

(Co. Regn. No: 199904281D)

**FULL YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE PERIOD ENDED 31 DECEMBER 2018****PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF FULL YEAR RESULTS****1(a) A statement of comprehensive income (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Group		
	S\$'000		%
	FY2018	FY2017	Increase/ (Decrease)
Revenue	32,171	33,125	(2.9%)
Cost of sales			
- Equipment and consumables used	(25,010)	(26,167)	(4.4%)
- Freight charges	(108)	(71)	52.1%
- Commission and consultancy	(387)	(93)	316.1%
- Changes in inventories	363	200	81.5%
	(25,142)	(26,131)	(3.8%)
Gross profit	7,029	6,994	0.5%
Other income			
- Interest income from bank deposits	21	17	23.5%
Other gains/ (losses) – net	524	(99)	629.3%
Expenses			
- Distribution and marketing	(122)	(160)	(23.8%)
- Administrative	(8,909)	(9,396)	(5.2%)
- Finance	(129)	(63)	104.8%
Loss before income tax	(1,586)	(2,707)	(41.4%)
Income tax credit	7	668	(99.0%)
<b>Net loss</b>	<b>(1,579)</b>	<b>(2,039)</b>	<b>(22.6%)</b>

**Other comprehensive income/ (loss), net of tax:**

Items that may be reclassified subsequently to profit or loss:

Currency translation differences arising from consolidation

- Gains/ (losses)

205 (897)

**Total comprehensive loss**

(1,374) (2,936)

**Net loss attributable to:**

Equity holders of the Company

(888) (1,631) (45.6%)

Non-controlling interests

(691) (408) 69.4%

(1,579) (2,039) (22.6%)



**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.**

	Group		Company	
	31/12/2018	31/12/2017	31/12/2018	31/12/2017
	S\$'000	S\$'000	S\$'000	S\$'000
<b>ASSETS</b>				
<b>Current assets</b>				
Cash and cash equivalents	6,946	7,371	276	56
Trade and other receivables	35,593	42,795	7,208	6,955
Inventories	313	348	-	-
	42,852	50,514	7,484	7,011
<b>Non-current assets</b>				
Investments in subsidiary corporation	-	-	18,000	18,000
Property, plant and equipment	1,630	1,881	-	-
Deferred income tax asset	785	771	-	-
	2,415	2,652	18,000	18,000
<b>Total assets</b>	45,267	53,166	25,484	25,011
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Trade and other payables	6,522	13,864	383	389
Borrowings	20,709	20,237	-	-
	27,231	34,101	383	389
<b>Non-current liabilities</b>				
Borrowings	357	379	-	-
	357	379	-	-
<b>Total liabilities</b>	27,588	34,480	383	389
<b>NET ASSETS</b>	17,679	18,686	25,101	24,622
<b>EQUITY</b>				
<b>Capital and reserves attributable to equity holders of the Company</b>				
Share capital	26,161	25,794	26,161	25,794
Treasury shares	(11)	(11)	(11)	(11)
Other reserves	(475)	(680)	231	231
Accumulated losses	(7,930)	(7,042)	(1,280)	(1,392)
	17,745	18,061	25,101	24,622
<b>Non-controlling interests</b>	(66)	625	-	-
<b>Total equity and non-controlling interests</b>	17,679	18,686	25,101	24,622

**1(b)(ii) Aggregate amount of group's borrowings and debt securities.****Amount repayable in one year or less, or on demand**

As at 31 December 2018		As at 31 December 2017	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
13,367	7,342	15,546	4,691

**Amount repayable after one year**

As at 31 December 2018		As at 31 December 2017	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
-	357	-	379

**Details of any collateral**

As at 31 December 2018, the bank loan of S\$13.4 million (31 December 2017: S\$15.5 million) was secured by way of export letter of credits of reputable banks.

