

ISOTEAM LTD.

(Company Registration No. 201230294M)

UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 30 JUNE 2017

PART 1 INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

1(a) 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.

1(a)(i) Unaudited Consolidated Income Statement and Statement of Comprehensive Income for the Fourth Quarter ("4QFY2017) and Year Ended 30 June 2017 ("FY2017")

	Group				Group		
	Note	Three Months Ended		Change	Twelve Months Ended		Change
		30.06.17	30.06.16		30.06.17	30.06.16	
		(Unaudited)	(Unaudited)		(Unaudited)	(Audited)	
	\$'000	\$'000	%	\$'000	\$'000	%	
Income Statement							
Revenue		21,696	29,533	(26.5)	82,922	94,149	(11.9)
Cost of sales		(16,720)	(21,385)	(21.8)	(61,286)	(69,993)	(12.4)
Gross profit		4,976	8,148	(38.9)	21,636	24,156	(10.4)
Other income	(a)	904	504	79.4	2,662	1,926	38.2
Marketing and distribution expenses		(379)	(527)	(28.1)	(1,375)	(1,844)	(25.4)
General and administrative expenses		(4,588)	(4,053)	13.2	(15,083)	(12,067)	25.0
Finance costs		(143)	(135)	5.9	(493)	(383)	28.7
Other operating expenses		(91)	(526)	(82.7)	(352)	(1,497)	(76.5)
Profit before tax	(b)	697	3,411	(80.1)	6,995	10,291	(32.0)
Tax credit/(expense)		737	813	(9.3)	(260)	(709)	(63.3)
Profit for the period/year		1,416	4,224	(66.5)	6,735	9,582	(29.7)
Profit attributable to:							
Equity holders of the Company		1,378	4,113	(66.5)	6,447	9,227	(30.1)
Non-controlling interests		38	111	(65.8)	288	355	(18.9)
		1,416	4,224	(66.5)	6,735	9,582	(29.7)

"N/M" denotes Not Meaningful if % of change is more than 300%

	Group				Group			
	Note	Three Months Ended		Change	Twelve Months Ended		Change	
		30.06.17	30.06.16		30.06.17	30.06.16		
		(Unaudited)	(Unaudited)		(Unaudited)	(Audited)		
	\$'000	\$'000	%	\$'000	\$'000	%		
Statement of Comprehensive Income								
Profit for the period/year		1,416	4,224	(66.5)	6,735	9,582	(29.7)	
Other comprehensive income:								
<i>Items that may be reclassified subsequently to profit or loss:</i>								
Foreign currency translation gain		14	1	N/M	1	1	N/M	
Other comprehensive income for the period/year, net of tax		14	1	N/M	1	1	N/M	
Total comprehensive income for the period/year		1,430	4,225	(66.2)	6,736	9,583	(29.7)	
Total comprehensive income attributable to:								
Equity holders of the Company		1,388	4,114	(66.3)	6,454	9,228	(30.1)	
Non-controlling interests		42	111	(62.2)	282	355	(20.6)	
		1,430	4,225	(66.2)	6,736	9,583	(29.7)	

"N/M" denotes Not Meaningful if % of change is more than 300%

1(a)(ii) Notes to the Consolidated Income Statement and Statement of Comprehensive Income

		Group			Group		
		Three Months Ended			Twelve Months Ended		
		30.06.17	30.06.16	Change	30.06.17	30.06.16	Change
		(Unaudited)	(Unaudited)		(Unaudited)	(Audited)	
\$'000	\$'000	%	\$'000	\$'000	%		
(a)	<u>Other income</u>						
	Government grants	94	137	(31.4)	604	522	15.7
	Gain on disposal of property, plant and equipment	228	175	30.3	356	520	(31.5)
	Interest income	24	104	(76.9)	261	336	(22.3)
	Administrative income	54	6	N/M	266	41	N/M
	Foreign exchange gain	-	-	N/M	74	-	N/M
	Negative goodwill*	-	-	N/M	228	-	N/M
	Others	504	82	N/M	873	507	72.2
		904	504		2,662	1,926	
(b)	<u>Profit before tax</u>						
	This is arrived at after charging/(crediting):						
	Audit fees payable/paid to auditor of the Company	58	61	(4.9)	222	214	3.7
	Depreciation of property, plant and equipment	600	625	(4.0)	2,247	2,107	6.6
	Net gain on disposal of property, plant and equipment	(228)	(175)	30.3	(304)	(520)	(41.5)
	Property, plant and equipment written off	2	2	N/M	12	2	N/M
	Amortisation of intangible assets	437	527	(17.1)	1,585	1,498	5.8
	Amortisation of fair value adjustment on contract work-in-progress	-	157	(100.0)	140	1,104	(87.3)
	Bad debts written back	(11)	-	N/M	(53)	-	N/M
	Allowance for doubtful receivables	698	42	N/M	1,420	2	N/M
	Bad debts written off	22	19	15.8	33	25	32.0
	Inventory written off	36	-	N/M	36	-	N/M

"N/M" denotes Not Meaningful if % of change is more than 300%

* An independent valuer has been engaged for the purchase price allocation (PPA) exercise and the negative goodwill was based on the PPA report.

1(b) 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.

