

Listed companies must provide the information required by Appendix 7.2 of the Listing Manual. Adequate disclosure should be given to explain any material extraordinary item either as a footnote of the material extraordinary item or in the "Review of the performance of the group".



**First Quarter Ended 31 March 2017**  
**Financial Statement and Dividend Announcement**

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3),  
 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**

**Income statement**

	Group		
	S\$'000		%
	3 months ended 31 Mar		incr/ (decr)
	2017	2016	
a Revenue	44,636	42,318	5.5
b Investment income	-	-	-
c Other income including interest income :-	382	432	(11.6)
(i) Gain on sale of plant & equipment included in other income	-	-	-
(ii) Interest income	38	45	(15.6)
(iii) Other income	344	387	(11.1)
d Changes in inventories of FG & WIP	(915)	229	(499.6)
(i) (Allowance for) write-back of inventories	4	(50)	(108.0)
e Raw materials and consumables used :-	(11,566)	(12,267)	(5.7)
(i) (Allowance for) write-back of inventories	13	(73)	(117.8)
f Staff costs	(10,784)	(10,482)	2.9
g Depreciation, amortisation and impairment expenses	(2,286)	(2,295)	(0.4)
h Interest on borrowings	(125)	(190)	(34.2)
i Other operating expenses :-	(14,823)	(13,393)	10.7
(i) Foreign exchange gain (loss)	(568)	294	(293.2)
(ii) Allowance for doubtful debts	-	-	-
(ii) Bad debts written off	-	-	-
j Exceptional items	-	-	-
k Operating profit before income tax, non-controlling interests and extraordinary items but after interest on borrowings, depreciation and amortisation, foreign exchange loss and exceptional items	4,519	4,352	3.8

**Income statement (continued)**

	Group		
	S\$'000		%
	3 months ended 31 Mar		incr/ (decr)
	2017	2016	
l Loss from associated companies	-	-	-
m Profit from joint venture	68	89	(23.6)
n Operating profit before income tax	4,587	4,441	3.3
o Less income tax :-	(1,102)	(1,199)	(8.1)
(i) Adjustment for over (under) provision of tax in respect of prior periods.	-	(49)	(100.0)
p Profit for the period	3,485	3,242	7.5
Attributable to :-			
q Owners of the company	3,042	3,018	0.8
r Non-controlling interests	443	224	97.8

**Statement of Comprehensive Income**

	Group		
	S\$'000		%
	3 months ended 31 Mar		incr/ (decr)
	2017	2016	
Profit for the period	3,485	3,242	7.5
Other comprehensive income :-			
Items that will not be reclassified subsequently to profit or loss :-			
(i) Remeasurement of defined benefit obligation	-	-	-
Items that may be reclassified subsequently to profit or loss :-			
(i) Foreign currency translation	(1,219)	(1,959)	(37.8)
Other comprehensive income for the period	(1,219)	(1,959)	(37.8)
Total comprehensive income for the period	2,266	1,283	76.6
The comprehensive income attributable to :-			
Owners of the Company	2,497	1,249	99.9
Non-controlling Interests	(231)	34	(779.4)

