CHINA STAR FOOD GROUP LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 200718683N)

Unaudited Financial Statements and Dividend Announcement
For the Three Months Ended 30 September 2019

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

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

	Group					
	Three Months Ended			Six Months Ended		
	30 September 2019 (Unaudited) RMB'000	30 September 2018 (Unaudited) RMB'000	Change %	30 September 2019 (Unaudited) RMB'000	30 September 2018 (Unaudited) RMB'000	Change %
Revenue	97,134	91,870	5.7	197,793	174,383	13.4
Cost of sales	(70,382)	(64,855)	8.5	(142,026)	(123,208)	15.3
Gross profit	26,752	27,015	(1.0)	55,767	51,175	9.0
Interest income	84	658	(87.2)	788	1,282	(38.5)
Other income	214	215	(0.5)	427	459	(7.0)
Marketing and distribution costs	(8,910)	(3,120)	185.6	(17,906)	(6,009)	198.0
Administrative expenses	(10,210)	(9,064)	12.6	(21,517)	(17,601)	22.2
Other operating expenses	-	-	n.m.	(30)	(390)	(92.3)
Finance costs	(522)	(304)	71.7	(960)	(607)	58.2
Profit before income tax	7,408	15,400	(51.9)	16,569	28,309	(41.5)
Income tax expense	(2,407)	(4,389)	(45.2)	(1,419)	(6,217)	(77.2)
Profit for the period, net of tax	5,001	11,011	(54.6)	15,150	22,092	(31.4)
Other comprehensive (loss)/income:						
Items that may be reclassified subsequently to profit or loss:						
Exchange differences on translating foreign operations	(12)	251	(104.8)	(135)	350	(138.6)
Total comprehensive income for the period	4,989	11,262	(55.7)	15,015	22,442	(33.1)

n.m. - not meaningful

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

Profit for the financial period is stated after charging/(crediting) the following:	Group			
	Three Months Ended		Six Months Ended	
	30 September 2019 (Unaudited) RMB'000	30 September 2018 (Unaudited) RMB'000	30 September 2019 (Unaudited) RMB'000	30 September 2018 (Unaudited) RMB'000
Amortisation of intangible assets	878	878	1,757	1,757
Depreciation of property, plant and equipment	2,695	2,636	8,344	4,904
Interest expense	522	304	960	607
Interest income	84	(658)	788	(1,282)
Property, plant and equipment written off	-	-	-	59

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	
	30 September 2019 (Unaudited) RMB'000	31 March 2019 (Audited) RMB'000	30 September 2019 (Unaudited) RMB'000	31 March 2019 (Audited) RMB'000
ASSETS				
Non-current assets				
Property, plant and equipment	154,222	157,617	-	-
Intangible assets	39,043	40,800	-	-
Investment in subsidiaries	-	-	803,636	803,636
Other receivables, non-current	4	-	-	-
Other assets, non-current	73,404	112,266	-	-
Total non-current assets	266,673	310,683	803,636	803,636
Current assets				
Inventories	4,638	4,074	-	-
Trade and other receivables	33,960	31,429	34,400	14,981
Other assets, current	77,381	60,307	258	400
Cash and cash equivalents	136,430	62,475	2,862	2,480
Income tax receivables	272	-	-	-
Total current assets	252,681	158,285	37,520	17,861
Total assets	519,354	468,968	841,156	821,497
EQUITY AND LIABILITIES				
Equity				
Share capital	152,980	130,362	852,404	829,786
Retained earnings/(accumulated losses)	258,702	243,552	(63,434)	(59,577)
Other reserves	46,185	46,320	47,375	46,454
Total equity	457,867	420,234	836,345	816,663
Current liabilities				
Income tax payable	-	140	-	-
Trade and other payables	33,419	26,638	1,907	2,378
Other financial liabilities	28,068	21,956	2,904	2,456
Total current liabilities	61,487	48,734	4,811	4,834
Total liabilities	61,487	48,734	4,811	4,834
Total equity and liabilities	519,354	468,968	841,156	821,497

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

Amount repayable in one year or less, or on demand

As at 30 September 2019 (Unaudited)		As at 31 March 2019 (Audited)	
Secured RMB'000	Unsecured RMB'000	Secured RMB'000	Unsecured RMB'000
8,068	20,000	9,000	12,956

