



**YINDA INFOCOMM LIMITED (Former known as CMC INFOCOMM LIMITED)**  
**(THE “COMPANY”)**  
(Incorporated in the Republic of Singapore under Registration Number 201506891C)

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**UNAUDITED FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE HALF YEAR ENDED  
30 NOVEMBER 2017**

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, SAC Capital Private Limited (the “**Sponsor**”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “**Exchange**”). The Sponsor has not independently verified the contents of this announcement.*

*This announcement has not been examined or approved by the Exchange and the Exchange 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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**PART 1 – INFORMATION REQUIRED FOR HALF YEAR ANNOUNCEMENTS**

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

**Consolidated Statement of Comprehensive Income**

	<b>Group</b>		
	<b>Half Year Ended</b>		
	<b>30 Nov 2017</b>	<b>30 Nov 2016</b>	<b>Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Revenue	6,356	7,741	-17.9
Cost of sales	(5,322)	(5,695)	-6.5
<b>Gross profit</b>	1,034	2,046	-49.5
Other income	29	29	–
Interest income	9	9	–
Other operating expenses	(39)	(337)	-88.4
Administrative expenses	(2,391)	(2,138)	11.8
Finance costs	(55)	(62)	-11.3
Share of joint venture's result	-	(7)	N.M
<b>Loss before tax</b>	(1,413)	(460)	207.2
Income tax (expenses)/credit	(12)	44	N.M
<b>Loss attributable to owners of the Company, net of tax</b>	(1,425)	(416)	242.5
<b>Other comprehensive income:</b>			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Currency translation differences	14	40	-65.0
<b>Total comprehensive income for the period attributable to owners of the Company</b>	(1,411)	(376)	275.3

N.M – Not Meaningful

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

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

	<b>Group</b>		
	<b>Half Year Ended</b>		
	<b>30 Nov 2017</b>	<b>30 Nov 2016</b>	<b>Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Amortisation of intangible assets	23	320	-92.8
Depreciation of property, plant and equipment	167	177	-5.6
Employee benefit expenses	1,305	1,326	-1.6
Foreign exchange loss	16	18	-11.1
Interest expense	55	62	-11.3
Interest income	(9)	(9)	–
Rental of office premise, warehouse and equipment	207	180	15.0
Write-back of provision for doubtful debts <sup>(1)</sup>	–	(65)	N.M.

<sup>(1)</sup> Relating to write-back of provision of doubtful debts in Singapore and the Philippines for which the corresponding amounts have already been collected.

B) Adjustments for under or overprovision of tax in respect of prior years

	<b>Group</b>		
	<b>Half Year Ended</b>		
	<b>30 Nov 2017</b>	<b>30 Nov 2016</b>	<b>Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Over provision of tax in respect of prior years	–	61	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.**

Statement of Consolidated Financial Position	Group		Company	
	As at		As at	
	30 Nov 2017	31 May 2017	30 Nov 2017	31 May 2017
	S\$'000	S\$'000	S\$'000	S\$'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	742	835	2	3
Intangible asset	159	178	–	–
Investment in subsidiaries	–	–	7,395	7,395
Deferred tax assets	130	133	–	–
Deposits	77	60	–	–
<b>Total non-current assets</b>	<b>1,108</b>	<b>1,206</b>	<b>7,397</b>	<b>7,398</b>
<b>Current assets</b>				
Gross amount due from customers for contracts work-in-progress	7,421	7,092	–	–
Trade and other receivables	4,145	4,826	20	19
Amounts due from subsidiaries	–	–	2,735	1,289
Amounts due from shareholder	–	–	–	–
Cash and bank balances	1,944	2,351	1,055	1,021
<b>Total current assets</b>	<b>13,510</b>	<b>14,269</b>	<b>3,810</b>	<b>2,329</b>
<b>Total assets</b>	<b>14,618</b>	<b>15,475</b>	<b>11,207</b>	<b>9,727</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Current liabilities</b>				
Gross amount due to customers for contracts work-in-progress	671	778	–	–
Trade and other payables	5,633	4,231	2,135	300
Amounts due to subsidiary companies	–	–	108	50
Loan and borrowings	1,322	1,809	1,000	941
Provision for tax	365	376	–	–
<b>Total current liabilities</b>	<b>7,991</b>	<b>7,194</b>	<b>3,243</b>	<b>1,291</b>
<b>Net current assets</b>	<b>5,519</b>	<b>7,075</b>	<b>567</b>	<b>1,038</b>
<b>Non-current liabilities</b>				
Loan and borrowings	72	322	–	–
Employee benefit liabilities	226	219	–	–
<b>Total non-current liabilities</b>	<b>298</b>	<b>541</b>	<b>–</b>	<b>–</b>
<b>Total liabilities</b>	<b>8,298</b>	<b>7,735</b>	<b>3,243</b>	<b>1,291</b>

