



MOYA HOLDINGS ASIA LIMITED

Registration number: 201301085G

**Unaudited Financial Statements and Dividend Announcement
For The Financial Year Ended 31 December 2016**

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the "Sponsor"), for compliance with the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalyst. The Sponsor has not independently verified the contents of this announcement.

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

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PART I – INFORMATION REQUIRED FOR RESULTS ANNOUNCEMENT OF FOURTH QUARTER (“4Q”) AND FULL YEAR ENDED 31 DECEMBER 2016

1(a) A statement of profit or loss and other comprehensive income for the group, together with a comparative statement for the corresponding period of immediately preceding financial year

1(a)(i) Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Group					
	Unaudited 3 months ended 31.12.2016	Unaudited 3 months ended 31.12.2015 (1)	Change + / (-)	Unaudited 12 months ended 31.12.2016	Audited 12 months ended 31.12.2015	Change + / (-)
	(S\$'000)	(S\$'000)	%	(S\$'000)	(S\$'000)	%
Revenue	7,492	2,552	194	19,326	9,820	97
Cost of sales	(6,723)	(2,450)	174	(17,001)	(8,494)	100
Gross profit	769	102	654	2,325	1,326	75
Interest income	2,590	949	173	7,390	2,884	156
Administrative expenses	(1,370)	(1,412)	(3)	(3,551)	(2,960)	20
Finance costs	(112)	(162)	(31)	(455)	(663)	(31)
Other expenses	(141)	(85)	66	(490)	(272)	80
Other gains / (losses)	395	500	(21)	(794)	753	N.M
Profit / (Loss) before tax from continuing operations	2,131	(108)	N.M	4,425	1,068	314
Income tax expense	(1,239)	(50)	N.M	(1,458)	(488)	199
Profit / (Loss) from continuing operations, net of tax	892	(158)	N.M	2,967	580	412
Gain from discontinued operations, net of tax	-	45	(100)	-	45	(100)
Profit / (Loss), net of tax	892	(113)	N.M	2,967	625	375
Other comprehensive income / (loss):						
Items that will not be reclassified to profit or loss:						
Re-measurements of defined benefit pension plans, net of tax	52	-	N.M	52	-	N.M
Other comprehensive loss:						
Items that may be reclassified subsequently to profit or loss:						
Exchange differences on translating foreign operations, net of tax	3,668	1,513	142	3,778	(859)	N.M
Other comprehensive income / (loss) for the financial period, net of tax:	3,720	1,513	146	3,830	(859)	N.M
Total comprehensive income / (loss) for the financial period	4,612	1,400	229	6,797	(234)	N.M

N.M – not meaningful

(1) The figures for the unaudited 3 months ended 31.12.2015 are calculated based on the difference between the figures for the audited 12 months ended 31.12.2015 and the figures for the unaudited 9 months ended 31.12.2015

1(a) A statement of profit or loss and other comprehensive income for the group, together with a comparative statement for the corresponding period of immediately preceding financial year

1(a)(i) Consolidated Statement of Profit or Loss and Other Comprehensive Income (continued)

	Group					
	Unaudited 3 months ended 31.12.2016	Unaudited 3 months ended 31.12.2015 (1)	Change + / (-)	Unaudited 12 months ended 31.12.2016	Audited 12 months ended 31.12.2015	Change + / (-)
	(S\$'000)	(S\$'000)	%	(S\$'000)	(S\$'000)	%
Profit / (Loss) attributable to:						
Owners of the parent, net of tax	920	(121)	N.M	2,904	489	494
Non-controlling interests, net of tax	(28)	8	N.M	63	136	(54)
Profit / (Loss), net of tax	892	(113)	N.M	2,967	625	378
Total comprehensive income / (loss) attributable to:						
Owners of the parent	4,617	1,373	236	6,706	(357)	N.M
Non-controlling interests	(5)	27	N.M	91	123	(26)
Total comprehensive income / (loss)	4,612	1,400	229	6,797	(234)	N.M

N.M – not meaningful

(1) The figures for the unaudited 3 months ended 31.12.2015 are calculated based on the difference between the figures for the audited 12 months ended 31.12.2015 and the figures for the unaudited 9 months ended 31.12.2015

1(a)(ii) Notes to Consolidated Statement of Profit or Loss

Profit / (loss) before income tax is arrived at after crediting / (charging) the following:

