
First Quarter Financial Statements and Dividend Announcement for the Period Ended 31 December 2019

Pursuant to Rule 705(2C) of the Listing Manual Section B: Rules of Catalist, the Singapore Exchange Regulation requires the Company to continue to announce its quarterly financial statements with effect from 7 February 2020.

No Signboard Holdings Ltd. (the “**Company**”) was listed on Catalist of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on 30 November 2017. The initial public offering (the “**IPO**”) of the Company was sponsored by RHT Capital Pte. Ltd. (the “**Sponsor**”).

As announced by the Company on 6 January 2020 in its application for extension of time to hold the annual general meeting for the financial year ended 30 September 2019 (“FY2019”), the completion of the audit for FY2019 is pending the completion of the independent review. The comparatives for this announcement are based on the unaudited financial results of the Company for FY2019. In the event there are any material variances to the opening balances which may affect the 1Q2020 results, the Company shall make the necessary announcement.

This announcement has been prepared by the Company and its contents have been reviewed by the Company’s Sponsor for compliance with the SGX-ST Listing Manual Section B: Rules of Catalist. The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assume no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is: Name: Mr Khong Choun Mun, Registered Professional, RHT Capital Pte. Ltd. Address: 9 Raffles Place, #29-01 Republic Plaza Tower 1, Singapore 048619 Telephone: (65) 6381 6966.

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

	Group		Increase (Decrease)
	1Q2020	1Q2019	
	\$	\$	%
Revenue	5,994,168	5,608,786	6.9
Other income	70,172	82,881	(15.3)
Raw materials and consumables used	(2,081,451)	(1,971,257)	5.6
Changes in inventories	62,137	(12,328)	N.M.
Employee benefits expense	(2,578,941)	(2,141,868)	20.4
Operating lease expense	(37,838)	(765,327)	(95.1)
Depreciation and amortisation expense	(1,281,082)	(150,926)	N.M.
Other operating expenses	(1,272,710)	(1,192,611)	6.7
Finance costs	(84,223)	(14,002)	N.M.
Loss before income tax	(1,209,768)	(556,652)	N.M.
Income tax	-	(16,991)	(100.0)
Loss for the period	(1,209,768)	(573,643)	N.M.
Items that may be reclassified subsequently to loss			
Exchange differences on translation of foreign operations	(4,065)	(124)	3,178.2
Total comprehensive loss for the period	(1,213,833)	(573,767)	N.M.
Loss attributable to:			
Owners of the Company	(1,209,768)	(573,643)	N.M.
Non-controlling interests	-	-	N.M.
	(1,209,768)	(573,643)	N.M.
Total comprehensive loss attributable to:			
Owners of the Company	(1,213,833)	(573,767)	N.M.
Non-controlling interests	-	-	N.M.
	(1,213,833)	(573,767)	N.M.
N.M.: Not meaningful			

1(a)(ii) Notes to the income statement.

The Group's loss before tax was arrived after (crediting) / charging the following:

	Group		Increase (Decrease)
	1Q2020	1Q2019	
	\$	\$	%
Franchise fee income	(36,000)	(36,000)	-
Depreciation and amortisation expenses	1,281,082	150,926	750.3
Interest income	(26,344)	(40,796)	N.M.
Interest expense	84,223	14,002	502.1
Foreign exchange loss	17,556	3,776	N.M.
Income tax expense			
- Current tax expense	-	16,991	(100.0)
Note:			
N.M.: Not meaningful			