1(b)(i) Statements of Financial Position

	Group		Company	
	As at	As at	As at	As at
	30.06.17	30.06.16	30.06.17	30.06.16
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	\$'000	\$'000	\$'000	\$'000
Assets				
<u>Non-current assets</u>				
Property, plant and equipment	29,725	16,429	-	-
Intangible assets	4,650	2,243	-	-
Investment in subsidiaries	-	-	35,767	27,604
Goodwill	2,658	2,658	-	-
Other investments	6,462	1,477	5,000	-
	43,495	22,807	40,767	27,604
<u>Current assets</u>				
Due from customers for contract work-in progress	20,332	17,053	-	-
Other investments	-	984	-	-
Inventories	271	180	-	-
Intangible assets	-	77	-	-
Trade and other receivables	23,265	19,105	9,456	4,686
Cash and bank balances	14,830	34,148	1,303	7,158
Total current assets	58,698	71,547	10,759	11,844
Total assets	102,193	94,354	51,526	39,448
<u>Non-current liabilities</u>				
Bank borrowings	11,701	2,162	-	-
Finance lease liabilities	1,752	1,733	-	-
Other payable	600	-	600	-
Deferred tax liabilities	1,575	869	-	-
Total non-current liabilities	15,628	4,764	600	-
<u>Current liabilities</u>				
Due to customers for contract work-in-progress	2,371	8,638	-	-
Bank borrowings	6,408	4,131	3,179	1,209
Trade and other payables	17,887	21,410	3,991	3,415
Finance lease liabilities	972	792	-	-
Tax payables	158	707	-	-
Total current liabilities	27,796	35,678	7,170	4,624
Total liabilities	43,424	40,442	7,770	4,624
Net assets	58,769	53,912	43,756	34,824

	Group		Company	
	As at 30.06.17	As at 30.06.16	As at 30.06.17	As at 30.06.16
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	\$'000	\$'000	\$'000	\$'000
Share capital and reserves				
Share capital	29,618	29,618	29,618	29,618
Treasury shares	(562)	(373)	(562)	(373)
Accumulated profits	36,038	31,726	14,597	5,623
Foreign currency translation reserve	8	1	-	-
Merger reserve	(7,338)	(7,338)	-	-
Other reserve	(4)	(151)	103	(44)
Equity attributable to equity holders of the Company	57,760	53,483	43,756	34,824
Non-controlling interests	1,009	429	-	-
Total equity	58,769	53,912	43,756	34,824

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

	Group		Group	
	As at 30.06.17		As at 30.06.16	
	Secured	Unsecured	Secured	Unsecured
	\$'000	\$'000	\$'000	\$'000
Amount repayable in one year or less, or on demand	7,380	-	4,923	-
Amount repayable after one year	13,453	-	3,895	-
	20,833	-	8,818	-

Details of any collaterals

- (a) Bank borrowings amounting to \$2.1 million are secured by corporate guarantee from the Company, first fixed charge over receivable arising from invoice financed directly or indirectly over the account in which the receivable are deposited and charges over fixed deposits.
- (b) Bank borrowings amounting to \$3.2 million are secured by corporate guarantees from a subsidiary.
- (c) Bank borrowings amounting to \$10.6 million are secured by legal mortgage over the leasehold properties of a subsidiary, pledged fixed deposits and corporate guarantees from the Company.
- (d) Bank borrowings amounting to \$1.5 million are secured by legal mortgage over the leasehold properties of subsidiaries and corporate guarantees from the Company.
- (e) Bank borrowings amounting to \$0.7 million are secured by a legal mortgage over the leasehold property of a subsidiary and corporate guarantees from the Company.
- (f) Finance lease obligations of the Group amounting to \$2.7 million are secured by the rights to the leased equipment, machineries and motor vehicles. Certain directors of the Company have provided personal guarantees for certain of the finance lease liabilities.

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.

1(c)(i) Consolidated Statement of Cash Flows

	Note	Group		Group	
		Three Months Ended		Twelve Months Ended	
		30.06.17	30.06.16	30.06.17	30.06.16
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities					
Profit before income tax		679	3,411	6,995	10,291
Adjustment for: -					
Depreciation of property, plant and equipment		600	625	2,247	2,107
Net gain on disposal of property, plant and equipment		(228)	(175)	(304)	(520)
Property, plant and equipment written off		2	2	12	2
Amortisation of intangible assets		437	527	1,585	1,498
Amortisation of fair value adjustment on contract work-in-progress		-	157	140	1,104
Allowance for doubtful receivables		698	42	1,420	2
Bad debts written back		(11)	-	(53)	-
Bad debts written off		22	19	33	25
Inventory written off		36	-	36	-
Negative goodwill		-	-	(228)	-
Interest income		(24)	(104)	(261)	(336)
Interest expense		138	72	469	304
Operating cash flows before working capital changes		2,349	4,576	12,091	14,477
Contract work-in-progress		(3,374)	(1,922)	(7,638)	(2,462)
Inventories		(152)	(29)	(127)	(22)
Trade and other receivables		(463)	(4,420)	(2,831)	4,781
Trade and other payables		2,492	4,078	(5,673)	530
Cash generated from/ (used in) operations		852	2,283	(4,178)	17,304
Interest received		17	104	261	336
Interest paid		(139)	(83)	(469)	(298)
Tax refund/ (paid)		4	23	(1,153)	(1,735)
Net cash generated from / (used in) operating activities		734	2,327	(5,539)	15,607
Cash flows from investing activities					
Purchases of other investment		(5,000)	-	(5,000)	(2,067)
Purchases of property, plant and equipment	(A)	(13,243)	(2,487)	(14,400)	(7,229)
Capitalisation on deposit paid pursuant to acquisition of property		1,000	-	-	-
Proceeds from disposal of other investments		1,000	-	1,000	-
Proceeds from disposal of property, plant and equipment		13	419	508	1,002
Net cash outflow on acquisition of subsidiaries	(B)	-	-	(3,287)	(2,171)
Net cash used in investing activities		(16,230)	(2,068)	(21,179)	(10,465)

1(c)(i) Consolidated Statement of Cash Flows (Con't)

