



Ellipsiz Ltd
(Co. Reg. No. 199408329R)
and its subsidiaries

Financial Statements and Dividend Announcement
For the third quarter and nine months ended 31 March 2018

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

1(a) A statement of comprehensive income for the Group together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated Statement of Comprehensive Income

	Note	Group		+ / (-) %	Group		+ / (-) %
		Quarter Ended 31.03.2018 ("3Q18") \$'000	Restated* 31.03.2017 ("3Q17") \$'000		Nine Months Ended 31.03.2018 ("9M18") \$'000	Restated* 31.03.2017 ("9M17") \$'000	
<u>Continuing operations</u>							
Revenue		12,493	10,193	23	34,368	30,433	13
Cost of revenue		(9,872)	(7,928)	25	(26,467)	(23,473)	13
Gross profit		<u>2,621</u>	<u>2,265</u>	16	<u>7,901</u>	<u>6,960</u>	14
Other income	1	29	1,305	(98)	14,233	1,537	NM
Distribution expenses		(956)	(694)	38	(2,773)	(2,162)	28
Administrative expenses		(1,684)	(1,224)	38	(11,560)	(4,442)	160
Other expenses		(1,513)	(333)	NM	(3,836)	(1,826)	110
Results from operating activities	1	<u>(1,503)</u>	<u>1,319</u>	(214)	<u>3,965</u>	<u>67</u>	NM
Finance income	2	152	16	NM	191	50	282
Share of results of associates (net of tax)		<u>3</u>	<u>44</u>	(93)	<u>86</u>	<u>190</u>	(55)
(Loss)/Profit before income tax from continuing operations		<u>(1,348)</u>	<u>1,379</u>	(198)	<u>4,242</u>	<u>307</u>	NM
Income tax expenses	3	<u>(147)</u>	<u>(649)</u>	(77)	<u>(208)</u>	<u>(1,024)</u>	(80)
(Loss)/Profit from continuing operations, net of tax		<u>(1,495)</u>	<u>730</u>	(305)	<u>4,034</u>	<u>(717)</u>	NM
<u>Discontinued operations</u>							
Profit from discontinued operations, net of tax	4	-	1,516	(100)	2,556	5,284	(52)
(Loss)/Profit for the period		<u>(1,495)</u>	<u>2,246</u>	(167)	<u>6,590</u>	<u>4,567</u>	44
Other comprehensive income							
Items that are or may be reclassified subsequently to profit or loss							
Exchange differences arising from:							
- liquidation of subsidiaries reclassified to profit or loss		-	-	NM	21	(206)	NM
- disposal of subsidiaries reclassified to profit or loss		-	-	NM	9,164	-	NM
- disposal of an associate reclassified to profit or loss		-	41	(100)	-	41	(100)
- monetary items forming part of net investments in foreign operations		-	36	(100)	(98)	438	(122)
- foreign currency translation differences for foreign operations		78	(1,726)	NM	(1,028)	1,149	(189)
Net change in fair value of available-for-sale financial assets		5,788	858	NM	7,002	(721)	NM
Net change in fair value of available-for-sale financial assets reclassified to profit or loss		-	-	NM	-	1,578	(100)
Tax effect		-	-	NM	-	-	NM
Other comprehensive income/(loss) for the period, net of tax		<u>5,866</u>	<u>(791)</u>	NM	<u>15,061</u>	<u>2,279</u>	NM
Total comprehensive income for the period		<u>4,371</u>	<u>1,455</u>	200	<u>21,651</u>	<u>6,846</u>	216

* see note 4

NM - Not Meaningful

Consolidated Statement of Comprehensive Income (Cont'd)

	Group			Group		
	3Q18 \$'000	Restated* 3Q17 \$'000	+ / (-) %	9M18 \$'000	Restated* 9M17 \$'000	+ / (-) %
(Loss)/Profit attributable to:						
Owners of the Company						
- Continuing operations, net of tax	(1,489)	737	(302)	4,042	(710)	NM
- Discontinued operations, net of tax	-	1,516	(100)	2,556	5,284	(52)
	(1,489)	2,253	(166)	6,598	4,574	44
Non-controlling interests						
- Continuing operations, net of tax	(6)	(7)	(14)	(8)	(7)	14
- Discontinued operations, net of tax	-	-	NM	-	-	NM
	(6)	(7)	(14)	(8)	(7)	14
	(1,495)	2,246	(167)	6,590	4,567	44
Total comprehensive income attributable to:						
Owners of the Company						
- Continuing operations, net of tax	4,377	1,136	285	11,205	628	NM
- Discontinued operations, net of tax	-	318	(100)	10,463	6,190	69
	4,377	1,454	201	21,668	6,818	218
Non-controlling interests						
- Continuing operations, net of tax	(6)	1	NM	(17)	28	(161)
- Discontinued operations, net of tax	-	-	NM	-	-	NM
	(6)	1	NM	(17)	28	(161)
	4,371	1,455	200	21,651	6,846	216
(Loss)/Earnings per share						
- Basic (cents)	(0.89)	1.35	(166)	3.95	2.74	44
- Diluted (cents)	(0.89)	1.35	(166)	3.95	2.74	44
(Loss)/Earnings per share - Continuing operations attributable to owners of the Company						
- Basic (cents)	(0.89)	0.44	(302)	2.42	(0.42)	NM
- Diluted (cents)	(0.89)	0.44	(302)	2.42	(0.42)	NM