	Group					
	Unaudited 3 months ended 31.12.2016	Unaudited 3 months ended 31.12.2015 (1)	Change + / (-)	Unaudited 12 months ended 31.12.2016	Audited 12 months ended 31.12.2015	Change + / (-)
	(S\$'000)	(S\$'000)	%	(S\$'000)	(S\$'000)	%
Sale of water ⁽²⁾	1,996	310	544	5,735	2,732	110
Service concession construction revenue ⁽²⁾	5,496	2,242	145	13,591	7,088	92
Interest income from financial assets arising from service concession arrangements ⁽³⁾	2,381	796	199	6,583	2,362	179
Depreciation of plant and equipment	(54)	(70)	(23)	(178)	(136)	31
Interest on borrowings	(112)	(162)	(31)	(455)	(663)	(31)
Net foreign exchange adjustment (losses) / gain ⁽⁴⁾	1,007	611	65	(353)	811	N.M

N.M – not meaningful

(1) The figures for the unaudited 3 months ended 31.12.2015 are calculated based on the difference between the figures for the audited 12 months ended 31.12.2015 and the figures for the unaudited 9 months ended 31.12.2015.

(2) Classified as revenue in consolidated statement of profit or loss and other comprehensive income.

(3) For accounting purposes, when the Group (as operator) receives payment during the period of the service concession arrangement, it will apportion such payment between a repayment of the financial asset arising from the construction activities of the service concession arrangement, reducing the carrying amount of the financial assets on its statement of financial position, and revenue from operating and maintaining the water treatment plant in its statement of profit or loss. Interest income on financial assets will also be recognised arising from the service concession arrangement.

(4) Classified as other gains / (losses) in consolidated statement of profit or loss and other comprehensive income.

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	
	Unaudited 31.12.2016	Audited 31.12.2015	Unaudited 31.12.2016	Audited 31.12.2015
	(S\$'000)	(S\$'000)	(S\$'000)	(S\$'000)
Assets				
Non-current assets				
Plant and equipment	1,176	399	3	-
Investments in subsidiaries	-	-	91,751	-(2)
Financial assets arising from service concession arrangements	62,056	40,840	-	-
Other assets, non-current	42	-	-	-
Total non-current assets	63,274	41,239	91,754	-
Current assets				
Inventories	1	1	-	-
Trade and other receivables, current	5,974	3,530	95	66,615
Cash and cash equivalents	63,071	28,030	24,337	553
Total current assets	69,046	31,561	24,432	67,168
Total assets	132,320	72,800	116,186	67,168
Equity and liabilities				
Equity attributable to owners of the parent				
Share capital	120,595	70,463	120,595	70,463
Capital reserve ⁽¹⁾	5,826	5,826	-	-
Share option reserve	591	668	591	668
Foreign currency translation reserve	(3,404)	(7,154)	-	-
Accumulated losses	(1,058)	(4,091)	(5,275)	(4,381)
Equity, attributable to owners of the parent	122,550	65,712	115,911	66,750
Non-controlling interests	437	346	-	-
Total equity	122,987	66,058	115,911	66,750
Non-current liabilities				
Other payables, non-current	899	426	-	-
Other financial liabilities, non-current	3,958	3,880	-	-
Deferred tax liabilities	2,243	822	-	-
Total non-current liabilities	7,100	5,128	-	-
Current liabilities				
Other financial liabilities, current	696	632	-	-
Trade and other payables, current	1,537	982	275	418
Total current liabilities	2,233	1,614	275	418
Total liabilities	9,333	6,742	275	418
Total equity and liabilities	132,320	72,800	116,186	67,168

Notes:

- (1) Capital reserve comprised merger reserve which arose as a result of the difference between the consideration for the acquisition by the Company of Moya Asia Limited pursuant to the restructuring exercise completed in 2013, the scheme and the issued share capital of Moya Asia Limited. Such merger reserve is a non-distributable reserve.
- (2) Less than S\$500.

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

Amount repayable in one year or less, or on demand

As at 31 December 2016 (S\$'000)		As at 31 December 2015 (S\$'000)	
Secured	Unsecured	Secured	Unsecured
696	-	632	-

Amount repayable after one year

As at 31 December 2016 (S\$'000)		As at 31 December 2015 (S\$'000)	
Secured	Unsecured	Secured	Unsecured
3,958	-	3,880	-

Details of any collateral

Collateral as at 31 December 2016:

- Fiduciary of accounts receivables of PT Moya Bekasi Jaya (a wholly owned subsidiary of the Company) to the lender
- Pledge of PT Moya Bekasi Jaya shares held by PT Moya Indonesia (a wholly owned subsidiary of the Company)
- Pledge of PT Moya Bekasi Jaya's debt service reserve account
- Corporate guarantee from the Company and PT Moya Indonesia
- Top Up Cash Flow Guarantee from PT Moya Indonesia

