

**SIN HENG HEAVY MACHINERY LIMITED AND ITS SUBSIDIARIES**

**Unaudited Fourth Quarter Financial Statements Announcement  
For The Period From 1 January 2018 To 31 December 2018**

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                                    |  |                         |
|---|---|---|-------------------------|--|--|-------------------------|
|   | 01/10/2018-<br>31/12/2018<br>(3 Months) | 01/10/2017-<br>31/12/2017<br>(3 Months)<br>Restated | Increase/<br>(Decrease) | 01/01/2018-<br>31/12/2018<br>(12 Months) | 01/01/2017-<br>31/12/2017<br>(12 Months)<br>Restated | Increase/<br>(Decrease) |
|   | S\$'000                                 | S\$'000   | %                       | S\$'000                                  | S\$'000  | %                       |
| <b>Revenue</b>  | <b>20,213</b>                           | 23,787  | (15.0%)                 | <b>86,678</b>                            | 84,518   | 2.6%                    |
| Cost of sales   | <b>(18,131)</b>                         | (19,707)  | (8.0%)                  | <b>(73,222)</b>                          | (67,295)   | 8.8%                    |
| <b>Gross profit</b>   | <b>2,082</b>                            | 4,080   | (49.0%)                 | <b>13,456</b>                            | 17,223   | (21.9%)                 |
| Other operating income  | <b>159</b>                              | 278   | (42.8%)                 | <b>919</b>                               | 2,071  | (55.6%)                 |
| Selling expenses  | <b>(268)</b>                            | (479)   | (44.1%)                 | <b>(1,505)</b>                           | (1,893)  | (20.5%)                 |
| Administrative expenses   | <b>(2,988)</b>                          | (3,140)   | (4.8%)                  | <b>(12,103)</b>                          | (12,957)   | (6.6%)                  |
| Other operating expenses  | <b>(2,107)</b>                          | (444)   | 374.5%                  | <b>(4,646)</b>                           | (1,889)  | 146.0%                  |
| Finance costs   | <b>(440)</b>                            | (516)   | (14.7%)                 | <b>(1,944)</b>                           | (2,050)  | (5.2%)                  |
| <b>(Loss) profit before income tax</b>                                | <b>(3,562)</b>                          | (221)   | 1511.8%                 | <b>(5,823)</b>                           | 505  | NM                      |
| Income tax expenses   | <b>123</b>                              | (7)   | NM                      | <b>(373)</b>                             | (369)  | 1.1%                    |
| <b>(Loss) profit for the period</b>                                   | <b>(3,439)</b>                          | (228)   | 1408.3%                 | <b>(6,196)</b>                           | 136  | (4655.9%)               |
| <b>Total (loss) profit attributable to:</b>                           |   |   |                         |  |  |                         |
| Owners of the Company   | <b>(3,466)</b>                          | (425)   | 715.5%                  | <b>(6,482)</b>                           | (496)  | 1206.9%                 |
| Non-controlling interests   | <b>27</b>                               | 197   | (86.3%)                 | <b>286</b>                               | 632  | (54.7%)                 |
|   | <b>(3,439)</b>                          | (228)   | 1408.3%                 | <b>(6,196)</b>                           | 136  | (4655.9%)               |
| <b>Other comprehensive income:</b>                                    |   |   |                         |  |  |                         |
| <i>Items that may be reclassified subsequently to profit or loss</i>  |   |   |                         |  |  |                         |
| Exchange differences (loss) gain on translation of foreign operations | <b>(331)</b>                            | 674   | NM                      | <b>(236)</b>                             | 96   | NM                      |
| <b>Total other comprehensive (loss) income, net of tax</b>            | <b>(331)</b>                            | 674   | NM                      | <b>(236)</b>                             | 96   | NM                      |
| <b>Total comprehensive (loss) income for the period</b>               | <b>(3,770)</b>                          | 446   | NM                      | <b>(6,432)</b>                           | 232  | NM                      |
| <b>Total comprehensive (loss) income attributable to:</b>             |   |   |                         |  |  |                         |
| Owners of the Company   | <b>(3,506)</b>                          | 209   | NM                      | <b>(6,671)</b>                           | (435)  | 1433.6%                 |
| Non-controlling interests   | <b>(264)</b>                            | 237   | NM                      | <b>239</b>                               | 667  | (64.2%)                 |
|   | <b>(3,770)</b>                          | 446   | NM                      | <b>(6,432)</b>                           | 232  | NM                      |