Amount repayable after one year

As at 30 September 2019 (Unaudited)		As at 31 March 2019 (Audited)	
Secured RMB'000	Unsecured RMB'000	Secured RMB'000	Unsecured RMB'000
-	-	-	-

Details of any collateral

The bank loan of RMB 8,068,000 (31 March 2019: RMB 9,000,000) is secured by (i) certain pledged fixed deposits; (ii) mortgages of a leasehold building and land use rights of a Group's entity; (iii) corporate guarantee given by the holding company of the said Group entity and; (iv) guarantee by one of the Company's directors and his spouse.

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

Consolidated Statement of Cash Flows

	Group			
	Three Months Ended		Six Months Ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RMB'000	RMB'000	RMB'000	RMB'000
Cash flows from operating activities				
Profit before income tax	7,408	15,400	16,569	28,309
Interest income	(84)	(658)	(788)	(1,282)
Interest expense	522	304	960	607
Depreciation of property, plant and equipment	2,695	2,636	8,344	4,904
Property, plant and equipment written-off	-	-	-	59
Amortisation of intangible assets	878	878	1,757	1,757
Exchange differences on translating functional to presentation currency	(12)	251	(135)	350
Operating cash flow before changes in working capital	11,407	18,811	26,707	34,704
Inventories	1,990	(109)	(564)	(1,775)
Trade and other receivables	2,051	(5,651)	(1,885)	4,537
Other assets	12,092	(684)	21,789	1,039
Trade and other payables	5,953	7,307	6,780	(5,695)
Net cash flows from operations	33,493	19,674	52,827	32,810
Income tax paid	(1,476)	(1,827)	(1,831)	(3,224)
Net cash flows from operating activities	32,017	17,847	50,996	29,586
Cash flows from investing activities				
Purchase of property, plant and equipment	(4,520)	(2,395)	(4,949)	(8,144)
Interest income received	83	233	136	433
Net cash flows used in investing activities	(4,437)	(2,162)	(4,813)	(7,711)
Cash flows from financing activities				
Proceeds from issuance of new shares	-	-	22,619	14,196
Proceeds from short term borrowings	29	3,000	22,612	3,000
Repayment of short term borrowings	-	(500)	(16,500)	(500)
Repayment of loan to director and shareholder	-	-	-	(1,689)
Increase in pledged fixed deposits	(39)	(2,512)	(122)	(2,512)
Interest expense paid	(522)	(304)	(960)	(607)
Net cash flows used in financing activities	(532)	(316)	27,649	11,888
Net change in cash and cash equivalents	27,048	15,369	73,832	33,763
Cash and cash equivalents at beginning of financial period	106,803	144,972	60,019	126,578
Cash and cash equivalents at end of financial period	133,851	160,341	133,851	160,341
Comprising:				
Cash at bank and in hand			133,851	160,332
Fixed deposits with banks			2,579	2,521
Less: Fixed deposits pledged for bank facility			(2,579)	(2,521)
			133,851	160,332

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

Statement of Changes in Equity

Group

	Share capital (Unaudited) RMB'000	Other reserves (Unaudited) RMB'000	Retained earnings (Unaudited) RMB'000	Total equity (Unaudited) RMB'000
Balance at 1 July 2019	152,980	46,197	253,701	452,878
Total comprehensive income for the period				
Profit for the period	-	-	5,001	5,001
Other comprehensive losses	-	(12)	-	(12)
Total comprehensive (loss)/income for the period	-	(12)	5,001	4,989
Balance as at 30 September 2019	152,980	46,185	258,702	457,867
Balance at 1 July 2018	130,362	41,396	235,680	407,438
Total comprehensive income for the period				
Profit for the period	-	-	11,011	11,011
Other comprehensive income	-	251	-	251
Total comprehensive income for the period	-	251	11,011	11,262
Balance as at 30 September 2018	130,362	41,647	246,691	418,700