	Note	Group		Group	
		Three Months Ended		Twelve Months Ended	
		30.06.17	30.06.16	30.06.17	30.06.16
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		\$'000	\$'000	\$'000	\$'000
Cash flows from financing activities					
Dividend paid		-	-	(2,135)	(1,644)
Purchase of treasury shares		(234)	(71)	(1,626)	(1,966)
Capital contributed by non-controlling interest		-	7	298	7
Due from related parties (non-trade)		4	9	-	-
Fixed deposits pledged to banks		-	(1)	-	(191)
Fixed deposits released from pledge		50	-	550	-
Drawdown of bank borrowings		11,321	-	12,249	2,547
Repayment of bank borrowings		(228)	(353)	(702)	(1,486)
Repayment of finance lease		(251)	(250)	(952)	(725)
Net cash generated from / (used in) financing activities		10,662	(659)	7,682	(3,458)
Net (decrease) /increase in cash and cash equivalents		(4,834)	(400)	(19,037)	1,684
Cash and cash equivalents at beginning of financial period/ year		18,156	32,759	32,359	30,675
Cash and cash equivalents at end of financial period/ year		13,322	32,359	13,322	32,359

Note A

The Group acquired property, plant and equipment with an aggregate cost of \$15,129,000 (FY2016: \$9,068,000) and an increase in other payables of \$Nil (FY2016: \$39,000). The additions were by way of cash payments of \$4,348,000 (FY2016: \$7,229,000), finance lease of \$729,000 (FY2016: \$1,800,000) and bank borrowings of \$10,052,000 (FY2016: \$Nil).

The purchase of property, plant and equipment during the financial year was mainly for new corporate office amounting to \$12,974,000. The addition was by way of cash payments of \$2,922,000 and bank borrowings of \$10,052,000.

1(c)(i) Notes to the Consolidated Statement of Cash Flows (Con't)

Note B

	Group	
	Twelve Months Ended	
	30.06.17	30.06.16
	(Unaudited)	(Audited)
	\$'000	\$'000
Net cash outflows on acquisition of subsidiary		
Property, plant and equipment	632	231
Net amount due from/(to) customers for contract work in progress	2,048	358
Trade and other receivables	2,729	7,396
Cash and bank balances	388	229
Trade and other payables	(1,668)	(3,383)
Bank overdraft	-	(115)
Loans and borrowings	(308)	(2,260)
Income tax liabilities	(383)	(4)
Deferred tax liabilities	(666)	(373)
Total identifiable net assets at fair value	2,772	2,079
Fair value of intangible assets	3,915	1,694
Negative goodwill	(228)	175
Total purchase consideration:	6,459	3,948
Less non-cash consideration (share issuance)	(2,784)	(1,548)
Consideration settled in cash	3,675	2,400
Less cash and cash equivalents of subsidiary acquired	(388)	(229)
Net cash outflow on acquisition of subsidiary	3,287	2,171

1(c)(ii) Notes to the Consolidated Statement of Cash Flows

Cash and cash equivalents included in the consolidated statement of cash flows consist of the following: -

	Group		Group	
	Three Months Ended		Twelve Months Ended	
	30.06.17	30.06.16	30.06.17	30.06.16
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	\$'000	\$'000	\$'000	\$'000
Cash in hand and at bank	9,994	16,111	9,994	16,111
Fixed deposits	4,836	18,037	4,836	18,037
	14,830	34,148	14,830	34,148
Less: Fixed deposits pledged	(1,239)	(1,789)	(1,239)	(1,789)
Less: Bank overdrafts	(269)	-	(269)	-
	13,322	32,359	13,322	32,359

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.

Group	Attributable to equity holders of the Group								
	Share capital \$'000	Treasury shares \$'000	Merger reserve \$'000	Foreign Currency translation reserve \$'000	Other reserves \$'000	Accumulated Profits \$'000	Total \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance at 1 July 2015	29,618	-	(7,338)	-	(107)	24,143	46,316	67	46,383
Profit and total comprehensive income for the period	-	-	-	-	-	4,272	4,272	268	4,540
Contribution by and distributions to equity holders									
Dividend	-	-	-	-	-	(1,644)	(1,644)	-	(1,644)
	-	-	-	-	-	(1,644)	(1,644)	-	(1,644)
Balance at 31 December 2015	29,618	-	(7,338)	-	(107)	26,771	48,944	335	49,279
Profit and total comprehensive income for the period	-	-	-	-	-	842	842	(24)	818
Contribution by and distributions to equity holders									
Purchase of treasury shares	-	(1,895)	-	-	-	-	(1,895)	-	(1,895)
Treasury shares reissued pursuant to acquisition of a subsidiary	-	1,592	-	-	(44)	-	1,548	-	1,548
	-	(303)	-	-	(44)	-	(347)	-	(347)
Balance at 31 March 2016	29,618	(303)	(7,338)	-	(151)	27,613	49,439	311	49,750

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.