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

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

|  | Group                                   |   |                         | Group                                    |  |                         |
|--|---|---|-------------------------|--|--|-------------------------|
|  | 01/10/2018-<br>31/12/2018<br>(3 Months) | 01/10/2017-<br>31/12/2017<br>(3 Months)<br>Restated | Increase/<br>(Decrease) | 01/01/2018-<br>31/12/2018<br>(12 Months) | 01/01/2017-<br>31/12/2017<br>(12 Months)<br>Restated | Increase/<br>(Decrease) |
|  | S\$'000                                 | S\$'000   | %                       | S\$'000                                  | S\$'000  | %                       |
| Depreciation of property, plant and equipment                    | (3,312)                                 | (3,359)   | (1.4%)                  | (13,125)                                 | (13,231)   | (0.8%)                  |
| Impairment of property, plant and equipment                      | (1,821)                                 | -   | NM                      | (1,821)                                  | -  | NM                      |
| Provision for inventory obsolescence                             | (78)                                    | -   | NM                      | (78)                                     | -  | NM                      |
| Bad debts written off  | (49)                                    | (3)   | 1533.3%                 | (78)                                     | (7)  | 1014.3%                 |
| Inventory written off  | -                                       | -   | NM                      | (370)                                    | -  | NM                      |
| Property, plant and equipment written off                        | -                                       | -   | NM                      | (341)                                    | -  | NM                      |
| Allowance for doubtful debts                                     | (240)                                   | (1)   | NM                      | (1,729)                                  | (1)  | NM                      |
| Currency exchange gain (loss)- net                               | 368                                     | (537)   | NM                      | (262)                                    | (1,735)  | (84.9%)                 |
| Gain on disposal of property, plant and equipment                | 25                                      | 24  | 4.2%                    | 47                                       | 134  | (64.9%)                 |
| Interest income  | 85                                      | 55  | 54.5%                   | 255                                      | 164  | 55.5%                   |
| Interest expenses  | (440)                                   | (516)   | (14.7%)                 | (1,944)                                  | (2,050)  | (5.2%)                  |
| Unrealised fair value gain from derivative financial instruments | 48                                      | 110   | (56.4%)                 | 174                                      | 1,051  | (83.4%)                 |
| Loss on disposal of investment                                   | -                                       | -   | NM                      | (32)                                     | -  | NM                      |
| Net loss arising on financial assets designated as at FVTPL      | (188)                                   | 55  | NM                      | (188)                                    | 214  | 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          | As at          | As at          | As at          | As at          | As at          |
|   | 31/12/2018     | 31/12/2017     | 01/07/2016     | 31/12/2018     | 31/12/2017     | 01/07/2016     |
|   | S\$'000        | S\$'000        | S\$ '000       | S\$'000        | S\$'000        | S\$ '000       |
|   |                | Restated       | Restated       |                | Restated       | Restated       |
| <b>Current assets</b>                                     |                |                |                |                |                |                |
| Cash and cash equivalents                                 | 21,171         | 27,349         | 33,358         | 5,522          | 13,065         | 14,368         |
| Trade receivables   | 17,930         | 24,513         | 26,295         | 25,296         | 36,914         | 45,640         |
| Other receivables and prepayments                         | 1,129          | 2,794          | 1,321          | 6,739          | 11,740         | 7,883          |
| Bill receivables  | 434            | -              | -              | 147            | -              | -              |
| Derivative financial instruments                          | 61             | -              | 329            | 61             | -              | 321            |
| Inventories   | 3,761          | 4,395          | 31,900         | 3,331          | 369            | 23,263         |
| <b>Total current assets</b>                               | <b>44,486</b>  | <b>59,051</b>  | <b>93,203</b>  | <b>41,096</b>  | <b>62,088</b>  | <b>91,475</b>  |
| <b>Non-current assets</b>                                 |                |                |                |                |                |                |
| Property, plant and equipment                             | 106,571        | 133,205        | 128,707        | 37,601         | 42,361         | 45,849         |
| Investment in subsidiaries                                | -              | -              | -              | 29,385         | 26,942         | 26,942         |
| Available-for-sale investments                            | 412            | 643            | 429            | 412            | 643            | 429            |
| Other assets  | 10             | 10             | 63             | 10             | 10             | 63             |
| <b>Total non-current assets</b>                           | <b>106,993</b> | <b>133,858</b> | <b>129,199</b> | <b>67,408</b>  | <b>69,956</b>  | <b>73,283</b>  |
| <b>Total assets</b>                                       | <b>151,479</b> | <b>192,909</b> | <b>222,402</b> | <b>108,504</b> | <b>132,044</b> | <b>164,758</b> |
| <b>LIABILITIES AND EQUITY</b>                             |                |                |                |                |                |                |
| <b>Current liabilities</b>                                |                |                |                |                |                |                |
| Bills payable   | 5,272          | 8,911          | 37,865         | 5,272          | 8,911          | 37,865         |
| Derivative financial instruments                          | -              | 113            | -              | -              | 113            | -              |
| Current portion of bank loans                             | 833            | 9,667          | 10,967         | 833            | 9,667          | 6,967          |
| Trade payables  | 1,501          | 2,386          | 2,588          | 815            | 1,672          | 1,721          |
| Other payables  | 3,628          | 3,989          | 4,783          | 2,607          | 2,913          | 3,601          |
| Current portion of finance leases                         | 7,142          | 11,140         | 9,141          | 4,469          | 4,917          | 5,265          |
| Income tax payable  | 1,647          | 277            | 875            | -              | -              | -              |
| <b>Total current liabilities</b>                          | <b>20,023</b>  | <b>36,483</b>  | <b>66,219</b>  | <b>13,996</b>  | <b>28,193</b>  | <b>55,419</b>  |
| <b>Non-current liabilities</b>                            |                |                |                |                |                |                |
| Bank loans  | -              | 833            | 4,333          | -              | 833            | 3,333          |
| Finance leases  | 11,524         | 24,973         | 21,048         | 4,103          | 8,668          | 10,723         |
| Deferred tax liabilities                                  | 7,010          | 9,050          | 7,982          | 2,723          | 3,250          | 4,000          |
| <b>Total non-current liabilities</b>                      | <b>18,534</b>  | <b>34,856</b>  | <b>33,363</b>  | <b>6,826</b>   | <b>12,751</b>  | <b>18,056</b>  |
| <b>Total liabilities</b>                                  | <b>38,557</b>  | <b>71,339</b>  | <b>99,582</b>  | <b>20,822</b>  | <b>40,944</b>  | <b>73,475</b>  |
| <b>NET ASSETS</b>   | <b>112,922</b> | <b>121,570</b> | <b>122,820</b> | <b>87,682</b>  | <b>91,100</b>  | <b>91,283</b>  |
| <b>Capital and reserves</b>                               |                |                |                |                |                |                |
| Share capital   | 41,846         | 41,846         | 41,846         | 41,846         | 41,846         | 41,846         |
| Treasury shares   | (355)          | (355)          | (106)          | (355)          | (355)          | (106)          |
| Retained earnings   | 76,821         | 83,303         | 84,363         | 46,191         | 49,609         | 49,543         |
| Translation reserves                                      | (4,467)        | (4,517)        | (3,846)        | -              | -              | -              |
| Capital reserve   | (923)          | (711)          | (711)          | -              | -              | -              |
| <b>Total equity attributable to owners of the Company</b> | <b>112,922</b> | <b>119,566</b> | <b>121,546</b> | <b>87,682</b>  | <b>91,100</b>  | <b>91,283</b>  |
| Non-controlling interests                                 | -              | 2,004          | 1,274          | -              | -              | -              |
| <b>Total equity</b>                                       | <b>112,922</b> | <b>121,570</b> | <b>122,820</b> | <b>87,682</b>  | <b>91,100</b>  | <b>91,283</b>  |
| <b>Total liabilities and equity</b>                       | <b>151,479</b> | <b>192,909</b> | <b>222,402</b> | <b>108,504</b> | <b>132,044</b> | <b>164,758</b> |