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**

(S\$'000)	Unaudited	Unaudited	Unaudited	Audited
	3 months ended 30.12.2016	3 months ended 31.12.2015⁽¹⁾	12 months ended 31.12.2016	12 months ended 31.12.2015
Cash flows from operating activities				
Profit / (Loss) before tax	2,131	(108)	4,425	1,068
<u>Adjustments for:</u>				
Depreciation of plant and equipment	54	70	178	136
Provisions, non-current	507	267	507	267
Financial assets arising from service concession arrangements	(5,496)	(2,242)	(13,591)	(7,088)
Interest income	(2,590)	(949)	(7,390)	(2,884)
Finance cost	112	162	455	663
Cash flows from discontinued operating activities (Note 1)	-	45	-	671
Operating cash flows before changes in working capital	(5,282)	(2,755)	(15,416)	(7,167)
<u>Changes in working capital:</u>				
Construction contracts work-in-progress	-	4	-	-
Financial assets arising from service concession arrangements	838	(638)	1,567	1,360
Inventories	106	-	-	16
Trade and other receivables	(1,118)	1,281	(2,486)	(828)
Trade and other payables	294	(397)	436	(2,270)
Net cash flows from operations	(5,162)	(2,505)	(15,899)	(8,889)
Income taxes refund / (paid)	(27)	(1)	(27)	(24)
Net cash flows used in operating activities	(5,189)	(2,506)	(15,926)	(8,913)
Cash flows from investing activities				
Interest received	209	153	807	522
Disposal of plant and equipment	-	130	-	130
Purchase of plant and equipment	(319)	(328)	(956)	(378)
Net cash flows (used in) / from investing activities	(110)	(45)	(149)	274
Cash flows from financing activities				
Interest paid	(112)	(162)	(455)	-
Repayment of bank loan	-	-	(4,512)	-
Proceeds from bank loan	-	-	4,576	-
Proceeds from issue of new shares (net)	-	-	50,132	29,253
Net cash flows (used in) / from financing activities	(112)	(162)	49,741	29,253
Net (decrease) / increase in cash and cash equivalents	(5,411)	(2,713)	33,666	20,614
Cash and cash equivalents, statement of cash flows, beginning balance	67,230	30,669	28,030	7,537
Net effects of exchange rate changes	1,252	74	1,375	(121)
Cash and cash equivalents, statement of cash flows, closing balance	63,071	28,030	63,071	28,030
Note 1: The impact of the discontinued operations on the cash flows of the Group is as follows:				
Operating cash inflows	-	45	-	671
Total cash inflows	-	45	-	671

(1) The figures for the unaudited 3 months ended 31.12.2015 are calculated based on the difference between the figures for the audited 12 months ended 31.12.2015 and the figures for the unaudited 9 months ended 31.12.2015.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Group	Share Capital (S\$'000)	Capital reserve ⁽¹⁾ (S\$'000)	Share option reserve (S\$'000)	Foreign currency translation reserve (S\$'000)	Accumulated losses (S\$'000)	Equity attributable to parent Subtotal (S\$'000)	Non-controlling interests (S\$'000)	Total Equity (S\$'000)
At 1 October 2015	70,463	5,826	668	(8,648)	(3,970)	64,339	319	64,658
Loss for the financial period	-	-	-	-	(121)	(121)	8	(113)
Other comprehensive income								
Foreign currency translation differences of foreign operations	-	-	-	1,494	-	1,494	19	1,513
Total comprehensive income for the financial period	-	-	-	1,494	(121)	1,373	27	1,400
At 31 December 2015	70,463	5,826	668	(7,154)	(4,091)	65,712	346	66,058
At 1 October 2016	120,595	5,826	668	(7,049)	(2,107)	117,933	442	118,375
Profit for the financial period	-	-	-	-	920	920	(28)	892
Other comprehensive income								
Foreign currency translation differences of foreign operations	-	-	-	3,645	-	3,645	23	3,668
Re-measurement of defined benefit pension plans, net of tax	-	-	-	-	52	52	-	52
Total comprehensive income for the financial period	-	-	-	3,645	972	4,617	(5)	4,612
Forfeiture of share options	-	-	(77)	-	77	-	-	-
At 31 December 2016	120,595	5,826	591	(3,404)	(1,058)	122,550	437	122,987

Note:

