

**CITICODE LTD.**

(Registration No. 200404283C)

**UNAUDITED FINANCIAL STATEMENTS FOR QUARTER ENDED 31 DECEMBER 2018 (“4Q FY2018”) AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (“FY2018”).**

**PART 1 INFORMATION REQUIRED FOR ANNOUNCEMENTS FOR QUARTERLY AND FULL YEAR RESULTS.**

**1(a)(i) A statement of comprehensive income for the Group together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	4Q FY2018 S\$'000	Group 4Q FY2017 S\$'000	Inc / (Dec) %	FY2018 S\$'000	Group FY2017 S\$'000	Inc / (Dec) %
Revenue	8,211	18,929	(56.6)	54,977	79,692	(31.0)
Cost of sales	(8,191)	(18,466)	(55.6)	(54,209)	(78,265)	(30.7)
<b>Gross profit</b>	<b>20</b>	<b>463</b>	(95.7)	<b>768</b>	<b>1,427</b>	(46.2)
Administrative expenses	(577)	(30)	1823.3	(1,357)	(540)	151.3
Finance costs	(11)	(88)	(87.5)	(106)	(221)	(52.0)
<b>Operating (loss)/profit</b>	<b>(568)</b>	<b>345</b>	n.m	<b>(695)</b>	<b>666</b>	n.m
Other income/(expenses) - net	9	(130)	n.m	58	842	(93.1)
<b>(Loss)/Profit before income tax</b>	<b>(559)</b>	<b>215</b>	n.m	<b>(637)</b>	<b>1,508</b>	n.m
Income tax	-	-		-	-	
<b>(Loss)/Profit after income tax</b>	<b>(559)</b>	<b>215</b>	n.m	<b>(637)</b>	<b>1,508</b>	n.m

n.m = not meaningful

1(a)(ii) The net profit attributable to shareholders includes the following charges/ (credits).

	Group		Group	
	4Q FY2018 S\$'000	4Q FY2017 S\$'000	FY2018 S\$'000	FY2017 S\$'000
<b>1.1 Loss before income tax is arrived at after charging the following:</b>				
Finance cost	(11)	(88)	(106)	(221)
<b>1.2 Other income – net amount comprises principally the following:</b>				
Gain on disposal of subsidiaries	-	169	-	169
Write off of trade and other receivables	-	(29)	-	(29)
Write off of trade and other payables	-	44	-	1,682
Realised foreign exchange (loss)/gain	(3)	(6)	2	-
Unrealised foreign exchange gain/(loss)	12	21	51	(31)
Government grant	-	1	2	1
Miscellaneous income	-	7	3	8
Restructuring cost	-	(752)	-	(958)
Provision of penalty written back	-	415	-	-
	<u>9</u>	<u>(130)</u>	<u>58</u>	<u>842</u>

1(a)(iii) Consolidated Statement of Comprehensive Income.

	Group		Inc / (Dec) %	Group		Inc / (Dec) %
	4Q FY2018 S\$'000	4Q FY2017 S\$'000		FY2018 S\$'000	FY2017 S\$'000	
<b>Profit/(Loss) after income tax</b>	(559)	215	n.m	(637)	1,508	n.m
<b>Other comprehensive (loss)/income:</b>						
Foreign currency translation difference	(3)	(34)	n.m	10	(16)	n.m
<b>Total comprehensive profit/(loss) for the period attributable to the owners of the company</b>	<u>(562)</u>	<u>181</u>	n.m	<u>(627)</u>	<u>1,492</u>	n.m

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 year.**

	<b>31-Dec-18</b> S\$'000	<b>Group</b> <b>31-Dec-17</b> S\$'000	<b>1-Jan-17</b> S\$'000	<b>31-Dec-18</b> S\$'000	<b>Company</b> <b>31-Dec-17</b> S\$'000	<b>1-Jan-17</b> S\$'000
<b>Non-current assets</b>						
Investment in subsidiaries	-	-	-	2	2	2
<b>Current assets</b>						
Trade receivables	2,932	7,753	2,653	-	-	-
Other receivables	91	13	263	31	10	43
Cash and cash equivalents	140	490	68	110	32	37
<b>Current assets</b>	<b>3,163</b>	<b>8,256</b>	<b>2,984</b>	<b>141</b>	<b>42</b>	<b>80</b>
<b>Total Assets</b>	<b>3,163</b>	<b>8,256</b>	<b>2,984</b>	<b>143</b>	<b>44</b>	<b>82</b>
<b>EQUITY AND LIABILITIES</b>						
<b>Equity attributable to owners of the Company</b>						
Share capital	209,581	196,454	196,454	209,581	196,454	196,454
Capital reserve	(654)	(654)	(654)	-	-	-
Share options reserve	544	544	544	544	544	544
Forex translation reserve	8	(1)	15	-	-	-
Accumulated losses	(209,769)	(209,132)	(210,640)	(212,996)	(211,812)	(211,835)
<b>Total Equity</b>	<b>(290)</b>	<b>(12,789)</b>	<b>(14,281)</b>	<b>(2,871)</b>	<b>(14,814)</b>	<b>(14,837)</b>
<b>Non-current liabilities</b>						
Other payables	203	-	-	203	-	-
Borrowings	200	-	-	200	-	-
<b>Non-current liabilities</b>	<b>403</b>	<b>-</b>	<b>-</b>	<b>403</b>	<b>-</b>	<b>-</b>

