

UNAUDITED FINANCIAL STATEMENTS FOR THE SIX-MONTH ENDED 30 JUNE 2016

*Unless otherwise defined, capitalised terms used in this announcement shall have the same meaning as ascribed to them in the Offer Document of the Company dated 7 January 2016 (the “**Offer Document**”).*

GS Holdings Limited (the “Company”) was listed on Catalist of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on 18 January 2016. The initial public offering (the “**IPO**”) of the Company was sponsored by UOB Kay Hian Private Limited (the “**Sponsor**”).

This announcement has been prepared by the Company and its contents have been reviewed by the Sponsor, for compliance with the relevant rules of the SGX-ST. The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of the announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact persons for the Sponsor are Mr. Alvin Soh, Head of Catalist Operations, Senior Vice President and Mr. Lan Kang Ming, Vice President, who can be contacted at 8 Anthony Road #01-01, Singapore 229957, Telephone: +65 6590 6881.

Background

The Company was incorporated in Singapore on 19 September 2014 under the Act as a public company limited by shares, under the name “GS Holdings Limited”. The Group undertook a corporate reorganisation (the “**Restructuring Exercise**”) to rationalise and streamline the Group corporate structure, under which the Company became the ultimate holding company for the Group. Please refer to the Offer Document for further details on the Restructuring Exercise.

The Group is an established centralised commercial dishware washing company providing a “one-stop shop” solution for its customers’ cleaning needs in the food and beverage industry in Singapore. The Group specialises in end-to-end cleaning services with a focus on centralised commercial dishware washing services. The Group is a dishware washing specialist in Singapore with ISO 22000: 2005 certification and Halal certification serving customers island-wide through its strategically-located centralised dishware washing facilities.

For the purpose of this announcement, the results of the Group for the six-month period ended 30 June 2016 (“1H 2016”) and the comparative results of the Group for the six-month period ended 30 June 2015 (“1H 2015”) have been prepared on the assumption that the group structure following the completion of the Restructuring Exercise has been in place since 1 January 2014.

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

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Group 1H 2016 S\$'000	Group 1H 2015 S\$'000	Increase/ (Decrease) %
Revenue	4,394	3,417	29%
Cost of sales	(4,017)	(3,149)	28%
Gross Profit	377	268	41%
Other income	2,006	705	185%
Administrative expenses	(1,749)	(960)	82%
Finance costs	(234)	(77)	204%
Profit / (Loss) after tax for the period	400	(64)	N.M.
Income tax expense	(51)	(39)	31%
Profit / (Loss) for the period, net of tax	349	(103)	439%
Profit / (Loss) attributable to:			
Equity holders of the Company	367	(103)	N.M.
Non-controlling interests	(18)	-	N.M.
	349	(103)	

1(a)(ii) Notes to consolidated statements of profit or loss and other comprehensive income.

	Group	Group	Increase/ (Decrease)
	1H 2016	1H 2015	%
	S\$'000	S\$'000	
Profit / (Loss) for the period include the following (charges)/credits:			
Fair value gain on investment properties	405	-	N.M.
Government grants	299	359	(17%)
Finance expenses	(234)	(77)	N.M.
Depreciation of property, plant and equipment	(449)	(288)	56%
Rental expense	(326)	(240)	36%
Personnel expenses	(3,273)	(2,445)	34%
Property, plant and equipment written off	(47)	(31)	52%
Subcontractor expenses	(22)	(284)	(92%)
Income tax expense	(51)	(39)	31%