Notes to the Consolidated Statement of Comprehensive Income

1. Results from Operating Activities

	Group		Group	
	Restated*		Restated*	
	3Q18	3Q17	9M18	9M17
	\$'000	\$'000	\$'000	\$'000
<u>Continuing operations</u>				
Other income				
Dividend income from other financial asset	-	17	14	17
Exchange gain, net	-	-	-	65
Gain on disposal of property, plant and equipment	1	1	18	132
Gain on disposal of subsidiaries (see note 4)	-	-	14,164	-
Gain on disposal of an associate	-	1,249	-	1,249
Sundry income	28	38	37	74
	<u>29</u>	<u>1,305</u>	<u>14,233</u>	<u>1,537</u>

	Group		Group	
	Restated*		Restated*	
	3Q18	3Q17	9M18	9M17
	\$'000	\$'000	\$'000	\$'000
Other expenses				
Amortisation of intangible assets	2	2	4	4
Depreciation of property, plant and equipment	59	67	146	243
Exchange loss, net	1,521	333	3,841	-
Loss on liquidation of a subsidiary	-	-	-	248
(Reversal of)/allowance made for impairment losses:				
- doubtful debts from trade receivables	(25)	-	(25)	(20)
- inventory obsolescence	-	-	126	(4)
- joint venture	64	-	64	-
Inventories written off	-	-	-	4
Impairment loss on other financial assets	-	-	-	1,578
Ex-gratia expenses	-	-	4,100	-
	<u>-</u>	<u>-</u>	<u>4,100</u>	<u>-</u>

Depreciation of property, plant and equipment decreased in the current reporting period as some plant and equipment had fully depreciated in the last financial year ended 30 June 2017.

Exchange loss, net, of \$3,841,000 arose mainly from USD-denominated consideration received from the sale of the Disposal Group (see note 4).

Ex-gratia expenses of \$4,100,000 were approved by the Board in November 2017 for the former Chief Executive Officer and former Chief Financial Officer upon their retirement on 31 January 2018.

Notes to the Consolidated Statement of Comprehensive Income (Cont'd)

2. Finance Income

	Group		Group	
	Restated*		Restated*	
	3Q18	3Q17	9M18	9M17
	\$'000	\$'000	\$'000	\$'000
<u>Continuing operations</u>				
Interest income from financial institutions	152	16	191	50

3. Income Tax Expenses

	Group		Group	
	Restated*		Restated*	
	3Q18	3Q17	9M18	9M17
	\$'000	\$'000	\$'000	\$'000
<u>Continuing operations</u>				
<i>Current tax</i>				
- current period	27	1,071	109	1,257
- over provision in prior year	(1)	-	(122)	-
- withholding tax	-	-	1	-
	26	1,071	(12)	1,257
<i>Deferred tax</i>				
- origination and reversal of temporary differences	121	(422)	220	(233)
Total income tax expenses	147	649	208	1,024

Notes to the Consolidated Statement of Comprehensive Income (Cont'd)

4. Discontinued Operations

On 21 August 2017, the Company announced it had entered into a conditional sale and purchase agreement (the "Agreement") with Nidec-Read Corporation (the "Purchaser"), a company incorporated in Japan, in relation to the proposed disposal (the "Proposed Disposal") by the Company of 29,300,000 ordinary shares, representing 100% of the entire issued and paid-up capital of its wholly-owned subsidiary, of SV Probe Pte. Ltd. ("SV Probe") and certain of SV Probe's subsidiaries (collectively known as "the Disposal Group").