Group	Attributable to equity holders of the Group								
	Share capital \$'000	Treasury shares \$'000	Merger reserve \$'000	Foreign Currency translation reserve \$'000	Other reserves \$'000	Accumulated Profits \$'000	Total \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance at 1 April 2016	29,618	(303)	(7,338)	-	(151)	27,613	49,439	311	49,750
Profit for the period	-	-	-	-	-	4,113	4,113	111	4,224
Other comprehensive income									
Foreign currency translation loss	-	-	-	1	-	-	1	-	1
Other comprehensive income for the period, net of tax	-	-	-	1	-	-	1	-	1
Total comprehensive income for the period	-	-	-	1	-	4,113	4,114	111	4,225
Contribution by and distributions to equity holders									
Purchase of treasury shares	-	(71)	-	-	-	-	(71)	-	(71)
Treasury shares reissued pursuant to acquisition of a subsidiary	-	1	-	-	-	-	1	-	1
	-	(70)	-	-	-	-	(70)	-	(70)
Change in ownership interest in subsidiary									
Incorporation of a subsidiary	-	-	-	-	-	-	-	7	7
	-	-	-	-	-	-	-	7	7
Total transactions with equity holders of the Company	-	(70)	-	-	-	-	(70)	7	(63)
Balance at 30 June 2016	29,618	(373)	(7,338)	1	(151)	31,726	53,483	429	53,912

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. (Con't)

Group	Attributable to equity holders of the Group								
	Share capital \$'000	Treasury shares \$'000	Merger reserve \$'000	Foreign currency translation reserve \$'000	Other reserves \$'000	Accumulated profits \$'000	Total \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance at 1 July 2016	29,618	(373)	(7,338)	1	(151)	31,726	53,483	429	53,912
Profit for the period	-	-	-	-	-	4,068	4,068	178	4,246
Other comprehensive income									
Foreign currency translation loss	-	-	-	(7)	-	-	(7)	(7)	(14)
Other comprehensive income for the period, net of tax	-	-	-	(7)	-	-	(7)	(7)	(14)
Total comprehensive income for the period	-	-	-	(7)	-	4,068	4,061	171	4,232
Contribution by and distributions to equity holders									
Dividend	-	-	-	-	-	(2,135)	(2,135)	-	(2,135)
Purchase of treasury shares	-	(1,392)	-	-	-	-	(1,392)	-	(1,392)
	-	(1,392)	-	-	-	(2,135)	(3,527)	-	(3,527)
Change in ownership interest in subsidiary									
Incorporation of a subsidiary	-	-	-	-	-	-	-	298	298
	-	-	-	-	-	-	-	298	298
Total transactions with equity holders of the Company	-	(1,392)	-	-	-	(2,135)	(3,527)	298	(3,229)
Balance at 31 December 2016	29,618	(1,765)	(7,338)	(6)	(151)	33,659	54,017	898	54,915

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. (Con't)

Group	Attributable to equity holders of the Group								
	Share capital \$'000	Treasury shares \$'000	Merger reserve \$'000	Foreign currency translation reserve \$'000	Other reserves \$'000	Accumulated profits \$'000	Total \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance at 1 January 2017	29,618	(1,765)	(7,338)	(6)	(151)	33,659	54,017	898	54,915
Profit for the period	-	-	-	-	-	1,001	1,001	72	1,073
Other comprehensive income									
Foreign currency translation gain/(loss)	-	-	-	4	-	-	4	(3)	1
Other comprehensive income for the period, net of tax	-	-	-	4	-	-	4	(3)	1
Total comprehensive income for the period	-	-	-	4	-	1,001	1,005	69	1,074
Contribution by and distributions to equity holders									
Treasury share reissued pursuant to acquisition of a subsidiary	-	1,456	-	-	128	-	1,584	-	1,584
	-	1,456	-	-	128	-	1,584	-	1,584
Total transactions with equity holders of the Company	-	1,456	-	-	128	-	1,584	-	1,584
Balance at 31 March 2017	29,618	(309)	(7,338)	(2)	(23)	34,660	56,606	967	57,573

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. (Con't)

Group	Attributable to equity holders of the Group								
	Share capital \$'000	Treasury shares \$'000	Merger reserve \$'000	Foreign currency translation reserve \$'000	Other reserves \$'000	Accumulated profits \$'000	Total \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance at 1 April 2017	29,618	(309)	(7,338)	(2)	(23)	34,660	56,606	967	57,573
Profit for the period	-	-	-	-	-	1,378	1,378	38	1,416
Other comprehensive income									
Foreign currency translation gain/(loss)	-	-	-	10	-	-	10	4	14
Other comprehensive income for the period, net of tax	-	-	-	10	-	-	10	4	14
Total comprehensive income for the period	-	-	-	10	-	1,378	1,388	42	1,430
Contribution by and distributions to equity holders									
Purchase of treasury shares	-	(234)	-	-	-	-	(234)	-	(234)
Treasury share reissued pursuant to acquisition of a subsidiary	-	(19)	-	-	19	-	-	-	-
	-	(253)	-	-	19	-	(234)	-	(234)
Total transactions with equity holders of the Company	-	(253)	-	-	19	-	(234)	-	(234)
Balance at 30 June 2017	29,618	(562)	(7,338)	8	(4)	36,038	57,760	1,009	58,769

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. (Con't)

Attributable to equity holders of the Company

Company	Share Capital \$'000	Treasury shares \$'000	Merger reserve \$'000	Other reserves \$'000	Accumulated profits \$'000	Total \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance at 1 July 2015	29,618	-	-	-	2,623	32,241	-	32,241
Profit and total comprehensive income for the period	-	-	-	-	887	887	-	887
Contribution by and distributions to equity holders								
Dividend	-	-	-	-	(1,644)	(1,644)	-	(1,644)
	-	-	-	-	(1,644)	(1,644)	-	(1,644)
Balance at 31 December 2015	29,618	-	-	-	1,866	31,484	-	31,484
Profit and total comprehensive income for the period	-	-	-	-	305	305	-	305
Contribution by and distributions to equity holders								
Purchase of treasury shares	-	(1,895)	-	-	-	(1,895)	-	(1,895)
Treasury shares reissued pursuant to acquisition of a subsidiary	-	1,592	-	(44)	-	1,548	-	1,548
	-	(303)	-	(44)	-	(347)	-	(347)
Balance at 31 March 2016	29,618	(303)	-	(44)	2,171	31,442	-	31,442