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

|  | <b>As at 31/12/2018</b> |                  | <b>As at 31/12/2017</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>7,142</b>            | <b>833</b>       | 11,140                  | 9,667            |
| Amount repayable after one year                    | <b>11,524</b>           | <b>-</b>         | 24,973                  | 833              |

As at 31 December 2018, the Group's finance leases of \$18.7m are secured over plant and equipment of the Group with carrying value of \$35.6m.

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   |   |
|---|--|--|---|---|
|   | 01/10/2018-31/12/2018<br>(3 Months)<br>S\$'000 | 01/10/2017-31/12/2017<br>(3 Months)<br>Restated<br>S\$'000 | 01/01/2018-31/12/2018<br>(12 Months)<br>S\$'000 | 01/01/2017-31/12/2017<br>(12 Months)<br>Restated<br>S\$'000 |
| <b><u>Operating activities</u></b>  |  |  |   |   |
| (Loss) profit before income tax   | (3,562)  | (221)  | (5,823)   | 505   |
| Adjustments for:  |  |  |   |   |
| Unrealised fair value gain from derivative financial instruments                                | (48)   | (110)  | (174)   | (1,051)   |
| Depreciation of property, plant & equipment   | 3,312  | 3,359  | 13,125  | 13,231  |
| Impairment of property, plant & equipment   | 1,821  | -  | 1,821   | -   |
| Provision for inventory obsolescence  | 78   | -  | 78  | -   |
| Interest expenses   | 440  | 516  | 1,944   | 2,050   |
| Interest income   | (85)   | (55)   | (255)   | (164)   |
| Net unrealised foreign exchange adjustments   | 121  | (173)  | 149   | (135)   |
| Allowance for doubtful debts  | 240  | 1  | 1,729   | 1   |
| Bad debts written off   | 49   | 3  | 78  | 7   |
| Inventory written off   | -  | -  | 370   | -   |
| Gain on disposal of property, plant and equipment   | (25)   | (24)   | (47)  | (134)   |
| Loss on disposal of other assets  | -  | -  | -   | 10  |
| Loss on disposal of available-for-sale investment   | -  | -  | 32  | -   |
| Loss (gain) arising on financial assets designated as at FVTPL                                  | 188  | (55)   | 188   | (214)   |
| Property, plant and equipment written off   | -  | -  | 341   | 17  |
| Operating cash flows before movements in working capital  | 2,529  | 3,241  | 13,556  | 14,123  |
| Trade receivables   | 6,515  | (4,018)  | 4,428   | 3,387   |
| Other receivables   | 3,317  | 87   | 1,428   | (877)   |
| Inventories   | 9,650  | 6,615  | 14,776  | 15,830  |
| Trade payables  | (388)  | 312  | (976)   | 178   |
| Other payables  | (2,675)  | (126)  | (1,641)   | 993   |
| Cash generated from operations  | 18,948   | 6,111  | 31,571  | 33,634  |
| Income tax paid   | (55)   | 59   | (1,033)   | (419)   |
| <b>Net cash from operating activities</b>   | <b>18,893</b>                                  | <b>6,170</b>   | <b>30,538</b>                                   | <b>33,215</b>   |
| <b><u>Investing activities</u></b>  |  |  |   |   |
| Proceeds from disposal of other assets  | -  | -  | -   | 43  |
| Proceeds from disposal of available-for-sale investment   | -  | -  | 11  | -   |
| Interest received   | 85   | 55   | 255   | 164   |
| Purchase of property, plant and equipment   | (3,116)  | (2,516)  | (4,106)   | (17,932)  |
| Proceeds from disposal of property, plant and equipment   | 70   | 628  | 135   | 825   |
| <b>Net cash used in investing activities</b>  | <b>(2,961)</b>                                 | <b>(1,833)</b>   | <b>(3,705)</b>                                  | <b>(16,900)</b>   |
| <b><u>Financing activities</u></b>  |  |  |   |   |
| Bills payable   | (6,319)  | (93)   | (3,639)   | (7,105)   |
| Dividends paid  | -  | -  | -   | (1,711)   |
| Interest paid   | (440)  | (516)  | (1,944)   | (2,050)   |
| Repayment of obligations under finance leases   | (8,940)  | (3,541)  | (20,511)  | (12,598)  |
| Proceeds from finance leases  | -  | 3,018  | 2,913   | 12,524  |
| Repayment of bank loans   | (6,417)  | (1,267)  | (9,667)   | (7,018)   |
| Proceeds from bank loans  | -  | -  | -   | 3,850   |
| Purchase of treasury shares   | -  | -  | -   | (214)   |
| <b>Net cash used in financing activities</b>  | <b>(22,116)</b>                                | <b>(2,399)</b>   | <b>(32,848)</b>                                 | <b>(14,322)</b>   |
| Net (decrease)/ increase in cash and cash equivalents   | (6,184)  | 1,938  | (6,015)   | 1,993   |
| Cash and cash equivalents at beginning of the period  | 27,246   | 25,390   | 27,349  | 25,468  |
| Effect of exchange rate changes on cash and cash equivalents balance held in foreign currencies | 109  | 21   | (163)   | (112)   |
| <b>Cash and cash equivalents at end of the period</b>   | <b>21,171</b>                                  | <b>27,349</b>  | <b>21,171</b>                                   | <b>27,349</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 January 2018                                      | 41,846  | (355)           | (711)           | (24)               | (4,517)              | 83,327            | 119,566                                       | 2,004                     | 121,570        |
| Effect of adopting amendments to SFRS (I)1                     | -   | -               | -               | 24                 | -                    | (24)              | -   | -                         | -              |
| <i>Total comprehensive income (loss) for the period</i>        | -   | -               | -               | -                  | -                    | (3,016)           | (3,016)                                       | 259                       | (2,757)        |
| Profit for the period  | -   | -               | -               | -                  | -                    | (3,016)           | (3,016)                                       | 259                       | (2,757)        |
| Other comprehensive (loss) income                              | -   | -               | -               | -                  | 90                   | -                 | 90  | 5                         | 95             |