On 31 October 2017, the Company announced that the Proposed Disposal had been completed (the "Completion"). The initial consideration was determined to be approximately US\$69.5 million (approximately \$94.9 million, based on an US\$/S\$ exchange rate of 1.366 as at 30 October 2017, source: The Business Times). The effects of the disposal on the cashflows of the Group as at 31 October 2017 were as follows:

Carrying amounts of assets and liabilities	\$'000
Property, plant and equipment	9,930
Intangible assets	13,265
Other investment	221
Deferred tax assets	2,542
Inventories	5,699
Trade and other receivables	22,808
Cash at bank	14,104
Trade and other payables	(10,888)
Provisions	(382)
Interest-bearing borrowings	(753)
Tax payable	(795)
Deferred tax liabilities	(474)
Translation reserve	9,164
Net identifiable assets disposed	64,441
Goodwill on consolidation disposed	12,119
Net carrying amount of assets disposed	76,560
Gain on disposal	14,164
Total consideration ⁽ⁱ⁾	90,724
Less:	
Consideration held in an escrow account ⁽ⁱⁱ⁾	(13,946)
Accrued Final Adjustments ⁽ⁱⁱⁱ⁾	(549)
Consideration in cash	76,229
Cash and cash equivalents disposed of	(14,104)
Net cash inflow on disposal of subsidiaries	62,125

Notes to the Consolidated Statement of Comprehensive Income (Cont'd)

4. Discontinued Operations (Cont'd)

(i) Total consideration comprised:

	\$'000
Initial consideration	94,920
Accrued Final Adjustments ⁽ⁱⁱⁱ⁾	549
Introduction fee	(4,745)
	<u>90,724</u>

(ii) 85% of the initial consideration was paid to the Company in cash and the remaining 15% of the initial consideration is being held in an escrow account. 5% and 10% of the initial consideration will be released to the Company 12 months and 24 months from the Completion respectively.

(iii) The Purchaser and the Company shall undertake a review of the financial statements of the Disposal Group after the Completion to determine the final adjustments (the "Final Adjustments") to be made to the consideration as at the Completion. Final Adjustments to the consideration have preliminary been estimated to be US\$402,000 (approximately \$549,000). The financial statements of the Disposal Group are being reviewed by the parties to the Agreement to determine the Final Adjustments.

For the current reporting period, the results of the Disposal Group have been presented as discontinued operations in the Consolidated Statement of Comprehensive Income. The comparative Consolidated Statement of Comprehensive Income has been restated to show the discontinued operations separately from continuing operations.

Consolidated Statement of Comprehensive Income disclosures

The results of the Disposal Group for the period ended 31 March 2018 were as follows:

	Group		Group	
	Restated*		Restated*	
	3Q18	3Q17	9M18	9M17
	\$'000	\$'000	\$'000	\$'000
Revenue	-	19,262	23,812	56,340
Cost of revenue	-	(11,158)	(13,495)	(33,024)
	-	8,104	10,317	23,316
Expenses	-	(6,011)	(7,176)	(16,452)
Finance costs	-	(7)	(18)	(31)
Profit before tax from discontinued operations	-	2,086	3,123	6,833
Taxation	-	(570)	(567)	(1,549)
Profit from discontinued operations, net of tax	-	1,516	2,556	5,284

Notes to the Consolidated Statement of Comprehensive Income (Cont'd)

4. Discontinued Operations (Cont'd)

Earnings per share - Discontinued operations attributable to Owners of the Company

	Group		Group	
	3Q18	Restated*	9M18	Restated*
	\$'000	\$'000	\$'000	\$'000
Earnings per share - Discontinued operations attributable to Owners of the Company				
- Basic (cents)	-	0.91	1.53	3.16
- Diluted (cents)	-	0.91	1.53	3.16

For 3Q18, the profit from discontinued operations of \$Nil (3Q17: \$1,516,000) was attributable entirely to the Owners of the Company.

For 9M18, the profit from discontinued operations of \$2,556,000 (9M17: \$5,284,000) was attributable entirely to the Owners of the Company.

Cash flow from discontinued operations

	Group		Group	
	3Q18	Restated*	9M18	Restated*
	\$'000	\$'000	\$'000	\$'000
Net cash (used in)/from operating activities	-	(1,192)	3,798	9,229
Net cash from/(used in) investing activities	-	90	(447)	(548)
Net cash used in financing activities	-	(6,361)	(403)	(8,232)
	-	(7,463)	2,948	449