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 As at 30 June 2016 S\$'000	Group As at 31 Dec 2015 S\$'000	Company As at 30 June 2016 S\$'000	Company As at 31 Dec 2015 S\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	11,214	8,817	–	–
Investment properties	5,180	4,775	–	–
Investments in subsidiaries	–	–	9,071	9,071
	<u>16,394</u>	<u>13,592</u>	<u>9,071</u>	<u>9,071</u>
Current assets				
Inventories	3	3	–	–
Trade and Other Receivables	3,125	2,214	4,350	377
Cash and bank balances	5,046	1,081	2,945	2
	<u>8,174</u>	<u>3,298</u>	<u>7,295</u>	<u>379</u>
Total assets	<u>24,568</u>	<u>16,890</u>	<u>16,366</u>	<u>9,450</u>
EQUITY				
Equity attributable to owners of the Company				
Share capital	11,498	3,704	11,498	3,704
Assets revaluation reserve	2,919	2,919	–	–
Accumulated profits / (losses)	886	519	(529)	(1,316)
Merger Reserve	(6,071)	(6,071)	–	–
Equity attributable to equity holders of the Company	<u>9,232</u>	<u>1,071</u>	<u>10,969</u>	<u>2,388</u>
Non-controlling interests	27	–	–	–
Total equity	<u>9,259</u>	<u>1,071</u>	<u>10,969</u>	<u>2,388</u>
LIABILITIES				
Non-current liabilities				
Loans and borrowings	9,046	9,920	–	–
Other payables	–	1,000	–	1,000
	<u>9,046</u>	<u>10,920</u>	<u>–</u>	<u>1,000</u>
Current Liabilities				
Trade and other payables	2,428	1,537	5,397	6,062
Provision for tax	118	107	–	–
Loans and borrowings	3,717	3,255	–	–
	<u>6,263</u>	<u>4,899</u>	<u>5,397</u>	<u>6,062</u>
Total liabilities	<u>15,309</u>	<u>15,819</u>	<u>5,397</u>	<u>7,062</u>
Total equity and liabilities	<u>24,568</u>	<u>16,890</u>	<u>16,366</u>	<u>9,450</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 June 2016 (S\$'000)		As at 31 Dec 2015 (S\$'000)	
Secured	Unsecured	Secured	Unsecured
3,717	nil	3,255	nil

Amount repayable after one year

As at 30 June 2016 (S\$'000)		As at 31 Dec 2015 (S\$'000)	
Secured	Unsecured	Secured	Unsecured
9,046	nil	9,920	nil

Details of collateral

As at the date of the statement of financial position, total borrowings included secured liabilities of S\$12,763,000 (31 December 2015: S\$13,175,000) for the Group. Secured bank loans amounting to S\$12,166,000 (31 December 2015: S\$12,515,000) are secured and/or guaranteed by one or several collateral(s) including:

(i) a legal mortgage over our Group's property at 16A Sungei Kadut Way and/or 7 Mandai Link and/or 8 Loyang Way 4, (ii) charges over fixed deposits, (iii) corporate guarantees by Hawkerway or GreatSolutions or our Company, (iv) personal guarantees from our Executive Chairman and Chief Executive Officer, Mr. Pang Pok, (v) legal mortgages over certain of Mr. Pang Pok's personal properties and (vi) insurance claims.

Other finance lease liabilities of the Group amounting to S\$597,000 (31 December 2015: S\$659,000) are secured by the rights to the Group's motor vehicles and machinery.

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

COMBINED STATEMENT OF CASH FLOWS

	Group 1H 2016 S\$'000	Group 1H 2015 S\$'000
Cash flows from operating activities		
Profit / (Loss) before tax from continuing operations	400	(64)
Adjustments for:		
Depreciation	449	288
Interest expense	234	77
Loss on disposal of property, plant and equipment, net	47	31
Fair value gain on investment properties	(405)	–
Operating cash flow before working capital changes	<u>725</u>	<u>332</u>
Changes in working capital:		
Inventories	–	(7)
Receivables	(911)	(2,984)
Payables	(109)	(403)
Cash flows used in operations	<u>(295)</u>	<u>(3,062)</u>
Income tax paid	(40)	(51)
Interest paid	<u>(234)</u>	<u>(77)</u>
Net cash used in operating activities	<u>(569)</u>	<u>(3,190)</u>
Cash flow from investing activities		
Purchases of property, plant and equipment	(2,844)	(388)
Additions to investment property	–	(283)
Proceeds from disposal of property, plant and equipment	13	62
Contributions from non-controlling interests	45	–
Net cash used in investing activities	<u>(2,786)</u>	<u>(609)</u>
Cash flow from financing activities		
Bank deposit pledged	–	200
Proceeds from finance lease	24	470
Repayment of obligations under finance lease	(148)	(257)
Proceeds from loans and borrowings	600	1,541
Repayment of loans and borrowings	(950)	(827)
Net proceeds from issuance of ordinary shares	7,794	–
Net cash generated from financing activities	<u>7,320</u>	<u>1,127</u>
Net increase / (decrease) in cash and cash equivalents	3,965	(2,672)
Cash and cash equivalents at beginning of the period	1,026	4,486
Cash and cash equivalents at end of the period (Note A)	<u>4,991</u>	<u>1,814</u>

1(c)(ii) Note A:

For the purpose of the consolidated cash flow statement, the consolidated cash and cash equivalents comprise the following:

	Group 1H 2016 S\$'000	Group 1H 2015 S\$'000
Cash at bank and on hand	4,991	1,814
Short-term bank deposits	55	55
Cash and cash equivalents per Group statement of financial position	5,046	1,869
Less: Deposits placed with banks as security	(55)	(55)
Cash and cash equivalents per consolidated cash flow statement	4,991	1,814

1(d)(i) A statement (for the issuer and group) showing either (a) all changes in equity or (b) 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.