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

	GROUP		COMPANY	
	31/12/2019	30/09/2019	31/12/2019	30/09/2019
	\$	\$	\$	\$
ASSETS				
Current assets				
Cash and bank balances	12,773,693	15,792,071	11,435,389	15,231,736
Trade and other receivables	1,841,750	1,584,079	431,989	387,166
Amount due from subsidiaries	-	-	5,186,563	3,912,153
Inventories	533,999	516,640	75,011	69,650
Other assets	320,542	482,027	-	-
Total current assets	15,469,984	18,374,817	17,128,952	19,600,705
Non-current assets				
Other receivables	990,897	1,065,163	489,040	489,040
Intangible assets	616,332	633,451	-	-
Plant and equipment	13,483,609	2,535,334	4,864,947	541,294
Other assets	179,935	44,171	-	-
Investment in subsidiaries	-	-	100,105	100,105
Total non-current assets	15,270,773	4,278,119	5,454,092	1,130,439
Total assets	30,740,757	22,652,936	22,583,044	20,731,144
LIABILITIES AND EQUITY				
Current liabilities				
Trade and other payables	4,555,239	4,603,257	2,431,127	3,001,685
Lease liabilities	4,118,320	-	2,128,318	-
Contract liabilities	494,867	626,733	-	-
Amount due to holding company	97,949	44,021	97,949	44,021
Provisions	170,223	170,223	133,274	133,274
Income tax payable	17,093	17,093	-	-
Total current liabilities	9,453,691	5,461,327	4,790,668	3,178,980
Non-current liabilities				
Provisions	257,927	271,403	161,327	161,327
Lease liabilities	5,597,737	-	1,475,225	-
Total non-current liabilities	5,855,664	271,403	1,636,552	161,327
Capital, reserves and non-controlling interest				
Share capital	25,181,005	25,181,005	25,181,005	25,181,005
Capital reserve	(695,938)	(695,938)	2,063,751	2,063,751
Accumulated losses	(9,034,174)	(7,549,435)	(11,088,932)	(9,853,919)
Translation reserve	(19,491)	(15,426)	-	-
Equity attributable to owners of the company	15,431,402	16,920,206	16,155,824	17,390,837
Non-controlling interests	-	-	-	-
Total equity	15,431,402	16,920,206	16,155,824	17,390,837
Total liabilities and equity	30,740,757	22,652,936	22,583,044	20,731,144

1(b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial period:-

Amount payable in one year or less or on demand

As at 31/12/2019		As at 30/09/2019	
Secured	Unsecured	Secured	Unsecured
\$	\$	\$	\$
-	-	-	-

Amount repayable after one year

As at 31/12/2019		As at 30/09/2019	
Secured	Unsecured	Secured	Unsecured
\$	\$	\$	\$
-	-	-	-

Details of any collaterals.

Not applicable.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial period.

	Group	
	1Q2020	1Q2019
	\$	\$
Operating activities		
Loss before income tax	(1,209,768)	(556,652)
Adjustments for:		
Depreciation and amortisation expenses	1,281,082	150,926
Gain on disposal of plant and equipment	(6,000)	-
Foreign exchange differences	(2,547)	(124)
Interest income	(26,344)	(40,796)
Interest expense	84,223	14,002
Operating cash flows before movements in working capital	120,646	(432,644)
Trade and other receivables	(178,550)	(31,037)
Inventories	(17,359)	(110,355)
Other assets	25,721	143,350
Trade and other payables	(964,918)	154,951
Contract liabilities	(131,866)	-
Amount due to holding company	53,928	-
Provisions	(13,476)	(106,849)
Cash (used in) generated from operations	(1,105,874)	(382,584)
Income tax paid	-	-
Net cash used in from operating activities	(1,105,874)	(382,584)
Investing activities		
Purchase of plant and equipment	(951,771)	(1,418,616)
Proceeds from disposal of plant and equipment	3,299	-
Payment of franchise fees	-	(616,139)
Amount due from holding company	-	(58,746)
Interest received	21,486	40,796
Net cash used in investing activities	(926,986)	(2,052,705)
Financing activities		
Repayment of short-term loans	-	(1,054,046)
Payment of lease liabilities	(901,295)	-
Interest portion of lease liabilities	(84,223)	-
Interest paid on bank borrowings	-	(13,283)
Net cash used in financing activities	(985,518)	(1,067,329)
Net decrease in cash and cash equivalents	(3,018,378)	(3,502,618)
Cash and cash equivalents at beginning of period	15,792,071	23,659,698
Cash and cash equivalents at end of period	12,773,693	20,157,080

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial period.

