

JEP HOLDINGS LTD.

(the “Company”)

(Registration No. 199401749E)

(Incorporated in the Republic of Singapore on 12 March 1994)

Unaudited Half Year Financial Statements for the Period Ended 30 June 2018

PART I - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS ANNOUNCEMENTS

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

	Half Year Ended 30 June 2018	Half Year Ended 30 June 2017	Incr/(Decr)
	S\$'000	S\$'000	%
	(Unaudited)	(Unaudited)	
Revenue	43,643	39,488	10.5%
Cost of sales	(39,097)	(35,999)	8.6%
Gross profit	4,546	3,489	30.3%
Other operating income	738	983	-24.9%
Selling and distribution expenses	(1,106)	(1,109)	-0.3%
Administrative expenses	(3,773)	(3,079)	22.5%
Finance costs	(751)	(563)	33.4%
Loss before tax	(346)	(279)	24.0%
Income tax credit	18	24	-25.0%
Loss for the period, net of tax	(328)	(255)	28.6%
Other comprehensive income			
Currency translation differences	1	*	N.M.
Total comprehensive loss for the period	(327)	(255)	28.2%
(Loss) Profit attributable to :			
Owners of the Company	(192)	10	N.M.
Non-controlling interests	(136)	(265)	-48.7%
	(328)	(255)	28.6%
Total comprehensive (loss) income attributable to :			
Owners of the Company	(191)	10	N.M.
Non-controlling interests	(136)	(265)	-48.7%
	(327)	(255)	28.2%

N.M. = not meaningful

* Represents amount less than \$1,000

1(a)(ii) Notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year:

Profit/(loss) before tax from operations is derived after charging/(crediting) the following:

The Group	Half Year Ended 30 June 2018 S\$'000	Half Year Ended 30 June 2017 S\$'000	Incr/(Decr) %
Amortisation of intangible assets	62	381	-83.7%
Gain on disposal of property, plant and equipment	-	(107)	-100.0%
Amortisation of gain on sale & leaseback	-	(265)	-100.0%
Foreign exchange loss	339	79	329.1%
Interest expense	751	563	33.4%
Depreciation of property, plant and equipment	2,917	2,700	8.0%

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.

	The Group		The Company	
	As at 30 June 2018 S\$'000 (Unaudited)	As at 31 Dec 2017 S\$'000 (audited)	As at 30 June 2018 S\$'000 (Unaudited)	As at 31 Dec 2017 S\$'000 (audited)
ASSETS				
Non-current assets				
Property, plant and equipment	53,051	54,056	24	22
Investment in subsidiaries	-	-	50,637	50,637
Goodwill on consolidation	17,542	17,542	-	-
Intangible assets	389	450	-	-
Amount due from subsidiaries	-	-	5,000	5,000
Other assets	-	48	-	48
Other receivables	-	649	-	-
Deferred tax assets	162	160	73	160
Total non-current assets	71,144	72,905	55,734	55,867
Current assets				
Inventories	10,696	13,775	-	-
Trade receivables	19,764	20,618	-	-
Other receivables	4,066	3,634	5	19
Amount due from subsidiaries	-	-	3,106	1,700
Cash and bank balances	5,551	6,196	1,408	2,046
	40,077	44,223	4,519	3,765
Assets of disposal group classified as held for sale	39	38	-	-
Total current assets	40,116	44,261	4,519	3,765
Total assets	111,260	117,166	60,253	59,632
LIABILITIES AND EQUITY				
Current liabilities				
Trade payables	7,950	10,707	-	-
Other payables and accruals	5,726	5,759	2,141	284
Amount due to a subsidiaries	-	-	475	1,006
Obligations under finance leases	1,884	1,850	-	-
Loans and borrowings	13,288	14,323	-	-
Contingent consideration and provision	-	2,000	-	2,000
Total current liabilities	28,848	34,639	2,616	3,290
Non-current liabilities				
Obligations under finance leases	5,140	5,706	-	-
Loans and borrowings	26,701	27,498	-	-
Deferred tax liabilities	462	478	-	-
Total non-current liabilities	32,303	33,682	-	-
Capital, reserves and non-controlling interests				
Share capital	46,809	45,218	46,809	45,218
Capital reserve	497	252	497	252
Warrants reserve	373	618	373	618
Retained profits	1,159	1,351	9,958	10,254
Translation reserve	(193)	(194)	-	-
Equity attributable to owners of the Company	48,645	47,245	57,637	56,342
Non-controlling interests	1,464	1,600	-	-
Total equity	50,109	48,845	57,637	56,342
Total liabilities and equity	111,260	117,166	60,253	59,632

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

(A) the amount repayable in one year or less, or on demand:

As at 30 June 2018		As at 31 Dec 2017	
S\$'000		S\$'000	
Secured	Unsecured	Secured	Unsecured
15,172	-	16,173	-

(B) the amount repayable after one year:

As at 30 June 2018		As at 31 Dec 2017	
S\$'000		S\$'000	
Secured	Unsecured	Secured	Unsecured
31,841	-	33,204	-

(C) details of any collaterals.