Statement of Consolidated Financial Position (Cont'd)

	Group		Company	
	As at		As at	
	30 Nov 2017	31 May 2017	30 Nov 2017	31 May 2017
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Net assets</b>	6,329	7,740	7,964	8,436
<b>Equity attributable to owners of the Company</b>				
Share capital	14,542	14,542	14,542	14,542
Retained earnings/(accumulated losses)	248	1,673	(6,578)	(6,106)
Reserves	(8,461)	(8,475)	–	–
<b>Total equity</b>	6,329	7,740	7,964	8,436
<b>Total equity and liabilities</b>	14,618	15,475	11,207	9,727

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

	Group			
	As at		As at	
	30 Nov 2017	31 May 2017	30 Nov 2017	31 May 2017
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
<b>Current</b>				
Amounts repayable in one year or less, or on demand	69 <sup>(i)</sup>	1,753 <sup>(ii) (iii)</sup>	368	1,441
<b>Non-current</b>				
Amount repayable after one year	37 <sup>(i)</sup>	35 <sup>(iii)</sup>	72	250

**Detail of any collaterals**

As at 30 November 2017, the Group's borrowings comprised:

- (i) hire purchase arrangements for the purchase of testing equipment and copiers
- (ii) included unsecured shareholder's loan from Yinda Private Limited which will be payable on demand, and
- (iii) unsecured loan from a financial institution.

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

Consolidated Statement of Cash Flows	Group	
	Half Year Ended	
	30 Nov 2017 S\$'000	30 Nov 2016 S\$'000
<b>Operating activities:</b>		
Loss before tax	(1,413)	(460)
Adjustments for:		
Depreciation of property, plant and equipment	167	177
Amortisation of intangible assets	23	320
Write-back of provision for doubtful debts	–	(65)
Interest income	(9)	(9)
Interest expense on borrowings	55	62
Exchange loss	28	23
Employee benefit liabilities	12	41
Total adjustments	276	549
<b>Operating cash flows before changes in working capital</b>	<b>(1,137)</b>	<b>89</b>
Changes in working capital:		
Increase in gross amount due from customers for contracts work-in-progress	(329)	(104)
Decrease in trade and other receivables	664	856
Decrease in gross amount due to customers for contracts work-in-progress	(107)	(217)
Decrease in trade and other payables	(322)	(2,629)
Total changes in working capital	(94)	(2,094)
<b>Cash flows used in operations</b>	<b>(1,231)</b>	<b>(2,005)</b>
Interest received	9	9
Interest paid	(60)	(36)
Taxes (paid)/refund	(35)	54
Retirement benefit paid	–	(30)
<b>Net cash flows used in operating activities</b>	<b>(1,317)</b>	<b>(2,008)</b>
<b>Financing activities</b>		
Loan obtained from a shareholder <sup>1</sup>	1,500	–
Other advances from shareholder <sup>1</sup>	2,310	–
Proceeds from bank borrowings	–	1,884
Repayment to bank borrowings	(795)	(930)
Repayment of loan from a previous shareholder <sup>2</sup>	(941)	(466)
Repayment of shareholder's loan <sup>3</sup>	(500)	–
Repayment of advances from shareholder <sup>1</sup>	(580)	–
Placement of pledged deposits	–	(100)
Decrease in amounts due to related companies	–	(7)
Decrease in amount due to shareholder	–	(5)
<b>Net cash flows generated from financing activities</b>	<b>994</b>	<b>376</b>

<sup>1</sup> Shareholder refers to Yinda Pte. Ltd.