(1) Capital reserve comprised merger reserve which arose as a result of the difference between the consideration for the acquisition by the Company of Moya Asia Limited pursuant to the restructuring exercise completed in 2013, the scheme and the issued share capital of Moya Asia Limited. Such merger reserve is a non-distributable reserve.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Group	Share capital (S\$'000)	Capital reserve ⁽¹⁾ (S\$'000)	Share option reserve (S\$'000)	Foreign currency translation reserve (S\$'000)	Accumulated losses (S\$'000)	Equity attributable to parent Subtotal (S\$'000)	Non-controlling interests (S\$'000)	Total Equity (S\$'000)
At 1 January 2015	41,210	5,826	668	(6,308)	(4,580)	36,816	223	37,039
Profit for the financial period	-	-	-	-	489	489	136	625
Other comprehensive income								
Foreign currency translation differences of foreign operations	-	-	-	(846)	-	(846)	(13)	(859)
Total comprehensive loss for the financial period	-	-	-	(846)	489	(357)	123	(234)
Issue of share capital, net of expenses	29,253	-	-	-	-	29,253	-	29,253
Transactions with owners of parent, recognised directly in equity	29,253	-	-	-	-	29,253	-	29,253
At 31 December 2015	70,463	5,826	668	(7,154)	(4,091)	65,712	346	66,058
At 1 January 2016	70,463	5,826	668	(7,154)	(4,091)	65,712	346	66,058
Profit for the financial period	-	-	-	-	2,904	2,904	63	2,967
Other comprehensive income								
Foreign currency translation differences of foreign operations	-	-	-	3,750	-	3,750	28	3,778
Re-measurement of defined benefit pension plans, net of tax	-	-	-	-	52	52	-	52
Total comprehensive income for the financial period	-	-	-	3,750	2,956	6,706	91	6,797
Issue of share capital, net of expenses	50,132	-	-	-	-	50,132	-	50,132
Transactions with owners of parent, recognised directly in equity	50,132	-	-	-	-	50,132	-	50,132
Forfeiture of share options	-	-	(77)	-	77	-	-	-
At 31 December 2016	120,595	5,826	591	(3,404)	(1,058)	122,550	437	122,987

Note:

- (1) Capital reserve comprised merger reserve which arose as a result of the difference between the consideration for the acquisition by the Company of Moya Asia Limited pursuant to the restructuring exercise completed in 2013, and the Scheme and the issued share capital of Moya Asia Limited. Such merger reserve is a non-distributable reserve due to its capital nature.

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 (continued)

Company	Share capital (S\$'000)	Share option reserve (S\$'000)	Accumulated losses (S\$'000)	Total Equity (S\$'000)
At 1 October 2015	70,463	668	(3,767)	67,364
Loss and total comprehensive loss for the financial period	-	-	(614)	(614)
Transactions with owners of the parent, recognised directly in equity	70,463	668	(4,381)	66,750
At 31 December 2015	70,463	668	(4,381)	66,750
At 1 October 2016	120,595	668	(5,126)	116,137
Loss and total comprehensive loss for the financial period	-	-	(226)	(226)
Transactions with owners of the parent, recognised directly in equity	120,595	668	(5,352)	(115,911)
Forfeiture of share options	-	(77)	77	-
At 31 December 2016	120,595	591	(5,275)	115,911

Company	Share capital (S\$'000)	Share option reserve (S\$'000)	Accumulated losses (S\$'000)	Total Equity (S\$'000)
At 1 January 2015	41,210	-	(1,446)	39,764
Loss and total comprehensive loss for the financial period	-	-	(2,935)	(2,935)
Transfer of share option reserves	-	668	-	668
Issue of shares, net of expenses	29,253	-	-	29,253
Transactions with owners of the parent, recognised directly in equity	29,253	-	-	29,253
At 31 December 2015	70,463	668	(4,381)	66,750
At 1 January 2016	70,463	668	(4,381)	66,750
Loss and total comprehensive loss for the financial period	-	-	(971)	(971)
Issue of shares, net of expenses	50,132	-	-	50,132
Transactions with owners of the parent, recognised directly in Equity	50,132	-	-	50,132
Forfeiture of share options	-	(77)	77	-
At 31 December 2016	120,595	591	(5,275)	115,911

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

Issued share capital	Number of shares	Share capital (S\$'000)
As at 30 September 2016 and 31 December 2016	<u>2,800,923,962</u>	<u>120,595</u>

As at 31 December 2016, the number of outstanding share options under the Employee Share Option Scheme ("ESOS") was 10,400,000 (as at 31 December 2015: 11,400,000). 1,000,000 share options under the ESOS were forfeited during the financial year ended 31 December 2016.

