loss on disposal of other assets	-	-	10	-
Property, plant and equipment written off	-	-	29	15
Operating cash flows before movements in working capital	3,241	4,793	24,990	21,951
Trade receivables	(4,018)	3,981	1,649	8,756
Other receivables	87	842	(1,504)	(41)
Inventories	6,615	(528)	30,037	4,442
Trade payables	312	55	144	1,928
Other payables	(126)	(242)	894	5
Cash generated from operations	6,111	8,901	56,210	37,041
Income tax paid	59	(414)	(867)	(2,387)
Net cash from operating activities	6,170	8,487	55,343	34,654

Investing activities

Proceeds from disposal of investment in an associate	-	-	-	1,000
Proceeds from disposal of other assets	-	-	43	-
Interest received	55	32	214	146
Purchase of property, plant and equipment	(2,516)	(3,184)	(19,152)	(21,841)
Proceeds from disposal of property, plant and equipment	628	198	2,543	2,645
Net cash used in investing activities	(1,833)	(2,954)	(16,352)	(18,050)

Financing activities

Bills payable	(93)	(4,604)	(28,954)	(38,077)
Dividends paid	-	-	(1,711)	(3,156)
Interest paid	(516)	(465)	(3,029)	(2,580)
Repayment of obligations under finance leases	(3,541)	(2,594)	(18,224)	(15,082)
Proceeds from finance leases	3,018	4,462	12,382	13,368
Repayment of bank loans	(1,267)	(867)	(8,650)	(3,033)
Proceeds from bank loans	-	-	3,850	13,000
Purchase of treasury shares	-	-	(249)	(58)
Net cash used in financing activities	(2,399)	(4,068)	(44,585)	(35,618)
Net increase/(decrease) in cash and cash equivalents	1,938	1,465	(5,594)	(19,014)
Cash and cash equivalents at beginning of the period	25,390	24,162	33,358	45,391
Effect of exchange rate changes on the balance of cash held in foreign currencies	21	(159)	(415)	(909)
Cash and cash equivalents at end of the period	27,349	25,468	27,349	25,468

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	-	-	-	-	-	916	916	658	1,574
Other comprehensive income (loss)	-	-	-	160	(1,305)	-	(1,145)	(165)	(1,310)
Total	41,846	(106)	(711)	(79)	(5,151)	85,518	121,317	1,767	123,084
<i>Transactions with owners, recognised directly in equity</i>									
Repurchase of shares	-	(249)	-	-	-	-	(249)	-	(249)
Dividend paid	-	-	-	-	-	(1,711)	(1,711)	-	(1,711)
Balance at 30 September 2017	41,846	(355)	(711)	(79)	(5,151)	83,807	119,357	1,767	121,124
Balance at 1 October 2017	41,846	(355)	(711)	(79)	(5,151)	83,807	119,357	1,767	121,124
<i>Total comprehensive (loss) income for the period</i>									
(Loss) profit for the period	-	-	-	-	-	(480)	(480)	197	(283)
Other comprehensive income	-	-	-	55	634	-	689	40	729
Total	41,846	(355)	(711)	(24)	(4,517)	83,327	119,566	2,004	121,570
<i>Transactions with owners, recognised directly in equity</i>									
Repurchase of shares	-	-	-	-	-	-	-	-	-
Balance at 31 December 2017	41,846	(355)	(711)	(24)	(4,517)	83,327	119,566	2,004	121,570
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	-	-	-	-	-	(2,236)	(2,236)	175	(2,061)
Other comprehensive loss	-	-	-	(44)	(2,385)	-	(2,429)	(323)	(2,752)
Total	41,846	(83)	(711)	(193)	(4,246)	89,581	126,194	1,303	127,497
<i>Transactions with owners, recognised directly in equity</i>									
Dividend paid	-	-	-	-	-	(3,156)	(3,156)	-	(3,156)
Repurchase of shares	-	(58)	-	-	-	-	(58)	-	(58)
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)
Total	41,846	(141)	(711)	(238)	(4,578)	85,748	121,926	1,337	123,263
<i>Transactions with owners, recognised directly in equity</i>									
Repurchase of shares	-	-	-	-	-	-	-	-	-
Balance at 31 December 2016	41,846	(141)	(711)	(238)	(4,578)	85,748	121,926	1,337	123,263