STATEMENTS OF CHANGES IN EQUITY

Group

	Share capital S\$'000	Asset Revaluation Reserve S\$'000	Accumulated Profits S\$'000	Merger Reserve S\$'000	Total attributable to owners of the Company S\$'000	Non- controlling interests S\$'000	Total equity S\$'000
At 1 January 2016	3,704	2,919	519	(6,071)	1,071	–	1,071
Profit / (Loss) for the period	–	–	367	–	367	(18)	349
Issuance of ordinary shares	8,280	–	–	–	8,280	–	8,280
Incorporation of subsidiary	–	–	–	–	–	45	45
Capitalisation of IPO expenses	(486)	–	–	–	(486)	–	(486)
At 30 June 2016	11,498	2,919	886	(6,071)	9,232	27	9,259
At 1 January 2015	3,000	2,919	2,677	–	8,596	–	8,596
Loss for the period	–	–	(103)	–	(103)	–	(103)
At 30 June 2015	3,000	2,919	2,574	–	8,493	–	8,493

STATEMENTS OF CHANGES IN EQUITY (Cont'd)

Company

	Share capital S\$'000	Accumulated Losses S\$'000	Total S\$'000
At 1 January 2016	3,704	(1,316)	2,388
Profit for the period	–	787	787
Issuance of ordinary shares	8,280	–	8,280
Capitalisation of IPO expenses	(486)	–	(486)
At 30 June 2016	11,498	(529)	10,969
At 1 January 2015	–	–	–
Loss for the period	–	(2)	(2)
At 30 June 2015	–	(2)	(2)

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 issue, 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.

Issued and fully paid ordinary shares	No. of shares ('000)	Share capital (\$'000)
As at 31 December 2015	100,000	3,704
Issue of new shares pursuant to the IPO	24,000	5,514 ⁽¹⁾
Issue of new shares	8,000	2,280
As at 30 June 2016	132,000	11,498

Note:

(1) Taking into account the capitalisation of listing expenses of approximately \$0.4 million.

There are no outstanding convertibles as at 30 June 2016.

There are no shares held as treasury shares of the Company as at 30 June 2015 and 30 June 2016.

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

	As at 30 June 2016	As at 31 December 2015
Total number of issued shares (excluding treasury shares)	<u>132,000,000</u>	<u>100,000,000</u>

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.

There are no treasury shares held by the Company.

2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The figures have not been reviewed by the auditors of the Company.

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 financial results for the financial year under review have been prepared using the same accounting policies and methods of computation as presented in the Group's most recently audited financial statements for the financial year ended 31 December 2015.

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.

There are no changes in the Group's accounting policies and methods of computation including any required by an accounting standard. The adoption of the new and revised Financial Reporting Standards (including their consequential amendments) and interpretations is assessed to have no material impact on the results of the Group and of the Company for the six-month period ended 30 June 2016.

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	
	<u>1H 2016</u>	<u>1H 2015</u>
Profit / (Loss) attributable to owners of the Company (S\$'000)	367	(103)
Actual number of ordinary shares ('000)	132,000	132,000
Basic and diluted EPS based on actual number of shares (cents)	0.28	(0.08)

For comparative purposes, the earnings per share for the respective financial periods have been computed based on the profit attributable to owners of the Company and the Company's enlarged share capital of 132,000,000 shares.

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 As at 30-June-16	Group As at 31-Dec-15	Company As at 30-June-16	Company As at 31-Dec-15
Net asset value (S\$'000)	9,232	1,071	10,969	2,388
Number of ordinary shares ('000)	132,000	132,000	132,000	132,000
Net asset value per ordinary share based on issued share capital (cents)	7.0	0.8	8.3	1.8

For comparison and illustrative purposes, the calculation for the NAV per share for the respective financial period is based on the post-IPO share capital of 132,000,000 shares in issue.

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 PERFORMANCE

Revenue

Our revenue increased by approximately S\$977,000 or 29%, from S\$3.4 million in 1H 2015 to S\$4.4 million in 1H 2016 mainly due to additional contracts secured during 1H 2016 and the revenue from sales of crockeries to customers.