Company

	Share capital (Unaudited) RMB'000	Other reserves (Unaudited) RMB'000	Retained earnings (Unaudited) RMB'000	Total equity (Unaudited) RMB'000
Balance at 1 July 2019	852,404	46,866	(61,601)	837,669
Total comprehensive income for the period				
Loss for the period	-	-	(1,833)	(1,833)
Other comprehensive income	-	509	-	509
Total comprehensive (loss)/income for the period	-	509	(1,833)	(1,324)
Balance as at 30 September 2019	852,404	47,375	(63,434)	836,345
Balance at 1 July 2018	829,786	46,154	(54,950)	820,990
Total comprehensive income for the period				
Loss for the period	-	-	(1,617)	(1,617)
Other comprehensive income	-	676	-	676
Total comprehensive (loss)/income for the period	-	676	(1,617)	(941)
Balance as at 30 September 2018	829,786	46,830	(56,567)	820,049

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There were no changes in the issued share capital of the Company since 30 June 2019 to 30 September 2019.

The Company does not have any outstanding options, convertibles, treasury shares and subsidiary holdings as at 30 September 2019 and 30 September 2018. Accordingly, the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding is nil% as at 30 September 2019 and 30 September 2018.

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

	As at 30 September 2019	As at 31 March 2019
Total number of issued shares	593,818,100	296,909,050

The Company did not have any treasury shares as at 30 September 2019 and 31 March 2019.

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.

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.

Not applicable. The Company did 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 or reviewed by the Company's auditor.

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

Not applicable. The figures have not been audited or reviewed by the Company's 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

Except as disclosed in paragraph 5 below, the accounting policies and methods of computation adopted in the financial statements for the current reporting period are consistent with those in the most recent audited consolidated financial statements for the financial year ended 31 March 2019 as set out in the Company's annual report.

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 all the applicable new and revised Financial Reporting Standards ("**FRS**") in Singapore and the related Interpretations to FRS ("**INT FRS**") that are relevant to its operation and effective for the accounting periods beginning on or after 1 April 2019. The adoption of these new and revised FRS did not result in any substantial change to the Group's and the Company's accounting policies and has no significant impact on the financial statements for the current financial reporting period.

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

	Group			
Earnings per share ("EPS")	**Three Months Ended**		**Six Months Ended**	
	30 September 2019 (Unaudited)	**30 September 2018 (Unaudited)**	**30 September 2019 (Unaudited)**	**30 September 2018 (Unaudited)**
Profit/(Loss) for the period (RMB'000)	5,001	11,011	15,150	22,092
Weighted average number of ordinary shares in issue (in thousands)	509,450	296,909	509,450	296,909
Basic EPS) (RMB cents)	0.98	3.71	2.97	7.44
Weighted average number of ordinary shares in issue on fully diluted basis (in thousands)	509,450	296,909	509,450	296,909
Fully diluted EPS (RMB cents)	0.98	3.71	2.97	7.44

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 period reported on; and

(b) Immediately preceding financial year

	Group		Company	
Net asset value ("NAV")	**30 September 2019 (Unaudited)**	**31 March 2019 (Audited)**	**30 September 2019 (Unaudited)**	**31 March 2019 (Audited)**
NAV (RMB'000)	457,867	420,234	836,345	816,663
Number of ordinary shares in issue (in thousands)	593,818	296,909	593,818	296,909
NAV per ordinary share (RMB)	0.77	1.42	1.41	2.75

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss:

(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 for the performance of the Group for the second quarter ended 30 September 2019 ("2Q2020") as compared to the second quarter ended 30 September 2018 ("2Q2019").

Consolidated Statement of Comprehensive Income

Revenue and gross profit

The increase in revenue of approximately RMB 5.3 million or 5.7% was mainly attributable to the increase in sales from candies and crisps as a result of better market penetration from the increased effort in higher in-house production volume. Sale of candy products increased by approximately RMB 2.5 million or 17.6% and sales of crisps products increases by approximately RMB 2.8 million or 10.9% as compared to 2Q2019.

Gross profit decreased by approximately RMB 0.3 million or 1% as a result of higher cost of sales in 2Q2020 as compared to 2Q2019.

The Group's overall gross profit margin decreased slightly from 29.4% in 2Q2019 to 27.5% in 2Q2020 is mainly attributable to the higher costs incurred in the mix of product categories sold in 2Q2020 which commanded different profit margins.