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. (Con't)

Attributable to equity holders of the Company

Company	Share Capital \$'000	Treasury shares \$'000	Merger reserve \$'000	Other reserves \$'000	Accumulated profits \$'000	Total \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance at 1 April 2016	29,618	(303)	-	(44)	2,171	31,442	-	31,442
Profit and total comprehensive income for the period	-	-	-	-	3,452	3,452	-	3,452
Contribution by and distributions to equity holders								
Purchase of treasury shares	-	(70)	-	-	-	(70)	-	(70)
	-	(70)	-	-	-	(70)	-	(70)
Balance at 30 June 2016	29,618	(373)	-	(44)	5,623	34,824	-	34,824

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. (Con't)

Attributable to equity holders of the Company

Company	Share Capital \$'000	Treasury shares \$'000	Merger reserve \$'000	Other reserves \$'000	Accumulated profits \$'000	Total \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance at 1 July 2016	29,618	(373)	-	(44)	5,623	34,824	-	34,824
Profit and total comprehensive income for the period	-	-	-	-	5,811	5,811	-	5,811
Contribution by and distributions to equity holders								
Dividend	-	-	-	-	(2,135)	(2,135)	-	(2,135)
Purchase of treasury shares	-	(1,392)	-	-	-	(1,392)	-	(1,392)
	-	(1,392)	-	-	(2,135)	(3,527)	-	(3,527)
Balance at 31 December 2016	29,618	(1,765)	-	(44)	9,299	37,108	-	37,108
Profit and total comprehensive income for the period	-	-	-	-	5,877	5,877	-	5,877
Contribution by and distributions to equity holders								
Treasury shares reissued pursuant to acquisition of a subsidiary	-	1,456	-	128	-	1,584	-	1,584
	-	1,456	-	128	-	1,584	-	1,584
Balance at 31 March 2017	29,618	(309)	-	84	15,176	44,569	-	44,569

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. (Con't)

Attributable to equity holders of the Company

Company	Share Capital \$'000	Treasury shares \$'000	Merger reserve \$'000	Other reserves \$'000	Accumulated profits \$'000	Total \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance at 1 April 2017	29,618	(309)	-	84	15,176	44,569	-	44,569
Loss and total comprehensive income for the period	-	-	-	-	(579)	(579)	-	(579)
Contribution by and distributions to equity holders								
Treasury shares reissued pursuant to acquisition of a subsidiary	-	(19)	-	19	-	-	-	-
Purchase of treasury shares	-	(234)	-	-	-	(234)	-	(234)
	-	(253)	-	19	-	(234)	-	(234)
Balance at 30 June 2017	29,618	(562)	-	103	14,597	43,756	-	43,756

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.

	Financial Year 2017		Financial Year 2016	
	Issued Ordinary Shares (excluding Treasury Shares)	Treasury Shares	Issued Ordinary Shares (excluding Treasury Shares)	Treasury Shares
As at 1 July	284,665,956	1,200,634	142,933,295	-
Share buyback during the financial year	(4,190,900)	4,190,900	(3,680,000)	3,680,000
Treasury shares reissued pursuant to the acquisition of a subsidiary*	3,911,985	(3,911,985)	2,539,683	(2,539,683)
Bonus shares issued**	-	-	142,872,978	60,317
As at 30 June	284,387,041	1,479,549	284,665,956	1,200,634
Percentage (%) of treasury shares against total number of shares outstanding as at 30 June		0.5%		0.4%

* 3,911,985 treasury shares were transferred to the vendor of ISO-Integrated M&E Pte. Ltd. as part of consideration for the acquisition of a subsidiary on 19 January 2017. On 15 January 2016, 2,539,683 treasury shares were transferred to the vendor of ISOTeam TMG Pte. Ltd. as part consideration for the acquisition of a subsidiary on 15 January 2016.

** 142,933,295 bonus shares (comprising 142,872,978 new shares and 60,317 treasury shares) were allotted and issued on 29 February 2016 pursuant to the Company's 1-for-1 bonus issue exercise.

There were no subsidiary holdings and outstanding convertible instruments which may be converted to shares as at 30 June 2017 and 30 June 2016.

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.

	Company	
	As at 30.06.17	As at 30.06.16
Number of ordinary shares issued and fully paid	285,866,590	285,866,590
Treasury shares	(1,479,549)	(1,200,634)
Number of ordinary shares issued and fully paid (excluding treasury shares)	<u>284,387,041</u>	<u>284,665,956</u>

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.

3,911,985 treasury shares were transferred to the vendor of ISO-Integrated M&E Pte. Ltd. pursuant to the acquisition of the subsidiary during the year ended 30 June 2017. Subsequent to the aforementioned transfer, the number of treasury shares is 1,479,549.

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.

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 by the Company's auditor.

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

Not applicable.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation in the financial information for the current financial year as those used in the audited financial statements for the financial year ended 30 June 2016, except for the adoption of certain revised Financial Reporting Standards ("FRS") which are effective for the financial period commencing 1 July 2016. The adoption of these FRS has no material impact on the Group's financial information.

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 29 February 2016, the Company issued 142,933,295 ordinary shares pursuant to the bonus issue on the basis of one bonus share for every one existing ordinary shares. Following the issue of bonus shares, the aggregate number of issued shares excluding treasury shares increased from 142,933,295 to 284,665,956 shares. As a result, the number of ordinary shares used for the earning per share calculations has been adjusted retrospectively as required by FRS 33.

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.