**1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year**

Statement of Financial Position	Group		Company	
	Actual	Previous	Actual	Previous
	31-Mar-17 \$'000	31-Dec-16 \$'000	31-Mar-17 \$'000	31-Dec-16 \$'000
<b>ASSETS</b>				
<b>Current assets:</b>				
Cash and cash equivalents	39,028	42,362	3,842	6,894
Trade and other receivables	46,535	46,613	15,158	13,157
Inventories	14,796	20,070	-	-
<b>Total current assets</b>	<b>100,359</b>	<b>109,045</b>	<b>19,000</b>	<b>20,051</b>
<b>Non-current assets:</b>				
Other assets	1,313	389	-	-
Joint venture	4,048	4,060	4,216	4,216
Subsidiaries	-	-	19,797	19,797
Property, plant and equipment	72,543	74,896	38,942	39,741
Investment properties	4,076	4,140	2,224	2,245
Land use rights	6,917	6,997	6,487	6,554
Intangible assets	18	20	18	20
Goodwill	6,691	6,691	-	-
Deferred tax assets	305	307	-	-
<b>Total non-current assets</b>	<b>95,911</b>	<b>97,500</b>	<b>71,684</b>	<b>72,573</b>
<b>Total assets</b>	<b>196,270</b>	<b>206,545</b>	<b>90,684</b>	<b>92,624</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities:</b>				
Trade and other payables	25,817	36,207	8,390	9,062
Bank loans	11,286	12,564	11,250	12,500
Finance leases	830	940	-	5
Income tax payable	2,971	3,072	259	313
<b>Total current liabilities</b>	<b>40,904</b>	<b>52,783</b>	<b>19,899</b>	<b>21,880</b>
<b>Non-current liabilities:</b>				
Bank loans	-	-	-	-
Finance leases	240	390	-	-
Deferred tax liabilities	2,881	2,884	1,230	1,230
Post employment benefits	378	390	-	-
<b>Total non-current liabilities</b>	<b>3,499</b>	<b>3,664</b>	<b>1,230</b>	<b>1,230</b>
<b>Capital, reserves and non-controlling interests:</b>				
Share capital	23,852	23,852	23,852	23,852
Statutory surplus reserve	2,701	2,701	-	-
Retained earnings	123,568	120,526	45,703	45,662
Currency translation reserve	(439)	106	-	-
<b>Equity attributable to owners of the company</b>	<b>149,682</b>	<b>147,185</b>	<b>69,555</b>	<b>69,514</b>
Non-controlling interests	2,185	2,913	-	-
<b>Total equity</b>	<b>151,867</b>	<b>150,098</b>	<b>69,555</b>	<b>69,514</b>
<b>Total liabilities and equity</b>	<b>196,270</b>	<b>206,545</b>	<b>90,684</b>	<b>92,624</b>

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

(a) the amount repayable in one year or less, or on demand

As at 31/3/17		As at 31/12/16	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
830	11,286	940	12,564

(b) the amount repayable after one year

As at 31/3/17		As at 31/12/16	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
240	-	390	-

**Details of any collateral**

The finance lease liabilities are secured by the assets under finance leases.

**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**

**Statement of cash flows**

	<b>Group</b>	
	<b>3 months ended 31 Mar 2017</b>	<b>2016</b>
	S\$'000	S\$'000
<b>Cash flow from operating activities:</b>		
Profit before tax	4,587	4,441
Adjustments for :		
Write-down (write-back) of inventories	(17)	123
Depreciation and amortisation expense	2,286	2,295
Loss on disposal of property, plant and equipment	4	-
Share of profit from joint venture	(68)	(89)
Post employment benefits	-	(12)
Interest income	(38)	(45)
Finance costs	125	190
<b>Operating cash flows before movements in working capital</b>	<b>6,879</b>	<b>6,903</b>
Trade and other receivables and other assets	(846)	5,721
Inventories	5,291	1,334
Trade and other payables	(10,390)	(5,944)
<b>Cash generated from operations</b>	<b>934</b>	<b>8,014</b>
Interest paid	(125)	(190)
Income tax paid	(1,204)	(555)
<b>Net cash (used in) from operating activities</b>	<b>(395)</b>	<b>7,269</b>
<b>Cash flow from investing activities:</b>		
Interest received	38	45
Proceeds from disposal of property, plant and equipment	4	7
Purchase of property, plant and equipment	(378)	(569)
<b>Net cash used in investing activities</b>	<b>(336)</b>	<b>(517)</b>
<b>Cash flows from financing activities:</b>		
Dividends paid to non-controlling interests	(497)	(613)
Repayment of bank loans	(1,277)	(1,365)
Repayment of obligations under finance leases	(237)	(244)
<b>Net cash used in financing activities</b>	<b>(2,011)</b>	<b>(2,222)</b>
Net (decrease) increase in cash and cash equivalents	(2,742)	4,530
Cash and cash equivalents at beginning of period	42,362	26,832
Effect of foreign exchange rate changes	(592)	(1,506)
Cash and cash equivalents at end of period	39,028	29,856