Interest income

Interest income decreased by approximately RMB 0.6 million or 87.2% mainly due to the decrease in bank deposits maintained by the Group in 2Q2020 as compared to 2Q2019.

Marketing and distribution costs

Marketing and distribution costs increased by approximately RMB 5.8 million or 185.6% primarily due to an increase in publicity expenses of RMB 4.3 million as well as increase in advertising costs of RMB 1.5 million. Such increase in marketing and distribution costs was in line with the change in channel management strategy adopted by the Group and increased advertisement spending in 2Q2020 to further increase the market penetration of its sweet potato snack products.

Administrative expenses

Administrative expenses increased by approximately RMB 1.1 million or 12.6% due to the increase in research and development expenses, being provisions made for future development of an improved strain of sweet potato seeds, as well as higher depreciation expenses recorded during the period under review.

Finance costs

Finance costs increased by approximately RMB 0.2 million or 71.7% due to higher interest rates on bank loans in 2Q2020.

Income tax expense

Income tax expense decreased by approximately RMB 2.0 million or 45.2% in 2Q2020. This was due to a lower profit before income tax of the Group recorded in 2Q2020 as a result of the aforementioned.

Consolidated Statement of Financial Position

The comparative performance for both the assets and liabilities are based on the Group's financial statements as at 30 September 2019 and 31 March 2019.

Non-current assets

There was a decrease in the Group's total non-current assets of approximately RMB 44.0 million or 14.2% from RMB 310.7 million as at 31 March 2019 to RMB 266.7 million as at 30 September 2019, mainly due to a decrease in other assets (non-current) of approximately RMB 38.9 million or 34.7% due to the amortisation of long-term deferred expenses and decrease in advance payments as a result of recognition of supplies delivered. As at 30 September 2019, other assets (non-current) amounted to approximately RMB 73.4 million and mainly comprise advance payments to suppliers for the three 5-year supply contracts of sweet potatoes.

Plant, property and equipment ("**PPE**") and intangible assets decreased by approximately RMB 3.4 million and RMB 1.8 million, or 2.2% and 4.3% respectively due to significantly higher depreciation expense and amortization expense recorded on PPE and intangible assets respectively for the first six months of the financial year ended 31 March 2020.

Current assets

Inventories increased by approximately RMB 0.5 million or 13.8% from RMB 4.1 million as at 31 March 2019 to RMB 4.6 million as at 30 September 2019 mainly due to the increase of direct materials in order to meet the production demand.

Trade and other receivables increased by approximately RMB 2.5 million or 8.1% from RMB 31.4 million as at 31 March 2019 to RMB 33.9 million as at 30 September 2019 mainly due to an increase in trade receivables recognized between July to September.

Other assets (current) increased by approximately RMB 17.0 million or 28.3% from RMB 60.3 million as at 31 March 2019 to RMB 77.3 million as at 30 September 2019 mainly due to an increase in recorded advance payments made by the Group for the delivery of sweet potato supplies from contracted suppliers

Cash and cash equivalents increased by approximately RMB 73.9 million or 118.4% as a result of net cash generated the Group's operations, the increase in proceeds from the rights issue completed earlier in May 2019 and proceeds from short-term bank loans taken up by the Group.

The Company wishes to highlight that the free cash position at the company level as at 30 September 2019 amounts to approximately RMB 0.3 million, which excludes RMB 2.6 million of fixed deposits pledged for bank facility. With regards to this, the Company wishes to update that it is in discussions with the relevant banking institution to explore possibly renewing and/or re-negotiating this secured revolving loan in order to ensure that the Company has continued access to funding facilities at the company level should the need arise. Notwithstanding, (a) Mr Liang, Executive Chairman and Chief Executive Officer, has provided an undertaking to provide financial assistance to the Company as and when the Company requires it, and (b) the Company will be assessing its options of raising additional funds from the capital markets in the event that that is required. In this regard, the Company notes that the recent rights issue was fully subscribed by its shareholders.

In view of the above, the Board is of the reasonable opinion that the Company is still able to operate as a going concern and that the working capital available to the Company is sufficient for its present requirements and for the next 12 months.