**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.**

	<b>Group</b>	
	<b>S\$'000</b>	
	<b>FY2018</b>	<b>FY2017</b>
<b>Cash flows from operating activities</b>		
Net loss	(1,579)	(2,039)
Adjustments for:		
- Income tax credit	7	(668)
- Depreciation of property, plant and equipment	669	652
- Loss on disposal of property, plant and equipment	29	31
- Finance expenses	129	63
- Interest income	(21)	(17)
- Unrealised currency translation losses/ (gains)	582	(1,071)
	(184)	(3,049)
Change in working capital:		
- Inventories	35	15
- Trade and other receivables	7,202	4,860
- Trade and other payables	(7,342)	(14,831)
Cash used in operations	(289)	(13,005)
Interest received	21	17
Income tax paid	(7)	(24)
<b>Net cash used in operating activities</b>	<b>(275)</b>	<b>(13,012)</b>
<b>Cash flows from investing activities</b>		
Additions to property, plant and equipment	(110)	(609)
Disposal to property, plant and equipment	9	22
<b>Net cash used in investing activities</b>	<b>(101)</b>	<b>(587)</b>
<b>Cash flows from financing activities</b>		
Dividends paid to equity holders of the company	-	(1,012)
Bank deposits (pledged)/ discharged	(56)	2,017
Proceeds from issuance of ordinary shares, net of issuance costs	367	1,593
Proceeds from borrowings	935	15,500
Repayment of borrowings	(2,613)	(11,141)
Repayment of finance lease liabilities	(311)	(274)
Interest paid	(129)	(63)
<b>Net cash (used in)/ provided by financing activities</b>	<b>(1,807)</b>	<b>6,620</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(2,183)</b>	<b>(6,979)</b>
<b>Cash and cash equivalents</b>		
Beginning of financial year	5,673	12,418
Effects of currency translation on cash and cash equivalents	(60)	234
<b>End of financial year</b>	<b>3,430</b>	<b>5,673</b>

**Cash and cash equivalents comprise the following:**

Cash and cash equivalents  
Less: Bank deposits pledged  
Less: Bank overdraft

<b>Group</b>	
<b>S\$'000</b>	
<b>FY2018</b>	<b>FY2017</b>
6,946	7,371
(827)	(771)
(2,689)	(927)
<b>3,430</b>	<b>5,673</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.**

Group	Attributable to equity holders of the Company							Total equity
	Share capital	Treasury shares	Employee share option reserve	Currency translation reserve	Accumulated losses	Total	Non- controlling interests	
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
<b>2018</b>								
<b>Beginning of financial year</b>	<b>25,794</b>	<b>(11)</b>	<b>231*</b>	<b>(911)*</b>	<b>(7,042)</b>	<b>18,061</b>	<b>625</b>	<b>18,686</b>
Total comprehensive loss for the financial year	-	-	-	205	(888)	(683)	(691)	(1,374)
Shares issued pursuant to: - Exercise of warrants	367	-	-	-	-	367	-	367
<b>End of financial year</b>	<b>26,161</b>	<b>(11)</b>	<b>231*</b>	<b>(706)*</b>	<b>(7,930)</b>	<b>17,745</b>	<b>(66)</b>	<b>17,679</b>
<b>2017</b>								
<b>Beginning of financial year</b>	<b>24,201</b>	<b>(11)</b>	<b>231*</b>	<b>(14)*</b>	<b>(4,399)</b>	<b>20,008</b>	<b>1,033</b>	<b>21,041</b>
Total comprehensive loss for the financial year	-	-	-	(897)	(1,631)	(2,528)	(408)	(2,936)
Shares issued pursuant to exercise of warrants	1,593	-	-	-	-	1,593	-	1,593
Dividends relating to 2016 Paid	-	-	-	-	(1,012)	(1,012)	-	(1,012)
<b>End of financial year</b>	<b>25,794</b>	<b>(11)</b>	<b>231*</b>	<b>(911)*</b>	<b>(7,042)</b>	<b>18,061</b>	<b>625</b>	<b>18,686</b>

\* Not available for distribution



Company	Share capital	Treasury shares	Employee share option reserve	Accumulated losses	Equity attributable to shareholders of the Company
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>2018</b>					
<b>Beginning of financial year</b>	<b>25,794</b>	<b>(11)</b>	<b>231*</b>	<b>(1,392)</b>	<b>24,622</b>
Total comprehensive income for the year	-	-	-	112	112
Shares issued pursuant to exercise of warrants	367	-	-	-	367
<b>End of financial year</b>	<b>26,161</b>	<b>(11)</b>	<b>231*</b>	<b>(1,280)</b>	<b>25,101</b>
<b>2017</b>					
<b>Beginning of financial year</b>	<b>24,201</b>	<b>(11)</b>	<b>231*</b>	<b>(455)</b>	<b>23,966</b>
Total comprehensive income for the year	-	-	-	75	75
Shares issued pursuant to exercise of warrants	1,593	-	-	-	1,593
Dividend relating to 2016 paid	-	-	-	(1,012)	(1,012)
<b>End of financial year</b>	<b>25,794</b>	<b>(11)</b>	<b>231*</b>	<b>(1,392)</b>	<b>24,622</b>

\* Not available for distribution

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 other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, 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.