As at 30 June 2018 the Group's finance leases and bank term loans are secured as follows:

- 1) Finance leases amounting to S\$7.0 million (31 December 2017: S\$7.6 million) are secured by the Group's production equipment.
- 2) Bank term loan amounting to S\$40.0 million (31 December 2017: S\$41.8 million) are secured by the property, plant and equipment of subsidiaries.

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.

	Half Year Ended 30 June 2018 S\$'000	Half Year Ended 30 June 2017 S\$'000
Operating Activities		
Loss before income tax	(346)	(279)
Adjustments for:		
Depreciation of property, plant and equipment	2,917	2,700
Amortisation of intangible assets	62	381
Gain on disposal of property, plant and equipment	*	(107)
Amortisation of gain on sale & leaseback	-	(265)
Property, plant and equipment written off	1	7
Club membership written off	48	-
Reversal for impairment of trade receivables	-	(9)
Provision for slowing stock	1,078	-
Unrealised foreign exchange loss (gain)	341	(87)
Interest income	(1)	*
Interest expense	751	563
Operating cash flows before movements in working capital	4,851	2,904
Inventories	2,000	603
Trade and other receivables	1,544	(556)
Trade and other payables	(4,457)	(400)
Cash generated from operations	3,938	2,551
Interest expense paid	(751)	(559)
Interest income received	1	*
Income tax paid	-	(31)
Net cash generated from operating activities	3,188	1,961
Investing activities		
Payment of contingent consideration	-	(1,000)
Purchase of property, plant and equipment	(2,172)	(2,257)
Proceeds from disposal of property, plant and equipment	*	131
Net cash used in investing activities	(2,172)	(3,126)
Financing activities		
Proceeds from issue of ordinary shares	1,591	3
Repayment of finance leases	(982)	(422)
Proceeds from bank loans	7,646	10,696
Repayment of bank loans	(9,916)	(12,358)
Dividends paid to shareholders	-	(436)
Net cash used in financing activities	(1,661)	(2,517)
Net decrease in cash and bank balances	(645)	(3,682)
Effect of exchange rate changes	1	*
Cash and bank balances at beginning of period	6,234	8,028
Cash and bank balances at end of period	5,590	4,346

* Represents amount less than \$1,000

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.

The Group	Share capital S\$'000	Warrants reserve S\$'000	Capital reserve S\$'000	Translation reserve S\$'000	Retained profits S\$'000	Total attributable to equity holders of the Company S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
Balance as at 1 January 2017	45,186	623	247	(194)	962	46,824	2,242	49,066
Net profit (loss) for the period	-	-	-	-	825	825	(642)	183
Currency translation differences	-	-	-	*	-	*	*	*
Total comprehensive income (loss) for the period	-	-	-	-	825	825	(642)	183
Dividend declared and paid	-	-	-	-	(436)	(436)	-	(436)
Issue of new ordinary shares	32	(5)	5	-	-	32	-	32
Balance as at 31 December 2017	45,218	618	252	(194)	1,351	47,245	1,600	48,845
Balance as at 1 January 2018	45,218	618	252	(194)	1,351	47,245	1,600	48,845
Net loss for the period	-	-	-	-	(192)	(192)	(136)	(328)
Currency translation differences	-	-	-	1	-	1	-	1
Total comprehensive loss for the period	-	-	-	1	(192)	(191)	(136)	(327)
Issue of new ordinary shares	1,591	(245)	245	-	-	1,591	-	1,591
Balance as at 30 June 2018	46,809	373	497	(193)	1,159	48,645	1,464	50,109

* Represents amount less than \$1,000

The Company	Share capital S\$'000	Warrants reserve S\$'000	Capital reserve S\$'000	Retained profits S\$'000	Total equity S\$'000
Balance as at 1 January 2017	45,186	623	247	8,575	54,631
Total comprehensive income for the period	-	-	-	2,115	2,115
Dividend declared and paid	-	-	-	(436)	(436)
Issue of new ordinary shares	32	(5)	5	-	32
Balance as at 31 December 2017	45,218	618	252	10,254	56,342
Balance as at 1 January 2018	45,218	618	252	10,254	56,342
Total comprehensive loss for the period	-	-	-	(296)	(296)
Issue of new ordinary shares	1,591	(245)	245	-	1,591
Balance as at 30 June 2018	46,809	373	497	9,958	57,637

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.