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	-	-	-	-	-	1,552	1,552
Other comprehensive income	-	-	-	160	-	-	160
Total	41,846	(106)	-	(79)	-	51,334	92,995
<i>Transactions with owners, recognised directly in equity</i>							
Repurchase of shares	-	(249)	-	-	-	-	(249)
Dividend paid	-	-	-	-	-	(1,711)	(1,711)
Balance at 30 September 2017	41,846	(355)	-	(79)	-	49,623	91,035
Balance at 1 October 2017	41,846	(355)	-	(79)	-	49,623	91,035
<i>Total comprehensive income for the period</i>							
Profit for the period	-	-	-	-	-	10	10
Other comprehensive income	-	-	-	55	-	-	55
Total	41,846	(355)	-	(24)	-	49,633	91,100
<i>Transactions with owners, recognised directly in equity</i>							
Repurchase of shares	-	-	-	-	-	-	-
Balance at 31 December 2017	41,846	(355)	-	(24)	-	49,633	91,100
Balance at 1 October 2015	41,846	(83)	-	(149)	-	46,593	88,207
<i>Total comprehensive income for the period</i>							
Profit for the period	-	-	-	-	-	11,652	11,652
Other comprehensive loss	-	-	-	(44)	-	-	(44)
Total	41,846	(83)	-	(193)	-	58,245	99,815
<i>Transactions with owners, recognised directly in equity</i>							
Repurchase of shares	-	(58)	-	-	-	-	(58)
Dividend paid	-	-	-	-	-	(3,156)	(3,156)
Balance at 30 September 2016	41,846	(141)	-	(193)	-	55,089	96,601
Balance at 1 October 2016	41,846	(141)	-	(193)	-	55,089	96,601
<i>Total comprehensive income for the period</i>							
Loss for the period	-	-	-	-	-	(1,853)	(1,853)
Other comprehensive loss	-	-	-	(45)	-	-	(45)
Total	41,846	(141)	-	(238)	-	53,236	94,703
<i>Transactions with owners, recognised directly in equity</i>							
Repurchase of shares	-	-	-	-	-	-	-
Balance at 31 December 2016	41,846	(141)	-	(238)	-	53,236	94,703

- 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 31 December 2017, the total number of issued shares excluding treasury shares was 114,013,000 (30 June 2016: 114,718,800). As at 31 December 2017, the total number of treasury shares was 875,980 (30 June 2016: 170,180). The Company did not have any convertibles as at 31 December 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

31/12/2017	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 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 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	
	1/10/2017- 31/12/2017 (3 Months)	1/10/2016- 31/12/2016 (3 Months)	1/7/2016- 31/12/2017 (18 Months)	1/7/2015- 31/12/2016 (18 Months)
EPS based on weighted average number of ordinary shares in issue (cents)	(0.42)	(0.59)	0.38	(2.54)
On a fully diluted basis (cents)	(0.42)	(0.59)	0.38	(2.54)
Weighted average number of ordinary shares in issue	114,385,989	114,710,480	114,385,989	114,710,480