	Ordinary Shares	Share Option Scheme ("ESOS")	Warrants
Balance as at 31 December 2017	1,028,687,260	11,235,000	613,262,377
Exercised of Warrants W181123	36,707,974	-	(36,707,974)
Lapsed of Warrants W181123	-	-	(576,554,403)
Balance as at 31 December 2018	1,065,395,234	11,235,000	-

**Warrants W181123 expired on 23 November 2018 and were delisted from the Catalist Board on 26 November 2018.**

Total number of outstanding shares options are as follows:

Date of ESOS Grant	Exercise Period	Exercise Price	ESOS outstanding as at 31.12.2017	ESOS outstanding as at 31.12.2018
25.08.2008	25.08.2009 to 25.08.2019	S\$0.04	11,235,000	11,235,000

	Number of treasury shares	Number of shares issued (excluding treasury shares)	Percentage of the aggregate number of treasury shares held against the total number of shares issued (excluding treasury shares)
As at 31 December 2017	251,000	1,028,687,260	0.02%
As at 31 December 2018	251,000	1,065,395,234	0.02%

**There was no subsidiary holdings as at 31 December 2018 and 31 December 2017.**

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

	<b>FY2018</b>	<b>FY2017</b>
Beginning of financial year	1,028,687,260	869,320,020
Exercised of Warrants	36,707,974	159,367,240
End of financial year	1,065,395,234	1,028,687,260

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

Total treasury shares as at 31 December 2018 and 31 December 2017 is 251,000. There is no movement for the current financial year reported on.

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

Not applicable. The Company did not have any subsidiary holdings during and at the end of the current financial year 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 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.**

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting financial year compared with the audited annual financial statements for the financial year ended 31 December 2017 except as described in section 5 below.

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

On 1 January 2018, the Group adopted Singapore Financial Reporting Standards (International) ("SFRS(I)") and all the new and revised standards and Interpretations to FRS ("INT FRS") that are mandatory for application for the financial year. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS and INT FRS.

The adoption of these new and amended FRS and INT FRS did not result in substantial changes to the accounting policies of the Group and the Company and had no material effect on the amounts reported for the current or prior financial years.

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

	Group	
	FY2018	FY2017
Earnings per ordinary share of the group		
Based on weighted average number of ordinary shares on issue (cents)	(0.09)	(0.17)
Weighted average number of ordinary shares	1,041,648,828	984,751,259
Based on a fully diluted basis (cents)	(0.08)	(0.10)
Fully diluted number of ordinary shares	1,076,630,234	1,653,184,637
Issued share capital at the end of financial year	1,065,395,234	1,028,687,260

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares, of the issuer at the end of the:**  
**(a) current financial period reported on; and**  
**(b) immediately preceding financial year.**

	Group		Company	
	31 December 2018	31 December 2017	31 December 2018	31 December 2017
Net asset value per ordinary share based on issued share capital at the end of (cents):	1.66	1.82	2.36	2.39
No. of shares used in computation of net assets per share	1,065,395,234	1,028,687,260	1,065,395,234	1,028,687,260

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.**

Group Revenue	\$'000	\$'000	%
	FY2018	FY2017	(Decrease)/ Increase
Project Sales	8,453	10,547	(19.9%)
Project Management and Maintenance Services	23,718	22,578	5.0%
<b>Total Group</b>	<b>32,171</b>	<b>33,125</b>	<b>(2.9%)</b>

Gross Profit	\$'000	\$'000	%
	FY2018	FY2017	(Decrease)/ Increase
Project Sales	1,324	1,827	(27.5%)
Project Management and Maintenance Services	5,705	5,167	10.4%
<b>Total Group</b>	<b>7,029</b>	<b>6,994</b>	<b>0.5%</b>

(a) **Overview**

The Group recorded revenue of S\$32.2 million for FY2018, 2.9% lower than the previous year of S\$33.1 million. Project Sales revenue was 19.9% lower this year as compared to previous year and was the main contributing factor in the Group's decrease in revenue. Project Sales revenue only achieved S\$8.5 million in FY2018 as compared to S\$10.5 million in FY2017. Project Management and Maintenance Services Segment recorded an increase of 5.0% in FY2018 compared to FY2017 (S\$23.7 million vs S\$22.6 million).