Earnings per share ("EPS")	Group		Group	
	Three Months Ended		Twelve Months Ended	
	30.06.17	30.06.16 (Restated)	30.06.17	30.06.16 (Restated)
Profit attributable to equity holders of the Company (\$'000)	1,378	4,113	6,447	9,227
Weighted average number of ordinary shares ⁽¹⁾	284,810,405	284,665,956	284,205,736	285,746,788
Basic and diluted EPS based on weighted average number of ordinary shares (cents)⁽²⁾	0.48	1.44	2.27	3.23

Notes:

- (1) The calculation for the basic and diluted EPS for the respective financial years is based on the weighted average number of ordinary shares in issue during the financial years.
- (2) The basic and diluted EPS were the same as the Group did not have any potentially dilutive instruments for the respective financial years.

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.

Net asset value ("NAV")	Group		Company	
	As at 30.06.17	As at 30.06.16	As at 30.06.17	As at 30.06.16
NAV (\$'000)	57,760	53,483	43,756	34,824
Number of ordinary shares	284,387,041	284,665,956	284,387,041	284,665,956
NAV per ordinary share (cents)	20.31	18.79	15.39	12.23

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.

REVIEW OF FINANCIAL PERFORMANCE

Revenue	Group					Group				
	Three Months Ended					Twelve Months Ended				
	30.06.17		30.06.16		Change	30.06.17		30.06.16		Change
	\$'000	%	\$'000	%	%	\$'000	%	\$'000	%	%
R&R	5,884	27.1	7,999	27.1	(26.4)	20,900	25.2	40,248	42.8	(48.1)
A&A	8,817	40.6	9,268	31.3	(4.9)	32,385	39.0	24,390	25.9	32.8
C&P	2,979	13.8	5,695	19.3	(47.7)	14,317	17.3	11,750	12.5	21.8
Others ⁽¹⁾	4,016	18.5	6,571	22.3	(38.9)	15,320	18.5	17,761	18.8	(13.7)
	21,696	100.0	29,533	100.0	(26.5)	82,922	100.0	94,149	100.0	(11.9)

Note:

- (1) Others included revenue from commercial interior designs ("ID"), home retrofitting business, landscaping works, leasing service, waterproofing, green solutions business and mechanical & electrical engineering works.

Revenue

4QFY2017 vs 4QFY2016

The Group's revenue decreased by \$7.8 million or 26.5% from \$29.5 million in 4QFY2016 to \$21.7 million in 4QFY2017.

Revenue contribution from the Group's Repairs & Redecoration ("R&R") business segment decreased by \$2.1 million or 26.4% from \$8.0 million in 4QFY2016 to \$5.9 million in 4QFY2017, due to fewer projects available in the market.

Revenue contribution from the Group's Addition and Alteration ("A&A") business segment decreased by \$0.5 million or 4.9% from \$9.3 million in 4QFY2016 to \$8.8 million in 4QFY2017.

Revenue contribution from the Group's Coating and Painting ("C&P") business segment decreased by \$2.7 million or 47.7% from \$5.7 million in 4QFY2016 to \$3.0 million in 4QFY2017.

Revenue contribution from the Group's Others business segment decreased by \$2.6 million or 38.9% from \$6.6 million in 4QFY2016 to \$4.0 million in 4QFY2017.

FY2017 vs FY2016

Group revenue decreased by \$11.2 million or 11.9% from \$94.1 million in FY2016 to \$82.9 million in FY2017.

Revenue from the Group's R&R business decreased by \$19.3 million or 48.1% from \$40.2 million in FY2016 to \$20.9 million in FY2017, due to fewer projects available in the market.

Revenue contribution from the Group's A&A business segment increased by \$8.0 million or 32.8% from \$24.4 million in FY2016 to \$32.4 million in FY2017.

Revenue contribution from the Group's C&P business segment increased by \$2.5 million or 21.8% from \$11.8 million in FY2016 to \$14.3 million in FY2017.

Revenue contribution from the Group's Others business segment decreased by \$2.5 million or 13.7% from \$17.8 million in FY2016 to \$15.3 million in FY2017.

Gross profit and gross profit margin

4QFY2017 vs 4QFY2016 & FY2017 vs FY2016

The Group's gross profit decreased by \$3.1 million or 38.9% from \$8.1 million in 4QFY2016 to \$5.0 million in 4QFY2017 and decreased by \$2.6 million or 10.4% from \$24.2 million in FY2016 to \$21.6 million in FY2017. The decrease was mainly due to lower margin contributed by R&R and Others business segments.

Other income

4QFY2017 vs 4QFY2016

The Group's other income increased by \$0.4 million or 79.4% from \$0.5 million in 4QFY2016 to \$0.9 million in 4QFY2017. The increase was mainly due to increase in administrative income.

FY2017 vs FY2016

The Group's other income increased by \$0.8 million or 38.2% from \$1.9 million in FY2016 to \$2.7 million in FY2017. The increase was mainly attributable to increase in administrative charges and negative goodwill arising from acquisition of a subsidiary.

Marketing and distribution expenses

4QFY2017 vs 4QFY2016 & FY2017 vs FY2016

The Group's marketing and distribution expenses decreased by \$0.1 million or 28.1% from \$0.5 million in 4QFY2016 to \$0.4 million in 4QFY2017 and decreased by \$0.4 million or 25.4% from \$1.8 million in FY2016 to \$1.4 million in FY2017. The decrease was mainly due to depreciation and repair and upkeep expenses of motor vehicles.

General and administrative expenses

4QFY2017 vs 4QFY2016

The Group's general and administrative expenses increased by \$0.5 million or 13.2% from \$4.1 million in 4QFY2016 to \$4.6 million in 4QFY2017. The increase was mainly attributable to an increase in allowance for doubtful receivables for a customer under receivership.