	GROUP						
	Share capital	Capital reserve	Translation reserve	Accumulated profits (losses)	Equity attributable to owners of the Company	Non-controlling interest	Total
	\$			\$	\$	\$	\$
Balance as at 1 October 2018	25,181,005	(695,938)	124	(2,412,367)	22,072,824	-	22,072,824
Total comprehensive loss for the period	-	-	-	(573,643)	(573,643)	-	(573,643)
Loss for the period	-	-	-	(573,643)	(573,643)	-	(573,643)
Other comprehensive loss	-	-	(124)	-	(124)	-	(124)
Total	-	-	(124)	(573,643)	(573,767)	-	(573,767)
Balance as at 31 December 2018	25,181,005	(695,938)	-	(2,986,010)	21,499,057	-	21,499,057
Balance as at 1 October 2019	25,181,005	(695,938)	(15,426)	(7,549,435)	16,920,206	-	16,920,206
Effects of adopting SFRS (I) 16	-	-	-	(274,971)	(274,971)	-	(274,971)
Balance as at 1 October 2019 (restated)	25,181,005	(695,938)	(15,426)	(7,824,406)	16,645,235	-	16,645,235
Total comprehensive loss for the period	-	-	-	(1,209,768)	(1,209,768)	-	(1,209,768)
Loss for the period	-	-	-	(1,209,768)	(1,209,768)	-	(1,209,768)
Other comprehensive loss	-	-	(4,065)	-	(4,065)	-	(4,065)
Total	-	-	(4,065)	(1,209,768)	(1,213,833)	-	(1,213,833)
Balance as at 31 December 2019	25,181,005	(695,938)	(19,491)	(9,034,174)	15,431,402	-	15,431,402

	COMPANY			
	Share capital	Capital reserve	Accumulated (losses) profits	Total
	\$	\$	\$	\$
Balance as at 1 October 2018	25,181,005	2,063,751	4,726	27,249,482
Profit for the period, representing total comprehensive income for the period	-	-	587,286	587,286
Balance as at 31 December 2018	25,181,005	2,063,751	592,012	27,836,768
Balance as at 1 October 2019	25,181,005	2,063,751	(9,853,919)	17,390,837
Effects of adopting SFRS(I) 16	-	-	(145,440)	(145,440)
Balance as at 1 October 2019 (restated)	25,181,005	2,063,751	(9,999,359)	17,245,397
Loss for the period, representing total comprehensive loss for the period	-	-	(1,089,573)	(1,089,573)
Balance as at 31 December 2019	25,181,005	2,063,751	(11,088,932)	16,155,824

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, 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 year reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of preceding financial period. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the immediately preceding financial period.

There is no change in the Company's share capital since the end of the previous period reported on.

As at 31 December 2019 and 30 September 2019, the Company's issued and paid-up capital was \$25,181,005.

There are no outstanding convertibles, shares held as treasury shares and subsidiary holdings as at 31 December 2019 and 30 September 2019.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial year and as at the end of the immediately preceding year.

	31/12/2019	30/9/2019
Number of shares held as treasury shares	-	-
Total no. of issued shares (excluding treasury shares)	462,392,475	462,392,475

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

There are no treasury shares held by the Company.

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 were no transaction pertaining to subsidiary holdings.

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

The figures have not been audited nor reviewed by the auditors of the Company.

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

Not applicable.

3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:

(a) Updates on the efforts taken to resolve each outstanding audit issue.

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

This is not required for any audit issue that is a material uncertainty relating to going concern.

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 described in paragraph 5 below, the Group has applied the same accounting policies and methods of computation to the financial statements for the current financial period and the annual financial statements for the financial year ended 30 September 2019.

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.

On 1 October 2019, the Group adopted Singapore Financial Reporting Standards (International) 16 Leases ("SFRS (I) 16"), which is effective for the financial year beginning 1 October 2019.

SFRS (I) 16 introduced a single, on-balance sheet lease accounting model for leases. A lessee is required to recognise a right-of-use asset ("ROU asset") representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. Under SFRS (I) 16, remaining lease payments under the operating leases will be recognised at their present value discounted using an appropriate discount rate. In addition, the nature of the expenses will now change as SFRS (I) 16 replaces straight-line operating leases with depreciation charge of ROU assets (where relevant) and interest expense on lease liabilities.

The Group has applied SFRS (I) 16 using the modified retrospective approach. Therefore, the cumulative effect of adopting SFRS (I) 16 is recognised as an adjustment to the opening balance of accumulated (losses) profit with no restatement of comparative information. The ROU assets are recognised at its carrying amount as if SFRS (I) 16 has been applied since the commencement date, discounted using the discount rate determined at the date of initial application and lease liabilities shall be recognised at the present value of the remaining lease payments, discounted using the discount rate determined at the date of initial application. In addition, the Group elected the following practical expedients:

- (i) Not to reassess whether a contract is, or contains a lease at the date of initial application and to apply SFRS(I) 16 to all contracts that were previously identified as leases;
- (ii) To apply the exemption not to recognise ROU asset and liabilities to lease for which the lease term ends within 12 months as at 1 October 2019; and
- (iii) To apply a single discount rate to a portfolio of leases with reasonably similar characteristics.