| <b>Balance at 30 September 2018</b>                            | <b>41,846</b>                                 | <b>(355)</b>    | <b>(711)</b>    | <b>-</b>           | <b>(4,427)</b>       | <b>80,287</b>     | <b>116,640</b>                                | <b>2,268</b>              | <b>118,908</b> |
| Balance at 1 October 2018                                      | 41,846  | (355)           | (711)           | -                  | (4,427)              | 80,287            | 116,640                                       | 2,268                     | 118,908        |
| <i>Total comprehensive income (loss) for the period</i>        | -   | -               | (212)           | -                  | -                    | -                 | (212)   | (2,004)                   | (2,216)        |
| Effect of acquiring non-controlling interest in subsidiary     | -   | -               | (212)           | -                  | -                    | -                 | (212)   | (2,004)                   | (2,216)        |
| Loss arising on financial assets designated as at FVTPL        | -   | -               | -               | -                  | -                    | -                 | -   | -                         | -              |
| (Loss) profit for the period                                   | -   | -               | -               | -                  | -                    | (3,466)           | (3,466)                                       | 27                        | (3,439)        |
| Other comprehensive loss                                       | -   | -               | -               | -                  | (40)                 | -                 | (40)  | (291)                     | (331)          |
| <b>Balance at 31 December 2018</b>                             | <b>41,846</b>                                 | <b>(355)</b>    | <b>(923)</b>    | <b>-</b>           | <b>(4,467)</b>       | <b>76,821</b>     | <b>112,922</b>                                | <b>-</b>                  | <b>112,922</b> |
| Balance at 1 January 2017                                      | 41,846  | (141)           | (711)           | (238)              | (4,578)              | 85,748            | 121,926                                       | 1,337                     | 123,263        |
| Effect of adopting amendments to SFRS (I)1                     | -   | -               | -               | 238                | -                    | (238)             | -   | -                         | -              |
| Balance at 1 January 2017 (as restated)                        | 41,846  | (141)           | (711)           | -                  | (4,578)              | 85,510            | 121,926                                       | 1,337                     | 123,263        |
| <i>Total comprehensive income (loss) for the period</i>        | -   | -               | -               | -                  | -                    | (230)             | (230)   | 435                       | 205            |
| Profit for the period  | -   | -               | -               | -                  | -                    | (230)             | (230)   | 435                       | 205            |
| Other comprehensive income (loss)                              | -   | -               | -               | 159                | (573)                | -                 | (414)   | (5)                       | (419)          |
| Effect of adopting amendments to SFRS (I)1                     | -   | -               | -               | (159)              | -                    | 159               | -   | -                         | -              |
| <b>Total</b>   | <b>41,846</b>                                 | <b>(141)</b>    | <b>(711)</b>    | <b>-</b>           | <b>(5,151)</b>       | <b>85,439</b>     | <b>121,282</b>                                | <b>1,767</b>              | <b>123,049</b> |
| <i>Transactions with owners, recognised directly in equity</i> |   |                 |                 |                    |                      |                   |   |                           |                |
| Dividend paid  | -   | -               | -               | -                  | -                    | (1,711)           | (1,711)                                       | -                         | (1,711)        |
| Repurchase of shares   | -   | (214)           | -               | -                  | -                    | -                 | (214)   | -                         | (214)          |
| <b>Balance at 30 September 2017 (as restated)</b>              | <b>41,846</b>                                 | <b>(355)</b>    | <b>(711)</b>    | <b>-</b>           | <b>(5,151)</b>       | <b>83,728</b>     | <b>119,357</b>                                | <b>1,767</b>              | <b>121,124</b> |
| Balance at 1 October 2017                                      | 41,846  | (355)           | (711)           | -                  | (5,151)              | 83,728            | 119,357                                       | 1,767                     | 121,124        |
| <i>Total comprehensive income (loss) for the period</i>        | -   | -               | -               | -                  | -                    | (480)             | (480)   | 197                       | (283)          |
| (Loss) profit for the period                                   | -   | -               | -               | -                  | -                    | (480)             | (480)   | 197                       | (283)          |
| Other comprehensive income (loss)                              | -   | -               | -               | 55                 | 634                  | -                 | 689   | 40                        | 729            |
| Effect of adopting amendments to SFRS (I)1                     | -   | -               | -               | (55)               | -                    | 55                | -   | -                         | -              |
| <b>Balance at 31 December 2017 (as restated)</b>               | <b>41,846</b>                                 | <b>(355)</b>    | <b>(711)</b>    | <b>-</b>           | <b>(4,517)</b>       | <b>83,303</b>     | <b>119,566</b>                                | <b>2,004</b>              | <b>121,570</b> |