Save as disclosed, there were no other outstanding convertibles or treasury shares as at 31 December 2016 and 31 December 2015.

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

The total number of issued shares (excluding treasury shares) as at 31 December 2016 was 2,800,923,962 (as at 31 December 2015: 1,267,378,229).

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

Not applicable. The Company does not have any treasury shares during and as at the financial year ended 31 December 2016.

2. Please state whether the figures have been audited or reviewed, and if so which auditing standard or practice has been followed

The figures have neither been audited nor reviewed by the Company's auditors.

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

Not applicable.

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

Except as disclosed in paragraph 5 below, the Group has consistently applied the same accounting policies and methods of computation in the Group's financial statements for the current reporting period as compared with the audited financial statements for the financial year ended 31 December 2015.

5. If there are any changes in 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 the applicable new and revised Singapore Financial Reporting Standards ("FRS") and Interpretations of Financial Reporting Standards ("INT FRS") which became effective for the accounting period beginning on or after 1 January 2016. The adoption of these new and revised FRS and INT FRS is not expected to result in material adjustments to the financial position, results of operations or cash flows of the Group for the financial year ended 31 December 2016.

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

Earnings / (losses) per ordinary share based on - net profit attributable to equity holders (numerator), and - weighted average number of ordinary shares on issue (denominator)	3 months ended 31.12.2016	3 months ended 31.12.2015	12 months ended 31.12.2016	12 months ended 31.12.2015
(i) Basic (cents)	0.03	(0.01)	0.11	0.04
(ii) On a fully diluted basis (cents)	0.03	(0.01)	0.11	0.04
Weighted average number of ordinary shares in issue:				
- for the purpose of basic earnings/(loss) per share	2,800,923,962	1,308,931,614	2,696,173,570	1,216,337,521
- or the purpose of diluted earnings/(loss) per share	2,803,323,962 ⁽²⁾	1,308,931,614 ⁽¹⁾	2,696,173,570 ⁽¹⁾	1,219,737,521 ⁽²⁾

Note:

- (1) Share options granted under the ESOS (see note 1(d)(ii)) were excluded from the diluted weighted average number of ordinary shares calculation as its effect would have been anti-dilutive.
- (2) Share options granted under the ESOS (see note 1(d)(ii)) were included from the diluted weighted average number of ordinary shares calculation as its effect would have been dilutive.

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	
	31.12.2016	31.12.2015	31.12.2016	31.12.2015
Net asset value per ordinary share based on issued share capital ⁽¹⁾ (cents)	4.38	5.18	4.14	5.27

Note:

- (1) Based on an issued share capital of 2,800,923,962 ordinary shares as at 31 December 2016 (31 December 2015: 1,267,378,229).

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 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

8.1 Statement of Profit or Loss and Other Comprehensive Income (FY2016 vs FY2015)

8.1 (a) Revenue

The Group's revenue increased by S\$9.51 million, from S\$9.82 million in the financial year ended 31 December 2015 ("FY2015") to S\$19.33 million in the financial year ended 31 December 2016 ("FY2016"). The increase was mainly attributable to the higher percentage of completion for the build-operate-transfer ("BOT") project in Bekasi and contribution of water sales from both the BOT projects in Bekasi and Tangerang, in FY2016 as compared to FY2015.

8.1 (b) Gross Profit

The Group's gross profit increased by S\$1.00 million, from S\$1.33 million in FY2015 to S\$2.33 million in FY2016, attributable to water sales from both the BOT projects in Bekasi and Tangerang.

Gross profit margin decreased from 13.50% in FY2015 to 12.03% in FY2016, mainly due to lower margins from the BOT projects in Bekasi and Tangerang in FY2016 (0.00%) as compared to FY2015 (1.44%).

8.1 (c) Interest Income

Interest income increased by S\$4.51 million, from S\$2.88 million in FY2015 to S\$7.39 million in FY2016, mainly due to the recognition of higher interest income on the financial assets arising from service concession arrangement in FY2016 as compared to FY2015, which is in line with the commencement of water sales from the BOT project in Tangerang since January 2016 (refer to footnote 3 on page 3 of this announcement for more information).

8.1 (d) Administrative Expenses

Administrative expenses increased by S\$0.59 million, from S\$2.96 million in FY2015 to S\$3.55 million in FY2016. The increase was mainly due to higher salary costs and office expenses incurred in FY2016 as compared to FY2015 for the Group's operations in Indonesia.

