

Unaudited Third Quarter Financial Statements Announcement

PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4), HALF-YEAR AND FULL YEAR RESULTS

- 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.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2019

	The Group		Increase/ (Decrease) %	The Group		Increase/ (Decrease) %
	3Q 2019 \$'000	3Q 2018 \$'000		9M 2019 \$'000	9M 2018 \$'000	
Continuing operations						
Revenue	5,311	6,651	(20)	21,313	17,248	24
Cost of sales	(3,798)	(4,406)	(14)	(16,918)	(12,615)	34
Gross profit	1,513	2,245	(33)	4,395	4,633	(5)
Other income	12	490	(98)	471	1,302	(64)
Selling and distribution expenses	(1,353)	(1,170)	16	(2,271)	(1,952)	16
General and administrative expenses	(818)	(1,003)	(18)	(2,649)	(3,009)	(12)
(Allowance for)/reversal of allowance for impairment loss on trade and other receivables	-	(66)	(100)	43	(66)	(>100)
Other expenses	(12)	(12)	-	(35)	(95)	(63)
Finance costs (net)	(867)	(735)	18	(2,351)	(2,148)	9
Loss before tax	(1,525)	(251)	>100	(2,397)	(1,335)	80
Income tax	(6)	1	(>100)	(9)	(8)	13
Loss for the period	(1,531)	(250)	>100	(2,406)	(1,343)	79
Loss attributable to :						
Owners of the Company	(861)	(289)	>100	(1,539)	(1,979)	(22)
Non-controlling interests	(670)	39	(>100)	(867)	636	(>100)
Loss for the period	(1,531)	(250)	>100	(2,406)	(1,343)	79

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2019

	<u>The Group</u>		Increase/ (Decrease) %	<u>The Group</u>		Increase/ (Decrease) %
	3Q 2019 \$'000	3Q 2018 \$'000		9M 2019 \$'000	9M 2018 \$'000	
Loss for the period	(1,531)	(250)	>100	(2,406)	(1,343)	79
Other comprehensive income						
Total items that are or may be reclassified subsequently to profit or loss:						
Translation differences relating to financial statements of foreign operations and a subsidiary with non-singapore dollar functional currency	167	20	>100	238	124	92
Other comprehensive income for the period	167	20	>100	238	124	92
Total comprehensive income for the period	(1,364)	(230)	>100	(2,168)	(1,219)	78
Total comprehensive income attributable to :						
Owners of the Company	(760)	(280)	>100	(1,425)	(1,895)	(25)
Non-controlling interests	(604)	50	(>100)	(743)	676	(>100)
Total comprehensive income for the period	(1,364)	(230)	>100	(2,168)	(1,219)	78

(A) Revenue

	<u>The Group</u>		<u>The Group</u>	
	3Q 2019 \$'000	3Q 2018 \$'000	9M 2019 \$'000	9M 2018 \$'000
Piling contract, construction, and rental and servicing of machinery	1,369	2,672	5,467	6,244
Recycling, refining and trading of e-waste / metals	3,153	3,021	13,491	8,135
Property investments and management	676	840	2,018	2,505
Others	113	118	337	364
	5,311	6,651	21,313	17,248

(B) Loss for the period

	<u>The Group</u>		Increase/ (Decrease) %	<u>The Group</u>		Increase/ (Decrease) %
	3Q 2019 \$'000	3Q 2018 \$'000		9M 2019 \$'000	9M 2018 \$'000	
<i>Loss for the period is arrived at after:</i>						
Charging/(crediting):						
Depreciation of property, plant and equipment	749	468	60	1,842	1,605	15
Depreciation of right-of-use assets	147	-	-	383	-	-
Fair value gain on investment properties	-	(296)	(100)	(176)	(836)	(79)
Foreign exchange loss	107	17	>100	210	76	>100
Gain on disposal of property, plant and equipment	(2)	-	-	(8)	(14)	(43)
Property, plant and equipment written off	-	-	-	-	59	(100)
Allowance for/(reversal of) allowance for impairment loss on trade and other receivables	-	66	(100)	(43)	66	(>100)

(C) Finance costs (net)

	<u>The Group</u>		<u>The Group</u>	
	3Q 2019 \$'000	3Q 2018 \$'000	9M 2019 \$'000	9M 2018 \$'000
Finance income:				
- cash and cash equivalents	4	1	10	8
Finance costs:				
- Finance leases	(3)	(1)	(8)	(7)
- Bank loans	(771)	(735)	(2,168)	(2,149)
- Trust receipts	(8)	-	(8)	-
- Bank overdrafts	(2)	-	(2)	-
- Related party	(37)	-	(60)	-
- Others	(50)	-	(115)	-
	<u>(871)</u>	<u>(736)</u>	<u>(2,361)</u>	<u>(2,156)</u>
	<u>(867)</u>	<u>(735)</u>	<u>(2,351)</u>	<u>(2,148)</u>

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.