**Current liabilities**

Trade payables	2,425	6,854	1,634	-	-	-
Other payables	625	1,260	3,002	2,611	3,096	3,890
Borrowings	-	12,931	4,341	-	11,762	2,741
Provision for legal claim	-	-	8,288	-	-	8,288
<b>Current liabilities</b>	<b>3,050</b>	<b>21,045</b>	<b>17,265</b>	<b>2,611</b>	<b>14,858</b>	<b>14,919</b>
<b>Total Equity and Liabilities</b>	<b>3,163</b>	<b>8,256</b>	<b>2,984</b>	<b>143</b>	<b>44</b>	<b>82</b>

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

	As at 31 December 2018		As at 31 December 2017		As at 1 January 2017	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
Borrowings	-	200	1,241	11,690	1,241	3,100

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

	Group		Group	
	4Q FY2018 S\$'000	4Q FY2017 S\$'000	FY2018 S\$'000	FY2017 S\$'000
<b>Cash flows from operating activities</b>				
(Loss)/Profit after tax from continuing operations	(559)	215	(637)	1,508
Adjustments for:				
Unrealised future trading loss	-	14	-	149
Unrealised foreign exchange (gain)/loss	(11)	(21)	(51)	31
Interest and bank charges	11	88	106	221
Gain on disposal of subsidiaries	-	(169)	-	(169)
Write off of trade and other receivables	-	29	-	29
Provision for legal claims	-	527	-	733
Provision for penalty charge	-	415	-	-
Write off of trade and other payables	(1)	(44)	(78)	(1,682)
<b>Operating cash flow before working capital changes</b>	<b>(560)</b>	<b>1,054</b>	<b>(660)</b>	<b>820</b>
Working capital changes				
Trade and other receivables	(811)	(63)	4,803	(5,155)
Trade and other payables	1,264	(1,055)	(4,620)	5,324
Cash (used in)/generated from operations	(107)	(64)	(477)	989
Interest paid	(11)	(37)	(106)	(75)
<b>Net cash (used in)/generated from operating activities</b>	<b>(118)</b>	<b>(101)</b>	<b>(583)</b>	<b>914</b>
<b>Cash flows from investing activities</b>				
Net cash outflow from disposal of subsidiaries	-	(12)	-	(12)
<b>Net cash used in investing activities</b>	<b>-</b>	<b>(12)</b>	<b>-</b>	<b>(12)</b>
<b>Cash flows from financing activities</b>				
(Repayment of)/Proceeds from borrowings, net	(800)	(294)	(1,707)	(480)
Proceed from issuance of Redeemable Convertible Bond, net	-	-	1,940	-
<b>Net cash (used in)/generated from financing activities</b>	<b>(800)</b>	<b>(294)</b>	<b>233</b>	<b>(480)</b>
<b>Net change in cash and bank balances</b>	<b>(918)</b>	<b>(407)</b>	<b>(350)</b>	<b>422</b>
<b>Cash and bank balances at beginning of financial period</b>	<b>1,058</b>	<b>897</b>	<b>490</b>	<b>68</b>
<b>Cash and bank balances at end of financial period</b>	<b>140</b>	<b>490</b>	<b>140</b>	<b>490</b>

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 year.