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

Statements of Financial Position

	Group		Company	
	31.03.2018	30.06.2017	31.03.2018	30.06.2017
	\$'000	\$'000	\$'000	\$'000
Non-current assets				
Property, plant and equipment	864	10,984	15	5
Intangible assets	15,417	41,425	-	-
Subsidiaries	-	-	31,214	79,749
Associates	971	862	-	-
Joint ventures	-	71	-	-
Financial assets	11,958	5,179	11,954	4,952
Other receivables	9,096	-	9,096	-
Deferred tax assets	501	3,612	-	-
	<u>38,807</u>	<u>62,133</u>	<u>52,279</u>	<u>84,706</u>
Current assets				
Inventories	4,107	7,843	-	-
Trade and other receivables	18,950	35,036	7,275	187
Amounts due from related parties	-	-	4	251
Cash and cash equivalents	78,330	53,762	65,684	23,091
	<u>101,387</u>	<u>96,641</u>	<u>72,963</u>	<u>23,529</u>
Total assets	<u>140,194</u>	<u>158,774</u>	<u>125,242</u>	<u>108,235</u>
Equity attributable to Owners of the Company				
Share capital	89,566	89,566	89,566	89,566
Reserves	36,008	41,918	29,772	15,566
	<u>125,574</u>	<u>131,484</u>	<u>119,338</u>	<u>105,132</u>
Non-controlling interests	396	413	-	-
Total equity	<u>125,970</u>	<u>131,897</u>	<u>119,338</u>	<u>105,132</u>
Non-current liabilities				
Provisions	-	244	-	-
Interest-bearing borrowings	-	205	-	-
Deferred tax liabilities	66	903	-	-
	<u>66</u>	<u>1,352</u>	<u>-</u>	<u>-</u>
Current liabilities				
Trade and other payables	13,906	21,917	1,333	1,459
Provisions	53	257	-	-
Amounts due to related parties	70	74	4,571	546
Interest-bearing borrowings	-	946	-	-
Current tax payable	129	2,331	-	1,098
	<u>14,158</u>	<u>25,525</u>	<u>5,904</u>	<u>3,103</u>
Total liabilities	<u>14,224</u>	<u>26,877</u>	<u>5,904</u>	<u>3,103</u>
Total equity and liabilities	<u>140,194</u>	<u>158,774</u>	<u>125,242</u>	<u>108,235</u>

1(b)(ii) Aggregate amount of Group's borrowings and debts securities.

Interest-bearing borrowings consist of the following:

	Group	
	31.03.2018	30.06.2017
	\$'000	\$'000
Non-current liabilities		
Unsecured bank loans	-	164
Obligations under finance leases	-	41
	<u>-</u>	<u>205</u>
Current liabilities		
Secured bank loans	-	48
Unsecured bank loans	-	882
Obligations under finance leases	-	16
	<u>-</u>	<u>946</u>
	<u>-</u>	<u>1,151</u>

Maturity of liabilities (excluding finance lease liabilities)

	Group	
	31.03.2018	30.06.2017
	\$'000	\$'000
Within 1 year	-	930
After 1 year but within 5 years	-	164
	<u>-</u>	<u>1,094</u>

Collaterals for secured borrowings:

	Group	
	31.03.2018	30.06.2017
	\$'000	\$'000
Plant and machinery	<u>-</u>	<u>486</u>

Obligations under finance leases

	31.03.2018			30.06.2017		
	Principal	Interest	Total	Principal	Interest	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Payable within 1 year	-	-	-	16	3	19
Payable after 1 year but within 5 years	-	-	-	41	2	43
	<u>-</u>	<u>-</u>	<u>-</u>	<u>57</u>	<u>5</u>	<u>62</u>

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

Consolidated Statement of Cash Flows

	Note	Group		Group	
		3Q18 \$'000	3Q17 \$'000	9M18 \$'000	9M17 \$'000
Cash Flows from Operating Activities					
(Loss)/Profit for the period		(1,495)	2,246	6,590	4,567
Adjustments for:					
(Reversal of allowance)/Allowance for:					
- doubtful debts from trade receivables		(25)	-	(25)	(20)
- inventory obsolescence		-	3	126	310
- joint venture		64	-	64	-
Amortisation of intangible assets		2	275	371	804
Depreciation of property, plant and equipment		59	806	835	2,493
Dividend income from other financial asset		-	(17)	(14)	(17)
Gain on disposal of property, plant and equipment		(1)	-	(14)	(133)
Gain on disposal of subsidiaries	4	-	-	(14,164)	-
Loss/(Gain) on liquidation of subsidiaries		-	-	21	(206)
Gain on liquidation of an associate		-	(1,249)	-	(1,249)
Interest income		(153)	(25)	(198)	(75)
Interest expense		-	16	24	56
Inventories written off		-	-	-	4
Impairment loss on other financial assets		-	-	-	1,578
Ex-gratia expenses		-	-	4,100	-
Share of results of associates (net of tax)		(3)	(44)	(86)	(190)
Income tax expenses		147	1,219	775	2,573
Operating (loss)/profit before working capital changes		(1,405)	3,230	(1,595)	10,495
Changes in:					
Inventories		(602)	660	(2,215)	1,023
Trade and other receivables		(2,072)	(1,557)	(1,879)	2,527
Trade and other payables		811	(844)	2,387	(2,690)
Cash (used in)/generated from operations		(3,268)	1,489	(3,302)	11,355
Interest received		128	25	173	75
Interest paid		-	(16)	(24)	(56)
Income tax paid		63	(348)	(2,013)	(1,060)
Ex-gratia expenses paid		(3,429)	-	(3,429)	-
Net cash (used in)/from operating activities		(6,506)	1,150	(8,595)	10,314
Cash Flows from Investing Activities					
Dividend received from other financial asset		-	17	14	17
Net cash inflow on disposal of subsidiaries	4	-	-	62,125	-
Purchase of intangible assets		-	(302)	(115)	(309)
Purchase of property, plant and equipment		(277)	(196)	(795)	(827)
Purchase of other financial asset		-	(2)	-	(6)
Proceeds from disposal of property, plant and equipment		-	-	108	141
Proceeds from disposal of an associate		-	8,641	-	8,641
Net cash (used in)/from investing activities		(277)	8,158	61,337	7,657
Cash Flows from Financing Activities					
Dividends paid		(16,715)	(4,178)	(27,576)	(7,186)
Proceeds from bank loans		-	-	471	-
Repayment of bank loans		-	(791)	(851)	(2,588)
Repayment of finance lease creditors		-	(5)	(5)	(16)
Net cash used in investing activities		(16,715)	(4,974)	(27,961)	(9,790)
Net (decrease)/increase in cash and cash equivalents		(23,498)	4,334	24,781	8,181
Cash and cash equivalents at beginning of period		101,530	45,009	53,762	40,036
Effect of currency translation on cash and cash equivalents		298	(972)	(213)	154
Cash and cash equivalents at end of period		78,330	48,371	78,330	48,371