There were no potential dilutive ordinary shares in existence for the period from 1 October 2017 to 31 December 2017 and period from 1 October 2016 to 31 December 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	
	31/12/2017	30/06/2016	31/12/2017	30/06/2016
Net asset value per ordinary share (cents)	106.63	107.06	79.90	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		
	1/10/2017- 31/12/2017 (3 Months)	1/10/2016- 31/12/2016 (3 Months)	% Change	1/7/2016- 31/12/2017 (18 Months)	1/7/2015- 31/12/2016 (18 Months)	% Change
	S\$'000	S\$'000		S\$'000	S\$'000	
Equipment rental business	10,677	11,272	(5.3%)	67,490	64,487	4.7%
Trading business	12,669	9,743	30.0%	74,090	86,366	(14.2%)
Total	23,346	21,015	11.1%	141,580	150,853	(6.1%)

The Group registered total revenue of \$141.6m for 18M FY2017 ("from 1 July 2016 to 31 December 2017"), which was 6.1% lower than the prior corresponding period, mainly due to lower trading revenue. The Group registered total revenue of \$23.3m in 6Q FY2017 ("from 1 October 2017 to 31 December 2017"), which was 11.1% higher than the prior corresponding period, from a mix of lower rental revenue and higher trading revenue in 6Q FY2017.

Revenue from Equipment Rental business was 4.7% higher at \$67.5m for 18M FY2017 as compared to the prior corresponding period, mainly due to increase in average fleet size rented out. Revenue from Equipment Rental business was 5.3% lower at \$10.7m in 6Q FY2017 as compared to the prior corresponding period, mainly due to lower overtime charged out.

Revenue from Trading business was 14.2% lower at \$74.1m for 18M FY2017 as compared to the prior corresponding period, mainly due to sales of smaller tonnage equipment for 18M FY2017. Revenue from Trading business was 30.0% higher at \$12.7m in 6Q FY2017 as compared to the prior corresponding period, mainly due to delivery of bigger tonnage equipment in 6Q FY2017.

Gross Profit

	Group			Group		
	1/10/2017- 31/12/2017 (3 Months)	1/10/2016- 31/12/2016 (3 Months)	% Change	1/7/2016- 31/12/2017 (18 Months)	1/7/2015- 31/12/2016 (18 Months)	% Change
	S\$'000	S\$'000		S\$'000	S\$'000	
Equipment rental business	2,494	3,265	(23.6%)	17,501	16,157	8.3%
Trading business	1,145	1,218	(6.0%)	8,587	7,515	14.3%
Total	3,639	4,483	(18.8%)	26,088	23,672	10.2%

The Group registered total gross profit of \$26.1m for 18M FY2017, which was 10.2% higher than the prior corresponding period with higher gross profit from both Equipment Rental and Trading businesses. The Group registered total gross profit of \$3.6m in 6Q FY2017, which was 18.8% lower than the prior corresponding period, with lower gross profit from both Equipment Rental and Trading businesses.

Gross profit from Equipment Rental business was 8.3% higher at \$17.5m for 18M FY2017 as compared to the prior corresponding period, in line with the higher rental revenue generated. Gross profit from Equipment Rental business was 23.6% lower at \$2.5m in 6Q FY2017 as compared to prior corresponding period, mainly due to the lower rental revenue in 6Q FY2017.

Gross profit from Trading business was 14.3% higher at \$8.6m for 18M FY2017 as compared to the prior corresponding period, mainly due to better product mix. Gross profit from Trading business was 6.0% lower at \$1.1m in 6Q FY2017 as compared to prior corresponding period, mainly due to product mix delivered in 6Q FY2017 vis-a-vis 2Q FY2017 ("from 1 October 2016 to 31 December 2016")

Net Profit / (Loss)

The Group registered net profit of \$1.3m for 18M FY2017 and net loss after tax of \$0.3m in 6Q FY2017 respectively. This was mainly due to the net impact of the following:

- higher gross profit for 18M FY2017 and lower gross profit in 6Q FY2017;
- lower other operating income mainly due to lower gain from disposal of equipment and unrealised foreign exchange differences for 18M FY2017 & 6Q FY2017 respectively;
- lower administrative expenses as a result of cost reduction initiatives for 18M FY2017 & 6Q FY2017;
- higher finance costs due to increase in financing of rental fleet for 18M FY2017 & 6Q FY2017;
- lower other operating expenses mainly due to unrealised fair value differences on foreign currency contracts in 6Q FY2017 and absence of one-time recognition of loss on disposal of an associate in the prior year;
- income tax expenses.