On 21 May 2018, adjusted warrants arising from the adjustments to the warrants on the basis that four (4) warrants have been consolidated into one (1) adjusted warrant. The figures for corresponding period of the immediately preceding financial year have been adjusted to reflect the effect of Share Consolidation and Warrants Adjustment during the current financial period.

Subsequent to 31 December 2017, 19,889,356 warrants were exercised at S\$0.08 each pursuant to the Rights cum Warrants Issue. As at 30 June 2018, there were outstanding warrants of 30,308,532 (31 December 2017: 50,197,888) for conversion into ordinary shares.

The Company did not have any treasury shares as at 30 June 2018 and 31 December 2017.

Share Capital	Number of Shares	S\$
Share capital as at 31 December 2017	1,455,358,471	45,217,682
<i>Restated share capital as at 31 December 2017, after Share Consolidation</i>	363,839,617	45,217,682
Issuance of new ordinary shares pursuant to Rights cum Warrants Issue	19,889,356	1,591,150
Share capital as at 30 June 2018	383,728,973	46,808,832

Warrants	Number of Warrants	S\$
Warrants as at 31 December 2017	200,791,699	617,821
<i>Restated warrants as at 31 December 2017, after Warrants Adjustment</i>	50,197,888	617,821
Exercised during the period	(19,889,356)	(244,792)
Warrants as at 30 June 2018	30,308,532	373,029

As at 30 June 2018, the maximum number of ordinary shares that may be issued upon full conversion of all free-detachable warrants of the Company is 30,308,532 ordinary shares (31 December 2017: 50,197,888, *restated warrants as at 31 December 2017 after Warrants Adjustment*).

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.

The total number of issued shares excluding treasury shares as at 30 June 2018 was 383,728,973 shares (31 December 2017: 363,839,617 shares, *restated share capital as at 31 December 2017 after Share Consolidation*).

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 were no sales, transfers, cancellation and/or use of treasury shares as at 30 June 2018.

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.

There are no subsidiary holdings during and as at 30 June 2018.

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

The figures have not been audited nor reviewed by our auditors.

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 will be adopting Singapore Financial Reporting Standards (International) ("SFRS(I)") for the first time for the financial year ending 31 December 2018. SFRS(I) 1 First-time Adoption of SFRS(I) will be applied for the first set of SFRS(I) financial statements. 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 ending 31 December 2018 are expected to be 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 ending 31 December 2018.

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.

The Group	30 June 2018	30 June 2017
i) based on the weighted average number of ordinary shares in issue, and	(0.051) cents	0.003 cents
ii) on a fully diluted basis	(0.046) cents	0.002 cents
Weighted average number of ordinary shares in issue:		
- Basic	373,811,766	363,443,926
- Diluted	414,037,505	414,037,505

Note:

The comparative basic and diluted earnings per share have been adjusted to reflect the effect of Share Consolidation and Warrants Adjustment.

Basic earnings/(loss) per share is computed by dividing net loss for the period of S\$191,489 (2017: net profit of S\$10,002) by the weighted average number of 373,811,766 shares (2017:363,443,926 shares) in issue during the period.

Diluted earnings/(loss) per share is computed by dividing net loss for the period of S\$191,489 ((2017: net profit of S\$10,002) by the weighted average number of 373,811,766 shares (2017:363,443,926) in issue during the period.

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.**

	The Group		The Company	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
Net assets value, net of non-controlling interests (S\$)	48,644,544	47,244,659	57,636,268	56,342,003
Net assets per ordinary share at end of the period	12.7 cents	13.0 cents	15.0 cents	15.5 cents

Note:

The comparative net asset value per ordinary share has been adjusted to reflect the effect of Share Consolidation.

Net assets per ordinary share based on number of issued 383,728,973 ordinary shares (excluding treasury shares) as at 30 June 2018 (363,839,617 ordinary shares (excluding treasury shares) as at 31 December 2017).

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**

Revenue and cost of sales

The Group revenue increased 10.5% from S\$39.5million in 1H 2017 to S\$43.6 million in 1H 2018. The increase was primarily underpinned by the higher revenue generated from precision machining of S\$3.1 million and equipment manufacturing of S\$1.6 million which were partially offset by lower revenue from trading and others segment of S\$0.6 million.