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

Consolidated Statement of Changes in Equity
For the third quarter ended 31 March 2018

Group	Share capital \$'000	Capital reserve \$'000	Fair value reserve \$'000	Share-based compensation reserve \$'000	Translation reserve \$'000	Retained earnings \$'000	Total attributable to Owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance as at 1 January 2018	89,566	(11,648)	2,834	2,290	(1,323)	56,193	137,912	402	138,314
Total comprehensive income/(loss)									
Loss for the period	-	-	-	-	-	(1,489)	(1,489)	(6)	(1,495)
Other comprehensive income/(loss)									
Exchange differences arising from:									
- foreign currency translation differences for foreign operations	-	-	-	-	78	-	78	-	78
Net change in fair value of available-for-sale financial assets	-	-	5,788	-	-	-	5,788	-	5,788
Total other comprehensive income	-	-	5,788	-	78	-	5,866	-	5,866
Total comprehensive income/(loss) for the period	-	-	5,788	-	78	(1,489)	4,377	(6)	4,371
Transactions with Owners, recorded directly in equity									
Contributions by and distributions to Owners									
Interim dividend of 2.00 cents per share in respect of 2018	-	-	-	-	-	(3,344)	(3,344)	-	(3,344)
Interim special dividend of 8.00 cents per share in respect of 2018	-	-	-	-	-	(13,371)	(13,371)	-	(13,371)
Total contributions by and distributions to Owners	-	-	-	-	-	(16,715)	(16,715)	-	(16,715)
Total transactions with Owners	-	-	-	-	-	(16,715)	(16,715)	-	(16,715)
Balance as at 31 March 2018	89,566	(11,648)	8,622	2,290	(1,245)	37,989	125,574	396	125,970

**Consolidated Statement of Changes in Equity
For the third quarter ended 31 March 2017**

Group	Share capital \$'000	Capital reserve \$'000	Fair value reserve \$'000	Share-based compensation reserve \$'000	Translation reserve \$'000	Retained earnings \$'000	Total attributable to Owners of the Company \$'000	Non-controlling interests \$'000	Total equity \$'000
Balance as at 1 January 2017	89,566	(11,648)	59	2,290	(7,141)	56,967	130,093	412	130,505
Total comprehensive income/(loss)									
Profit/(loss) for the period	-	-	-	-	-	2,253	2,253	(7)	2,246
Other comprehensive income/(loss)									
Exchange differences arising from:									
- disposal of an associate reclassified to profit or loss	-	-	-	-	41	-	41	-	41
- monetary items forming part of net investments in foreign operations	-	-	-	-	36	-	36	-	36
- foreign currency translation differences for foreign operations	-	-	-	-	(1,734)	-	(1,734)	8	(1,726)
Net change in fair value of available-for-sale financial assets	-	-	858	-	-	-	858	-	858
Total other comprehensive income/(loss)	-	-	858	-	(1,657)	-	(799)	8	(791)
Total comprehensive income/(loss) for the period	-	-	858	-	(1,657)	2,253	1,454	1	1,455
Transactions with Owners, recorded directly in equity									
Contributions by and distributions to Owners									
Interim dividend of 1.00 cent per share in respect of 2017	-	-	-	-	-	(1,671)	(1,671)	-	(1,671)
Interim special dividend of 1.50 cents per share in respect of 2017	-	-	-	-	-	(2,507)	(2,507)	-	(2,507)
Total contributions by and distributions to Owners	-	-	-	-	-	(4,178)	(4,178)	-	(4,178)
Total transactions with Owners	-	-	-	-	-	(4,178)	(4,178)	-	(4,178)
Balance as at 31 March 2017	89,566	(11,648)	917	2,290	(8,798)	55,042	127,369	413	127,782