STATEMENT OF FINANCIAL POSITION

Current assets

As at 31 December 2017, current assets amounted to \$59.0m or 30.6% of total assets. Current assets comprised mostly of cash and bank balances, trade receivables and inventories. Total current assets decreased by \$34.2m as compared to 30 June 2016 mainly due to decrease in inventories, trade receivables and cash and bank balances.

Non-current assets

As at 31 December 2017, non-current assets amounted to \$133.9 m or 69.4% of total assets. Non-current assets comprised mostly of fixed assets and investments. Total non-current assets increased by \$4.7m mainly due to increase in rental fleet.

Current liabilities

As at 31 December 2017, current liabilities amounted to \$36.5m or 51.1% 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 \$29.7m as compared to 30 June 2016, mainly due to repayment of bills payable.

Non-current liabilities

As at 31 December 2017, non-current liabilities amounted to approximately \$34.9m or 48.9% of total liabilities. Non-current liabilities comprised mostly of non-current portion of finance leases and deferred tax.

Working Capital

As at 31 December 2017, the Group registered a positive working capital of \$22.6m as compared to that of \$27.0m as at 30 June 2016.

Equity

As at 31 December 2017, the Group's equity was lower at \$121.6m as compared to \$122.8m as at 30 June 2016, mainly due to interim dividend paid for Financial year 2017.

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.**

The business environment continued to be competitive, the Group expects the markets in which it operates 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	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transaction less than \$100,000)
	Nil	Nil

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

Part II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to 1Q, 2Q, 3Q or Half Year Results)

14. **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately**
 (a) Business segments

<u>1/7/2016- 31/12/2017 (18 Months)</u>	<u>Equipment Rental</u> S\$'000	<u>Trading</u> S\$'000	<u>Total</u> S\$'000
Revenue			
Segment revenue	<u>67,490</u>	<u>74,090</u>	<u>141,580</u>
Results			
Segment results	17,501	8,587	26,088
Selling expenses	(1,244)	(1,365)	(2,609)
Other operating income			4,191
Administrative expenses			(19,538)
Other operating expenses			(2,466)
Finance costs	(2,451)	(578)	(3,029)
Share of results of associate			-
Profit before tax			<u>2,637</u>
Income tax expense			<u>(1,346)</u>
Reportable segment net profit for the year			<u>1,291</u>
Other information			
Capital expenditure	29,106	1,867	30,973
Depreciation	18,756	883	19,639
Gain on disposal of property, plant and equipment	(487)	-	(487)
Property, plant and equipment written off	29	-	29
Assets and liabilities			
Segment assets	141,062	10,153	151,215
Unallocated corporate assets			<u>41,694</u>
Total assets			<u>192,909</u>
Segment liabilities	38,354	10,014	48,368
Unallocated corporate liabilities			<u>22,971</u>
Total liabilities			<u>71,339</u>
1/7/2015- 30/06/2016 (12 Months)			
	<u>Equipment Rental</u> S\$'000	<u>Trading</u> S\$'000	<u>Total</u> S\$'000
Revenue			
Segment revenue	<u>41,434</u>	<u>50,679</u>	<u>92,113</u>
Results			
Segment results	9,752	3,376	13,128
Selling expenses	(708)	(866)	(1,574)
Other operating income			3,295
Administrative expenses			(14,522)
Other operating expenses			(2,650)
Finance costs	(1,041)	(561)	(1,602)
Share of results of associates			81
Loss before tax			<u>(3,844)</u>
Income tax expense			<u>(130)</u>
Loss for the year			<u>(3,974)</u>