STATEMENTS OF FINANCIAL POSITION

	<u>The Group</u>		<u>The Company</u>	
	<u>30.09.19</u>	<u>31.12.18</u>	<u>30.09.19</u>	<u>31.12.18</u>
	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
Non-current assets				
Property, plant and equipment	25,229	15,834	85	105
Right-of-use assets	6,308	-	33	-
Investment properties	131,317	134,700	-	-
Subsidiaries	-	-	46,627	46,676
Trade and other receivables	151	10	-	-
	<u>163,005</u>	<u>150,544</u>	<u>46,745</u>	<u>46,781</u>
Current assets				
Trade and other receivables	7,918	9,061	13,085	9,775
Inventories	4,511	2,087	-	-
Cash and cash equivalents	3,074	5,376	49	493
Investment properties held for sale	-	1,350	-	-
	<u>15,503</u>	<u>17,874</u>	<u>13,134</u>	<u>10,268</u>
Total assets	<u>178,508</u>	<u>168,418</u>	<u>59,879</u>	<u>57,049</u>
Equity attributable to owners of the Company				
Share capital	96,158	96,158	96,158	96,158
Foreign currency translation reserve	468	354	-	-
Other reserve	(6,852)	(6,852)	-	-
Accumulated losses	(42,965)	(41,426)	(60,992)	(59,996)
	<u>46,809</u>	<u>48,234</u>	<u>35,166</u>	<u>36,162</u>
Non-controlling interests	<u>(5,418)</u>	<u>(4,675)</u>	<u>-</u>	<u>-</u>
Total equity	<u>41,391</u>	<u>43,559</u>	<u>35,166</u>	<u>36,162</u>
Non-current liabilities				
Loans and borrowings	94,899	93,983	-	-
Trade and other payables	20,094	16,177	3,251	-
Lease liabilities	5,961	-	21	-
	<u>120,954</u>	<u>110,160</u>	<u>3,272</u>	<u>-</u>
Current liabilities				
Loans and borrowings	6,935	4,111	-	-
Trade and other payables	8,767	10,545	21,428	20,887
Lease liabilities	455	-	13	-
Current tax payable	6	43	-	-
	<u>16,163</u>	<u>14,699</u>	<u>21,441</u>	<u>20,887</u>
Total liabilities	<u>137,117</u>	<u>124,859</u>	<u>24,713</u>	<u>20,887</u>
Total equity and liabilities	<u>178,508</u>	<u>168,418</u>	<u>59,879</u>	<u>57,049</u>

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

Amount repayable in one year or less, or on demand.

As at 30.09.19	As at 31.12.18
Secured	Secured
6,935,000	4,111,000

Amount repayable after one year.

As at 30.09.19	As at 31.12.18
Secured	Secured
94,899,000	93,983,000

The Group's borrowings comprise obligations under finance leases and secured bank loans.

Details of any collateral

The finance lease liabilities are secured on plant and equipment under the leases with carrying value of \$638,000 (31 December 2018 : \$553,000).

The bank loans are secured by/on :

- a) First legal mortgages over leasehold properties with carrying amount of \$18,616,000 (31 December 2018 : \$8,772,000);
- b) First legal mortgages over investment properties with carrying amount of \$131,317,000 (31 December 2018 : First legal mortgages over investment properties, including a strata unit classified as investment properties held for sale with a total carrying amount of \$136,050,000);
- c) Fixed deposits amounting to \$1,496,000 (31 December 2018 : \$1,334,000);
- d) Fixed charges on certain plant and machinery with carrying amount of \$694,000 (31 December 2018 : \$300,000);
- e) Guarantees by a subsidiary of the Company;
- f) Guarantees by the Executive Chairman of the Company; and
- g) Fixed charges on 200 million shares of the Company held by the Executive Chairman (31 December 2018 : 200 million shares).