Cost of sales increased by 8.6% or S\$3.1 million from S\$36.0 million in 1H 2017 to S\$39.1 million in 1H 2018. The increase in cost of sales was in line with the increase in revenue from precision machining, and equipment manufacturing business segments. In 1H 2018, the Group had made a provision of S\$1.1 million for slow moving inventory.

The Group gross profit increased by 30.3% or S\$1.0 million, from S\$3.5 million in 1H 2017 to S\$4.5 million in 1H 2018. The gross margin was improved to 10.4% in 1H 2018 from 8.8% in 1H 2017. The increase was primarily due to higher gross profit generated from the precision machining business segment.

Selling and Distribution expenses

Selling expenses mainly comprise staff costs of our sales and marketing staff, outward freight, travelling and marketing expenses, and other related expenses. Compared with 1H 2017, selling and distribution expenses for 1H 2018 was remained relatively constant at S\$1.1 million.

Administrative expenses

Administrative expenses mainly comprise of staff costs, Directors' fee and compensation, depreciation charge in relation to non-production assets, amortization of intangible assets, professional fees, foreign exchange and other office expenses.

Administrative expenses increased by S\$0.7 million or 22.5%, from S\$3.1 million in 1H 2017 to S\$3.8 million in 1H 2018, mainly due to early retirement packages of S\$0.5 million paid to the former executive chairman, forex losses of S\$0.3 million in 1H 2018 from borrowings and finance leases denominated in United States Dollar ("USD") and Japanese Yen ("Yen").

Finance costs

Finance costs increased S\$0.2 million from S\$0.6 million in 1H 2017 to S\$0.8 million in 1H 2018, mainly due to an increase in borrowings and finance leases and corresponding increase in the cost of finance.

Income tax credit

The Group recorded a total income tax credit of S\$0.02 million on loss before tax of S\$0.3 million in 1H 2018. This was mainly due to tax credit arising from the origination and reversal of temporary differences.

Group Performance

Note: all figures rounded to the nearest single decimal point. Any discrepancies between the listed amounts and the totals thereof are due to rounding.

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

Non-current assets

Property, plant and equipment carrying amount decreased by S\$1.0 million from S\$54.1 million as at 31 December 2017 to S\$53.1 million as at 30 June 2018. This decrease was after additions of S\$1.9 million and depreciation charge of \$2.9 million in 1H 2018.

Intangible assets decreased by S\$0.1 million from S\$0.5 million as at 31 December 2017 to S\$0.4 million as at 30 June 2018. The decrease was due mainly to amortisation costs incurred in 1H 2018.

Non-current other receivables comprised of government grants to be received in relation to Productivity and Value Enhancement Scheme (PAVES) and Technology Innovation under Capability Development Grant (CGD) was reclassified to Current Asset - Other Receivables in 1H 2018.

Trade and other receivables

Trade and other receivables decreased by S\$0.5 million from S\$24.3 million in 1H 2017 to S\$23.8 million in 1H 2018. The reduction was mainly due to fluctuations arising from timing of payments made by customers.

Trade and other payables

Trade and other payables decreased by S\$2.8 million, from S\$16.5 million as at 31 December 2017 to S\$13.7 million as at 30 June 2018. This reduction was mainly due to fluctuation arising from timing of payments made to creditors and partially offset by consideration payable in respect of the acquisition of JEP Industrades Pte Ltd in end August 2015 of S\$2.0 million.

Obligation under finance lease

The Group's total obligation under finance lease decreased by S\$0.6 million from S\$7.6 million as at 31 December 2017 to S\$7.0 million as at 30 June 2018. This was due to new finance lease of S\$0.2 million for a new machine and forex translation losses of S\$0.2 million before offsetting with the repayment of S\$1.0 million in 1H 2018.

Loan and borrowings

The Group's total loans and borrowings reduced by S\$1.8 million from S\$41.8 million as at 31 December 2017 to S\$40.0 million as at 30 June 2018. In 1H 2018, the final drawdown 10-year term loan of S\$0.5 million, this 10-year term loan was obtained to finance 80% of the construction costs of S\$25 million for the factory building situated at Seletar Aerospace park, with total drawdown amount of S\$20 million as at 30 June 2018 and S\$19.5 million as at 31 December 2017.

This was partially offset by the decrease in outstanding balance of revolving credit facilities of S\$1.4 million before offsetting forex translation losses of S\$0.4 million and repayment made for term loans of S\$1.3 million in 1H 2018.