Towards the end of 2018, outstanding technical equipment issues which arose in 2017 were settled by our supplier in agreement with our customer in Vietnam. Due to the ongoing settlement discussion our Vietnamese customer procured less new orders during the year. The Group's supplier assisted in resolving these issues and the Group was able to get back to normal working arrangements by December 2018. With the resolution of technical issues, the Group look forward to maintaining continuous business relationship with the customer.

The Project Management and Maintenance Services which recorded an increase in revenue of S\$1.1 million continued to provide the Group with a steady stream of recurring income.

The Group did show an improvement in the performance during the 2<sup>nd</sup> half of the financial year. However, the impact from the first half losses were not fully recovered resulting a loss for the year. Overall, in FY2018 the Group incurred a net loss before Minority Interest of S\$1.6 million which is an improvement of 22.6%, compared to a net loss of S\$2.0 million in FY2017.

The Group maintains its strategy of focusing on its core businesses of Project Sales, which is underpinned by Project Management and Maintenance Services for the Vietnam, Singapore and Myanmar markets.

(b) **Revenue**

The Group posted revenue of S\$32.2 million in FY2018, representing a slight decrease of 2.9% or S\$1.0 million over the previous corresponding year.

Revenue derived from Project Sales Segment decreased by 19.9% or S\$2.1 million over the previous corresponding year. Most of the decrease was due to the delay in securing more new orders from Vietnam. The decrease in revenue from Vietnam was partially offset by an increased in orders from Myanmar.

Revenue derived from Project Management and Maintenance Services Segment increased by 5.0% or S\$1.1 million over the previous corresponding year. Project Management and Maintenance Services remains as one of the Group's core businesses.

(c) **Profitability**

The Group posted a gross profit of S\$7.029 million in FY2018 representing an increase of 0.5% or S\$35,000 as compared to the previous corresponding year (FY2017: S\$7.0 million).

Gross profit from Project Sales decreased by S\$0.5 million from S\$1.8 million in FY2017 to S\$1.3 million in FY2018 (27.5% drop). The decrease in gross profit for this segment was a result of lower revenue as well as the mix of revenue where the percentage of the more lucrative overseas contracts dropped.

Revenue for Project Management and Maintenance Services Segment increased resulting in gross profit increasing by 10.4% or S\$0.5 million from S\$5.2 million in FY2017 to S\$5.7 million in FY2018. The gross profit for this segment was also improved with some tighter cost control initiatives.

The Group maintain its strategies on focusing on core and recurring businesses.

#### Equipment and consumables used

Equipment and consumables costs are a function of Revenue and decreased accordingly by S\$1.2 million or 4.4% from S\$26.2 million in FY2017 to S\$25.0 million in FY2018.

#### Freight charges

Freight charges increased by S\$37,000 or 52.1% from S\$71,000 in FY2017 to S\$108,000 in FY2018, as part of fulfilling our overseas contracts.

#### Commission and consultancy

Commission and consultancy charges increased by S\$0.3 million or 316.1% from S\$0.1 million in FY2017 to S\$0.4 million in FY2018. There were additional consultancy fees for assisting in resolving certain technical issues relating to equipment purchased as extra tests and reports were required to determine the cause of failure and how to resolve the dispute between our manufacturer and our client. The dispute has now been resolved and a supplement to the contract is being documented.

#### Changes in inventories

Inventories increased by S\$0.2 million or 81.5%.

#### Other income

Interest-bearing deposits with financial institutions was S\$21,000, an increase of S\$4,000 or 23.5%, compared to S\$17,000 in FY2017.

#### Other gains/ (losses) – net

The Group recorded other gains of S\$0.5 million in FY2018 as compared to other losses of S\$0.1 million in FY2017. These gains are attributed to foreign currency translations.

#### Distribution and marketing expenses

Distribution and marketing expenses decreased by S\$38,000 or 23.8% from S\$160,000 in FY2017 to S\$122,000 in FY2018.