Cost of sales and gross profits

Our cost of sales increased by approximately S\$868,000, or 28%, from S\$3.1 million in 1H 2015 to S\$4 million in 1H 2016 mainly due to (i) an increase in labour costs of S\$510,000 in line with the increase in business activities; (ii) an increase in depreciation expenses of approximately S\$216,000; (iii) an increase in purchase of crockeries of approximately S\$198,000; (iv) an increase in other expenses of approximately S\$206,000; (v) partially offset by a decrease in subcontractor expenses of approximately S\$262,000

Our overall gross profit increased by S\$109,000 from S\$268,000 in 1H 2015 to S\$377,000 in 1H 2016 as our operations achieved better economies of scale from the increased volume.

REVIEW OF THE GROUP'S PERFORMANCE (Cont'd)

Other income

Other income increased by approximately S\$1.3million, or 185%, from approximately S\$705,000 in 1H 2015 to approximately S\$2.0 million in 1H 2016 mainly due to the S\$1 million that was forgiven by our Executive Chairman and Chief Executive Officer, Mr. Pang Pok. In addition, the increase was attributable to a \$405,000 fair value gain on investment properties and partially offset by lower government grant received.

Administration expenses

Our administrative expenses increased by approximately S\$789,000, or 82%, from S\$960,000 in 1H 2015 to S\$1,749,000 in 1H 2016. The increase in administrative expenses was mainly due (i) an increase in salaries and related expenses of S\$391,000 as a result of an increase in headcount in line with the increase in business activities; and (ii) an increase in other expenses of approximately S\$398,000 such as IPO expenses, professional fees and sponsorship fees.

Finance Cost

Our finance costs increased by approximately S\$157,000, or 204%, from approximately S\$77,000 in 1H 2015 to approximately S\$234,000 in 1H 2016. The increase was mainly attributable to the higher level of loans and borrowings in 1H 2016.

REVIEW OF THE GROUP'S FINANCIAL POSITION

Non-current assets

Our non-current assets increased by S\$2.8 million, or 21%, from S\$13.5 million as at 31 December 2015 to S\$16.3 million as at 30 June 2016. This was mainly due to (i) the increase in property, plant and equipment of S\$2.4 million from the additions of dishwashing equipment for the expansion of the Group's dishware washing operations and renovation costs relating to the newly acquired property at 8 Loyang Way 4; and (ii) a fair value gain on investment properties of S\$405,000.

Current assets

Our current assets increased by S\$4.9 million, or 148%, from S\$3.3 million as at 31 December 2015 to S\$8.2 million as at 30 June 2016. This was mainly due to (i) an increase in trade and other receivables by S\$900,000 as a result of an increase in trade receivables which is in line with higher revenues; and (ii) an increase in cash and bank balances by S\$4 million as a result of cash generated from financing partially offset by net cash outflow from operating and investing activities.

Non-current liabilities

Our non-current liabilities, comprising the non-current portion of our loans and borrowings, decreased by S\$2 million, or 17% from S\$11 million as at 31 December 2015 to S\$9 million as at 30 June 2016. This was mainly due to the progressive repayment of existing loans and the S\$1 million that was forgiven by our Executive Chairman and Chief Executive Officer, Mr. Pang Pok. The non-current portion of our loans and borrowings as at 30 June 2016 bore interest rates ranging from 2.4% to 9.6% per annum.

REVIEW OF THE GROUP'S FINANCIAL POSITION (Cont'd)

Current liabilities

Our current liabilities comprise trade and other payables, loans and borrowings and tax payable. As at 30 June 2016, our current liabilities amounted to S\$6.3million, or 41% of our total liabilities.

Trade and other payables increased by S\$0.9 million, from S\$1.5 million as at 31 December 2015 to S\$2.4 million as at 30 June 2016. This was mainly due to the increase in trade and other payables amounted to S\$889,000 which is in line with the increase in cost of sales. Our loans and borrowings increased by S\$462,000, or 14%, from S\$3.3 million as at 31 December 2015 to S\$3.7 million as at 30 June 2016 due an increased in new short term loans \$600,000 drawn down by the Group during 1H 2016. This current portion of our loans and borrowings as at 30 June 2016 bore interest rates ranging from 2.4% to 9.6% per annum.

REVIEW OF THE GROUP'S CASH FLOW STATEMENT

Net Cash Generated from/ Used in Operating Activities

In 1H 2016, we recorded net cash used in operating activities of S\$569,000, which comprised operating cash flows before changes in working capital of S\$725,000, net working capital outflow of S\$295,000, and net interest payment of approximately S\$234,000.

The working capital outflow was mainly due to an increase in S\$911,000 in trade and other receivables and a decrease in trade and other payables of S\$109,000.