FY2017 vs FY2016

The Group's general and administrative expenses increased by \$3.0 million or 25.0% from \$12.1 million in FY2016 to \$15.1 million in FY2017. The increase was mainly attributable to increase in staff costs for the acquisition of a new subsidiary and

incorporation of joint venture companies in Myanmar and Malaysia, allowance for doubtful receivables for a customer under receivership amounting to \$1.4 million and increase in overhead costs, which was incurred for expansion of business.

Finance costs

FY2017 vs FY2016

The Group's finance costs increased by \$0.1 million or 28.7% from \$0.4 million in FY2016 to \$0.5 million in FY2017. The increase was mainly attributable to interest incurred for utilisation of trust receipt and property loan for the purchase of corporate office.

Other operating expenses

4QFY2017 vs 4QFY2016 & FY2017 vs FY2016

The Group's other operating expenses decreased by \$0.4 million or 82.7% from \$0.5 million in 4QFY2016 to \$0.1 million in 4QFY2017 and decreased by \$1.1 million or 76.5% from \$1.5 million in FY2016 to \$0.4 million in FY2017. The decrease was mainly due to the decrease in amortisation of intangible assets arising from the acquisition of subsidiaries.

Profit before tax

4QFY2017 vs 4QFY2016 & FY2017 vs FY2016

As a result of the above, the Group recorded a profit before tax of \$0.7 million in 4QFY2017 and \$7.0 million in FY2017 as compared to a profit before tax of \$3.4 million in 4QFY2016 and \$10.3 million in FY2016.

Tax expenses

FY2017 vs FY2016

The Group's tax expenses decreased by \$0.4 million or 63.3% from \$0.7 million in FY2016 to \$0.3 million in FY2017. The decrease was mainly due to the decrease in income tax expenses after utilisation of tax subsidies schemes.

REVIEW OF FINANCIAL POSITION

Non-current assets

The Group's non-current assets increased by \$20.7 million or 90.8% from \$22.8 million as at 30 June 2016 to \$43.5 million as at 30 June 2017, mainly due to the purchase of corporate office amounting to \$13.0 million, the property, plant and equipment ("PPE") from newly acquired subsidiary, which were offset by the depreciation of PPE and disposal of PPE, increase in other investments and intangible assets arising from the acquisition of a new subsidiary, which was offset by amortisation of intangible assets.

Current assets

The decrease in current assets of \$12.8 million or 17.9% from \$71.5 million as at 30 June 2016 to \$58.7 million as at 30 June 2017 was attributed mainly due to the decrease in cash and bank balances and other investments, which was offset by increase in trade and other receivables, inventories and amounts due from customers for contract work-in-progress.

Non-current liabilities

The increase in non-current liabilities of \$10.8 million or 225.0% from \$4.8 million as at 30 June 2016 to \$15.6 million as at 30 June 2017 was mainly due to the increase of deferred tax liabilities, other payables and the drawdown of bank borrowings for the purchase of corporate office.

Current liabilities

The decrease in current liabilities of \$7.9 million or 22.1% from \$35.7 million as at 30 June 2016 to \$27.8 million as at 30 June 2017 was mainly due to the decrease in amounts due to customers for contract work-in-progress, trade and other payables and tax payables, which were offset by drawdown of bank borrowings and finance lease liabilities.

REVIEW OF STATEMENT OF CASH FLOWS

Net cash generated from/ (used in) operating activities

4QFY2017

Net cash generated from operating activities amounted to \$0.7 million which was mainly due to increase in operating cash flow before changes in working capital and trade and other payable which were offset by increase in contract work-in-progress, trade and other receivables, and inventories.

FY2017

Net cash used in operating activities amounted to \$5.5 million which was mainly due to increase in contract work-in-progress, trade and other receivables and inventories, decrease in trade and other payable which were offset by increase in operating cash flow before changes in working capital.

Net cash used in investing activities

4QFY2017

Net cash used in investing activities amounted to \$16.2 million, which was mainly due to the investment in security and the purchase of corporate office which were offset by the proceeds from disposal of other investments and capitalisation of deposit paid pursuant to purchase of corporate office.

FY2017

Net cash used in investing activities amounted to \$21.2 million, which was mainly due to the investment in security, the purchase of corporate office and net cash outflow on acquisition of a subsidiary which were offset by the proceeds from disposal of property, plant and equipment and proceeds from disposal of other investments.

Net cash generated from/ (used in) financing activities

4QFY2017

Net cash generated from financing activities of \$10.7 million was mainly due to drawdown of bank borrowings for the purchase of corporate office which was offset by purchase of treasury shares and repayment of finance lease and bank borrowings.

FY2017

Net cash generated from financing activities of \$7.7 million was mainly due to drawdown of bank borrowings for the purchase of corporate office, capital contributed by non-controlling interest and fixed deposit released from pledge which were offset by dividend payment, purchase of treasury shares, repayment of bank borrowings and finance lease.

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

No forecast or prospect statement has been previously disclosed to the 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 believes that it is well-positioned to tap into opportunities in the industries it operates in given its multi-disciplinary capabilities in the built environment which is supported by its proven track record in public sector projects and growing market share in private sector projects and regional expansion.

Looking ahead to FY2018, the Group believes that revenue will mainly be driven by awarded projects from its R&R and A&A segments as the Singapore government continues to invest in the renewal and rejuvenation of older estates through schemes such as the Estate Upgrading Programme and Home Improvement Programme. It expects to tap opportunities in the public sector and private sector through its various subsidiaries which have a longstanding and strong network of business relationships in these sectors. The Group also expects further growth from its C&P segment while some of the Group's newer products and services are also expected to gain traction in FY2018.