Statement of Changes in Equity
For the third quarter ended 31 March 2018

	Share capital \$'000	Fair value reserve \$'000	Share-based compensation reserve \$'000	Retained earnings \$'000	Total equity \$'000
Company					
Balance as at 1 January 2018	89,566	2,834	2,290	37,450	132,140
Total comprehensive income/(loss)					
Loss for the period	-	-	-	(1,875)	(1,875)
Other comprehensive income					
Net change in fair value of available- for-sale financial assets	-	5,788	-	-	5,788
Total other comprehensive income	-	5,788	-	-	5,788
Total comprehensive income/(loss) for the period	-	5,788	-	(1,875)	3,913
Transactions with Owners, recorded directly in equity					
Contributions by and distributions to Owners					
Interim dividend of 2.00 cents per share in respect of 2018	-	-	-	(3,344)	(3,344)
Interim special dividend of 8.00 cents per share in respect of 2018	-	-	-	(13,371)	(13,371)
Total contributions by and distributions to Owners	-	-	-	(16,715)	(16,715)
Total transactions with Owners	-	-	-	(16,715)	(16,715)
Balance as at 31 March 2018	89,566	8,622	2,290	18,860	119,338

Statement of Changes in Equity
For the third quarter ended 31 March 2017

	Share capital \$'000	Fair value reserve \$'000	Share-based compensation reserve \$'000	Retained earnings \$'000	Total equity \$'000
Company					
Balance as at 1 January 2017	89,566	59	2,290	8,693	100,608
Total comprehensive income					
Profit for the period	-	-	-	7,759	7,759
Other comprehensive income					
Net change in fair value of available- for-sale financial assets	-	858	-	-	858
Total other comprehensive income	-	858	-	-	858
Total comprehensive income for the period	-	858	-	7,759	8,617
Transactions with Owners, recorded directly in equity					
Contributions by and distributions to Owners					
Interim dividend of 1.00 cent per share in respect of 2017	-	-	-	(1,671)	(1,671)
Interim special dividend of 1.50 cents per share in respect of 2017	-	-	-	(2,507)	(2,507)
Total contributions by and distributions to Owners	-	-	-	(4,178)	(4,178)
Total transactions with Owners	-	-	-	(4,178)	(4,178)
Balance as at 31 March 2017	89,566	917	2,290	12,274	105,047

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

There was no change in the Company's share capital since the end of the previous period reported on up to the end of the current financial period.

There were no outstanding convertibles, shares held as treasury shares or subsidiary holdings as at 31 March 2018 and 31 March 2017.

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.

	31.03.2018	30.06.2017
Total number of ordinary shares excluding treasury shares	167,128,185	167,128,185

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

Not applicable.

1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

Not applicable.

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

The figures in this announcement have not been audited or reviewed by the Company's auditor.

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 Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period as those used in the audited financial statements for the year ended 30 June 2017.

The Group adopted the new and revised Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") relevant to the Group and effective for annual periods beginning on 1 July 2017. The adoption of these new and revised FRS and INT FRS did not result in any significant changes to the accounting policies and had no material impact on the financial statements of the Group.

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.**

Not applicable.

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		Group	
	3Q18	Restated* 3Q17	9M18	Restated* 9M17
	cents	cents	cents	cents
(Loss)/Earnings per share				
- Basic	(0.89)	1.35	3.95	2.74
- Diluted	(0.89)	1.35	3.95	2.74
(Loss)/Earnings per share - Continuing operations attributable to owners of the Company				
- Basic	(0.89)	0.44	2.42	(0.42)
- Diluted	(0.89)	0.44	2.42	(0.42)

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 cents	Company cents
Net asset value per ordinary share is based on total number of issued shares as at the end of the financial period		
(a) 31 March 2018	<u>75.14</u>	<u>71.41</u>
(b) 30 June 2017	<u>78.67</u>	<u>62.91</u>

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 period reported on.**

As set out in note 4 to the Consolidated Statement of Comprehensive Income, the Company completed the sale of the Disposal Group on 31 October 2017.

Accordingly, for 9M18 reporting, the financial position and performance of the Disposal Group which approximates the financial position and performance of the Probe Card Solutions business segment, are reported as discontinued operations, and the Consolidated Statement of Comprehensive Income for 3Q17 and 9M17 have been restated for comparative purpose.