Net Cash Generated from/ Used in Investing Activities

In 1H 2016, we recorded a net cash outflow from investing activities of S\$2.8 million which was mainly due to the purchase of property, plant and equipment of S\$2.8 million.

Net Cash Generated from/Used in Financing Activities

In 1H 2016, we recorded a net cash inflow from financing activities of approximately S\$7.3 million. This was mainly due to (i) net proceeds from IPO and new placement of shares of S\$7.8 million, partially offset by a net repayment of bank borrowings and finance lease amounting to S\$474,000.

Overall the cash and cash equivalents of the Group has increased by S\$4.0 million from S\$1.0 million as at 31 December 2015 to S\$5.0 million as at 30 June 2016.

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

No forecast or prospect statement was disclosed to shareholders previously.

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 moved to its new facility at Loyang in March 2016. The Loyang facility is the Group's largest facility, spanning an area of 4,500 sqm that will accommodate a total of twelve production lines, featuring greater automation. To date, the Loyang facility has five fully operational production lines. The remaining seven lines are expected to be fully operational by end of the year. This would increase our centralised dishware washing capacity to meet our order book of approximately S\$20.6 million as at 30 June 2016. With an anticipated tightness in the labour market for dishwashing staff and the Government's continuous effort to reduce domestic companies' reliance on foreign workers, we continue to see a favourable shift in demand for our services.

11. Dividend

(a) Current financial period reported on

Any dividend declared for the current financial period reported on?

None.

(b) Corresponding period of the immediately preceding financial year

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

No dividend was declared for the corresponding period of the immediately preceding financial year.

(c) Date payable

Not applicable.

(d) 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 by the directors of the Company.

13. Summary of Interested Person Transactions for the six-month ended 30 June 2016

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$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 \$100,000)
	S\$'000	S\$'000
Hao Kou Wei Pte Ltd	–	643
Koufu Group	–	218
Eastlink Food Court	–	149

The Group has adopted a general mandate from shareholders for interested person transactions on 15 April 2016.

14. Use of IPO Proceeds

Pursuant to the company's IPO, the Company received net proceeds from the IPO of approximately S\$4.1 million (the "Net Proceeds"). Please refer to the Offer Document for further details. As at the date of this announcement, the Net Proceeds have been utilised as follows:

<u>Purpose</u>	Allocation of Net Proceeds (as disclosed in Offer Document) (S\$'000)	Net Proceeds utilised as at the date of this announcement (S\$'000)	Balance of Net Proceeds as at the date of this announcement (S\$'000)
Expansion of dishware washing operations	2,500	(2,500)	–
General working capital	1,590	(1,590)	–
	<u>4,090</u>	<u>(4,090)</u>	<u>–</u>

As at the date of this announcement, the Company has utilised S\$1.7 million for the renovation of 8 Loyang Way 4 and another S\$0.8 million to purchase of new machinery and equipment for the expansion of the Group's dishware washing operations.

The Company has also utilized S\$1.6 million as general working capital for one of its operating subsidiary due to an increase in operating costs in line with higher sales volume.

The above utilisation is in accordance with the intended use of proceeds from the IPO as stated in the Offer Document.

15. Use of Share Placement Proceeds

As disclosed in the Placing Announcement, on 30 June 2016, the net proceeds raised by the Company from the placement of 8,000,000 new ordinary shares which amounted to \$2.25 million. As at the date of this announcement, the Net Proceeds have been utilised as follows:

<u>Purpose</u>	Allocation of Net Proceeds (S\$'000)	Net Proceeds utilised as at the date of this announcement (S\$'000)	Balance of Net Proceeds as at the date of this announcement (S\$'000)
Expansion of the Group's dishware washing operations in the hospitality industry	1,575	–	1,575
General working capital	675	–	675
	<u>2,250</u>	<u>–</u>	<u>2,250</u>

16. Confirmation by the issuer pursuant to Rule 720(1)

The Company has procured the undertakings from all its Directors and executive officers as required under Rule 720(1) of the Catalist Rules.

17. 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.

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Pang Yiling, Eliss	32	Daughter of Mr. Pang Pok	Special Projects Manager since 2015	No change

18. Negative confirmation by the board pursuant to Rule 705(5)

To the best knowledge of the Board of Directors, nothing has come to the attention of the Board of Directors which may render the financial results for the 1H 2016 of the Group and the Company to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Pang Pok

Executive Chairman and Chief Executive Officer

11 August 2016

Kenneth Foo Sek Kuan

Executive Director and Chief Finance Officer