Other information			
Capital expenditure	26,302	1,697	27,999
Depreciation expenses	11,788	598	12,386
Gain on disposal of property, plant and equipment	(359)	-	(359)
Property, plant and equipment written off	3	-	3
Assets and liabilities			
Segment assets	134,383	42,645	177,028
Unallocated corporate assets			45,374
Total assets			222,402
Segment liabilities	32,465	40,324	72,789
Unallocated corporate liabilities			26,793
Total liabilities			99,582

(b) Geographical segments

The following table provide details on the Group's revenue by location of customers by geographical area:

	Singapore	Indonesia	Malaysia	Vietnam	Myanmar	Brunei	Thailand	Others	Total
<u>2017 (18 Months)</u>									
Revenue from external customers	<u>49,422</u>	<u>14,338</u>	<u>64,624</u>	<u>3,795</u>	<u>4,007</u>	<u>1,852</u>	<u>908</u>	<u>2,634</u>	<u>141,580</u>
<u>2016 (12 Months)</u>									
Revenue from external customers	<u>56,320</u>	<u>2,791</u>	<u>20,703</u>	<u>2,866</u>	<u>2,870</u>	<u>620</u>	<u>1,461</u>	<u>4,482</u>	<u>92,113</u>

Major customers information

There was no transactions with a single customer amounting to more than 10% of the Group's revenue in FY2017 and in FY2016.

15. **In the view of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments**

Not applicable.

16. **A breakdown of sales:-**

(S\$'000)	The Group		
	31/12/2017 (18 Months)	30/06/2016 (12 Months)	Increase /(Decrease) %
Revenue report for the period of 1/7/2016-31/12/2016 and 1/7/2015-31/12/2015	58,740	50,852	15.5%
Operating loss(profit) after tax before deducting non-controlling interest reported the period of 1/7/2016-31/12/2016 and 1/7/2015-31/12/2015	1,369	(1,618)	NA
Revenue report for the period of 1/1/2017-30/06/2017 and 1/1/2016-30/06/2016)	40,959	41,261	(0.7%)
Operating (loss)profit after tax before deducting non-controlling interest reported for the period of 1/1/2017-30/06/2017 and 1/1/2016- 30/06/2016)	264	(2,356)	NA
Revenue report for the period of 1/7/2017-31/12/2017	41,881	-	NA
Operating (loss)profit after tax before deducting non-controlling interest reported for the period of 1/7/2017-31/12/2017	(342)	-	NA

17. **A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previously full year as follows:-**

(S\$'000)	Latest Full Year	Previous Full Year
Total annual dividend		
Ordinary	1,711	3,156
Total:	<u>1,711</u>	<u>3,156</u>

18. **Disclosure of person occupying a managerial position in the issuer of any of its principal subsidiaries who is a relative of a director or chief executive officers or substantial shareholder of the issuer pursuant to Rule 704(13). If there is no such person, the issuer must make an appropriate negative statements.**

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Tan Cheng Soon, Don	50	Son of Executive Director & CEO Mr Tan Ah Lye and brother of Executive Directors Mr Tan Cheng Guan and Mr Tan Cheng Kwong (Cheng Qingguang)	<p>Director of Operations in charge of the Singapore rental division (with effect from 01/07/2016) various wholly owned subsidiaries</p> <p>Director of SH Equipment Pte. Ltd. (with effect from 14/03/2012)</p> <p>Director of SH Equipment (Myanmar) Co. Ltd. (with effect from 25/10/2012)</p> <p>Director of SH Equipment (HK) Limited (with effect from 24/3/2015)</p> <p>Director of Sin Heng Aerial Lifts Pte. Ltd. (with effect from 29/11/1994)</p> <p>Director of Sin Heng Vina Company Limited (with effect from 19/5/2009)</p>	N.A.

19. **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.

BY ORDER OF THE BOARD

Tan Ah Lye
 Executive Director and Chief Executive Officer
 28 February 2018