The impact on the Group's financial statements arising from the adoption of SFRS (I) 16 is as follows:

	As at 1 October 2019	
	Group	Company
Group Statement of financial position	\$	\$
Increase in assets:		
Right of use asset – recognised under plant and equipment	7,818,013	3,967,716
Increase in liabilities:		
Lease liabilities	8,092,984	4,113,156
Decrease in net assets	(274,971)	(145,440)
Decrease in accumulated (losses) profit	(271,971)	(145,440)

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

	Group	
	1Q2020	1Q2019
Earnings per ordinary share:-		
(a) Based on the weighted average number of ordinary shares in issue; and	-0.26 cents	-0.12 cents
(b) On a fully diluted basis	-0.26 cents	-0.12 cents

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

	GROUP		COMPANY	
	31-12-19	30-09-19	31-12-19	30-09-19
Net asset value per ordinary share based on existing issued share capital (cents)	3.34	3.66	3.59	3.76
No. of shares	462,392,475	462,392,475	462,392,475	462,392,475

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

STATEMENT OF COMPREHENSIVE INCOME

Revenue

The Group's revenue of \$6.0 million for the period ended 31 December 2019 ("1Q2020") was higher by 6.9% as compared to \$5.6 million in previous corresponding period. The seafood restaurants sales accounted for 60% of total revenue for 1Q2020 as compared to 67% in previous corresponding period. Hotpot sales contributed to 17% of total revenue mainly following the opening of the 2nd hotpot outlet in the first quarter of FY2020. Quick-serve restaurants and beer segment contributed to approximately \$1.3 million of revenue in 1Q2020.

Revenue from seafood restaurants was lower in 1Q2020 due to loss of revenue from the temporary closure of our seafood restaurant outlet at Esplanade for approximately 2 months to carry out major renovation works. This was partially offset by revenue contribution from our 1st seafood restaurant outlet in Shanghai. Revenue from beer business declined significantly in 1Q2020 due to increased competition in the industry.

Raw materials and consumables used and changes in inventories

Total raw materials and consumables used and changes in inventories increased by 1.8% in 1Q2020. This is a result of changes to the revenue contribution from the respective business segments during the quarter, compared with the previous quarter.

Employee related expense, Operating lease expense and Other operating expenses

The expansion in restaurant business in 1Q2020 led to the overall increase in staff costs and other operating expenses compared to the previous corresponding period. This is coupled with the pre-operating costs incurred in 1Q2020 for the opening of the 2nd hotpot restaurant and the 1st seafood restaurant in Shanghai, resulting in an overall increase in expenses in 1Q2020.

The decrease in operating lease expenses in 1Q2020 is due to the adoption of SFRS(I) 16 where operating leases were accounted for as a “ROU asset” and depreciated accordingly, with the expenses recognised as “Depreciation expense”.

For comparison purpose, without consideration of SFRS(I) 16, operating lease expense would have increased from \$765K in 1Q2019 to \$987K in 1Q2020 due to the new outlets.

Depreciation and amortisation expenses

Depreciation for 1Q2020 increased by \$1.1 million mainly was due to adoption of SFRS(I) 16, where operating leases were accounted for as a “ROU asset” and depreciated accordingly, with the expenses recognised as “Depreciation expense”.

For comparison purpose, without consideration of SFRS(I) 16, depreciation expense would have increased from \$150K in 1Q2019 to \$337K in 1Q2020 due to additional capital expenditure spent on equipment and renovation of the new outlets.

Loss before income tax and loss for the year

The Group has reported a net loss before income tax of \$1.2 million in 1Q2020 due to loss of revenue from the temporary closure of seafood restaurant outlet at Esplanade and lower revenue from the beer business, coupled with an increased in expenses incurred.

BALANCE SHEET

The Group

Current assets

Current assets declined by 15.8% from \$18.4 million as at 30 September 2019 (“FY2019”) to \$15.5 million as at 31 December 2019 (“FY2020”), mainly due to the decrease in cash and bank balances, which has been utilised for the renovation of the seafood restaurant at Esplanade, setup of the 2nd hotpot restaurant and the 1st seafood restaurant in Shanghai, and working capital purpose.