<sup>2</sup> Previous shareholder refers to Tee International Limited

<sup>3</sup> Shareholders' loan refers to the loan from Yinda Pte. Ltd.

**Consolidated Statement of Cash Flows (Cont'd)**

	<b>Group</b>	
	<b>Half Year Ended</b>	
	<b>30 Nov 2017</b>	<b>30 Nov 2016</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Investing activities:</b>		
Purchase of property, plant and equipment	(79)	(145)
Investment in joint venture	–	(36)
<b>Net cash flows used in investing activities</b>	<b>(79)</b>	<b>(181)</b>
Net decrease in cash and cash equivalents	(402)	(1,813)
Effects of exchange rate changes on cash and cash equivalents	(5)	–*
Cash and cash equivalents at 1 June	2,166	5,125
<b>Cash and cash equivalents at 30 November (Note A)</b>	<b>1,759</b>	<b>3,312</b>

\*denotes amounts less than \$1,000

**Notes to Consolidated Statements of Cash Flows:**

A) Cash and cash equivalents comprised of the following:

Cash and bank balances	1,944	3,497
Less: Pledged bank deposits	(185)	(185)
Cash and cash equivalents	<b>1,759</b>	<b>3,312</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.

Attributable to owners of the Company								
	Share capital S\$'000	Preference shares S\$'000	Merger reserves S\$'000	Foreign currency translation reserve S\$'000	Retained earnings S\$'000	Other reserves S\$'000	Total reserves S\$'000	Total equity S\$'000
<b>Group</b>								
<b>At 1 June 2017</b>	<b>14,542</b>	<b>–</b>	<b>(10,397)</b>	<b>(23)</b>	<b>1,673</b>	<b>1,945</b>	<b>(6,802)</b>	<b>7,740</b>
<b>Loss for the period</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(1,425)</b>	<b>–</b>	<b>(1,425)</b>	<b>(1,425)</b>
<u>Other comprehensive income</u>								
Currency translation difference	–	–	–	14	–	–	14	14
<b>Total comprehensive income for the period</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>14</b>	<b>(1,425)</b>	<b>–</b>	<b>(1,411)</b>	<b>(1,411)</b>
<b>At 30 November 2017</b>	<b>14,542</b>	<b>–</b>	<b>(10,397)</b>	<b>(9)</b>	<b>248</b>	<b>1,945</b>	<b>(8,213)</b>	<b>6,329</b>
<b>At 1 June 2016</b>	<b>14,542</b>	<b>–</b>	<b>(10,397)</b>	<b>(77)</b>	<b>5,986</b>	<b>1,945</b>	<b>(2,543)</b>	<b>11,999</b>
<b>Loss for the period</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(416)</b>	<b>–</b>	<b>(416)</b>	<b>(416)</b>
<u>Other comprehensive income</u>								
Currency translation difference	–	–	–	40	–	–	40	40
<b>Total comprehensive income for the period</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>40</b>	<b>(416)</b>	<b>–</b>	<b>(376)</b>	<b>(376)</b>
<b>At 30 November 2016</b>	<b>14,542</b>	<b>–</b>	<b>(10,397)</b>	<b>(37)</b>	<b>5,570</b>	<b>1,945</b>	<b>(2,919)</b>	<b>11,623</b>



	Attributable to owners of the Company		
	Share capital S\$'000	Retained earnings S\$'000	Total equity S\$'000
<b>Company</b>			
At 1 June 2017	14,542	(6,106)	8,436
Loss for the period, representing total comprehensive income	–	(472)	(472)
At 30 November 2017	14,542	(6,578)	7,964
<b>Company</b>			
At 1 June 2016	14,542	(2,317)	12,225
Profit for the period, representing total comprehensive income	–	193	193
At 30 November 2016	14,542	(2,124)	12,418

\*denotes amounts less than \$1,000

**1(d)(ii) Details of any changes in the Company's share capital arising from right issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State 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.**

	Number of Shares Issued	Paid-up Capital (S\$)
As at 31 May 2017 and 30 November 2017	152,000,000	14,542,370

There have been no changes to the Company's issued and paid up share capital since 31 May 2017.