8.1 (e) Finance Cost

Finance cost decreased by S\$0.20 million, from S\$0.66 million in FY2015 to S\$0.46 million in FY2016. This was mainly due to lower interest rate, shorter interest period and a decrease of outstanding loan principal amount denominated in IDR which was related to the BOT Project in Bekasi.

8.1 (f) Other Expenses

Other expenses increased by S\$0.22 million, from S\$0.27 million in FY2015 to S\$0.49 million in FY2016, mainly due to higher vehicle expenses and office rental incurred in FY2016 as compared to FY2015.

8.1 (g) Other Gain / (Losses)

The Company recorded a net foreign exchange loss of S\$0.35 million in FY2016 and a net foreign exchange gain of S\$0.81 million in FY2015. The Company has also made a provision of S\$0.35 million for the financial asset in Bekasi in FY2016.

8.1 (h) Income Tax Expense

Income tax expense increased by S\$0.97 million, from S\$0.49 million in FY2015 to S\$1.46 million in FY2016, due to higher deferred tax for the financial income on the financial assets in FY2016 as compared to FY2015.

8.1 (i) Exchange Differences on Translating Foreign Operations, Net of Tax

The Group experienced currency translation differences from the consolidation of its foreign operations as the reporting currency of the Group's consolidated financials is in the Singapore Dollar ("**SGD**").

The Group recognized S\$3.78 million currency translation gain in FY2016 as compared to S\$0.86 million currency translation loss in FY2015. The currency translation gain in FY2016 was due to strengthening of the Indonesian Rupiah ("**IDR**"), while the currency translation loss in FY2015 was due to weakening of IDR.

8.2 Statement of Profit or Loss and Other Comprehensive Income (4Q2016 vs 4Q2015)

8.2 (a) Revenue

The Group's revenue increased by S\$4.94 million, from S\$2.55 million for the three-month financial period ended 31 December 2015 ("4Q2015") to S\$7.49 million for the three-month financial period ended 31 December 2016 ("4Q2016"). The increase was mainly attributable to the higher percentage of completion for the BOT project in Bekasi and contribution of water sales from both the BOT projects in Bekasi and Tangerang, in FY2016 as compared to FY2015.

8.2 (b) Gross Profit

The Group's gross profit increased by S\$0.67 million, from S\$0.10 million in 4Q2015 to S\$0.77 million in 4Q2016, attributable to water sales from the BOT projects in Bekasi and Tangerang.

Gross profit margin improved from 4.00% in 4Q2015 to 10.26% in 4Q2016, mainly due to an increase in water sales volume.

8.2 (c) Interest Income

Interest income increased by S\$1.64 million, from S\$0.95 million in 4Q2015 to S\$2.59 million in 4Q2016 mainly due to the recognition of interest income on the financial assets arising from the service concession arrangement in 4Q2016 as compared to 4Q2015, which is in line with the commencement of water sales from the BOT project in Tangerang since January 2016 (refer to footnote 3 on page 3 of this announcement for more information).

8.2 (d) Administrative Expenses

Administrative expenses decreased marginally by S\$0.04 million, from S\$1.41 million in 4Q2015 to S\$1.37 million in 4Q2016, mainly due to lower professional fees.

8.2 (e) Finance Cost

Finance cost decreased marginally by S\$0.05 million, from S\$0.16 million in 4Q2015 to S\$0.11 million in 4Q2016, mainly due to lower interest rate and lower outstanding loan principal amount denominated in IDR which was related to the BOT project in Bekasi.

8.2 (f) Other Expenses

Other expenses increased marginally by S\$0.05 million, from S\$0.09 million in 4Q2015 to S\$0.14 million in 4Q2016 mainly due to higher office rental and bank charges.

8.2 (g) Other Gain / (Losses)

The Company recorded a net foreign exchange gain of S\$1.01 million in 4Q2016 and S\$0.61 million in 4Q2015. The Company has also made a provision of S\$0.35 million for the financial asset in Bekasi in 4Q2016.

8.2 (i) Income Tax Expense

Income tax expense increased by S\$1.19 million, from S\$0.05 million in 4Q2015 to S\$1.24 million in 4Q2016, due to higher deferred tax for the full year financial income on the financial assets.

8.2 (j) Exchange Differences on Translating Foreign Operations, Net of Tax

The Group experienced currency translation differences from the consolidation of its foreign operations in Indonesia as the reporting currency of the Group's consolidated financials is in SGD.