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 FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2019

	3Q 2019 \$'000	3Q 2018 \$'000	9M 2019 \$'000	9M 2018 \$'000
Cash flows from operating activities				
Loss for the period	(1,531)	(250)	(2,406)	(1,343)
Adjustments for:				
Depreciation of property, plant and equipment	749	468	1,842	1,605
Depreciation of right-of-use assets	147	-	383	-
Allowance for/(reversal of) allowance for impairment loss on trade and other receivables	-	66	(43)	66
Finance income	(4)	(1)	(10)	(8)
Finance costs	871	736	2,361	2,156
Fair value gain on investment properties	-	(296)	(176)	(836)
Share-based payment transactions	-	-	-	(10)
Gain on disposal of property, plant and equipment	(2)	-	(8)	(14)
Property, plant and equipment written off	-	-	-	59
Income tax	6	(1)	9	8
	<u>236</u>	<u>722</u>	<u>1,952</u>	<u>1,683</u>
Changes in working capital				
Inventories	(2,335)	(722)	(2,404)	(1,176)
Trade and other receivables	1,265	(2,150)	1,235	(1,425)
Trade and other payables	(118)	1,478	(2,260)	(3,428)
Cash used in operating activities	<u>(952)</u>	<u>(672)</u>	<u>(1,477)</u>	<u>(4,346)</u>
Income taxes paid	(20)	(4)	(46)	(16)
Net cash used in operating activities	<u>(972)</u>	<u>(676)</u>	<u>(1,523)</u>	<u>(4,362)</u>
Cash flows from investing activities				
Acquisition of property, plant and equipment	(291)	(244)	(11,301)	(689)
Proceeds from disposal of property, plant and equipment	3	13	99	30
Proceeds from disposal of investment properties held for sale	1,948	1,349	4,909	1,349
Deposits received from investment properties held for sale	-	159	-	503
Interest received	4	1	10	8
Net cash from/(used in) investing activities	<u>1,664</u>	<u>1,278</u>	<u>(6,283)</u>	<u>1,201</u>

Cash flows from financing activities

(Pledge)/Withdrawal of fixed deposit	(103)	-	(162)	202
Repayment of lease liabilities	(33)	-	(100)	-
Repayment of long-term loans and borrowings	(3,043)	(2,083)	(6,831)	(4,014)
Proceed from short-term loans and borrowings	1,294	-	1,294	-
Proceed from long-term loans and borrowings	-	-	8,991	-
(Repayment of)/proceeds from finance leases liabilities	-	(14)	112	(123)
Loans from/(repayment to) a related party	212	-	212	(3,229)
Loans from a shareholder	-	-	3,000	-
Loans from/(repayment to) non-controlling interests	57	285	704	(1,167)
Dividend paid	-	-	-	(3,299)
Interest paid	(869)	(736)	(2,160)	(1,947)
Net cash (used in)/from financing activities	(2,485)	(2,548)	5,060	(13,577)
Net decrease in cash and cash equivalents	(1,793)	(1,946)	(2,746)	(16,738)
Effect of exchange rate fluctuation on cash held	15	4	9	39
Cash and cash equivalents at the beginning of the financial period	3,083	5,103	4,042	19,860
Cash and cash equivalents at the end of the financial period	1,305	3,161	1,305	3,161

Cash at bank and on hand			1,578	2,260
Fixed deposits			1,496	2,105
			3,074	4,365
Less: Bank overdrafts			(273)	-
Less: Deposits pledged			(1,496)	(1,204)
Cash and cash equivalents at the end of the financial period			1,305	3,161

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.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2019