There are no outstanding convertibles, shares held as treasury shares of the Company and subsidiary holdings as at 30 November 2017 and 30 November 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.**

	<b>As at 30 Nov 2017</b>	<b>As at 31 May 2017</b>
Total number of issued shares	<u>152,000,000</u>	<u>152,000,000</u>

The Company did not have any treasury shares as at 30 November 2017 and 31 May 2017.

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

Not applicable. The Company did not have any treasury shares during and as at the end of the current financial period reported on.

**1(d)(v) A statement showing all sales, transfers, cancellation and / or use of subsidiary holdings as at the end of the current financial period reported on.**

The Company does not have any subsidiary holdings during and as at the end of the current financial period reported on.

**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 the Company's auditor.

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

Not applicable. The figures have not been audited nor reviewed by the auditor.

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

Save as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial period compared to its most recently audited annual financial statements for the financial year ended 31 May 2017.

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

The Group has adopted new and revised Singapore Financial Reporting Standards ("SFRS") and interpretations of SFRS applicable to the Group which are effective for the financial year beginning 1 June 2017. These are not expected to have a material impact on the results of the Group and of the Company for the half year financial period ended 30 November 2017.

**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:**

	<b>Group Half Year Ended</b>	
	<b>30 Nov 2017</b>	<b>30 Nov 2016</b>
Loss attributable to owners of the Company used in the computation of basic earnings per shares (S\$'000)	(1,425)	(416)
(a) Basic loss per share (cents)	<u>(0.94)</u>	<u>(0.27)</u>
(b) Diluted loss per share (cents)	<u>(0.94)</u>	<u>(0.27)</u>
Weighted average number of ordinary shares in issue for computation of basic earnings per share ('000)	<u>152,000</u>	<u>152,000</u>
Weighted average number of ordinary shares for computation of diluted earnings per share ('000)	<u>152,000</u>	<u>152,000</u>

As at 30 November 2017 and 30 November 2016, the Company did not have any dilutive instruments. Hence, the basic and diluted earnings per share for both periods under review are the same.

**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.**

	<b>Group As at</b>		<b>Company As at</b>	
	<b>30 Nov 2017</b>	<b>31 May 2017</b>	<b>30 Nov 2017</b>	<b>31 May 2017</b>
Net assets (S\$'000)	<u>6,329</u>	<u>7,740</u>	<u>7,964</u>	<u>8,436</u>
Number of ordinary shares used in calculating net asset value per ordinary share ('000)	<u>152,000</u>	<u>152,000</u>	<u>152,000</u>	<u>152,000</u>
Net asset value per ordinary share attributable to owners of the Company (cents)	<u>4.2</u>	<u>5.1</u>	<u>5.2</u>	<u>5.5</u>

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 the Group's Consolidated Statement of Comprehensive Income**

#### ***Revenue***

The Company recorded a lower revenue of S\$6.4 million in the financial period ended 30 November 2017 ("1H2018") as compared to S\$7.7 million in the financial period ended 30 November 2016 ("1H2018") or a decrease of approximately 17.9%, mainly due to lower revenue contribution from In-Building Construction ("IBC") projects both in Singapore and the Philippines. This was offset by a slight increase in revenue derived from Telecommunications Implementation ("TI") projects in both Singapore and the Philippines of S\$18,000 and S\$4,000 respectively. The lower revenue contribution from IBC projects in Singapore is partly due to billing milestones for certain projects nearing completion not yet reached. Revenue from IBC in the Philippines decreased by approximately S\$0.6 million or 56.4% from S\$1.1 million in 1H2017 to S\$0.5 million in 1H2018 mainly due to lower revenue derived from IBC projects as a result of delays in the project implementation.