The Group recognised S\$3.67 million currency translation gain in 4Q2016 as compared to S\$1.51 million currency translation gain in 4Q2015. The currency translation gain was due to strengthening of IDR against SGD.

8.3 Statement of Financial Position (31.12.2016 vs 31.12.2015)

The Group's total equity increased by S\$56.93 million or 86.18%, from S\$66.06 million as at 31 December 2015 to S\$122.99 million as at 31 December 2016. The increase was mainly due to the issuance of 1,533,545,733 new shares in the capital of the Company at an issue price of S\$0.033 per share pursuant to the renounceable non-underwritten rights issue completed on 25 January 2016 ("**Rights Issue**").

8.3 (a) Non-current Assets

The Group's non-current assets increased by S\$22.03 million or 53.42%, from S\$41.24 million as at 31 December 2015 to S\$63.27 million as at 31 December 2016. This was mainly due to an increase in recognition of financial assets arising from service concession arrangements of S\$21.22 million in accordance with INT FRS 112 for the BOT projects in Bekasi and Tangerang.

8.3 (b) Current Assets

The Group's current assets increased by S\$37.49 million or 118.79%, from S\$31.56 million as at 31 December 2015 to S\$69.05 million as at 31 December 2016. The increase was mainly due to the net proceeds of S\$50.13 million from the Rights Issue, as well as an increase in trade and other receivables of S\$2.44 million due to an increase of water sales.

8.3 (c) Non-current Liabilities

The Group's non-current liabilities increased by S\$1.97 million or 38.40%, from S\$5.13 million as at 31 December 2015 to S\$7.10 million as at 31 December 2016, mainly due to an increase in deferred tax liabilities, as well as other payables due to provisions for employee benefits.

8.3 (d) Current Liabilities

The Group's current liabilities increased by S\$0.62 million or 38.51%, from S\$1.61 million as at 31 December 2015 to S\$2.23 million as at 31 December 2016, mainly due to increase of trade and other payables related to the operation of BOT projects.

8.3 (e) Working Capital (defined as current assets less current liabilities)

The Group reported a positive working capital of S\$66.81 million as at 31 December 2016 as compared to S\$29.95 million as at 31 December 2015, primary due to the net proceeds of S\$50.13 million from the Rights Issue.

8.4 Statement of Cash Flows (FY2016)

Net cash flows used in operating activities in FY2016 was S\$15.93 million, due to operating cash outflows before changes in working capital of S\$15.42 million and cash outflows due to changes in working capital of S\$0.48 million. Changes in working capital were due to (i) recognition of financial assets arising from service concession arrangements of S\$1.57 million in accordance with INT FRS 112 for the BOT projects in Indonesia; and (ii) an increase in trade and other receivables of S\$2.49 million; partially offset by (iii) an increase in trade and other payables of S\$0.44 million.

Net cash flow used in investing activities in FY2016 was S\$0.15 million, due to purchase of plant and equipment of S\$0.96 million, partially offset by S\$0.81 million interest income received from time deposit placed with banks.

Net cash flow generated from financing activities for FY2016 of S\$49.74 million was mainly attributable to the net proceeds from the Right Issue.

8.5 Statement of Cash Flows (4Q2016)

Net cash flows used in operating activities in 4Q2016 was S\$5.19 million, due to operating cash outflows before changes in working capital of S\$5.28 million and cash inflows due to changes in working capital of S\$0.12 million. Changes in working capital was due to (i) recognition of financial assets of S\$0.84 million in accordance with INT FRS 112 for the BOT projects in Indonesia; (ii) an increase in trade and other receivables of S\$1.12 million; and partially offset by (iii) an increase in trade and other payables of S\$0.29 million.

Net cash flow used in investing activities in 4Q2016 of S\$0.11 million was due to purchase of plant and equipment of S\$0.32 million; partially offset by S\$0.21 million interest income received from time deposit placed with banks.

Net cash flow used in financing activities in 4Q2016 of S\$0.11 million was mainly attributable to the interest payment for the BOT Project in Bekasi.

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 has been previously disclosed to shareholders.

10. A commentary at the date of the announcement of the 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 is currently focusing on executing its three BOT projects which are located at the Bekasi Regency, Tangerang City and Makassar City, Indonesia. Barring any unforeseen circumstances, these projects will underpin the Group's prospects for the next 12 months. The Group expects its revenue in the current financial year ending 31 December 2017 to be substantially denominated in IDR, reflecting the effective currency denomination of projects in the Group's target market. Consequently, future results may be affected by fluctuations in the exchange rate between the IDR and the SGD.