	<u>Share capital</u> \$'000	<u>Foreign currency translation reserve</u> \$'000	<u>Other reserve</u> \$'000	<u>Accumulated losses</u> \$'000	<u>Total attributable to owners of the Company</u> \$'000	<u>Non-controlling interests</u> \$'000	<u>Total equity</u> \$'000
As at 1 January 2019	96,158	354	(6,852)	(41,426)	48,234	(4,675)	43,559
Changes in equity for the year							
Loss for the period	-	-	-	(1,539)	(1,539)	(867)	(2,406)
Other comprehensive income							
- Translation differences relating to financial statements of foreign operations and a subsidiary with functional currency in foreign currency	-	114	-	-	114	124	238
Total other comprehensive income	-	114	-	-	114	124	238
Total comprehensive income	-	114	-	(1,539)	(1,425)	(743)	(2,168)
As at 30 September 2019	96,158	468	(6,852)	(42,965)	46,809	(5,418)	41,391
As at 1 January 2018	95,888	239	(6,852)	(35,643)	53,632	(10,663)	42,969
Changes in equity for the year							
Loss for the period	-	-	-	(1,979)	(1,979)	636	(1,343)
Other comprehensive income							
- Translation differences relating to financial statements of foreign operations and a subsidiary with functional currency in foreign currency	-	84	-	-	84	40	124
Total other comprehensive income	-	84	-	-	84	40	124
Total comprehensive income	-	84	-	(1,979)	(1,895)	676	(1,219)
Transactions with owners, recognised directly in equity							
Contributions by and distributions to							
- Dividends paid	-	-	-	(3,101)	(3,101)	(198)	(3,299)
- Share-based payment transactions	270	-	-	(280)	(10)	-	(10)
- Restructuring	-	-	-	(2,922)	(2,922)	2,922	-
Total transaction with owners	270	-	-	(6,303)	(6,033)	2,724	(3,309)
As at 30 September 2018	96,158	323	(6,852)	(43,925)	45,704	(7,263)	38,441

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2019

	Share capital \$'000	Accumulated losses \$'000	Total \$'000
As at 1 January 2019	96,158	(59,996)	36,162
Changes in equity for the year			
Loss for the period	-	(996)	(996)
Total comprehensive income	-	(996)	(996)
As at 30 September 2019	<u>96,158</u>	<u>(60,992)</u>	<u>35,166</u>
As at 1 January 2018	95,888	(58,880)	37,008
Changes in equity for the year			
Loss for the period	-	(693)	(693)
Total comprehensive income	-	(693)	(693)
Transactions with owners, recognised directly in equity			
Contributions by and distributions to owners			
Share-based payment transactions	270	-	270
As at 30 September 2018	<u>96,158</u>	<u>(59,573)</u>	<u>36,585</u>

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 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 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.

For the period ended 30 September 2019, the total number of ordinary shares in issue was 1,033,746,142 shares (31 December 2018: 1,033,746,142).

The Company did not have any outstanding convertibles and treasury shares 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.

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.

Total number of issued shares excluding treasury shares: 1,033,746,142 (31 December 2018: 1,033,746,142)

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares 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 auditors.

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

Not applicable.

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

Except as disclosed in paragraph 5 below, the accounting policies and methods of computation adopted in the financial statements for the current reporting period are consistent with those disclosed in the most recently audited consolidated financial statements for the financial year ended 31 December 2018.

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 financial statements have been prepared in accordance with the same accounting policies and methods of computation adopted in the most recently audited financial statements for the financial year ended 31 December 2018, except for the adoption of SFRS(I) 16 *Leases*.

The Group as lessee

SFRS(I) 16 eliminates the lessee's classification of leases as either operating leases or finance leases and introduces a single lessee accounting model. Applying the new model, a lessee is required to recognise right-of-use (ROU) assets and lease liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. The Group has applied the standard from its mandatory adoption date of 1 January 2019 using the simplified transition approach and will not restate comparative amounts for the year prior to first adoption. Right-of-use assets have been measured at the amount of the lease liability on adoption.

As at 1 January 2019, the Group has capitalised its operating leases on leasehold properties and office equipments on the statement of financial position by recognising ROU assets and their corresponding lease liabilities of \$3.8 million.

The Group as lessor

SFRS(I) 16 substantially carries forward the previous accounting requirements for lessor under FRS 17 *Leases*. Accordingly, the Group continues to classify its leases as operating leases or finance leases, and to account for these two types of leases using the existing operating lease and finance lease accounting models respectively.

The Group reassessed the classification of sub-leases in which the Group is a lessor. The Group reclassified two sub-leases as a finance lease, resulting in recognition of a finance lease receivable of \$0.11 million as at 1 January 2019.

No significant impact is expected for other leases in which the Group is a lessor after the assessment.