	Share capital	Capital reserve	Share options reserve	Currency translation reserve	Accumulated losses	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Group</b>						
<b>Balance as at 1 January 2018</b>	<b>196,454</b>	<b>(654)</b>	<b>544</b>	<b>(1)</b>	<b>(209,132)</b>	<b>(12,789)</b>
Net loss for the year	-	-	-	-	(637)	(637)
Debt Capitalisation Exercise	11,187	-	-	-	-	11,187
Redeemable Convertible Bond issuance	2,000	-	-	-	-	2,000
Issue expenses	(60)	-	-	-	-	(60)
Foreign currency translation	-	-	-	9	-	9
Total comprehensive income for the year	13,127	-	-	9	(637)	12,499
<b>Balance as at 31 December 2018</b>	<b>209,581</b>	<b>(654)</b>	<b>544</b>	<b>8</b>	<b>(209,769)</b>	<b>(290)</b>

	Share capital	Capital reserve	Share options reserve	Currency translation reserve	Accumulated losses	Total Equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Group</b>						
<b>Balance as at 1 January 2017</b>	196,454	(654)	544	15	(210,640)	(14,281)
Net profit for the year	-	-	-	-	1,508	1,508
Foreign currency translation	-	-	-	(16)	-	(16)
Total comprehensive income for the year	-	-	-	(16)	1,508	1,492
<b>Balance as at 31 December 2017</b>	<b>196,454</b>	<b>(654)</b>	<b>544</b>	<b>(1)</b>	<b>(209,132)</b>	<b>(12,789)</b>

	Share capital	Share options reserve	Accumulated losses	Total
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Company</b>				
<b>Balance as at 1 January 2018</b>	196,454	544	(211,812)	(14,814)
Debt Capitalisation Exercise	11,187	-	-	11,187
Redeemable Convertible Bond issuance	2,000	-	-	2,000
Issue expenses	(60)	-	-	(60)
Net loss for the year	-	-	(1,184)	(1,184)
<b>Balance as at 31 December 2018</b>	<b>209,581</b>	<b>544</b>	<b>(212,996)</b>	<b>(2,871)</b>

	Share capital	Share options reserve	Accumulated losses	Total
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Company</b>				
<b>Balance as at 1 January 2017</b>	196,454	544	(211,835)	(14,837)
Net profit for the year	-	-	23	23
Write off of share options reserve	-	-	-	-
<b>Balance as at 31 December 2017</b>	<b>196,454</b>	<b>544</b>	<b>(211,812)</b>	<b>(14,814)</b>



- 1(d)(ii) Details of any changes in the company's share capital arising from rights 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 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 the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, 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.**

There was no change in the Company's share capital for the reported quarter ended 31 December 2018. The number of ordinary shares issued was 41,316,907,761.

The Company does not have any treasury shares and does not have any subsidiary that holds shares issued by the Company as at the end of the current financial period and as at 31 December 2017. There were also no outstanding convertible securities as at the end of the current financial period and as at 31 December 2017.

- 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 shares excluding treasury shares	Number of shares
Balance as at 31 December 2018	41,316,907,761 <sup>(1)</sup>
Balance as at 31 December 2017	14,942,564,101

<sup>(1)</sup> The increase in issued shares was due to the allotment and issuance of 22,374,343,660 Capitalisation shares and 4,000,000,000 Conversion Shares in relation to the Debt Capitalisation Exercise and RCB Issuance, respectively. The Debt Capitalisation Exercise was completed on 27 February 2018.

- 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.**

The Company does not have any treasury shares.

- 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.**

Not applicable as the Company does not have any subsidiary that holds shares issued by the Company.

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

The figures have not been audited or reviewed.

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 had been applied.**

Except as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as with the audited financial statement as at 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.**

In December 2017, the Accounting Standards Council issued a new financial reporting framework – Singapore Financial Reporting Standards (International) (“SFRS(I)”), which is to be adopted by Singapore-incorporated companies listed on the SGX-ST, for annual periods beginning on or after 1 January 2018. SFRS(I) is identical to the International Financial Reporting Standards as issued by the International Accounting Standards Board. The Group and the Company have adopted the new framework for the first time for financial year ending 31 December 2018 and SFRS(I) 1 First time Adoption of Singapore Financial Reporting Standards (International) will be applied in the first set of SFRS(I) financial statements.

Management has performed a preliminary analysis of the transition options and other requirements of SFRS(I) 1 and has determined that there is no change to the Group's current accounting policies or material adjustments on transition to the new framework. The adoption of the new SFRS(I) and its related interpretations is assessed to have no significant impact to the Group's consolidated financial statements for the current financial period reported on.