**Administrative expenses**

Administrative expenses decreased by S\$0.5 million or 5.2%. A further breakdown of the expenses is tabled below: -

	FY2018 S\$'000	FY2017 S\$'000	% Increase / (Decrease)
Bank charges	342	310	10.3%
Depreciation of property, plant and equipment	669	652	2.6%
Employee compensation	5,752	6,255	(8.0%)
Entertainment	65	115	(43.5%)
Inventories written off	93	1	9,200.0%
Legal and other professional fees	145	235	(38.3%)
Rental expense on operating leases	809	769	5.2%
Telephone and internet	69	80	(13.8%)
Other receivables written off	5	21	(76.2%)
Provision for expected credit loss	8	-	N.M
Other	952	958	(0.6%)
<b>Total administrative expenses</b>	<b>8,909</b>	<b>9,396</b>	<b>(5.2%)</b>

N.M: Not meaningful

- a. Bank charges increased by S\$32,000 or 10.3% due to the increase in financing requirements.
- b. Depreciation increased by S\$17,000 or 2.6% due to additional purchases of operational equipment.
- c. Employee compensation decreased by S\$0.5 million or 8.0% due to better cost control in staff cost.
- d. Entertainment expenses decreased by S\$50,000 or 43.5% due to measures taken to reduce cost.
- e. Inventories written off rose by S\$92,000 due to a one-time stock obsolescence write off.
- f. Legal and other professional fees decreased by S\$90,000 or 38.3% as the liquidation process for the Thai subsidiary is nearly complete and requiring less legal work.
- g. Other receivables written off decreased by S\$16,000 or 76.2% due to healthier accounts receivables aging.

**Finance expenses**

Finance costs increased by S\$0.1 million or 104.8% from S\$63,000 in FY2017 to S\$129,000 in FY2018. This is largely due to an increase in borrowings from financial institutions in the beginning of the financial year.

(d) **Statement of Financial Position**

**Property, plant and equipment**

Property, plant and equipment decreased from S\$1.9 million as at 31 December 2017 to S\$1.6 million as at 31 December 2018. This decrease was attributable to the purchase of plant and equipment of S\$0.5 million and offset by depreciation charges of S\$0.7 million and a disposal of S\$0.1 million.

**Cash and cash equivalents**

Cash and cash equivalents decreased by S\$0.4 million from S\$7.4 million as at 31 December 2017 to S\$7.0 million as at 31 December 2018 mainly due to an increase in operating activities. Please refer to paragraph (e) under the Statement of Cash Flow.

**Trade and other receivables**

Trade and other receivables decreased by S\$7.2 million from S\$42.8 million as at 31 December 2017 to S\$35.6 million as at 31 December 2018. Collections are in line with payment terms we provide to our customers.

**Inventories**

Inventories decreased marginally from S\$348,000 as at 31 December 2017 to S\$313,000 as at 31 December 2018 due to ongoing projects and inventories written off.

**Trade and other payables**

Trade and other payables decreased by S\$7.3 million from S\$13.9 million as at 31 December 2017 to S\$6.5 million as at 31 December 2018. The decrease was mainly due to less equipment and consumables purchased as less projects commenced during the financial year.

**Current and non-current borrowings**

Current borrowings increased by S\$0.5 million from S\$20.2 million as at 31 December 2017 to S\$20.7 million as at 31 December 2018. Bank financing was increased to support sales for new projects secured in the financial year.

Non-current borrowings decreased by S\$22,000 from S\$379,000 as at 31 December 2017 to S\$357,000 as at 31 December 2018. This is due to a decrease in finance leases obtained by the Group.



**(e) Cash flow**

Cash and cash equivalent decreased by S\$0.4 million from S\$7.4 million as at 31 December 2017 compared to S\$7.0 million as at 31 December 2018.

Net cash used in operating activities for the financial year ended 31 December 2017 totaled S\$13.0 million compared to net cash of S\$0.3 million used in operating activities for the financial year ended 31 December 2018. This difference was a result of:

- a. Net loss after adjustment amounting to S\$0.5 million;
- b. Increase in receivables by S\$2.3 million;
- c. Decrease in payables by S\$7.5 million; and
- d. Decrease in inventories by S\$20,000.