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.**

	<u>The Group</u>		<u>The Group</u>	
	3Q 2019	3Q 2018	9M 2019	9M 2018
Loss per share				
Basic and diluted loss per share (cents)	<u>(0.08) cts</u>	<u>(0.03) cts</u>	<u>(0.15) cts</u>	<u>(0.19) cts</u>
	3Q 2019	3Q 2018	9M 2019	9M 2018
	\$'000	\$'000	\$'000	\$'000
Loss attributable to owners of the Company				
Continuing operations	<u>(861)</u>	<u>(289)</u>	<u>(1,539)</u>	<u>(1,979)</u>
Basic and diluted earnings per share is computed based on weighted average number of shares of the company in issue.				
Weighted average number of shares ('000)	<u>1,033,746</u>	<u>1,033,746</u>	<u>1,033,746</u>	<u>1,031,147</u>

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.**

	<u>The Group</u>		<u>The Company</u>	
	30.09.19	31.12.18	30.09.19	31.12.18
Net asset value per ordinary share for the Group and the Company (cents)	<u>4.53 cts</u>	<u>4.67 cts</u>	<u>3.40 cts</u>	<u>3.50 cts</u>

Net asset value per ordinary share for the Group and the Company are computed based on the net asset value of the Group and the Company after deduction of non-controlling interests divided by the number of ordinary shares of the Company in issue as at 30 September 2019 of 1,033,746,142 shares (31 December 2018: 1,033,746,142 shares).

- 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.**

STATEMENTS OF FINANCIAL POSITION

Comparing 30 September 2019 to 31 December 2018 figures:

- (i) The increase in property, plant and equipment was due mainly to acquisition of a leasehold property at 3 Gul Crescent, partially negated by depreciation in 9M 2019.
- (ii) The increase in right-of-use assets was due to capitalisation of the Group's operating leases upon adoption of SFRS(I) 16 Leases. The right-of-use assets representing the Group's right to use the underlying assets.
- (iii) The decrease in investment properties was due to disposal of strata industrial units held at 63 Hillview Avenue, Lam Soon Building during the current period.
- (iv) The decrease in trade and other receivables was due mainly to lower receivables in the Group's piling and construction business, partially negated by:
 - (i) higher receivables from recycling businesses; and
 - (ii) GST receivable from acquisition of leasehold property, 3 Gul Crescent.
- (v) The increase in inventories was mainly attributed to higher inventories held in the Group's recycling businesses.
- (vi) The decrease in cash and cash equivalents was due mainly to acquisition of property, plant and equipment (i.e. acquisition of a leasehold property, 3 Gul Crescent), partially negated by proceeds from loans and disposal of investment properties.
- (vii) The decrease in investment properties held for sale due to disposal of 1 strata industrial unit at 63 Hillview Avenue held by the Company's subsidiary, QF 8 Pte Ltd, completed during 1Q 2019.
- (viii) The increase in loans and borrowings was attributed mainly to loans obtained for the acquisition of a leasehold property at 3 Gul Crescent and additional trade facilities obtained during the current period. The increase was partially negated by repayments and redemption of loans.
- (ix) The increase in trade and other payables was due mainly to increase in loans from a shareholder, a related party and deposit received from customer. The increase was partially negated by payment of trade and other creditors during the current period.
- (x) The increase in lease liabilities was due to capitalisation of the Group's operating leases upon adoption of SFRS(I) 16 Leases. The lease liabilities represent the Group's obligation to make lease payments over the respective lease term.
- (xi) As at 30 September 2019, the Group's current liabilities exceeded its current assets by \$0.66million. Notwithstanding this, the financial statements of the Group have been prepared on a going concern basis because the Board of Directors, having assessed the financial position and funding options of the Group, believes that the Group has adequate resources to continue as a going concern for the foreseeable future. The liquidity requirements of the Group are expected to be met from cash inflows from operating activities, restructuring of existing banking facilities, and continued financial support from the major shareholder of the Company. The Group will monitor and manage financial position closely in meeting its commitments when due.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Comparing 3Q/9M 2019 figures to 3Q/9M 2018 figures:

- (i) Revenue increased by \$4.1 million or 24% from \$17.2 million to \$21.3 million in 9M 2019 was due mainly to higher precious metal sales generated from the Group's recycling businesses.

Revenue decreased by \$1.3 million or 20% from \$6.6 million to \$5.3 million in 3Q 2019 was due mainly to lower piling revenue recognised during the current quarter.