Results of Operations

Revenue and gross profit

In 3Q18, the Group's revenue from continuing operations was \$12.5 million, an increase of 23% from 3Q17, with revenue improvement mainly from Singapore and Taiwan. The Group's gross profit from continuing operations increased by 16% from \$2.3 million in 3Q17 to \$2.6 million in 3Q18 mainly due to the higher revenue.

In 9M18, the Group's revenue from continuing operations was \$34.4 million, an improvement of 13% from 9M17. Growth was mainly from Singapore, China and Taiwan operations. Consequently, the Group's gross profit from continuing operations increased by 14% from \$7.0 million to \$7.9 million.

Other income

Other income from continuing operations decreased by 98% from \$1.3 million in 3Q17 to \$29,000 in 3Q18. In 3Q17, the Group had recognised a gain on disposal of an associate amounting to \$1.2 million.

The Group's other income from continuing operations increased from \$1.5 million in 9M17 to \$14.2 million in 9M18. This was mainly due to the recognition of a gain on disposal of subsidiaries of \$14.2 million in 9M18.

Operating expenses

The Group's total operating expenses increased by 84% from \$2.3 million in 3Q17 to \$4.2 million in 3Q18. This was mainly due to incurrence of exchange loss of \$1.5 million during 3Q18. The exchange exposure was due mainly to the USD-denominated consideration received from the sale of the Disposal Group in October 2017.

The Group's total operating expenses increased by 116% from \$8.4 million in 9M17 to \$18.2 million in 9M18. This was mainly due to transaction costs of \$3.5 million relating to the sale of the Disposal Group and ex-gratia expenses of \$4.1 million approved by the Board in November 2017 for the former Chief Executive Officer and former Chief Financial Officer upon their retirement on 31 January 2018. In 9M17, the Group had provided impairment loss of approximately \$1.6 million on financial asset, recorded loss of \$0.2 million on liquidation of a subsidiary and incurred additional professional fee expense of \$0.2 million in respect of a mandatory cash offer exercise.

Excluding the one-off expenses, the operating expenses in 9M18 increased by 65% from \$6.4 million to \$10.6 million, mainly due to incurrence of exchange loss of \$3.8 million during 9M18. The exchange exposure was due mainly to the USD-denominated consideration received from the sale of the Disposal Group in October 2017.

Finance income

In 3Q18 and 9M18, the Group's finance income increased from \$16,000 to \$0.2 million and \$50,000 to \$0.2 million respectively compared to the corresponding periods last year, mainly because of interest earned from cash received from the sale of the Disposal Group.

Share of results of associates

The disposal of interest in an associate in 3Q17 led to the lower share of results in 3Q18 compared to 3Q17 and 9M18 compared to 9M17.

Income taxes

The Group recorded tax expenses of \$0.6 million in 3Q17 as compared to \$0.1 million in 3Q18 mainly due to net tax expenses of \$0.5 million related to the disposal of an associate recognised in 3Q17.

The Group recorded tax expenses of \$1.0 million in 9M17 as compared to \$0.2 million in 9M18. Included in 9M17 tax expenses was net tax expenses of \$0.5 million related to the disposal of an associate. The remaining decrease was mainly due to a reversal in 9M18 of \$0.1 million arising from prior year tax overprovision.

Profit from discontinued operations, net of tax

As a result of the disposal of the Probe Card Solutions business segment in October 2017, there was no contribution from this segment in 3Q18.

In 9M18, the Group's profit from discontinued operations, net of tax, decreased by 52% to \$2.6 million as it comprised 4 months results of the Probe Card Solutions business segment, while 9M17 profit comprised 9 months results of the said segment.

Net profit attributable to Owners of the Company

Continuing operations

In 3Q18, the Group reported a loss, net of tax of \$1.5 million from continuing operations compared to a profit of \$0.7 million in 3Q17. This was mainly due to exchange loss of \$1.5 million suffered in 3Q18 arising from USD-denominated cash proceeds received in October 2017 versus exchange loss of \$0.3 million in 3Q17. In addition, a one-off gain of \$0.7 million (net of related tax) from disposal of an associate was recognised in 3Q17.

In 9M18, the Group reported a profit, net of tax of \$4.0 million from continuing operations compared to a loss of \$0.7 million in 9M17.

In 9M18, the Group recognised a one-off gain of \$14.2 million on sale of the Disposal Group, incurred certain one-off expenses amounting to \$7.6 million and suffered an exchange loss of \$3.8 million. In 9M17, the Group recorded a one-off impairment provision of \$1.6 million on financial asset, loss on liquidation of a subsidiary of \$0.2 million, additional professional fee expense of \$0.2 million to manage a mandatory cash offer exercise and a gain on disposal of an associate (net of related tax) of \$0.7 million. Excluding the one-off items and exchange differences, the Group's net profit from its operating activities amounted to \$1.2 million in 9M18 compared to net profit of \$0.6 million in 9M17.