**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	Statutory surplus reserve	Retained earnings	Currency translation reserve	Attributable to owners of the company	Non-controlling interests	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Balance at 1 Jan 2016</b>	<b>23,852</b>	<b>2,060</b>	<b>111,020</b>	<b>1,071</b>	<b>138,003</b>	<b>2,591</b>	<b>140,594</b>
<b>Total Comprehensive Income for the period</b>							
Profit for the period, net of tax	-	-	3,018	-	3,018	224	3,242
Other comprehensive income for the period, net of tax	-	-	-	(1,769)	(1,769)	(190)	(1,959)
<b>Total</b>	<b>-</b>	<b>-</b>	<b>3,018</b>	<b>(1,769)</b>	<b>1,249</b>	<b>34</b>	<b>1,283</b>
<b>Transactions with owners, recognised directly in equity</b>							
Appropriation	-	42	(42)	-	-	-	-
<b>Total</b>	<b>-</b>	<b>42</b>	<b>(42)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Others</b>							
Dividends declared to non-controlling interests	-	-	-	-	-	(613)	(613)
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(613)</b>	<b>(613)</b>
<b>Balance at 31 Mar 2016</b>	<b>23,852</b>	<b>2,102</b>	<b>113,996</b>	<b>(698)</b>	<b>139,252</b>	<b>2,012</b>	<b>141,264</b>
<b>Balance at 1 Jan 2017</b>	<b>23,852</b>	<b>2,701</b>	<b>120,526</b>	<b>106</b>	<b>147,185</b>	<b>2,913</b>	<b>150,098</b>
<b>Total Comprehensive Income for the period</b>							
Profit for the period, net of tax	-	-	3,042	-	3,042	443	3,485
Other comprehensive loss for the period, net of tax	-	-	-	(545)	(545)	(674)	(1,219)
<b>Total</b>	<b>-</b>	<b>-</b>	<b>3,042</b>	<b>(545)</b>	<b>2,497</b>	<b>(231)</b>	<b>2,266</b>
<b>Transactions with owners, recognised directly in equity</b>							
Appropriation	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Others</b>							
Dividends declared to non-controlling interests	-	-	-	-	-	(497)	(497)
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(497)</b>	<b>(497)</b>
<b>Balance at 31 Mar 2017</b>	<b>23,852</b>	<b>2,701</b>	<b>123,568</b>	<b>(439)</b>	<b>149,682</b>	<b>2,185</b>	<b>151,867</b>
<b>COMPANY</b>							
	Share capital	Statutory surplus reserve	Retained earnings	Currency translation reserve	Attributable to owners of the company	Non-controlling interests	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Balance at 1 Jan 2016</b>	<b>23,852</b>	<b>-</b>	<b>41,450</b>	<b>-</b>	<b>65,302</b>	<b>-</b>	<b>65,302</b>
Loss for the period, net of tax, representing total comprehensive income for the period	-	-	(96)	-	(96)	-	(96)
<b>Balance at 31 Mar 2016</b>	<b>23,852</b>	<b>-</b>	<b>41,354</b>	<b>-</b>	<b>65,206</b>	<b>-</b>	<b>65,206</b>
<b>Balance at 1 Jan 2017</b>	<b>23,852</b>	<b>-</b>	<b>45,662</b>	<b>-</b>	<b>69,514</b>	<b>-</b>	<b>69,514</b>
Profit for the period, net of tax, representing total comprehensive income for the period	-	-	41	-	41	-	41
<b>Balance at 31 Mar 2017</b>	<b>23,852</b>	<b>-</b>	<b>45,703</b>	<b>-</b>	<b>69,555</b>	<b>-</b>	<b>69,555</b>

**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.**

Not applicable.