The Company

|  | Share capital<br>S\$'000 | Treasury shares<br>S\$'000 | Fair value<br>S\$'000 | Retained earnings<br>S\$'000 | Total equity<br>S\$'000 |
|--|--------------------------|----------------------------|-----------------------|------------------------------|-------------------------|
| Balance at 1 January 2018                                      | 41,846                   | (355)                      | (24)                  | 49,633                       | 91,100                  |
| Effect of adopting amendments to SFRS (I)1                     |                          |                            | 24                    | (24)                         |                         |
| <i>Total comprehensive loss for the period</i>                 |                          |                            |                       |                              |                         |
| Loss for the period  | -                        | -                          | -                     | (2,402)                      | (2,402)                 |
| Other comprehensive loss                                       | -                        | -                          | -                     | -                            | -                       |
| Balance at 30 September 2018                                   | 41,846                   | (355)                      | -                     | 47,207                       | 88,698                  |
| Balance at 1 October 2018                                      | 41,846                   | (355)                      | -                     | 47,207                       | 88,698                  |
| <i>Total comprehensive loss for the period</i>                 |                          |                            |                       |                              |                         |
| Loss for the period  | -                        | -                          | -                     | (1,016)                      | (1,016)                 |
| <b>Balance at 31 December 2018</b>                             | <b>41,846</b>            | <b>(355)</b>               | <b>-</b>              | <b>46,191</b>                | <b>87,682</b>           |
| Balance at 1 January 2017                                      | 41,846                   | (141)                      | (238)                 | 53,236                       | 94,703                  |
| Effect of adopting amendments to SFRS (I)1                     | -                        | -                          | 238                   | (238)                        | -                       |
| Balance at 1 January 2017 (as restated)                        | 41,846                   | (141)                      | -                     | 52,998                       | 94,703                  |
| <i>Total comprehensive income (loss) for the period</i>        |                          |                            |                       |                              |                         |
| Loss for the period  | -                        | -                          | -                     | (1,902)                      | (1,902)                 |
| Other comprehensive income                                     | -                        | -                          | 159                   | -                            | 159                     |
| Effect of adopting amendments to SFRS (I)1                     |                          |                            | (159)                 | 159                          | -                       |
| Total  | 41,846                   | (141)                      | -                     | 51,255                       | 92,960                  |
| <i>Transactions with owners, recognised directly in equity</i> |                          |                            |                       |                              |                         |
| Dividend paid  | -                        | -                          | -                     | (1,711)                      | (1,711)                 |
| Repurchase of shares   | -                        | (214)                      | -                     | -                            | (214)                   |
| Balance at 30 September 2017                                   | 41,846                   | (355)                      | -                     | 49,544                       | 91,035                  |
| Balance at 1 October 2017                                      | 41,846                   | (355)                      | -                     | 49,544                       | 91,035                  |
| <i>Total comprehensive income (loss) for the period</i>        |                          |                            |                       |                              |                         |
| Profit for the period  | -                        | -                          | -                     | 10                           | 10                      |
| Other comprehensive income                                     | -                        | -                          | 55                    | -                            | 55                      |
| Effect of adopting amendments to SFRS (I)1                     |                          |                            | (55)                  | 55                           | -                       |
| Balance at 31 December 2017 (as restated)                      | 41,846                   | (355)                      | -                     | 49,609                       | 91,100                  |

- 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, 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.

As at 31 December 2018, the total number of issued shares excluding treasury shares was 114,013,000 (31 December 2017: 114,013,000). As at 31 December 2018, the total number of treasury shares was 875,980 (31 December 2017: 875,980) The Company did not have any convertibles as at 31 December 2018 and 31 December 2017. 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

| 31/12/2018  | 31/12/2017  |
|-------------|-------------|
| 114,888,980 | 114,888,980 |
| (875,980)   | (875,980)   |
| 114,013,000 | 114,013,000 |

- 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.