The Group will also continue to evaluate new projects and acquisitions that can further enhance its income creation potentials, in line with its expansion strategy to grow its business in Indonesia.

11. If a decision regarding dividend has been made:

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

No.

(b)(i) Amount per share

Not applicable.

(b)(ii) Previous corresponding period

No.

(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 whether 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

The board of directors ("**Board**") does not recommend any dividends to be declared for 4Q2016.

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

No general mandate for IPT has been obtained from shareholders.

There were no IPTs during FY2016.

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUCEMENT

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

Operating Segments (S\$'000)	EPC (Discontinued Operations)	BOT	Unallocated	Group
Profit or loss and reconciliations				
2016				
Total revenue	-	19,326	-	19,326
Profit / (Loss) before tax from continuing operations	-	5,127	(702)	4,425
Income tax expense				(1,458)
Profit from continuing operations				2,967
2015				
Total revenue	-	9,820	-	9,820
Profit / (Loss) before tax from continuing operations	-	3,822	(2,754)	1,068
Income tax expense				(488)
Profit from continuing operations				580

**Assets and Liabilities and reconciliations
2016**

Total assets for reportable segments	-	69,451	-	69,451
Unallocated				62,869
Total assets				<u>132,320</u>

Total liabilities for reportable segments	-	8,871	-	8,871
Unallocated				462
Total liabilities				<u>9,333</u>

2015

Total assets for reportable segments	-	43,975	-	43,975
Unallocated				28,825
Total assets				<u>72,800</u>

Total liabilities for reportable segments	-	5,943	-	5,943
Unallocated				799
Total liabilities				<u>6,742</u>

Operating Segments (S\$'000)	EPC (Discontinued Operations)	BOT	Unallocated	Group
Other material items and reconciliations 2016				
Capital expenditure	-	954	2	956
Depreciation of plant and equipment	-	160	18	178
2015				
Capital expenditure	-	-	378	378
Depreciation of plant and equipment	-	-	136	136

Geographical Information

	Revenue		Non-Current assets	
	FY2016 S\$'000	FY2015 S\$'000	FY2016 S\$'000	FY2015 S\$'000
Indonesia	19,326	9,820	63,271	41,239
Singapore and others	-	-	3	-
<u>Total continuing operations</u>	<u>19,326</u>	<u>9,820</u>	<u>63,274</u>	<u>41,239</u>

The Group operated predominantly in Indonesia where revenue and non-current assets were derived and located, respectively.

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

Please refer to paragraph 8 above

16. A breakdown of sales

(\$'000)	Group FY2016	Group FY2015	Increase / (decrease) %
(a) Revenue for first half year (1 January to 30 June)	6,983	4,769	46
(b) Net (loss) / profit for the first half year (1 January to 30 June)	(292)	190	N.M
(c) Revenue for second half year (1 July to 31 December)	12,343	5,051	144
(d) Net profit for the second half year (1 July to 31 December)	3,259	435	649

N.M – not meaningful

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

S\$'000	FY2016	FY2015
Ordinary	-	-
Preference	-	-
Total	-	-

18. 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). If there are no such persons, the issuer must make an appropriate negative statement.

There is no person occupying a managerial position in the Group who is a relative of a director, chief executive officer, or substantial shareholder of the Company pursuant to Rule 704 (10) of the Catalist Rules.

19. Use of Proceeds

I) Placement to Tamaris Pte Ltd

Use of net proceeds	Allocation of net proceeds (as disclosed in the Circular) (S\$'million)	Net proceeds utilised as at 3 Nov 2016 (S\$'million)	Net proceeds utilised as at the date of this announcement (S\$'million)	Balance of net proceeds as at the date of this announcement (S\$'million)
Capital expenditure requirements for the projects in Indonesia	26.40	12.43	16.78	9.62
General corporate and working capital requirements	2.85	1.13	1.66	1.19
Total	29.25	12.41	18.44	10.81

II) Rights Issue

The net proceeds from the Rights Issue completed in January 2016, amounting to S\$50.13 million, have not been utilised as at the date of this announcement.

20. Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1) of the Catalist Rules.

On behalf of the board of directors of the Company, we hereby confirm that we have procured all the required undertakings from all the Directors and Executive Officers of the Company in the format set out in Appendix 7H under Rule 720(1) of the Catalist Rules.

On behalf of the Board of Directors

Mohammad Syahrial
Chief Executive Officer

Low Chai Chong
Non-Executive Chairman

28 February 2017