**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.**

	31/3/2017	31/12/2016
Balance as at 1 January	233,550,248	233,550,248
Issue of shares	-	-
Balance as at	<u>233,550,248</u>	<u>233,550,248</u>

**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.**

There are no treasury shares as at the end of current period.

**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.**

There are no subsidiary holdings.

**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 Note 5 below, the Group has applied the same accounting policies and method of computation in the financial statements for the current financial period compared with those of the audited financial statements as at 31 December 2016.

**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**

During the current financial year, the group has adopted all the new and revised standards that are relevant to its operations and effective for annual periods beginning on or after January 1, 2017. The adoption of these new/revised standards does not result in significant changes to the group's and company's accounting policies and has no material effect on the amounts reported for the current or prior 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: -**

	31/3/2017	31/3/2016
Earnings per Ordinary Share for the year based on net profit attributable to shareholders :-		
i) Based on the weighted average number of ordinary shares on issue (cents)	1.30	1.29
ii) On a fully diluted basis (cents)	1.30	1.29

**Note**

- a. The earnings per ordinary share (“EPS”) for the period ended March 31, 2017 has been calculated on weighted average number of ordinary shares in issue of 233,550,248 (2016 : 233,550,248) ordinary shares
- b. Fully diluted EPS for the period ended March 31, 2017 is calculated on 233,550,248 (2016 : Diluted EPS is calculated at 233,550,248) ordinary shares assuming all the fully exercise of employee shares option during the year and adjusting for the number of ordinary shares in issue to reflect the effect of all potentially dilutive ordinary 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		COMPANY	
	Mar'17	Dec'16	Mar'17	Dec'16
Net asset value per ordinary share based on issued share capital at the end of the period	64.09 cts	63.02 cts	29.78 cts	29.76 cts

Note: The net asset value per ordinary share for the period ended March 31, 2017 have been calculated based on the issued share capital of 233,550,248 shares (2016 : 233,550,248)

**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**

Income Statement

**1Q FY 2017 vs 1Q FY 2016**

For the first quarter ended 31 March 2017, the Group achieved total revenue of \$44.6 million, 5.5% higher than the \$42.3 million achieved in the same period last year.

The Print-related business accounted for 55.6% of the Group’s revenue and the Non-print business contributed the remaining 44.4%. In terms of geographical perspective, the Singapore operations continued to be the main contributor and it accounted for 59.0% of the Group’s revenue. The China operations remained as the second largest contributor, accounting for 28.9% of the Group’s revenue.



For the Print-related business, revenue increased by 2.0% from \$24.3 million to \$24.8 million whilst revenue for the Non-print business increased by 10.2% from \$17.8 million to \$19.6 million. The increase in the Print segment revenue was mainly due to a new customer and increase in demand from some existing customers in China. For the Non-Print business, the growth was mainly due to increase in demand from some existing customers in Singapore and China.

The Group's operating profit before tax for the first quarter ended 31 March 2017 increased by 3.3% from \$4.4 million to \$4.6 million.

For the Print-related business, operating profit before tax (after allocation of corporate services expenses) decreased by 36.0% from \$1.9 million to \$1.2 million. The decrease in operating profit was mainly due to the higher cost of operations and unfavorable foreign exchange fluctuations.

For the Non-print business, operating profit before tax (after allocation of corporate services expenses) increased by 31.6% from \$2.6 million to \$3.4 million. The increase in operating profit was mainly due to increases in revenue attributed to higher demand from some existing customers.

The Group's other income for the first quarter ended 31 March 2017 remained at \$0.4m when compared to the corresponding period last year.

The Group's depreciation and amortisation expenses remained at \$2.3 million when compared to the corresponding period last year.

#### Statement of Financial Position

Total assets decreased 5.0% from \$206.5 million as at 31 December 2016 to \$196.3 million as at 31 March 2017.