- On 12 July 2018, FC Heavy Machinery Sdn. Bhd was liquidated.
- On 21 December 2018, The Company acquired 15% equity interest in a subsidiary, SH Heavy Machinery Sdn Bhd ("SHHMSB"). Prior to the acquisition, the Company has 85% equity interest in SHHMSB. Upon completion of the acquisition, SHHMSB became a wholly-owned subsidiary of the Company.
- On 21 December 2018, SHHMSB acquired 51% equity interest in a subsidiary, Bestari Industrial Holdings Sdn Bhd ("BIHSB"). Prior to the acquisition, SHHMSB has 49% equity interest in BIHSB. Upon completion of the acquisition, BIHSB became a wholly-owned subsidiary of SHHMSB. The above transactions have been announced in the SGX.

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.

Except as disclosed in Note 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as those applied in the Group's most recently audited financial statements for the year ended 31 December 2017.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group has adopted a new financial reporting framework, SFRS(I)s on 1 January 2018 and has prepared its financial information under SFRS(I)s for the year ended 31 December 2018. In adopting SFRS(I)s, the Group is required to apply all of the specific transition requirements in SFRS(I) 1 First-time Adoption of Singapore Financial Reporting Standards (International). The Group's and Company's opening Statements of Financial Position under SFRS(I)s have been prepared as at 1 January 2017, which is the Group's date of transition to SFRS(I)s. SFRS(I) 9 Financial Instruments and SFRS(I) 15 Revenue from Contracts with Customers are effective for the Group from 1 January 2018.

The accounting policies to be applied for the first set of SFRS(I) financial statements for the year ended 31 December 2018 are the same as those disclosed in Note 2 of the audited financial statements for the year ended 31 December 2017, except for the changes in accounting policies due to the application of SFRS(I) 9 and SFRS(I) 15. Please refer to Note 2 of the audited financial statements for the year ended 31 December 2017 for further details on the effects arising from the application of SFRS(I) and the initial application of SFRS(I) 9 and SFRS(I) 15 for financial year ended 31 December 2018.

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                             |  |
|--|----------------------------------|---|-----------------------------------|--|
|  | 01/10/2018-31/12/2018 (3 Months) | 01/10/2017-31/12/2017 (3 Months) Restated | 01/01/2018-31/12/2018 (12 Months) | 01/01/2017-31/12/2017 (12 Months) Restated |
| EPS based on weighted average number of ordinary shares in issue (cents) | (3.04)                           | (0.37)                                    | (5.69)                            | (0.43)                                     |
| On a fully diluted basis (cents)   | (3.04)                           | (0.37)                                    | (5.69)                            | (0.43)                                     |
| Weighted average number of ordinary shares in issue                      | 114,013,000                      | 114,265,147                               | 114,013,000                       | 114,265,147                                |

There were no potential dilutive ordinary shares in existence for the period from 1 January 2018 to 31 December 2018 and period from 1 January 2017 to 31 December 2017.

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 :-

- current financial period reported on; and
- 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 |             |
|-------------|-------------|-------------|-------------|
| 31/12/2018  | 31/12/2017  | 31/12/2018  | 31/12/2017  |
| 99.04       | 106.63      | 76.91       | 79.90       |
| 114,013,000 | 114,013,000 | 114,013,000 | 114,013,000 |



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                                |  |             |
|---------------------------|-------------------------------------|---|----------------|--------------------------------------|--|-------------|
|                           | 3 Months                            |   |                | Year to Date                         |  |             |
|                           | 01/10/2018-31/12/2018<br>(3 Months) | 01/10/2017-31/12/2017<br>(3 Months)<br>Restated | % Change       | 01/01/2018-31/12/2018<br>(12 Months) | 01/01/2017-31/12/2017<br>(12 Months)<br>Restated | % Change    |
|                           | S\$'000                             | S\$'000   |                | S\$'000                              | S\$'000  |             |
| Equipment rental business | 10,129                              | 11,118  | (8.9%)         | 41,427                               | 46,116   | (10.2%)     |
| Trading business          | 10,084                              | 12,669  | (20.4%)        | 45,251                               | 38,402   | 17.8%       |
| <b>Total</b>              | <b>20,213</b>                       | <b>23,787</b>                                   | <b>(15.0%)</b> | <b>86,678</b>                        | <b>84,518</b>                                    | <b>2.6%</b> |

The Group registered total revenue of S\$20.2m for 4th Quarter ended 31 December 2018 ("4Q FY2018") which was 15.0% lower than that of 4th Quarter ended 31 December 2017 ("4Q FY2017"). Total revenue of S\$86.7m for 12M FY2018 was 2.6% higher as compared to 12M FY2017, mainly due to higher trading revenue and lower rental revenue.

Revenue from Equipment Rental business decreased by 8.9% to S\$10.1m in 4Q FY2018 and 10.2% to S\$41.4m in 12M FY2018 as compared to the corresponding periods in FY2017 respectively, mainly due to lower number of cranes rented out and decrease in rental rates.

Revenue from Trading business decreased by 20.4% to S\$10.1m in 4Q FY2018. However, revenue from trading business increased by 17.8% to S\$45.3m in 12M FY2018 as compared to the corresponding periods in FY2017 respectively, mainly due to an increase in number of cranes delivered during the year.

In 12M FY2018, there was a reclassification of servicing income from "Other Operating Income" to "Revenue." Comparative figures for 12M FY2017, were reclassified accordingly.