#### ***Cost of sales and gross profit***

Cost of sales decreased by approximately 6.5% from S\$5.7 million in 1H2017 to S\$5.3 million in 1H2018 in line with the decrease in revenue.

Gross profit decreased by approximately 49.5% from S\$2.0 million in 1H2017 to S\$1.0 million in 1H2018 while gross profit margins decreased from 26.4% in 1H2017 to 16.3% in 1H2018. This was mainly due to cost incurred for several projects nearing completion but not yet billed as mentioned above.

#### ***Other and interest income***

Other income comprised rebates and incentives such as Temporary Employment Credit and Wage Credit Scheme and remained stable in 1H2018 and 1H2017.

Interest income comprised interest received from bank deposits.

#### ***Other operating expenses***

Other operating expenses comprised mainly, foreign exchange losses and amortisation of intangible assets. The decrease in other operating expenses from S\$0.3 million in 1H2017 to S\$0.04 million in 1H2018 or by approximately 88.4% was mainly due to the full amortisation of intangibles in Singapore amounting to approximately S\$0.3 million.

#### ***Administrative expenses***

Administrative expenses comprised, amongst others, depreciation, provision/write-back of doubtful debts, printing cost, staff cost, insurance, rental, utilities and professional fees.

The increase in administrative expenses of approximately 11.8% from S\$2.1 million in 1H2017 to S\$2.4 million in 1H2018 was largely due to an increase in legal and professional fees incurred in relation to a series of events that occurred during the financial period such as the change in controlling shareholder, change of name of the Group and the adoption of a new constitution of the Company.

#### ***Finance costs***

Finance costs comprised interest expenses from bank borrowings and shareholder's loan.

#### ***Taxation***

Income tax provision mainly arising from taxable income arising from Thailand for 1H2018. Income tax credit in 1H2017 arises mainly due to over provision of tax for Year of Assessment 2016.

### **Review of the Group's Statement of Consolidated Financial Position**

#### ***Non-current assets***

The decrease in non-current assets by approximately 8.1% from S\$1.2 million as at 31 May 2017 to S\$1.1 million as at 30 November 2017 was mainly due to the decrease in the carrying value of the property, plant and equipment and intangible assets as a result of depreciation and amortisation charges of S\$0.2 million for the financial period.

Intangible assets consist of customer relationships arising from the purchase price allocation exercise upon acquisition of the Group's subsidiaries Yinda Technology Singapore Pte. Ltd. and Yinda Technology (Thailand) Co. Ltd in June 2011.

#### ***Current assets***

Current assets decreased by approximately 5.3% from S\$14.3 million as at 31 May 2017 to S\$13.5 million as at 30 November 2017.

Trade and other receivables decreased by 14.1% from S\$4.8 million as at 31 May 2017 to S\$4.1 million as at 30 November 2017 due to lower retention sums and timely collection of accounts receivable. Cash and cash equivalents decreased mainly due to repayment of trade payables, shareholder's loan and bank borrowings. The decrease in trade and other receivables as well as cash and cash equivalents was offset by an increase in gross amount due from customers for contracts work-in-progress of 4.6% from S\$7.1 million as at 31 May 2017 to S\$7.4 million as at 30 November 2017.

#### ***Current liabilities***

Current liabilities increased by approximately 11.1% from S\$7.2 million as at 31 May 2017 to S\$8.0 million as at 30 November 2017. This was mainly due to a net increase in shareholder's loan from Yinda Pte. Ltd. of S\$1.0 million (as previously announced) and short-term advances of S\$1.7 million from Yinda Pte. Ltd. which has been included in trade and other payables respectively, partially offset by a repayment of loans and borrowings of S\$1.5 million.

#### ***Non-current liabilities***

Non-current liabilities decreased by approximately 44.9% from S\$0.5 million as at 31 May 2017 to S\$0.3 million as at 30 November 2017 mainly due to repayments of bank borrowings.

***Equity attributable to owners of the Company***

The decrease in retained earnings and reserves were mainly due to current period losses offset by translation reserve movements.