The Group entered into a cooperation agreement and also acquired a minority stake in Sunseap Group Pte. Ltd., ("Sunseap") one of the leading providers of clean energy solutions in Singapore with a presence in Asia-Pacific in May 2017. Supported by the Government's SolarNova Programme which calls for 350 MWp of solar power in Singapore by 2020, the Group believes that this investment will present opportunities. Under the cooperation agreement, Sunseap had agreed to award and engage the Group on certain public sector projects secured by them, including the installation works for potentially up to 425 blocks of HDB flats if further HDB projects are secured by Sunseap.

The Group is also rolling out the use of its eco product, Cockroaches and Odour ("CnO") Remover to other Town Councils, following its successful trial in Tampines estates. It is expected to enter the Singapore market in FY2018 and will add a new revenue stream for the Group.

In August 2017, the Group ventured into the bike sharing business in Singapore through SG Bike Pte. Ltd., a move which is aligned with its goal to offer environmentally green products and services to the built environment. The Group intends to leverage its existing human resources and fleet of vehicles to support Government initiatives that are promoting this environmentally cleaner mode of transport.

The Group expects market conditions in the next 12 months to remain challenging. Notwithstanding this, the Group believes its competitive advantages such as its established track record and multi-disciplinary capabilities in the built environment put ISOTeam in a strong competitive position. The Group is also in the process of relocating and consolidating all its business units at its new corporate headquarters in Changi, which will enhance the Group's overall cost and operational efficiencies as well as productivity levels.

The Group's order book as at 18 August 2017 stood at \$95.8 million which will be progressively delivered over the next two years.

11 Dividend

(a) Dividend declared (recommended) for the current financial year reported on

A final dividend has been recommended in respect of the current financial year ended 30 June 2017.

Name of dividend	Final (proposed)
Dividend type:	Cash
Dividend amount per ordinary share (cents):	0.65
Tax rate:	Tax exempt (1-Tier)

The Directors are pleased to propose a final tax-exempt (one-tier) dividend of 0.65 cent per ordinary share in respect of FY2017 for approval by shareholders at the forthcoming Annual General Meeting, amounting to \$1.8 million based on 284,387,041 ordinary shares.

(b) Dividend declared (recommended) for the corresponding period of the immediately preceding financial year

A final tax-exempt (one-tier) dividend of 0.75 cent per ordinary share was declared in respect of FY2016.

(c) Date payable

To be determined and announced at a later date.

(d) Books closure date

Notice will be given at a later date on the closure of the Share Transfer Books and Register of Members of the Company to determine shareholders' entitlement to the dividend.

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

Not applicable.

13 If the group has obtained a general mandate from shareholders for interested person transactions ("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 shareholders for IPTs pursuant to Rule 920(1)(a)(ii).

14 Confirmation by the Company Pursuant to Rule 720(1) of the Listing Manual of SGX-ST.

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7H) pursuant to Rule 720(1) of the Listing Manual of the SGX-ST.

15 **Segmented revenue and results for operating 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.**

FY 2017	R&R \$'000	A&A \$'000	C&P \$'000	Others \$'000	Total \$'000
Segment revenue	20,900	32,385	14,317	15,320	82,922
Segment profits	4,195	7,222	2,549	(1,899)	12,067
Depreciation and amortisation					(3,972)
Other non-cash expense					(868)
Interest income					261
Finance costs					(493)
Profit before tax					6,995
Segment assets	17,731	13,584	3,149	18,062	52,526
Unallocated assets					49,667
Total assets					102,193
Segment liabilities	1,974	462	1,700	7,099	11,235
Unallocated liabilities					32,189
Total liabilities					43,424
FY 2016 (Restated)					
Segment revenue	40,248	24,390	11,750	17,761	94,149
Segment profits	10,664	2,895	1,274	(278)	14,554
Depreciation and amortisation					(4,709)
Other non-cash expense					493
Interest income					336
Finance costs					(383)
Profit before tax					10,291
Segment assets (restated)	21,659	12,148	6,129	16,173	56,109
Unallocated assets					38,245
Total assets					94,354
Segment liabilities	6,419	3,552	985	5,659	16,615
Unallocated liabilities					23,827
Total liabilities					40,442

16 **In the review of performance, the factors, leading to any material changes in contributions to turnover and earnings by the operating segments.**

Please refer to paragraph 8 above.

17. A breakdown of sales.

	<u>Group</u>		Change
	<u>30.06.17</u>	<u>30.06.16</u>	
	\$'000	\$'000	%
Sales reported for first half year	44,754	44,689	0.1
Operating profit after tax before deducting minority interest reported for first half year	4,246	4,540	(6.5)
Sales reported for second half year	38,168	49,460	(22.8)
Operating profit after tax before deducting minority interest reported for second half year	2,489	5,042	(50.6)

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

Total annual dividend	FY2017 \$'000	FY2016 \$'000
Ordinary shares	2,135	1,644

19 Use of placement proceeds

The Company received net proceeds of \$5.0 million and as at the date of this announcement, the placement proceeds have been fully utilised as follows:

Intended purposes	Amount Allocated \$'000	Amount Utilised \$'000	Balances \$'000
To fund capital expenditures	3,000	(3000)	-
To fund new investments and business expansion through acquisitions, joint ventures and/or strategic alliances	1,500	(1,500)	-
General working capital	536	(536)	-
Total	5,036	(5,036)	-

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(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Pursuant to Rule 704(10), the Company confirms that there is no person occupying a managerial position in the Company or in any of its principal subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

David Ng Cheng Lian
Executive Chairman
24 August 2017

Anthony Koh Thong Huat
CEO

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("Sponsor"), Hong Leong Finance Limited for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). 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 assumes 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.

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