Net cash used in investing activities amounted to S\$0.6 million for the financial year ended 31 December 2017 compared to S\$0.1 million for the financial year ended 31 December 2018. The net cash was used mainly for the purchase of property, plant and equipment.

Net cash used in financing activities of S\$1.8 million was made up of:

- a. Proceeds
  - (i) S\$0.4 million from warrant conversions;
  - (ii) S\$0.9 million from bank borrowings;
- b. Less
  - (i) S\$2.6 million repayment of bank borrowings;
  - (ii) S\$0.3 million repayment of finance lease liabilities;
  - (iii) S\$56,000 bank deposits pledged; and
  - (iv) S\$129,000 interest payment.

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

Not applicable.

**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 outstanding order book as at 31 December 2018 is S\$67.5 million compared to 31 December 2017 of S\$75.5 million. The secured contracts are from the Group's repeat customers in the Singapore market.

During the financial year 2018, the technical issues relating to equipment performance were being resolved and prevented us from signing new orders and fulfilling some existing orders. These have been resolved (in December 2018) and we have regained our foothold in Vietnam at the end of December 2018. The Group plans to maintain its strategy of focusing on its core business in Project Sales and recurring revenue streams generated from Project Management and Maintenance Service Segment, in the targeted countries of Singapore, Vietnam and Myanmar.

Barring any unforeseen circumstances, the Group is confident on its strategy moving forward.

**11. Dividend**

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

Any dividend declared for the current financial period reported on?

No.

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

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

No.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

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

Due to losses incurred, no dividend has been declared for the current financial year ended 31 December 2018.

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

13. **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

Group Revenue	\$'000	\$'000	%
	FY2018	FY2017	Increase/ (Decrease)
Singapore	28,017	31,008	(9.6%)
Myanmar (Supported by Export Letter of Credit)	3,999	1,031	287.9%
Vietnam (Supported by Export Letter of Credit)	155	992	(84.4%)
Others	-	94	(100.0%)
<b>Total Group</b>	<b>32,171</b>	<b>33,125</b>	<b>(2.9%)</b>

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

Please refer to Paragraph 8 for explanation on business segmentation.

15. **A breakdown of sales.**

Group	\$'000	\$'000	%
	FY2018	FY2017	Increase/ (Decrease)
(a) Sales reported for first half year	14,827	16,691	(11.2%)
(b) Operating profit after tax before deducting minority interests reported for first half year	(1,869)	536	(448.7%)
(c) Sales reported for second half year	17,344	16,434	5.5%
(d) Operating profit after tax before deducting minority interests reported for second half year	290	(2,575)	(111.3%)

16. **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**

**Nil**

**17. Interested Person Transactions**

The Company does not have an IPT mandate. There were no transactions with interested persons in FY2018.

**18. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 902(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Company does not have a shareholders' mandate for interested person transactions.

**19. 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) of the Catalist Rules of Singapore Exchange Securities Trading Limited, the Board of Directors of Ntegrator International Ltd confirm that there are no persons occupying managerial positions in the Company or any of its principal subsidiaries who are relatives of a Director or Chief Executive Officer or substantial shareholder of the Company.

**20. Use of Proceeds – Warrants conversion**

As at 31 December 2018, approximately S\$2.3 million of the proceeds from issuance of shares arising from conversion of warrants has been utilised, in accordance to its intended use as stated in OIS dated 20 November 2015, a summary of which is set out below:-

<u>Items</u>	<u>Amount (S\$)</u>	<u>S\$</u>
Conversion of W181123	2,334,112.29	
<b>Total Net Conversion of Warrants</b>		<b>2,334,112.29</b>
 <b><u>Application of Proceeds</u></b>		
Professional Fees	50,766.18	
Repayment of bank loans	2,007,575.53	
<b>Total Application of Proceeds</b>		<b>2,058,341.71</b>
<b>Balance of Conversion of Warrants</b>		<b>275,770.58</b>

**21. Confirmation By the Company Pursuant to Rule 720(1) of the Catalist Rules of Singapore Exchange Securities Trading Limited**

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 Catalist Rules.

BY ORDER OF THE BOARD

Jimmy Chang Joo Whut  
Managing Director  
27 February 2019

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), Asian Corporate Advisors Pte Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**Exchange**"). The Company's Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.*

*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.*

*The contact person for the Sponsor is Ms Foo Quee Yin.  
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