**Review of the Group's Statement of Cash Flows**

In 1H2018, net cash flows used in operating activities amounted to approximately S\$1.3 million. This includes operating cash outflows before changes in working capital of S\$1.1 million, an increase in gross amount due from customers for contracts work-in-progress of S\$0.3 million and a decrease in gross amount due to customers for contracts work-in-progress of S\$0.1 million, a decrease in trade and other payables of S\$0.3 million which is mainly due to repayment to suppliers and partially offset by a decrease in trade and other receivables of S\$0.7 million.

In addition, the Group received and paid interests of approximately S\$9,000 and S\$0.06 million respectively. Income tax paid in 1H2018 amounted to S\$0.04 million.

Net cash flows generated from financing activities amounted to approximately S\$1.0 million. Net proceeds from advances and loan from Yinda Pte Ltd amounted to \$2.3 million and S\$1.5 million respectively. The advances from Yinda Pte Ltd is unsecured, interest free and repayable on demand while loan from Yinda Pte Ltd is unsecured, bear interest at 3.25% per annum and repayable within 1 year. This is offset by repayment of bank borrowings of S\$0.8 million, repayment of loan from Yinda Pte Ltd of S\$0.5 million, repayment of advances from Yinda Pte Ltd of \$0.6 million and a repayment of loan from a previous shareholder of S\$0.9 million.

Net cash flows used in investing activities amounted to approximately S\$0.08 million which is mainly due to purchases of plant and equipment.

As a result of the above, there was a net decrease of approximately S\$0.4 million in cash and cash equivalents.

As at 30 November 2017, the Group's cash and cash equivalents amounted to approximately S\$1.8 million.

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

Not applicable. No forecast or prospect statement has been previously disclosed to shareholders.

**10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months.**

The Group will continue to focus its efforts in marketing to its existing customers based in Singapore, Thailand and the Philippines, as well as in delivering its existing projects expeditiously.

While opportunities may arise with the recent award of a license to the fourth telecommunications operator and the potential sales of spectrum rights in Singapore, the Group remains cautious amid the prevailing economic uncertainties. The Group will also be selective in pursuing projects and investment opportunities as part of its expansion plan into new and complementary businesses in Singapore, Malaysia and the Philippines.

**11. Dividend**

**(a) Current Financial Period Reported on:**

Any dividend declared for the current financial period reported on?

No dividends have been declared or recommended.

**(b) Corresponding Period of the Immediately Preceding Financial Year:**

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

No dividends were declared or recommended in the previous corresponding period.

**(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).**

Not applicable.

**(d) Date payable**

Not applicable.

**(e) Books closure date.**

Not applicable.

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

No dividend has been declared or recommended in respect of 1H2018.

**13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 902(1)(a)(ii) of the Catalist Rules.

**14. Negative confirmation pursuant to Rule 705(5)**

The Board of Directors hereby confirms that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial statements for the half year ended 30 November 2017 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 7H under Rule 720(1))**

The Company hereby confirms that it has procured undertakings from all its Directors and the relevant executive officers in the format as set out in Appendix 7H in accordance with Rule 720(1) of the Catalist Rules.

**16. Update on use of IPO Proceeds**

As of the date of this announcement, the utilisation of the Group's IPO net proceeds is set out below:

	Amount allocated	Amount allocated after the Reallocation <sup>(1)</sup>	Amount utilised	Balance
	S\$'000	S\$'000	S\$'000	S\$'000
Expansion of business operations	2.20	1.20	0.18	1.02
Repayment of amount owing to TEE International Limited	0.60	0.60	0.60	-
General corporate and working capital requirements	1.18	2.18	2.18 <sup>(2)</sup>	-
<b>Total</b>	<b>3.98</b>	<b>3.98</b>	<b>2.96</b>	<b>1.02</b>

**Notes:-**

- (1) The announcements on the reallocation of proceeds from IPO was announced on 31 May 2017 and 10 January 2018 respectively.
- (2) The general corporate and working capital requirements comprised professional fees, employee benefit expenses of the Group, sundry expenses and payment to suppliers.

On behalf of the Board of Directors

Qian Zhongcheng  
Executive Director and CEO

Song Xingyi  
Non- Executive Director

11 January 2018