- (ii) The Group's gross profit decreased by \$0.2 million or 5% from \$4.6 million to \$4.4 million and \$0.7 million or 33% from \$2.2 million to \$1.5 million in 9M 2019 and 3Q 2019 respectively were attributed mainly to the followings:

(i) lower profit margin from e-waste sales;

(ii) lower rental income generated from 63 Hillview Avenue due to disposal of the strata units and soften of leasing market;

The decrease in 9M 2019 was partially negated by improvement in gross profit from piling business.

- (iii) Other income, selling and distribution expenses, general and admin expenses, other expenses and finance costs for 3Q/9M 2019 were generally comparable to 3Q/9M 2018.

CONSOLIDATED STATEMENT OF CASH FLOWS

Comparing 3Q/9M 2019 figures to 3Q/9M 2018 figures:

- (i) The net cash outflows from operating activities in 3Q/9M 2019 and 3Q/9M 2018 due mainly to changes in working capital.

- (ii) The net cash outflows from investing activities in 9M 2019 compare to the net cash inflows from investing activities in 9M 2018, were due mainly to acquisition of a leasehold property and other plant and equipments negated by proceeds from investment properties.

- (iii) The net cash inflows from financing activities in 9M 2019 compared to the net cash outflows from financing activities in 9M 2018 were due mainly to proceeds from loans and borrowings, lower repayment of loans and absence of dividend paid. The net cash inflows was partially negated by higher interest payment.

- 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 statements were previously made.
- 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.**
- As the global economic outlook in next 12 months remains uncertain, the Group will focus on its core businesses and continue to manage its operating costs.
- 11** **If a decision regarding dividend has been made:-**
- (a) Whether an interim (final) ordinary dividend has been declared (recommended); and**
- None.
- (b) Final ordinary dividend**
- None.
- (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 received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.**
- Not applicable.
- 12** **If no dividend has been declared/recommended, a statement to that effect.**
- Not applicable.

- 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 not IPT mandate has been obtained, a statement to that effect.**

Name of interested person	Aggregate value of all Interested Person Transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under Shareholders' Mandate pursuant to Rule 920)	Aggregate value of all Interested Person Transactions conducted under Shareholders' Mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
EH Property & Investments Pte Ltd	Shareholder's loan - \$732,823 (note 1)	-
BS Pantech Pte Ltd	Warehouse and office rental - \$45,879 (note 2)	-

Notes:

- (1) The Company has an existing obligation to fund the joint venture entered into between the Company and BS Capital Pte. Ltd. in relation to EH Property & Investments Pte. Ltd. ("EH Property") by way of shareholder's loan ("EH Property Shareholder's Loan"). Details of the joint venture and the EH Property Shareholder's Loan were set out in the Company's circular to shareholders dated 29 August 2013 and the Company's announcements on the SGXNET dated 25 June 2013, 8 July 2013 and 24 February 2014. As at financial period ended 30 September 2019, the Company has disbursed an aggregate amount of S\$14,916,556 to EH Property pursuant to the EH Property Shareholder's Loan.
- (2) The subsidiary of the Company, Cimelia Resource Recovery Pte. Ltd., has entered into an tenancy agreement with BS Pantech Pte. Ltd. for rental of warehouse and office at 200 Pandan Loop, Pantech 21, commence from May 2017. In January 2019, BS Pantech Pte. Ltd. has disposed its property, Pantech 21, to a third party. Subsequent to the disposal, this rental no longer classified under Interested Person Transactions.

- 14 **Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).**

The Company confirms that the undertakings under Rule 720(1) of the Listing Manual have been obtained from all its directors and executive officers in the format set out in Appendix 7.7.

PART II ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

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

- 15 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.**

Not applicable.

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

Not applicable.

- 17 A breakdown of sales.**

Not applicable.

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

Not applicable.

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

Not applicable.

BY ORDER OF THE BOARD

JOANNA LIM
Company Secretary
13 November 2019

Confirmation by the Board Pursuant to Rule 705(5)

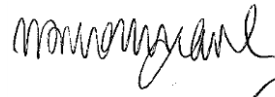
We, Raymond Ng and Tan Kok Hiang, being two directors of Enviro-Hub Holdings Ltd (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render these interim unaudited financial statements of the Company and of the Group to be false or misleading in any material aspect.

On behalf of the board of directors



Raymond Ng
Chairman

13 November 2019
Singapore



Tan Kok Hiang
Director