Current assets decreased 8.0% from \$109.0 million as at 31 December 2016 to \$100.4 million as at 31 March 2017. The decrease was mainly due to the decrease in cash and cash equivalents, lower trade and other receivables and lower inventories level.

Cash and cash equivalents decreased 7.9% to \$39.0 million as of 31 March 2017 as compared to \$42.4 million as at 31 December 2016. This was mainly due to payment to creditors and repayment of bank loans.

Trade and other receivables decreased slightly by 0.2% from \$46.6 million in the previous year to \$46.5 million as at 31 March 2017, mainly due to subsequent collection in the current financial year.

Inventories decreased 26.3% from \$20.1 million to \$14.8 million over the same corresponding period, due to the one-time warehouse storage and distribution project. As at 31<sup>th</sup> March 2017, for this one-time project, \$5.2 million (RMB \$25.0 million) of the inventories have been sold and shipped out to the customer.

Non-current assets decreased 1.6% from \$97.5 million as at 31 December 2016 to \$95.9 million as at 31 March 2017. This was primarily due to the decrease in property, plant and equipment offset by the increase in other assets.

Property, plant and equipment decreased \$2.4 million (or 3.1%) from \$74.9 million as at 31 December 2016 to \$72.5 million as at 31 March 2017. The reductions were a result of the depreciation charges for the current financial period.

Other assets increased \$0.9m (or 237.5%) from \$0.4 million as at 31 December 2016 to \$1.3 million as at 31 March 2017. The increase was mainly due to down payment for machineries in Singapore and Indonesia.

Total liabilities decreased 21.3% from \$56.4 million as at 31 December 2016 to \$44.4 million as at 31 March 2017. Current liabilities decreased 22.5% from \$52.8 million to \$40.9 million and non-current liabilities decreased 4.5% from \$3.7 million to \$3.5 million. The decrease in liabilities was mainly due to the repayment of bank loans, finance leases and the payment of trade and other payables.

## Statement of Cash Flows

For the first quarter ended 31 March 2017, the Group generated positive cash flow of \$0.9 million from operations after working capital changes. It was \$8.0 million for the same period in the previous year. This decrease was mainly attributed to the paying down of trade and other payables from the completion of the one-time warehouse storage and distribution project and extended customers' credit terms.

During this period, the Group continued to invest \$0.4 million in plant and equipment. These include motor vehicle, office equipment in Singapore and additional plant & equipment for subsidiaries in China and Indonesia.

The Group's net cash flow from financing activities registered a lesser negative cash flow of \$2.0 million compared to a negative cash flow of \$2.2 million for the same period in the previous year. This was mainly due to lesser dividends paid by our China subsidiary to the non-controlling interests and lower repayment of bank loans.

The Group's debt to equity ratio has correspondingly decreased from 9.4% as at 31 December 2016 to 8.3% as at 31 March 2017.

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

The results are in line with the commentary previously stated in Paragraph 10 of the announcement for the financial year ended 31 December 2016.

### **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 current local and global economic outlook remains uncertain. The stiff competition in the region continues to result in downward pressure on pricing, while the rising operating cost would further squeeze our margins. The management will continue to take steps to be competitive and seek new upstream activities to widen revenue sources, in addition to manage its cost structure.

Barring any unforeseen circumstances, the Directors expect the Group to remain profitable for FY 2017.

### **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**

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 no IPT mandate has been obtained, a statement to that effect.**

The company did not obtain a general mandate from shareholders for IPTs.

**14. Negative confirmation pursuant to Rule 705(5). (Not required for announcement on full year results)**

The Board of Directors do hereby confirm that to the best of their knowledge, nothing has come to their attention which may render the un-audited results of the Group, for the three months ending March 31, 2017, to be false or misleading.

**15. 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 has procured undertakings from all its directors and executive officers.

**BY ORDER OF THE BOARD  
Thomas Chua Kee Seng  
Chairman & Managing Director  
May 15, 2017  
Singapore**