Contingent consideration and provision

Contingent consideration and provision of S\$2.0 million in respect of the acquisition of JEP Industrades Pte Ltd in end August 2015 has been crystallized and reclassified to Other Payables and Accruals in 1H 2018.

Deferred tax liabilities

Deferred tax liabilities remain relatively constant at S\$0.5 million.

Statement of cash flows of the Group

Net cash generated from operating activities of S\$3.2 million in 1H 2018 was mainly due to the improvement in cash generated before movement in working capital by S\$2.0 million compared to 1H 2017.

Net cash used in investing activities amounted to S\$2.2 million in 1H 2018 compared to S\$3.1 million which comprised of payment of contingent consideration of S\$1.0 million in respect of the acquisition of JEP Industrades Pte Ltd in end August 2015, and payments for the additions of property, plant and equipment of S\$2.3 million in 1H 2017.

Net cash used in financing activities amounted to S\$1.7 million in 1H 2018. This was mainly due to net borrowing repayment of S\$2.3 million and finance lease repayment of S\$1.0 million which was partially offset with proceeds from issue of share capital of S\$1.6 million in 1H 2018.

The utilisation of the net proceeds from the Rights cum Warrants Issue amounted to S\$7.0 million as at 30 June 2018 for the SAP factory building and general working capital purposes, which is in accordance with the stated uses and the percentages allocated in the Offer Information Statement dated 29 November 2016.

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

Nil.

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.

Aerospace segment is expected to continue as the mainstream of the Group's revenue. Strong growth¹ in the demand for air travel with year-over-year growth averaging 6.5% especially from emerging markets, and continued increase in passenger travel demand contributing to expected growth in production rates for next-generation commercial aircrafts.

Oil and gas segment remains challenging and uncertainty despite oil price has risen substantially in recent months. The Group is vigilant to positive developments in this segment and the Group has recently received several requests for quotations from existing customers.

Equipment manufacturing segment, the Group remains optimistic with the global semiconductor industry. *"Total global fab tool spending will increase 9 percent to reach more than \$62 billion this year, according to the latest forecast from the SEMI, the global industry association serving the manufacturing supply chain for the electronics industry. Spending on tools is an industrial wide forecast to rise an additional 5 percent in 2019, which would mark the fourth straight year of spending increases"*².

The Group will continue to monitor the market closely to capitalise on available opportunities. To capture the potential business opportunities, the Group will implement some initiatives to improve its operational efficiency and productivity, enhancing its competitiveness and increasing its market share in global machining markets.

Sources:

1. "Boeing company current market outlook (2018-2038), Global demand from new aircraft production over the next 20 years is estimated to be 42,000".
2. "Chip Equipment Sales Remain Strong, SEMI (March 28, 2018)".

11. If a decision regarding dividend has been made:

(a) Whether an interim (final) ordinary dividend has been declared (recommended): and

None

**(b) Corresponding Period of the immediately preceding financial year
Any dividend declared for the corresponding period of the immediately preceding financial year?**

None

(c) Date payable

Not applicable

(e) The date on which Registrable Transfers received by the Company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable

12. If no dividend has been declared (recommended), a statement to that effect.

No dividend has been declared or recommended for the 6 months period ended 30 June 2018.

13. If the group has obtained a general mandate from the 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 Group has not obtained a general mandate from its shareholders for IPTs.

As shown in the table below, the aggregate value of all interested person transaction during the period was approximately 0.9% of the group's latest audited net tangible assets as at 31 December 2017.

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$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)
	30 June 2018	30 June 2018
UMS Holdings Limited & its subsidiaries	S\$215,788	-

14. 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 confirmed that it has procured undertakings from all of its directors and executive officers in the format set out in Appendix 7H under Rule 720(1) of the Catalist Rules.

15. Confirmation by the Board Pursuant to Rule 705(5)

The Directors of the Company hereby confirm, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the Group's financial statements for the half-year ended 30 June 2018 to be false or misleading in any material respect.

On behalf of the Board of Directors

Name: Andy Luong
Designation: Executive Chairman
and acting Chief Executive Officer

Name: Zee Hoong Huay
Designation: Executive Director

Date: 7 August 2018

BY ORDER OF THE BOARD

Andy Luong
Executive Chairman and acting Chief Executive Officer
7 August 2018

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*The details of the contact person for the Sponsor are:
Name: Mr. Shervyn Essex (Registered Professional, RHT Capital Pte. Ltd.)
Address: 9 Raffles Place #29-01, Republic Plaza Tower 1, Singapore 048619
Telephone: 6381 6757*