##### Gross Profit

|                           | Group                               |   |                | Group                                |  |                |
|---------------------------|-------------------------------------|---|----------------|--------------------------------------|--|----------------|
|                           | 3 Months                            |   |                | Year to Date                         |  |                |
|                           | 01/10/2018-31/12/2018<br>(3 Months) | 01/10/2017-31/12/2017<br>(3 Months)<br>Restated | % Change       | 01/01/2018-31/12/2018<br>(12 Months) | 01/01/2017-31/12/2017<br>(12 Months)<br>Restated | % Change       |
|                           | S\$'000                             | S\$'000   |                | S\$'000                              | S\$'000  |                |
| Equipment rental business | 1,158                               | 2,936   | (60.6%)        | 9,638                                | 12,776   | (24.6%)        |
| Trading business          | 924                                 | 1,144   | (19.2%)        | 3,818                                | 4,447  | (14.1%)        |
| <b>Total</b>              | <b>2,082</b>                        | <b>4,080</b>                                    | <b>(49.0%)</b> | <b>13,456</b>                        | <b>17,223</b>                                    | <b>(21.9%)</b> |

The Group registered total gross profit of S\$2.1m in 4Q FY2018, which was 49.0% lower than 4Q FY2017. Total gross profit for 12M FY2018 was S\$13.5m and 21.9% lower as compared to 12M FY2017.

Gross profit from Equipment Rental business decreased by 60.6% to S\$1.2m in 4Q FY2018 and 24.6% to S\$9.6m in 12M FY2018 as compared to the corresponding periods in FY2017, mainly due to lower rental revenue and rental rates.

Gross profit from Trading business decreased by 19.2% to S\$0.9m in 4Q FY2018 and decreased by 14.1% to S\$3.8m in 12M FY2018 as compared to the corresponding periods in FY2017, mainly due to a decrease in number of cranes delivered in 4Q FY2018.

##### Net Profit / (Loss)

The Group registered net loss of S\$4.3m in 12M FY2018. This was mainly due to the net impact of the following:

- lower gross profit generated from equipment rental revenue and trading revenue;
- higher provision for doubtful debts made in FY2018;
- inventory written off in FY2018;
- property, plant and equipment written off in FY2018;
- higher income tax expenses as a result of income tax adjustments;
- impairment of property, plant and equipment;
- partially offset by lower selling and administrative expenses.

## **STATEMENT OF FINANCIAL POSITION**

### **Current assets**

As at 31 December 2018, current assets amounted to S\$44.5m or 29.4% of total assets. Current assets comprised mainly cash and cash equivalents, trade and other receivables and inventories. Total current assets decreased by S\$14.5m as compared to 31 December 2017 mainly due to decrease in cash and bank balances, trade and other receivables and inventories.

### **Non-current assets**

As at 31 December 2018, non-current assets amounted to S\$107.0m or 70.6% of total assets. Non-current assets comprised mainly property, plant and equipment. Total non-current assets decreased by S\$26.9m mainly due to a decrease in rental fleet, depreciation charged for the period and impairment of the cranes.

### **Current liabilities**

As at 31 December 2018, current liabilities amounted to S\$20.0m or 51.9% of total liabilities. Current liabilities comprised mainly bills payable, trade and other payables, current portion of bank loans and finance leases. Total current liabilities decreased by S\$16.5m as compared to 31 December 2017, mainly due to repayment of bank loans and finance leases, decrease in trade payables and decrease in bills payable.

### **Non-current liabilities**

As at 31 December 2018, non-current liabilities amounted to approximately S\$18.5m or 48.1% of total liabilities. Non-current liabilities comprised mainly non-current portion of finance leases and deferred tax. Total non-current liabilities decreased by S\$16.3m as compared to 31 December 2017, mainly due to repayment of bank loans and finance leases.

### **Working Capital**

As at 31 December 2018, the Group registered a positive working capital of S\$24.5m as compared to S\$22.6m as at 31 December 2017.

### **Equity**

As at 31 December 2018, the Group's equity decreased by S\$8.7m to S\$112.9m as compared to S\$121.6m as at 31 December 2017, mainly due to total comprehensive loss recorded for 12M FY2018 and the non-controlling interests.

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 Group expects the business environment to remain highly competitive and continues to actively lower costs of operation.

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 and the reason(s) for the decision.**

No dividend has been declared and recommended for the year ended 31 December 2018 as a result of loss for the year and the Company's need for working capital.

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.**

| <b>Name of Interested Person</b> | <b>Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions</b> | <b>Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transaction less than \$100,000)</b> |
|----------------------------------|--|---|
|----------------------------------|--|---|

Nil

Nil

There were no interested person transactions with aggregate value of S\$100,000 or more conducted pursuant to the general mandate for interested person transactions during the financial year.