Non-current assets

There is an increase in non-current assets from \$4.3 million as at FY2019 to \$15.3 million as at FY2020. This was mainly due to an increase in the ROU assets of S\$9.4 million and additions to plant and equipment resulting from the expansion and renovation in restaurant segment.

Current liabilities

Current liabilities increased from \$5.5 million as at FY2019 to \$9.5 million as at FY2020 mainly due to increase in lease liabilities arising from the adoption of SFRS(I) 16 and leases for the new outlets.

Non-current liabilities

The increase in non-current liabilities from \$0.3 million as at FY2019 to \$5.9 million as at FY2020 was mainly due to the increase in non-current lease liabilities arising from the adoption of SFRS(I) 16 and leases for the new outlets.

The Company

Total current assets declined to \$17.1 million as at FY2019, mainly due to the decrease in cash and bank balances, as the Company continued to fund the Group's business expansions, including the launch of new outlets and the renovation of seafood restaurant outlet at Esplanade. Total non-current assets increased to \$5.5 million as at FY2019, mainly due to an increase in the ROU assets of S\$3.5 million on leases for the 3 seafood restaurants in Singapore by the Company, arising from the adoption of SFRS(I) 16.

Total liabilities increased to \$6.4 million as at FY2019 mainly due to an increase in lease liabilities of \$3.6 million arising from the adoption of SFRS(I) 16.

CASH FLOW STATEMENT

The Group's net cash flows used in operating activities in 1Q2020 amounted to \$1.1 million, mainly attributable to working capital usage for restaurant and beer business, and expansion in hotpot and seafood restaurants.

The Group's net cash used in investing activities amounted to \$0.9 million in 1Q2020, mainly for the purchase of plant and equipment.

The Group's net cash used in financing activities amounted to \$1.0 million in 1Q2020, mainly due to the payment of lease liabilities.

As at 31 December 2019, the Group's cash and cash equivalents stood at \$12.8 million.

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

There was no forecast made.

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 continues to face challenges from decreasing average spending per customer. In addition, the Group expects to be impacted by the covid-19 virus which may result in a decline in Chinese tourists and reduction in consumer spending from Q2FY2020 onwards.

Despite the challenges, the Group will continue to explore suitable opportunities to strengthen its competitive edge in its existing business and expand its F&B business both in Singapore and overseas.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No

(b) Corresponding Period of the Immediately Preceding Financial Year

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

No

(c) Date payable

N.A.

(d) Record date

N.A.

12. If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.

The Company has reviewed its dividends payment and no dividend has been declared or recommended by the board of directors ("Board" or "Directors") for the financial period ended 31 December 2019 as there are no distributable profits for the period.

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.

The Company has not obtained a general mandate from shareholders for Interested Person Transactions ("IPTs").

The aggregate value of interested person transactions entered into during first quarter ended 31 December 2019 is as follows:

Name of interested person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
GuGong Pte. Ltd.	\$50,400 ⁽¹⁾	Not applicable

Note:

⁽¹⁾ During the period, the Company has:

- (i) a payable of \$50,400 as rental expense to GuGong Pte. Ltd. ("GuGong") for the lease of its corporate office and kitchen.

14. Use of IPO proceeds

Pursuant to the Company's IPO, the Company received net proceeds from the IPO of approximately S\$19.3 million (the "**Net Proceeds**"). Please refer to the Offer Document for further details. As at the date of this announcement, the Net Proceeds have been utilised as follows:

<u>Purpose</u>	Allocation of Net Proceeds \$'000	Net Proceeds utilised as at the date of this announcement \$'000	Balance of Net Proceeds as at the date of this announcement \$'000
Development for the Beer Business	10,000	(2,267)	7,733
Establishing new chains of restaurants	7,000	(6,946)	54
Development of Ready Meal Business	-	-	-
General working purposes	2,300	(2,300)	-
	<u>19,300</u>	<u>(11,513)</u>	<u>7,787</u>

15. Confirmation Pursuant to Rule 705(5) of SGX-ST Listing Manual Section B: Rule of Catalyst

To the best of our knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited financial results of the Company for the first quarter year ended 31 December 2019 presented in this announcement, to be false or misleading in any material aspect.

16. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).

The Company confirms that it has procured undertakings from all its Directors and Executive Officers in the required format.

BY ORDER OF THE BOARD

Lim Yong Sim (Lin Rongsen)
Executive Chairman and Chief Executive Officer

14 February 2020