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

	Group		Group	
	4Q FY2018	4Q FY2017	FY2018	FY2017
	cents	cents	cents	cents
<b>Earning per share for the Group attributable to equity holders of the Company</b>				
i) Basic	(0.0015)	0.0014	(0.0017)	0.0101
ii) On a fully diluted basis	(0.0015)	0.0014	(0.0017)	0.0101

Basic earnings per share for 4Q FY2018 and 4Q FY2017 were calculated based on the weighted average number of shares of 37,125,916,166 and 14,942,564,101 respectively.

**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-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17
	Cents	Cents	Cents	Cents
NAV per share based on issued share capital as at the end of the period	(0.0007)	(0.0856)	(0.0069)	(0.0991)

**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.

**Review of Financial Performance (4Q18 vs 4Q17)**

Revenue for 4Q18 fell by 56.6% to S\$8.2 million from S\$18.9 million in 4Q17 due to lower trading volume for metal products. It was the new management's intention to progressively scale down the trading sales for commodities given its market uncertainty and volatility, as we had previously warned. Gross margin fell 2.2 percentage points to 0.24%.

Administrative expenses rose by S\$0.55 million to S\$0.58 million due mainly to one-off expenses incurred and accrued in relation to evaluation of acquisition targets and execution of business diversification plans including preparation, printing and mailing of shareholder's circulars.

Finance cost fell by S\$0.08 million to S\$0.01 million as a result of lower borrowings following the completion of the Debt Capitalisation Exercise in February 2018.

Other income comprised of net foreign exchange gain as US\$ strengthened against our reporting currency in S\$ for 4Q18. There was a significant other income derived from gain on disposal of subsidiaries and waiver of debts (as part of the previous debts restructuring exercise) of approximately S\$0.84 million (net, in aggregate) as recorded in FY2017.

Given the above, the Group reported a loss after income tax ("Net Loss") of S\$0.56 million for 4Q18. Taking into consideration of the additional administrative expenses incurred for building up trading and procurement base in China under the former management's plan (which were mainly incurred in 1H2018) and in the absence of the said non-recurring other income derived mainly from the previous debts restructuring exercise (as recorded in FY2017), the Group reported a Net Loss of S\$0.64 million for FY2018.

**(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

**Review of Financial Position (31 December 2018 vs 31 December 2017)**

Trade receivables fell by S\$4.82 million to S\$2.93 million on the back of lower trading revenues.

Other receivables, which comprised mainly of prepayments and deposits, rose to S\$0.091 million due mainly to rental deposits and cash deposits for commodities trading account.

Trade payables fell by S\$4.43 million to S\$2.43 million as a result of lower trade purchases.

Other payables, despite higher accrued operating expenses, fell by S\$0.42 million to S\$0.83 million due mainly to payments of non-trade supplies.

Both trade receivables and trade payables are related to the trading of metal products by our subsidiary, Asiapac Recycling Pte Ltd (“Asiapac Recycling”).

Borrowings fell sharply by S\$12.7 million to S\$0.2 million on completion of the Debts Capitalisation Exercise.

**Shareholders’ Equity (31 December 2018 vs 31 December 2017)**

Upon completion of the Debt Capitalisation Exercise, issued share capital rose by S\$13.1 million to S\$209.6 million and Total Equity, after accounting for current year results, improved to negative S\$0.29 million as at 31 December 2018 from negative S\$12.8 million as at 31 December 2017.

Note: The Debt Capitalisation Exercise was completed on 27 February 2018.

**Review of Cash Flows (for 4Q18)**

Net cash used in operating activities was S\$0.12 million after accounting for (i) working capital for the trading business and corporate functions; and (ii) interest payment.

Net cash used in financing activities was S\$0.8 million due mainly to the repayment of short-term loan by our operating subsidiary, Asiapac Recycling, net of other loan proceeds.

As a result of the above, cash and bank balances fell by S\$0.9 million to S\$0.14 million as at 31 December 2018.

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

The Group had previously warned about uncertainty in the global economic conditions and the risk of China-US trade war, which might affect the trading business and mentioned that it would trade with caution. The Group reported a Net Loss of S\$0.56 million for 4Q18 and a Net Loss of S\$0.64 million for FY2018 on the back of lower trading revenues and in the absence of non-recurring other income derived from gain on disposal of subsidiaries and waiver of debts (as recorded in FY2017).

The Group had also issued a financial performance guidance guiding that the Group would report a Net Loss for FY2018 given (i) lower trading sales and (ii) one-off operating expenses incurred and accrued for the execution of business diversification strategies.