Current liabilities

Trade and other payables increased by approximately RMB 6.8 million or 25.5% from RMB 26.6 million as at 31 March 2019 to RMB 33.4 million as at 30 September 2019 due to increased purchases of raw materials.

Other financial liabilities increased by approximately RMB 6.1 million or 25.5% mainly due to an increase in unsecured short-term borrowings obtained by the Group as at 30 September 2019. The rationale for the increase in borrowings of the Group was to commence a banking relationship with the said bank and allow the Group to continue building up its credit track record with a view to possibly securing additional credit facilities in the future for the purposes of expanding its operations.

Consolidated Statement of Cash Flows

The Group recorded net cash from operating activities of approximately RMB 32.0 million in 2Q2020 as compared to net cash from operating activities of RMB 17.8 million in 2Q2019 mainly due to working capital changes in inventories, other assets as well as trade and other payables.

Net cash used in investing activities of approximately RMB 4.4 million in 2Q2020 as compared to net cash used in investing activities of RMB 2.2 million in 2Q2019 was mainly due to the higher purchases of PPE as compared to 2Q2019.

Net cash used in financing activities of approximately RMB 0.5 million in 2Q2020 as compared to net cash used in financing activities of RMB 0.3 million in 2Q2019 was mainly attributable to an increase in interest expenses, which was partially offset by a decrease in proceeds from the short-term borrowings as well as a decrease in pledged fixed deposits as compared to 2Q2019.

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

No specific forecast was previously provided.

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 remains optimistic about the business outlook for the sweet potato snack food industry in China despite increased competition. The Group continues to position itself for growth from the following:

(i) product varieties arising from continued investment in research and development;
(ii) production capacity expansion to meet the growing demand for sweet potato snack food in the People's Republic of China; and
(iii) sales channel expansion through greater advertising and sales promotional activities.

Moving forward, the Group will be assessing and evaluating the appropriate methods to better engage with the investment community and its stakeholders.

11. Dividend

If a decision regarding dividend has been made:-

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

No dividend has been declared or recommended for the current financial period reported on.

(b)(i) Amount per share (cents)
(Optional) Rate (%)

Not applicable.

(b)(ii) Previous corresponding period (cents)
(Optional) Rate (%)

Not applicable. No dividend has been declared or recommended for 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) The date the dividend is payable.

Not applicable.

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

Not applicable.

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

No dividend has been declared or recommended for 2Q2020. The Group intends to fulfill the capital commitment of Fujian Zixin's registered share capital before deciding on whether the Company should declare dividends. In deciding whether dividends are to be declared, the Board will assess, among others, the Group's financial performance and position in respect of the relevant financial period.

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

The Group does not have any existing general mandate from shareholders for IPTs pursuant to Rule 920(1)(a)(ii) of the Listing Manual Section B: Rules of Catalist of the SGX-ST.

There were no IPT of S$100,000 and above (or equivalent) for the current financial period reported on.

14. Use of proceeds

As at the date of this announcement, the Company had raised approximately S$4.32 million in net proceeds from the right issue of 296,909,050 new ordinary shares in the Company which was completed on 22 May 2019 (the "**Rights Issue Proceeds**"). The status on the use of the Rights Issue Proceeds is as follows:

Item	**Amount (S$)**
Net Proceeds	4,320,000
Less:	
Partial capital contribution	(3,500,000)
Working capital for the Company (Corporate office expenses)	(820,000)
Balance	-

The above utilization of the Rights Issue Proceeds is consistent with the intended use as disclosed in the offer information statement of the Company dated 25 April 2019.

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 confirms that it has procured undertakings from all of its directors and executive officers in the required format.

16. Negative Confirmation by the Board Pursuant to Rule 705(5) of the Catalist Listing Manual

The Board of Directors of the Company confirms, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial results for 2Q2020 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Liang Chengwang
Executive Chairman and Chief Executive Officer
14 November 2019

*This announcement has been prepared by the Company and reviewed by the Company's sponsor, Novus Corporate Finance Pte. Ltd. ("**Sponsor**") in compliance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalist.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assume 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 Mr Pong Chen Yih, Chief Operating Officer, at 9 Raffles Place, #17-05 Republic Plaza Tower 1, Singapore 048619, telephone (65) 6950 2188.