**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>1/1/2018- 31/12/2018 (12 Months)</u>               | <u>Equipment Rental</u><br>S\$'000 | <u>Trading</u><br>S\$'000 | <u>Total</u><br>S\$'000 |
|---|------------------------------------|---------------------------|-------------------------|
| <b>Revenue</b>  |                                    |                           |                         |
| Segment revenue                                       | <u>41,428</u>                      | <u>45,250</u>             | <u>86,678</u>           |
| <b>Results</b>  |                                    |                           |                         |
| Segment results                                       | 9,640                              | 3,816                     | 13,456                  |
| Selling expenses                                      | (719)                              | (786)                     | (1,505)                 |
| Other operating income                                |                                    |                           | 919                     |
| Administrative expenses                               |                                    |                           | (12,103)                |
| Other operating expenses                              |                                    |                           | (4,646)                 |
| Finance costs   | (1,670)                            | (274)                     | (1,944)                 |
| Share of results of associate                         |                                    |                           | -                       |
| Profit before tax                                     |                                    |                           | <u>(5,823)</u>          |
| Income tax expense                                    |                                    |                           | <u>(373)</u>            |
| Reportable segment net profit for the year            |                                    |                           | <u>(6,196)</u>          |
| <b>Other information</b>                              |                                    |                           |                         |
| Capital expenditure                                   | 2,665                              | 1,441                     | 4,106                   |
| Depreciation  | 12,581                             | 544                       | 13,125                  |
| Gain on disposal of property, plant and equipment     | (47)                               | -                         | (47)                    |
| Property, plant and equipment written off             | 341                                | -                         | 341                     |
| <b>Assets and liabilities</b>                         |                                    |                           |                         |
| Segment assets  | 107,987                            | 10,012                    | 117,999                 |
| Unallocated corporate assets                          |                                    |                           | <u>33,480</u>           |
| Total assets  |                                    |                           | <u>151,479</u>          |
| Segment liabilities                                   | 19,972                             | 6,323                     | 26,295                  |
| Unallocated corporate liabilities                     |                                    |                           | <u>12,262</u>           |
| Total liabilities                                     |                                    |                           | <u>38,557</u>           |
| <b>1/1/2017- 31/12/2017 (12 Months) (as restated)</b> |                                    |                           |                         |
| <b>Revenue</b>  |                                    |                           |                         |
| Segment revenue                                       | <u>46,115</u>                      | <u>38,403</u>             | <u>84,518</u>           |
| <b>Results</b>  |                                    |                           |                         |
| Segment results                                       | 12,776                             | 4,447                     | 17,223                  |
| Selling expenses                                      | (1,033)                            | (860)                     | (1,893)                 |
| Other operating income                                |                                    |                           | 2,071                   |
| Administrative expenses                               |                                    |                           | (12,957)                |
| Other operating expenses                              |                                    |                           | (1,889)                 |
| Finance costs   | (1,716)                            | (334)                     | (2,050)                 |
| Share of results of associates                        |                                    |                           | -                       |
| Loss before tax                                       |                                    |                           | <u>505</u>              |
| Income tax expense                                    |                                    |                           | <u>(369)</u>            |
| Loss for the year                                     |                                    |                           | <u>136</u>              |

**Other information**

|   |        |       |        |
|---|--------|-------|--------|
| Capital expenditure                               | 18,049 | 1,052 | 19,101 |
| Depreciation expenses                             | 12,642 | 589   | 13,231 |
| Gain on disposal of property, plant and equipment | (134)  | -     | (134)  |
| Property, plant and equipment written off         | 17     | -     | 17     |

**Assets and liabilities**

|                                   |         |        |         |
|-----------------------------------|---------|--------|---------|
| Segment assets                    | 141,062 | 10,153 | 151,215 |
| Unallocated corporate assets      |         |        | 41,694  |
| Total assets                      |         |        | 192,909 |
| Segment liabilities               | 38,354  | 10,014 | 48,368  |
| Unallocated corporate liabilities |         |        | 22,971  |
| Total liabilities                 |         |        | 71,339  |

**(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>2018 (12 Months)</u>         |           |           |          |         |         |        |          |        |        |
| Revenue from external customers | 36,697    | 11,851    | 25,073   | 1,734   | 3,363   | 1,240  | 3,957    | 2,763  | 86,678 |
| <u>2017 (12 Months)</u>         |           |           |          |         |         |        |          |        |        |
| Revenue from external customers | 23,869    | 9,999     | 40,064   | 2,403   | 3,366   | 1,852  | 908      | 2,057  | 84,518 |

**Major customers information**

There was no transactions with a single customer amounting to more than 10% of the Group's revenue in FY2018 and in FY2017.

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:-**

|  | The Group                 |                                       |                           |
|--|---------------------------|---------------------------------------|---------------------------|
|  | 31/12/2018<br>(12 Months) | 31/12/2017<br>(12 Months)<br>Restated | Increase<br>/(Decrease) % |
| Revenue report for the period of 1/1/2018-30/6/2018 and 1/1/2017-30/06/2017  | 43,700                    | 41,768                                | 4.6%                      |
| Operating (loss)profit after tax before deducting non-controlling interest reported for the period of 1/1/2018-30/6/2018 and 1/1/2017-30/06/2017 | 441                       | 264                                   | 67.0%                     |
| Revenue report for the period of 1/7/2018-31/12/2018 and 1/7/2017-31/12/2017   | 42,978                    | 42,750                                | 0.5%                      |
| Operating (loss)profit after tax before deducting non-controlling interest reported for the period of 1/7/2018-31/12/2018 and 1/7/2017-          | (6,637)                   | (128)                                 | 5085.2%                   |

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<br>Year | Previous Full<br>Year |
|-----------------------|---------------------|-----------------------|
| Total annual dividend |                     |                       |
| Ordinary              | -                   | 1,711                 |
| Total:                | -                   | 1,711                 |

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  | Current position and duties, and the year the position was   | Details of changes in duties and position |
|---------------------|-----|---|--|---|
| 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  
Chief Executive Officer  
28 February 2019