Overall

The Group reported a loss, net of tax of \$1.5 million in 3Q18 compared to a net profit of \$2.2 million in 3Q17. Continuing operations recorded a net loss of \$1.5 million in 3Q18 compared to a profit of \$0.7 million in 3Q17. Discontinued operations contributed a net profit of \$1.5 million in 3Q17.

Excluding the one-off items and exchange differences highlighted in earlier paragraphs, the Group's net profit in 3Q18 was \$26,000 compared to \$1.8 million in 3Q17. There was no contribution from the Probe Card Solutions business segment in 3Q18 as the disposal of this segment was completed in October 2017.

The Group reported a profit, net of tax of \$6.6 million in 9M18 compared to \$4.6 million in 9M17. Continuing operations contributed a net profit of \$4.0 million in 9M18, an improvement from the net loss of \$0.7 million recorded in 9M17. Discontinued operations contributed a net profit of \$2.6 million in 9M18 and \$5.3 million in 9M17.

Excluding the one-off items and exchange differences highlighted in earlier paragraphs, the Group's net profit in 9M18 was \$3.8 million compared to \$5.9 million in 9M17. This was mainly because the Group had recorded 4 months results from the Disposal Group in 9M18 versus 9 months in 9M17.

Financial Position of the Group

Non-current assets

Non-current assets decreased by 38% from \$62.1 million as at 30 June 2017 to \$38.8 million as at 31 March 2018. Property, plant and equipment, intangible assets and deferred tax assets had decreased mainly because of the sale of the Disposal Group. Financial assets increased mainly due to favourable movement in quoted prices of an available-for-sale financial asset. Other receivables of \$9.1 million was mainly in respect of consideration held in an escrow account for the sale of the Disposal Group.

Current assets

Total current assets as at 31 March 2018 increased by 5%, mainly due to proceeds received from the sale of the Disposal Group which was partially offset by decreases in inventories and trade and other receivables as result of the said disposal.

Current and non-current liabilities

Total liabilities as at 31 March 2018 amounted to \$14.2 million, a decrease of 47% from \$26.9 million as at 30 June 2017 as result of the sale of the Disposal Group.

Cash and cash equivalents

The Group's cash and cash equivalents increased by \$24.6 million from \$53.7 million as at 30 June 2017 to \$78.3 million as at 31 March 2018. The increase was due mainly to cash inflow from the sale of the Disposal Group of \$62.1 million which was partially offset by payment of dividends of \$27.6 million, payment of taxes of \$2.0 million and payment of ex-gratia expenses of \$3.4 million.

Non-controlling interests

The non-controlling interests as at 31 March 2018 amounted to \$0.4 million.

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

Not applicable.

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.**

In March 2018, Singapore's factory activity rose for the nineteenth straight month, attributed mainly to faster growth in factory output. The electronics sub-sector, which has been leading manufacturing output growth in Singapore saw its 20th consecutive month of expansion and its highest PMI reading since April 2011, led by a faster expansion in factory output, inventory, new orders and new exports (*Source: The Straits Times, 3 April 2018*). In the global landscape, the International Monetary Fund released its World Economic Outlook in April 2018 suggesting that the global economic upswing has become broader and stronger. Reports and data from Gartner, SIA, IC Insights and SEMI are showing that the global semiconductor is continuing on its upward trend for 2018.

On the other hand, the recent tariffs announcements on key imports by the United States and China may affect the global trade. The Group is cautiously optimistic about our Distribution and Services solutions business segment's performance for the fourth quarter of FY2018 in the absence of contributions from the Probe Card Solutions business segment. We will continue to be vigilant of our volatile operating environment, while exploring opportunities for growth *inter-alia* expanding our existing business to enhance shareholder value.

11. **Dividend.**

(a) Current Financial Period Reported On.

No interim dividend has been declared.

(b) Corresponding Period of the Immediately Preceding Financial Year.

None.

12. **If no dividend has been declared/recommended, a statement to that effect.**

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

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 Group has not obtained a general mandate from shareholders of the Company for Interested Person Transactions.

14. **Confirmation by the Board pursuant to Rule 705(5) of the Listing Manual.**

The Directors of the Company hereby confirm to the best of their knowledge that nothing has come to the attention of the Board of Directors which may render the interim financial statements for the third quarter ended 31 March 2018 to be false or misleading in any material respect.

On behalf of the Board of Directors

Chng Hee Kok
Non-Executive Chairman

Kelvin Lum Wen-Sum
Executive Director

15. Confirmation pursuant to Rule 720(1) of the Listing Manual.

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

By Order of the Board
Chng Hee Kok
Chairman
8 May 2018