**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.**

As previously guided, the commodities markets remain volatile with renewed uncertainty given the US-China trade tension and more recently, slowing economic growth in China. To a larger extent, the supply-side structural reform and stringent environmental compliance in China have also fragmented certain upstream industries, thereby affecting related prices and demand as well. This explains why we have recently scaled down our commodities trading as cautioned and to diversify as planned.

As disclosed and announced, significant corporate developments following the appointment of new Executive Chairman and CEO on 24 July 2018 were as follows:

- On 20 August 2018, we signed a non-binding letter with the Tokyo-Stock Exchange listed Dai-Dan Co., Ltd and the Singapore-based N&T Engineering Pte Limited (“N&T”) to jointly explore business opportunities relating to mechanical and electrical engineering (“M&E”) projects specifically for mission critical facilities and infrastructure (“MCFI”);
- On 7 November 2018, we announced our intention to diversify into new businesses of M&E and infrastructure engineering, which could also potentially support smart facilities management and smart city applications. In doing so, we have evaluated acquisition targets, explored joint venture opportunities and discussed on strategic collaboration structure. Given our new strategic directions, we proposed to change our name to Citicode Ltd;
- On 29 January 2019, we announced that we would acquire 40% of N&T and 100% of N&T Smart (N&T Group is a M&E specialist for MCFI and smart city system) for up to S\$3.5 million which we shall pay in new shares at \$0.001 each. We further updated in our press release that we hope to set up a commercial eco-system such that we could potentially participate, operate, manage and fund specialised M&E projects of larger scale, in an integrated manner and under the smart city initiatives; and
- On 12 February 2019, we received shareholders’ approval on the proposed business diversification under the new company name, Citicode Ltd.

The above key developments aim to stage a turnaround for the Company as part of our corporate transformation plans. We will continue to update shareholders and potential investors if there is a material development of our key strategies in due course.

**11. Dividend**

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

Any dividend declared for the current financial period reported on?

No.

**(b) Corresponding period of immediately preceding financial year**

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

No.

**(c) Date payable**

Not applicable.

**(d) Books 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 as the Group currently does not have profits available for the declaration of a dividend.

**13. If the Group has obtained a general mandate from shareholders for Interested Persons Transactions (“IPT”), 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 Group did not obtain a general mandate from its shareholders for IPTs. There were no IPT transactions which required approval under the general mandate for the year under review.

**14. Negative Confirmation pursuant to Rule 705(5) of the Listing Manual.**

To the best knowledge of the Board of Directors, nothing material has come to the attention of the Board of Directors which may render the unaudited financial statement of the Group and the Company for the financial year ended 2018 to be false or misleading in any material aspect.

**15. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).**

The Company confirmed that it has procured undertakings from all its directors and executive officer (in the format set out in Appendix 7.7) under Rule 720 (1) of the listing manual.

**16. 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 preceding year.**

	Trading		Corporate		Per Consolidation	
	FY2018	FY2017	FY2018	FY2017	FY2018	FY2017
<b>Revenue</b>						
Inter-segment	-	-	-	-	-	-
External customers	54,977	79,692	-	-	54,977	79,692
Total revenue	<u>54,977</u>	<u>79,692</u>	<u>-</u>	<u>-</u>	<u>54,977</u>	<u>79,692</u>
<b>Segment Profit/(Loss)</b>	<u>548</u>	<u>1,485</u>	<u>(1,185)</u>	<u>23</u>	<u>(637)</u>	<u>1,508</u>

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

Geographical segments have not been presented as the trading business operates predominantly in Greater China.

18. A breakdown of sales

	Group		% increase/ (decrease)
	FY2018 S\$'000	FY2017 S\$'000	
(a) Sales reported for first half year	35,244	36,230	(3%)
(b) Operating profit/loss after tax before deducting minority interests reported for first half year	158	1,135	(86%)
(c) Sales reported for second half year	19,733	43,462	(55%)
(d) Operating (loss)/profit after tax before deducting minority interests reported for second half year	(795)	373	(313%)

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

	Latest full year FY2018 S\$'000	Previous full year FY2017 S\$'000
Ordinary	-	-
Preference	-	-
Total	-	-

20. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Pursuant to Rule 704(13) of the SGX-ST Listing Manual, the Company wishes to inform that none of the persons occupying a managerial position in the Company or any of its principal subsidiaries is related to a Director or Chief Executive Officer of Substantial Shareholder of the Company as at 31 December 2018.

**BY ORDER OF THE BOARD**

**Teh Wing Kwan**  
**Executive Chairman and Chief Executive Officer**  
**1 March 2019**